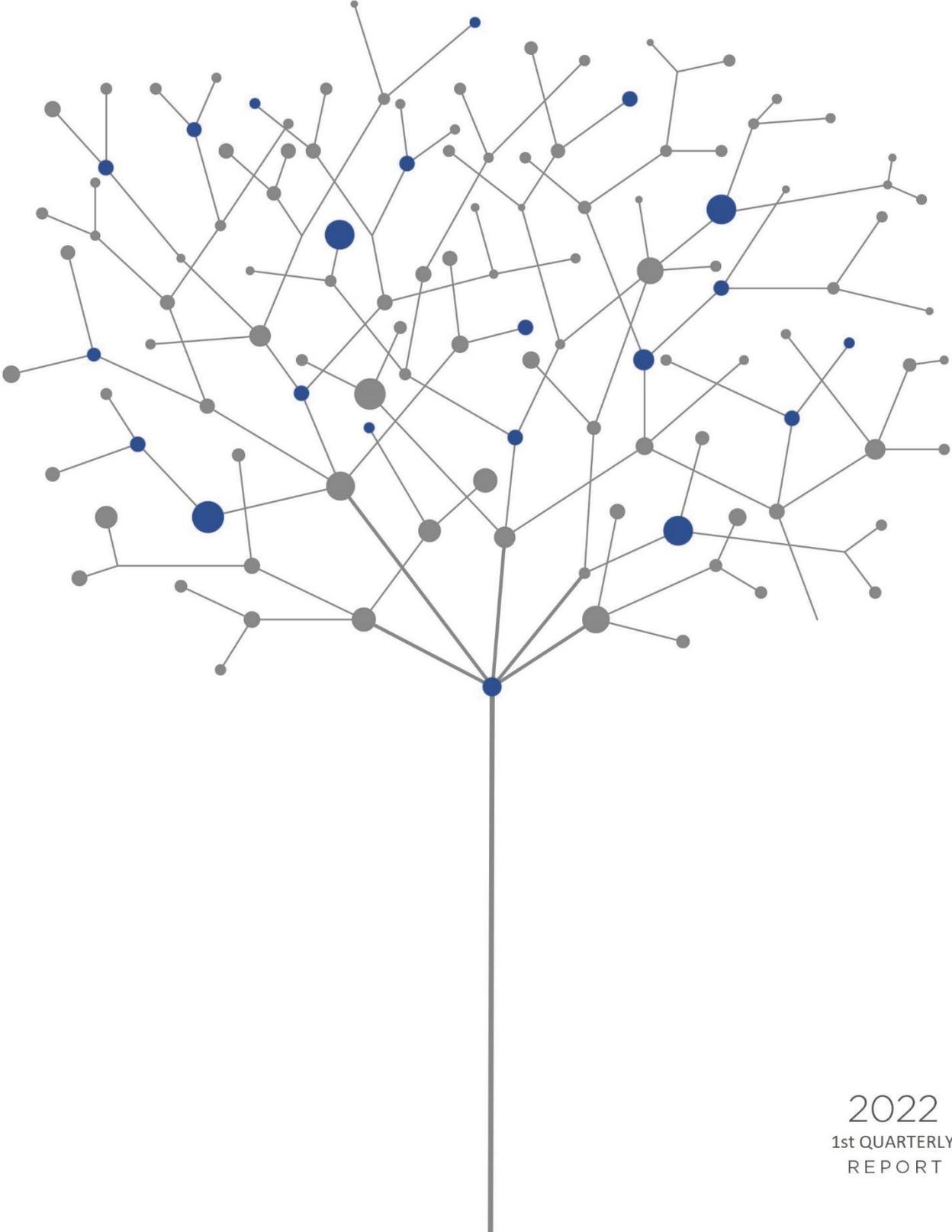




Crescent Steel and Allied Products Limited



2022
1st QUARTERLY
REPORT

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COMPANY PROFILE

Crescent Steel and Allied Products Limited is a conglomerate corporation listed on the Pakistan Stock Exchange as ‘CSAP’. Starting commercial operations with a line pipe manufacturing facility in March 1987, today the company operates businesses in four defined sectors - engineering, textiles, capital markets and power – spread over six campuses in Pakistan. The Company operates five divisions and two wholly owned subsidiaries.

STEEL DIVISION - SPIRAL PIPE PRODUCTION LINE, PIPE COATINGS AND FABRICATION

The Company’s Steel Division operates two Helical Seam Submerged Arc Welded steel pipe manufacturing lines and an external coating application line at Nooriabad and, a fabrication facility - Shakarganj Engineering – in Dalawal, Faisalabad. The pipe manufacturing facility produces Submerged Arc Welded Helical seam carbon steel pipes in diameters ranging from 8 to 120 inches (219mm - 3,048mm), thickness up to 1 inch and in steel grade up to API 5L X-100 or equivalent. The unit has authorization to use API monogram of the American Petroleum Institute (API) - the highest international standard accredited for quality of steel line pipe in the Oil and Gas Sector and also continues to retain the ISO 9001 certification.

The Coating Plant is capable of applying various flow efficient and corrosion protection coatings such as Multilayer Polyolefin and Polypropylene coatings, Single Layer Fusion Bonded Epoxy coatings, Liquid Epoxy coatings and High Temperature Heat Shrink Tape coatings on steel pipes ranging from 4” - 60” (114 mm - 1,524 mm), tape coatings on pipe diameter above 60” (1,524 mm) and internal epoxy coatings on diameters ranging from 8” - 60” (219 mm - 1,524 mm).

Crescent Steel is a responsible local line pipe manufacturer that continues to serve as a partner in important national energy projects with demonstrated commitment in terms of quality, experience, financial strength and technical expertise.

The fabrication unit has the capability to fabricate and erect reliable, quality machinery at par with international standards and designs, especially for the sugar and cement industry. The unit specializes in the manufacture and supply of cane shredders, juice heaters, evaporators, batch and continuous vacuum pans, centrifugal machines, stainless steel deep bed filters, spray clusters, multi-jet condensers, perforated plates, vibrio screens and high voltage transformer tanks.

The unit also has the capability to fabricate and erect machinery used in the secondary steel sector and it was leveraged for partial fabrication of a continuous caster machine structure, girders for overhead cranes and a vibratory scrap feeder for the billet manufacturing units of the steel industry.

COTTON DIVISION - COTTON YARN SPINNING UNIT

The Cotton Division comprises of one spinning unit with 19,680 spindles and is located in Jaranwala. The unit operating as “Crescent Cotton Products” (CCP), has a daily production capacity of 385 bags of high quality cotton/synthetic carded yarn, in counts ranging from 10s to 31s.

CCP is a division of the company but its operating results are shown separately. As a division, it is registered with the Ministry of Textile Industry Pakistan and All Pakistan Textile Mills Association (APTMA). It produces quality cotton/synthetic yarn with value addition of slub, siro and compact attachments.

CCP is equipped with modern high-tech European and Japanese machinery ensuring a high-quality yarn making process, producing various counts from 10s to 31s and has a notional capacity (based on 20s) of 6.36 million kilograms per annum.

The brand is known for its high quality and hence demands a premium.

INVESTMENT AND INFRASTRUCTURE DEVELOPMENT DIVISION

The division manages an investment portfolio in securities (shares, bonds and other securities), across diversified sectors and investment properties in order to meet specified investment goals at a given risk appetite, to maximize returns.

The portfolio is balanced in a way that spreads risk over a diversified spectrum and offers potential for growth as well as dividend yields, while real estate investments are held for rental as well as long term appreciation.

CS ENERGY DIVISION

The primary function of this unit is to provide electricity internally to Crescent Hadeed Division - Billet Manufacturing Unit and generate, accumulate, distribute, sell and supply electricity to distribution companies, as permitted.

Initially equipped with a 15MW co-generation, thermal generation power plant at Bhone, Punjab, the unit commenced commercial operations in December 2014. The unit also employs a 16.5MW condensing and extraction turbine to process steam during off-season periods to ensure uninterrupted supply to Crescent Hadeed Division throughout the year. The generation plant use bagasse in the combustion process to produce power and process steam.

CRESCENT HADEED DIVISION– BILLET MANUFACTURING UNIT

The principal activity of the unit is to manufacture and sale Steel Billet through a Steel Melting plant which is located at Bhone, District Jhang, Punjab. It commenced commercial operations in January 2016.

The unit operates a melt shop (equipped with two induction melting furnaces and a continuous casting machine) with an annual production capacity of 85,000 MT of steel billets in sizes ranging from 100mm X 100mm to 150mm X 150mm and a standard length of 6 meters. Billets manufactured by the unit are used by re-rolling mills to manufacture bars and other steel long products for use in the construction and engineering sectors.

SUBSIDIARY COMPANIES

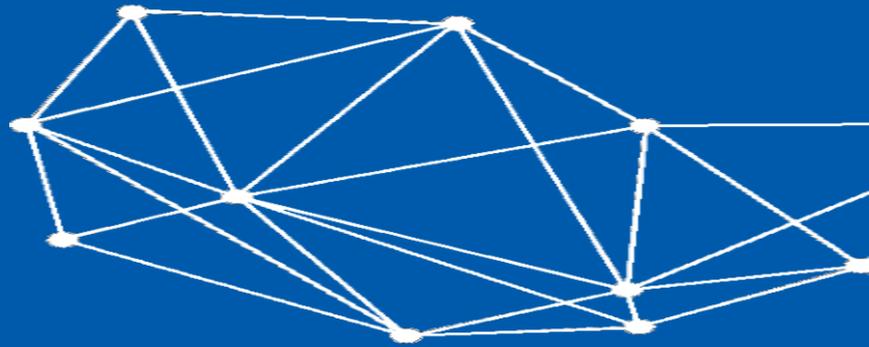
CS CAPITAL (PRIVATE) LIMITED

CS Capital (Private) Limited is a fully owned subsidiary of Crescent Steel. The principal activity of the subsidiary is to manage and organically grow investment portfolios in stocks, commodities and other securities, both strategic and short term.

SOLUTION DE ENERGY (PRIVATE) LIMITED

Solution de Energy which was previously operating as a fully owned subsidiary of CS Energy (Private) Limited, now operates as a fully owned subsidiary of Crescent Steel, post amalgamation of CS Energy (Private) Limited and Crescent Steel.

The company was incorporated in October 2013, its principal activity being to build, own, operate and maintain a 100 MW solar power project.



COMPANY INFORMATION

BOARD OF DIRECTORS

Ahmad Waqar

Chairman, Non-Executive Director

Ahsan M. Saleem

Chief Executive Officer

Farah Ayub Tarin

Non-Executive Director (Independent)

Farrukh V. Junaidy

Non-Executive Director (Independent)

Muhammad Kamran Saleem

Non-Executive Director (Independent)

Nadeem Maqbool

Non-Executive Director (Independent)

Nasir Shafi

Non-Executive Director

S.M. Ehtishamullah

Non-Executive Director

COMPANY SECRETARY

Iesha Fazal

AUDIT COMMITTEE

Farrukh V. Junaidy

Chairman, Non-Executive Director (Independent)

Nadeem Maqbool

Member, Non-Executive Director (Independent)

Nasir Shafi

Member, Non-Executive Director

S.M. Ehtishamullah

Member, Non-Executive Director

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Nadeem Maqbool

Chairman, Non-Executive Director (Independent)

Ahmad Waqar

Member, Non-Executive Director

Farah Ayub Tarin

Member, Non-Executive Director (Independent)

Nasir Shafi

Member, Non-Executive Director

GOVERNANCE AND NOMINATION COMMITTEE

Ahmad Waqar

Chairman, Non-Executive Director

Ahsan M. Saleem

Member, Chief Executive Officer

Farrukh V. Junaidy

Member, Non-Executive Director (Independent)

RISK MANAGEMENT COMMITTEE

S.M. Ehtishamullah

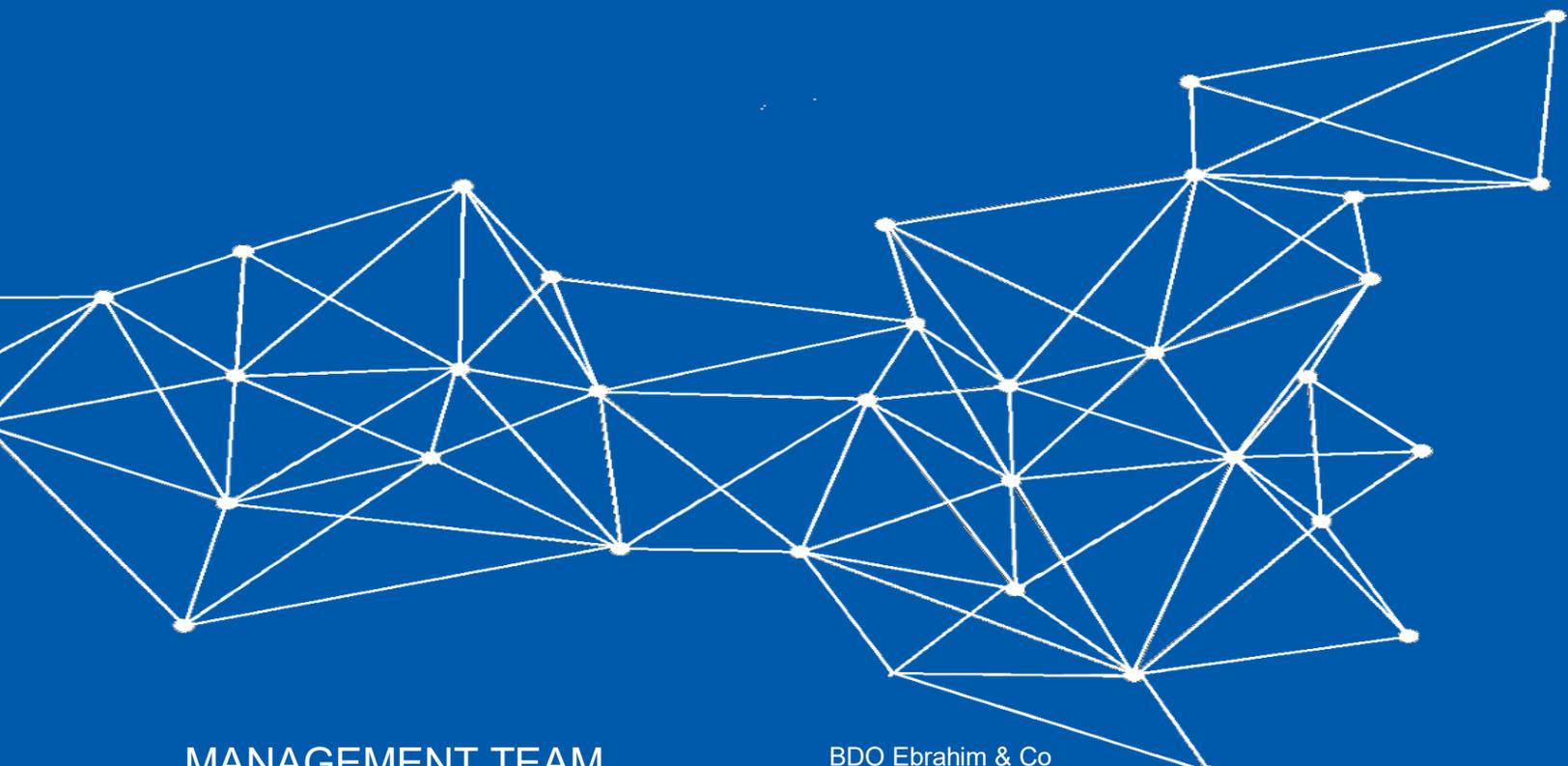
Chairman, Non-Executive Director

Farah Ayub Tarin

Member, Non-Executive Director (Independent)

Muhammad Kamran Saleem

Member, Non-Executive Director (Independent)



MANAGEMENT TEAM

Ahsan M. Saleem - 1983*

Chief Executive Officer

Muhammad Saad Thaniana - 2007*

Chief Financial Officer and CEO Solution De Energy (Private) Limited

Abdul Rouf - 2000*

Business Unit Head - Cotton Division

Arif Raza - 1985*

Business Unit Head - Steel Division

Hajerah A. Saleem - 2012*

Business Unit Head - Investments and Infrastructure Development Division and Head of Corporate Affairs and CEO CS Capital (Private) Limited

Hasan Altaf Saleem - 2010*

Business Unit Head – Crescent Hadeed

Abdullah A. Saleem – 2017*

Head of Supply Chain

Iqbal Abdulla - 2014*

IT Advisor

Mushtaque Ahmed - 1985*

Head of Manufacturing - Steel Division

HEAD OF INTERNAL AUDIT

Azeem Sarwar - 2018*

AUDITORS

External Auditors

A.F. Ferguson & Co
Chartered Accountants

Internal Auditors

BDO Ebrahim & Co
Chartered Accountants

LEGAL ADVISOR

Hassan and Hassan, Advocates, Lahore
A.K. Brohi & Co., Advocates, Karachi

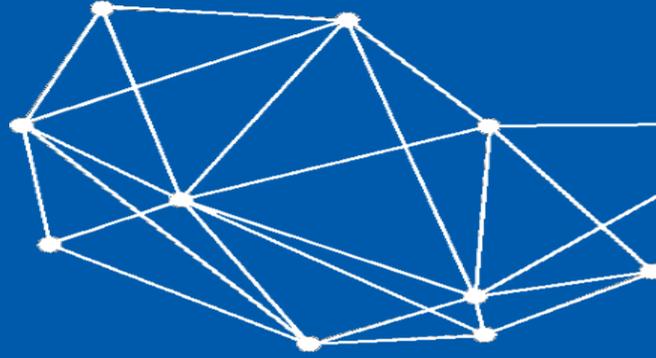
BANKERS

Conventional

Allied Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
National Bank of Pakistan
Summit Bank Limited

Shariah Compliant

Al-Baraka Bank Pakistan Limited
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan



SUBSIDIARIES**

CS Capital (Private) Limited
Solution de Energy (Private) Limited

REGISTERED OFFICE

E-Floor, IT Tower, 73-E/1, Hali Road,
Gulberg-III, Lahore.
Tel: +92 42 3578 3801-03
Fax: +92 42 3578 3811

LIAISON OFFICE LAHORE

E-Floor, IT Tower, 73-E/1, Hali Road,
Gulberg-III, Lahore.
Tel: +92 42 3578 3801-03
Fax: +92 42 3578 3811
Email: asif.randhawa@crecident.com.pk

PRINCIPAL OFFICE

9th Floor, Sidco Avenue Centre, 264 R.A. Lines,
Karachi-74200.
Tel: +92 21 3567 4881-85
Fax: +92 21 3568 0476
Email: info@crecident.com.pk

PRODUCTION SITES

STEEL DIVISION PIPE AND COATING PLANTS

A/25, S.I.T.E., Nooriabad, District
Jamshoro, Sindh-73090.
Tel: +92 25 4670 020-22, +92 25 4670 055
Email: arif.raza@crecident.com.pk

ENGINEERING UNIT

(Shakarganj Engineering)
17 Kilometer Summundri Road, Dalawal,
District Faisalabad, Punjab.
Tel : +92 41 2569 825-26
Fax: +92 41 2679 825

COTTON DIVISION CRESCENT COTTON PRODUCTS

1st Mile, Lahore Road, Jaranwala,
District Faisalabad.
Tel: +92 41 4318 061-65
Fax: +92 41 4318 066
Email: abdul.rouf@crecident.com.pk

CRESCENT HADEED DIVISION BILLET MANUFACTURING UNIT

59 Kilometer, Jhang Sargodha Road,
Bhone, District Jhang
Tel: +92 48 6889 210 - 12
Email: hasan@crecident.com.pk



CS ENERGY DIVISION POWER GENERATION UNIT

57 Kilometer, Jhang Sargodha Road, Bhone,
District Jhang.
Tel: +92 48 6889 210 – 12

PUBLIC INFORMATION

Financial analysts, stock brokers, interested investors and financial media desiring information regarding the Company can contact.

Ms. Iesha Fazal

Company Secretary
9th Floor, Sidco Avenue Centre,
264 R.A. Lines, Karachi-74200.
Tel: +92 21 3567 4881-85
Email: company.secretary@crescent.com.pk

SHARE REGISTRAR

Enquiries concerning lost share certificates, dividend payments, change of address, verification of transfer deeds and share transfers should be directed to Company's Share Registrar.

M/s CorpTec Associates (Private) Limited,
503-E Johar Town, Lahore.
Tel: +92 42 3517 0336-37
Fax: +92 42 3517 0338
Email: info@corptec.com.pk

CORPORATE WEBSITE

To visit our website, go to www.crescent.com.pk



FINANCIAL STATEMENT

For 1st Quarterly Report 2022 go to:
<http://crescent.com.pk/wp-content/uploads/2021/10/First-Quarterly-Report-Q1FY22.pdf>



DIRECTORS' REPORT

The Directors of the Company are pleased to submit their report together with unaudited condensed interim unconsolidated and consolidated financial statements of the Company and the Group respectively for the quarter ended 30 September 2021.

ECONOMIC OUTLOOK

Pakistan's economy already had volatile growth pattern over the years, with regular boom and bust cycles facing challenges in achieving long-term and inclusive growth. During last two years, where the COVID 19 has devastated the global economies. Pakistan did much better in coping up with the pandemic compared to many countries. At the beginning of FY22, economic activity continues to pick up momentum as the country emerges from COVID 19. The mass scale vaccination drive has helped in bringing the pandemic under control, as the number of active cases continue to decrease each passing day. Economic growth so far, has been supported by accommodative fiscal and monetary policies that accelerated recovery across all sectors. However, increase in import level and rising commodity prices are negatively impacting the balance of payment position. Food price inflation has remained high due to supply chain disruptions and increased prices for wheat and sugarcane. Rising international oil prices added to energy price inflation. CPI general inflation increased by 9.0% on year-on-year basis and 8.6% for Q1FY22, as compared to 9.0% in corresponding period last year.

The State Bank of Pakistan, in its last monetary policy committee meeting announced a 25-bps increase to the policy rate which had been maintained at 7.0%, taking it to 7.25% by the end of Q1FY22.

In this process, Country's economic growth rebounded to 3.9% in fiscal year 2021 is projected to reach 4.0% in FY22 as business activity gradually resumes in the second year of the pandemic crisis, supported by stronger private investment, improving business activity, a steady vaccine rollout, and economic stimulus measures for FY22.

The Pakistan Rupee depreciated by 8.32% during the first quarter 2022 as the country's import bill saw sharp increases both because of increased demand as well as a global rise in commodity prices across the board, further exacerbating inflationary pressures. Pakistan's total liquid foreign exchange reserves increased to USD 26.0 billion by September end after hitting record highs of USD 27.01 billion in August. Export during the current period overshadowed by rising import and consequently

resulted trade deficit of USD 1.6 billion during July and August as compared to surplus of USD 0.83 million during same period last year.

Manufacturing sector has witnessed broad-based growth as major sectors of LSM have shown significant improvement i.e., Textile, Food Beverages & Tobacco, Non-Metallic Mineral Products and Automobile. First nine months of FY2021 recorded highest period wise growth of 8.99 percent since FY2007.

Country is currently pursuing expansionary fiscal and monetary policies. The growth focused polices have begun to exert pressure on inflation, trade and current account balances. For this reason successful negotiation of the IMF program and implementation of structural reform remain critical and determine the likely course the economy will take going forward.

FINANCIAL AND OPERATIONAL PERFORMANCE

Overall Financial Performance

Unconsolidated results for the three months period ended 30 September 2021 (Q1FY22): the Company's after tax loss amounted to Rs. 49.5 million as compared to after tax profit of Rs. 140.2 million in corresponding period last year. Loss per share (LPS) for Q1FY22 was Rs. 0.64 per share as compared to Earnings per share (EPS) of Rs. 1.81 in the corresponding period last year.

Company's sales revenue for the Q1FY22 stood at Rs. 1,449.0 million (Q1FY21: Rs. 2,302.5 million). Steel division and Cotton division generated 58.4 percent and 41.3 percent of the total sales respectively. Turnover of Steel division was at Rs. 846.8 million (Q1FY21: Rs. 1,812.6 million). Cotton Division posted a turnover of Rs. 597.8 million (Q1FY21: Rs. 455.8 million), an increase of 31.2 percent.

During Q1FY22, gross loss of the Steel division amounted to Rs. 16.6 million (Q1FY21: Gross profit of Rs. 334.0 million), whereas Cotton Division reported a gross profit of Rs. 106.6 million (Q1FY21: Rs. 28.1 million).

The Steel Division reported loss before tax (LBT) of Rs. 115.5 million as compared to profit before tax (PBT) Rs. 199.3 million during corresponding period last year. Cotton Division reported PBT of Rs. 97.1 million (Q1FY21: Rs. 14.5 million). IID Division reported a LBT of Rs. 19.4 million (Q1FY21 PBT: Rs. 25.4 million).

The Company's LBT for Q1FY22 was Rs. 78.3 million as compared to PBT of Rs. 204.4 million in Q1FY21. Tax reversal during Q1FY22 amounted to Rs. 25.8 million (current tax charge of Rs. 22.6 million while deferred tax reversal of Rs. 48.4 million).

Summary of operating results as per unconsolidated condensed interim financial statements of the company

- Sales revenue decreased to Rs. 1,449.0 million as compared to Rs. 2,302.5 million in Q1FY21.
- Loss from Investments amounted to Rs. 15.5 million as compared to income of Rs. 30.0 million in Q1FY21.
- Gross profit of Rs. 60.1 million as compared to a gross profit of Rs. 332.9 million in Q1FY21.
- Other income increased to Rs. 20.2 million as compared to Rs. 9.5 million in Q1FY21.
- Loss before interest and tax (LBIT) for Q1FY22 was Rs. 24.1 million as compared to Earnings before interest and tax (EBIT) Rs. 279.6 million in Q1FY21.
- EBITDA was Rs. 27.7 million as compared to EBITDA of Rs. 337.2 million in Q1FY21.
- LPS for Q1FY22 was Rs. 0.64, as compared to EPS of Rs. 1.81 for Q1FY21.
- Return on average capital employed (annualized) was negative 1.2 percent for Q1FY22 as compared to 13.8 percent in corresponding period last year.
- Break-up value per share decreased to Rs. 76.25 from Rs. 76.91 as at 30 June 2021.

BUSINESS SEGMENTS

Steel Segment

Steel Division revenue for the Q1FY22 amounted to Rs. 846.8 million as compared to Rs. 1,812.5 million in corresponding period last year. Gross loss for the quarter amounted to Rs. 16.6 million i.e. negative 2.0%, as compared to gross profit of Rs. 333.9 million in corresponding period last year. LBT for the period

stood at Rs. 115.5 million (Q1FY20: PBT of Rs. 199.3 million). The loss is mainly attributable to substantial increase in raw material prices procured for the execution of orders in hand.

Cotton Segment

Cotton Division recorded sales revenue of Rs. 597.8 million (1QFY21: Rs. 455.8 million). Cotton division reported gross profit of Rs. 106.6 million i.e. 17.8% of sales (1QFY21: Rs. 28.1 million i.e. 6.2% of sales). While, divisional PBT was Rs. 97.1 million (1QFY21 PBT: Rs. 14.5 million).

IID Segment

Market Review

The market opened the fiscal year with positive investor sentiment on the back of accommodative policies, attractive valuations and generally contained external factors, The KSE-100 opened fiscal year 2022 at 47,356.02 points, losing 2,456.42 points or 5.18% on during Q1FY22 to close at 44,899.60 points. During the quarter the KSE-100 peaked at 48,144.89 points or 1.66% (August 2021) and hit a low of 43,972.09 points or 7.14% (September 2021) from its July opening. However, with the US exit from Afghanistan and pressures building on commodity prices globally, the market witnessed an exodus of investors.

During the first quarter 2022 market capitalization decreased by 5.94% (13.17% in USD terms) i.e. Rs. 492.81 billion, taking the total capitalization to Rs. 7.80 trillion while KSE-100 market capitalization decreased by 6.58% (13.76% in USD terms) i.e. Rs. 132.40 billion, to Rs. 1.88 trillion.

The quarter saw two successful IPOs aggregating Rs. 7.54 billion. The largest IPO in PSX history was successfully concluded in the month of August at Rs. 6.4 billion. This indicates strong liquidity in markets.

Segment Performance

The portfolio's accumulated LBT for the period ended 30 Sep 2021 stood at Rs. 19.35 million, as against the PBT of Rs. 25.43 in the corresponding period last year.

The LBT includes unrealised losses of Rs. 22.60 million marginally cushioned by realized gains of Rs. 1.26 million, rental income of Rs. 1.04 million and dividend income of Rs. 4.78 million. Administrative expenses and finance costs constitute 19.83% of LBT.

UNCONSOLIDATED BALANCE SHEET

Balance sheet footing stood at Rs. 9,606.4 million as of 30 September 2021, compared to Rs 8,705.6 million on 30 June 2021. Break-up value per share decreased to Rs. 76.25 from Rs. 76.91 as at 30 June 2021.

Current ratio decreased to 1.31, as compared to 1.45 as at 30 June 2021. Gearing ratio (including short term borrowings) increased to 28.8 percent as compared to 24.2 percent as at 30 June 2021. Interest cover for Q1FY22 was negative 0.5 times (Q1FY21: 3.7 times).

Overall Consolidated Financial Performance

On a consolidated basis, operating loss before finance costs and share of profit in equity accounted investees amounted to Rs. 34.2 million (Q1FY21: Profit Rs. 324.3 million). Consolidated loss after tax for the Group for Q1FY21 was Rs.149.4 million as compared to profit after tax of Rs. 378.8 million in Q1FY21. Net share of loss from equity-accounted associates amounted to Rs. 96.3 million (Q1FY20: Rs. 236.2 million).

Consolidated loss per share of the Group for Q1FY20 was Rs. 1.92 per share as compared to EPS of Rs. 4.88 per share respectively in the corresponding period last year.

During Q1FY22, loss after tax of CS Capital (Private) Limited – a wholly owned subsidiary amounted to Rs. 10.7 million (Q1FY21: profit after tax Rs. 26.1 million). This has resulted mainly due to unrealized loss of Rs. 20.3 million.

CONSOLIDATED BALANCE SHEET

On a Group basis, the consolidated balance sheet footing stood at Rs. 11,583.6 million, compared to Rs. 10,778.9 million as at 30 June 2021. Total shareholders' fund decreased to Rs. 7,795.5 million from Rs. 7968.4 million as at 30 June 2021.

FUTURE OUTLOOK

At the end of first quarter of FY22, the intensity of COVID19 in Pakistan has receded significantly, however its aftershocks and others variants cannot be neglected.

In Steel Division, massive hike in prices of raw materials will be a challenge to remain competitive and defend the margins. We have few orders in hand, execution of these orders is planned in Q2FY21. Additionally, we forecast work on some major pipeline projects to commence in due course. At our end we continue to be vigilant and ready.

Textile exports have been continuously supported mainly by the energy package announced for the export oriented sectors (Zero rated Industries) and market-based exchange rates. Ongoing energy crisis in China and constraints / delays in shipping may be helpful for Pakistani exporters to fetch more orders from USA and European market.

Keeping inflation and unemployment in check stands as one of the biggest challenges, with aggregate demand shifting given the reduced purchasing power and the difficult environment for businesses to survive. The existing stance of monetary policy remained appropriate to support the economic recovery with inflation expectations well-anchored and maintaining financial stability. It is pertinent to mention that inflation all over the world remained volatile mainly due to supply-side disruptions in commodities due to the COVID-19 pandemic. Rising international prices are putting pressure on domestic prices, consequently raised the inflation.

Company will continue to work tirelessly to keep its employees, business partners and communities safe and healthy. Finally, we would like to thank all stakeholders for their patronage and look forward to their continued support.

Finally, I would like to thank all stakeholders for their patronage and look forward to their continued support.

For and behalf of Board of Directors.



Ahsan M. Saleem
Chief Executive Officer



Nadeem Maqbool
Director

28 October 2021

ڈائریکٹرز رپورٹ

آپ کی کمپنی کے ڈائریکٹرز انتہائی مسرت کے ساتھ بالترتیب کمپنی اور گروپ کی غیر آڈٹ شدہ غیر یکجا و یکجا متزعمبوری مالیاتی دستاویزات بابت پہلی سہ ماہی اختتامیہ 30 ستمبر 2021 آپ کی خدمت میں پیش کر رہے ہیں۔

معاشی منظر نامہ

گزشتہ چند سالوں سے پاکستان کی معیشت اتار چڑھاؤ کا شکار ہے، جس کے باعث طویل المیعاد اور جامع نمو میں رکاوٹیں پیدا ہوتی ہیں۔ گزشتہ دو سال کے دوران جہاں پوری دنیا میں کورونا نے تباہی مچادی وہاں ان حالات میں دیگر کئی ممالک کے مقابلے میں پاکستان نے وباء کا بہتر طور سے مقابلہ کیا اور معیشت قدرے بہتر کارکردگی کا مظاہرہ کرتی رہی ہے۔ مالی سال 2022 کے آغاز جبکہ کووڈ-19 کے اثرات زائل ہونا شروع ہوئے تو ملک میں معاشی سرگرمیاں بھی بحال ہونا شروع ہو گئیں۔ کورونا ویکسین کی عوامی سطح پر مہم کے خاطر خواہ نتائج برآمد ہونا شروع ہوئے اور ہرگزرتے دن کے ساتھ کورونا کے کیسز میں خاطر خواہ کمی دیکھنے میں آئی اور بڑے ہی مؤثر انداز سے کورونا پرتقا بولیا گیا۔ بہتر مالی اور مالیاتی پالیسیوں کے ذریعے معیشت کو سہارا دیا گیا ہے، جس کے باعث معیشت کے تمام شعبوں میں بحالی کا آغاز ہوا۔ تاہم درآمدات میں اضافے اور عالمی سطح پر ہونے والی مہنگائی کی وجہ سے ادائیگیوں کا توازن بگڑ گیا، سپلائی چین کے نظام میں بگاڑ پیدا ہونے کی وجہ سے غذائی اجناس کی قیمتوں میں اضافے کا رجحان اپنی جگہ برقرار رہا اور اسی طرح گندم اور چینی کی قیمتیں بھی کم نہ ہو سکیں۔ عالمی سطح پر تیل کی بڑھتی ہوئی قیمت کی وجہ سے توانائی کی قیمت میں بھی اضافہ ہوا۔ سال بہ سال کی بنیاد پر CPI انڈیکس میں 9.0% کے حساب سے اضافہ ہوا جبکہ سہ ماہی کی بنیاد پر مالی سال 2022 کی پہلی سہ ماہی میں یہ اضافہ 8.6% ریکارڈ کیا گیا، جبکہ گزشتہ مالی سال کی پہلی سہ ماہی کے دوران یہ اضافہ 9.0% ریکارڈ کیا گیا تھا۔

اسٹیٹ بینک آف پاکستان کی جانب سے اپنی گزشتہ مانیٹری پالیسی کمیٹی میٹنگ میں پالیسی ریٹ کو مالی سال 2022 کی پہلی سہ ماہی میں 7.00% سے بڑھا کر 7.25% کیا گیا ہے جو کہ اب تک 7.00% تک ہی برقرار رکھا گیا تھا۔

اس سارے عمل کے دوران ملکی معیشت کی شرح نمو مالی سال 2021 سے دوران 3.9% تک رہی جو کہ مالی سال 2022 میں 4.0% تک جانے کی توقع ہے کیونکہ کورونا کے دوسرے سال میں اب کاروباری سرگرمیاں اپنے معمول پر آ رہی ہیں۔ اس بحالی کے عمل میں پرائیویٹ سیکٹر کی جانب سے سرمایہ کاری، کاروباری حالات کا معمول پر آنا، ویکسین کی مہم کا تیز ہونا اور مالی سال 2022 کیلئے بڑے معاشی اقدامات وغیرہ کا کردار اہم رہا ہے۔

مالی سال 2022 کی پہلی سہ ماہی کے دوران ڈالر کے مقابلے میں پاکستانی کرنسی کی قدر میں 8.32% کمی ریکارڈ کی گئی ہے، کیونکہ ملک کی درآمدات میں بہت اضافہ ہوا ہے جسکی ایک وجہ تو طلب میں اضافہ ہے اور دوسری جانب عالمی سطح پر ایشیاء کی قیمتوں میں اضافہ ہے جس کی وجہ سے افراتر کے دباؤ میں مزید اضافہ ہوتا چلا گیا۔ ستمبر تک پاکستان کے کل لیکو ڈ غیر ملکی زرمبادلہ میں 26.0 ارب ڈالر تک اضافہ ہوا اور اسی دوران اگست کے مہینے میں زرمبادلہ کے ذخائر 27.01 ارب ڈالر تک کی بلند ترین سطح تک بھی پہنچے۔ زیر نظر عرصے کے دوران درآمدات میں اضافے کی وجہ سے برآمدات کے اثرات زائل ہونا شروع ہو گئے اور اس کے نتیجے میں جولائی اور اگست کے مہینوں میں تجارتی خسارہ 1.6 ارب ڈالر تک جا پہنچا جبکہ گزشتہ مالی سال کی پہلی سہ ماہی میں تجارتی توازن 0.83 ملین ڈالر کے ساتھ مثبت تھا۔

میانویٹکنگ سیکٹر میں بھی مجموعی طور پر شرح نمو میں اضافہ ریکارڈ کیا گیا ہے جہاں بالخصوص بڑے پیمانے کی صنعتوں کی جانب سے زبردست کارکردگی کا مظاہرہ کیا گیا ہے۔ جیسا کہ

ٹیکسٹائل، غذاء و مشروبات اور تہذیب و ثقافتی معدنیات اور آٹوموبائل وغیرہ کے سیکٹر شامل ہیں۔ مالی سال 2021 کی نو ماہی کے دوران شرح نمو 8.99 فیصد رہی جو 2007 کے بعد سے اب تک بلند ترین سطح ہے۔

فی الوقت ملک حکومت کی جانب سے ملک میں توسیعی بنیاد پر مالیاتی پالیسیاں مرتب کی جا رہی ہیں۔ شرح نمو کو بڑھانے کی پالیسیاں بھی افراط زر، تجارتی توازن اور کرنٹ اکاؤنٹ پر مزید دباؤ بڑھانے لگی ہیں۔ ان باتوں کو مد نظر رکھتے ہوئے آئی ایم ایف سے کامیاب مذاکرات اور بنیادی اصلاحات کی اہمیت کافی بڑھ چکی ہے اور مستقبل میں معیشت کی سمت اسی پر منحصر ہے۔

مالیاتی و کاروباری کارکردگی

مجموعی مالیاتی کارکردگی

30 ستمبر 2021 کو ختم ہونے والی پہلی سہ ماہی سے متعلق غیر مربوط نتائج کے مطابق کمپنی کا نقصان بعد از ٹیکس 49.5 ملین روپے درج کیا گیا ہے جبکہ گزشتہ مالی سال کی پہلی سہ ماہی کے دوران 140.2 ملین روپے کا منافع درج کیا گیا تھا۔ زیر نظر سہ ماہی کیلئے نقصان فی حصص 0.64 روپے درج کیا گیا ہے جبکہ گزشتہ مالی سال کی پہلی سہ ماہی کیلئے آمدن فی حصص 1.81 روپے درج کی گئی تھی۔

رواں مالی سال 2022 کی پہلی سہ ماہی کے دوران آمدن از فروخت 1,449.0 ملین روپے درج کی گئی ہے (جبکہ گزشتہ مالی سال کی پہلی سہ ماہی کے دوران آمدن از فروخت 2,302.5 ملین روپے درج کی گئی تھی)۔ اسٹیل اور کاٹن کے شعبوں کی جانب سے کل فروخت کا بالترتیب 58.4% اور 41.3% درج کیا گیا ہے۔ اسٹیل ڈویژن کی جانب سے 846.8 ملین روپے کا کاروباری حجم درج کیا گیا ہے (مالی سال 2021 کی پہلی سہ ماہی کے دوران اس ڈویژن کی جانب سے 1,812.6 ملین روپے کا کاروباری حجم درج کیا گیا تھا)۔ جبکہ کاٹن ڈویژن کی جانب سے زیر نظر سہ ماہی کے دوران 597.8 ملین روپے کا کاروباری حجم درج کیا گیا ہے (مالی سال 2021 کی پہلی سہ ماہی کے دوران 455.8 ملین روپے کا کاروباری حجم درج کیا گیا تھا) یعنی کاروباری حجم میں 31.2% کا اضافہ درج کیا گیا ہے۔

مالی سال 2022 کی پہلی سہ ماہی کے دوران اسٹیل ڈویژن کا خام نقصان 16.6 ملین روپے رہا (جو کہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 334.0 ملین منافع تھا)۔ جبکہ کاٹن کے شعبے کی جانب سے 106.6 ملین روپے کا خام منافع ریکارڈ کیا گیا ہے (جبکہ 2021 کی پہلی سہ ماہی کے دوران 28.1 ملین روپے کا منافع ریکارڈ کیا گیا تھا)۔

اسٹیل کے شعبے کی جانب سے 115.5 ملین روپے کا نقصان قبل از ٹیکس رپورٹ کیا گیا ہے جبکہ گزشتہ مالی سال کی پہلی سہ ماہی کے دوران 199.3 ملین روپے کا منافع قبل از ٹیکس رپورٹ کیا گیا تھا۔ کاٹن کے شعبے کی جانب سے 97.1 ملین روپے کا منافع قبل از ٹیکس رپورٹ کیا گیا ہے (گزشتہ مالی سال کی پہلی سہ ماہی میں 14.5 ملین روپے کا منافع رپورٹ کیا گیا تھا)۔ آئی آئی ڈی کے شعبے کی جانب سے 19.4 ملین روپے کا نقصان قبل از ٹیکس رپورٹ کیا گیا ہے (گزشتہ مالی سال کی پہلی سہ ماہی میں 25.4 ملین روپے کا منافع رپورٹ کیا گیا تھا)۔

مالی سال 2022 کی پہلی سہ ماہی کے دوران کمپنی کا نقصان قبل از ٹیکس 78.3 ملین روپے رپورٹ کیا گیا ہے جبکہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 204.4 ملین روپے کا منافع رپورٹ کیا گیا تھا۔ مالی سال 2022 کی پہلی سہ ماہی میں ٹیکس ریورسل 25.8 ملین روپے رہا (موجودہ ٹیکس چارج 22.6 ملین روپے اور مؤخر ٹیکس ریورسل 48.4 ملین روپے بنتا ہے)۔

کمپنی کی غیر مربوط مالیاتی دستاویزات کی بابت کاروباری کارکردگی کا خلاصہ

☆ آمدن از فروخت کم ہو کر 1,449.0 ملین روپے ہو چکی ہے جو کہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 2,302.5 ملین روپے درج کی گئی تھی۔

☆ سرمایہ کاری سے ہونے والا نقصان 15.5 ملین روپے رہا جبکہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 30.0 ملین روپے کی آمدن رپورٹ کی گئی تھی۔

☆ خام منافع 60.1 ملین روپے درج کیا گیا ہے جبکہ مالی سال 2021 کی پہلی سہ ماہی کے دوران خام نقصان 332.9 ملین روپے درج کیا گیا تھا۔

☆ دیگر آمدن اضافے کے بعد 20.2 ملین روپے رپورٹ کی گئی ہے جو کہ گزشتہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 9.5 ملین روپے رپورٹ کی گئی تھی۔

☆ مالی سال 2022 کی پہلی سہ ماہی کے دوران نقصان قبل از ادائیگی سود و انکم ٹیکس 24.1 ملین روپے رپورٹ کیا گیا ہے جبکہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 279.6 ملین روپے کی آمدن رپورٹ کی گئی تھی۔

☆ آمدن قبل از ادائیگی سود، انکم ٹیکس اور فرسودگی 27.7 ملین روپے درج کی گئی ہے جبکہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 337.2 ملین روپے کی آمدن رپورٹ کی گئی تھی۔

☆ زیر نظر سہ ماہی 2022 کے دوران نقصان فی حصص 0.64 روپے درج کیا گیا ہے جبکہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 1.81 روپے کی آمدن فی حصص درج کی گئی تھی۔

☆ مالی سال 2022 کی پہلی سہ ماہی کے دوران لگائے گئے کل سرمائے (سالانہ) پر 1.2% فیصد نقصان درج کیا گیا ہے جبکہ گزشتہ مالی سال کے اسی عرصے کے دوران 13.8% شرح منافع درج کی گئی تھی۔

☆ فی حصص تخلیقی قدر 30 جون 2021 میں 76.91 روپے سے کم ہو کر اب 76.25 روپے ہو چکی ہے۔

کاروباری شعبے

اسٹیل کا شعبہ

رواں مالی سال کی پہلی سہ ماہی اختتامیہ 30 ستمبر 2021 کے دوران اسٹیل کے شعبے کی آمدن 846.6 ملین روپے درج کی گئی ہے جو کہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 1,812.5 ملین روپے درج کی گئی تھی۔ زیر نظر سہ ماہی کیلئے خام نقصان 16.6 ملین روپے رہا جو کہ منفی %2.0 بنتا ہے جبکہ گزشتہ مالی سال کی پہلی سہ ماہی کے دوران 333.9 ملین روپے کا خام منافع درج کیا گیا تھا۔ زیر نظر عرصے کیلئے نقصان قبل از ٹیکس 115.5 ملین روپے رہا (199.3 ملین روپے منافع بمطابق پہلی سہ ماہی 2021)۔ اس نقصان کی بنیادی وجہ آرڈرز پورا کرنے کے لیے خریدے جانے والے خام مال کی قیمت میں مستقل اضافہ ہے۔

کاشن کا شعبہ

کاشن کے ڈویژن کی جانب سے زیر نظر سہ ماہی کے دوران 597.8 ملین روپے کی آمدن از فروخت درج کی گئی ہے (مالی سال 2021 کی پہلی سہ ماہی کے دوران 455.8 ملین درج کی گئی تھی)۔ مالی سال 2022 کی پہلی سہ ماہی کے دوران کاشن کے شعبے کی جانب سے 106.6 ملین روپے کا خام منافع درج کیا گیا ہے جو کہ فروخت 17.8% بنتا ہے (مالی سال 2021 کی پہلی سہ ماہی کے دوران 28.1 ملین روپے کا منافع قبل از ٹیکس درج کیا گیا تھا جو کہ فروخت کا 6.2% تھا)۔ جبکہ شعبہ جاتی منافع قبل از ٹیکس 97.1 ملین روپے رہا (مالی سال 2021 کی پہلی سہ ماہی کے دوران 14.5 ملین روپے درج کیا گیا تھا)۔

آئی آئی ڈی کا شعبہ

مارکیٹ کا جائزہ

کاروبار دوست پالیسیوں کی وجہ سے مالی سال کا آغاز سرمایہ کاروں کی جانب سے مثبت انداز سے ہوا، ویلیو اینڈیشنز پر کشش تھیں اور ان میں عموماً بیرونی عوامل نے اپنا کردار ادا کیا، کے ایس سی - 100 انڈیکس کی جانب سے مالی سال 2022 کا آغاز 47,356.02 پوائنٹس کے ساتھ ہوا، یعنی مالی سال 2022 کی پہلی سہ ماہی کے دوران 2,456.42 پوائنٹس یا 5.18% کی گراؤ دیکھی گئی اور انڈیکس 44,899.60 پوائنٹس پر بند ہوا۔ جولائی میں آغاز کے بعد سے سہ ماہی کے دوران کے ایس سی - 100 انڈیکس 48,144.89 پوائنٹس یا 1.66% (اگست 2021) کے ساتھ بلند ترین اور 43,972.09 پوائنٹس یا 7.14% (ستمبر 2021) کے ساتھ کم ترین سطح پر بھی رہا۔ تاہم امریکا کے افغانستان سے انخلاء اور عالمی سطح پر اشیاء کی قیمتوں میں اضافے کے بعد مارکیٹ سے بڑے پیمانے پر سرمایہ کاروں کا انخلاء بھی ہوا۔

مالی سال 2022 کی پہلی سہ ماہی کے دوران مارکیٹ کپچرل ٹریڈنگ 5.94% کے تناسب سے گراؤ کا شکار رہا (بلحاظ ڈالر 13.17%) یعنی 492.81 بلین روپے، اور اس طرح مجموعی طور پر کپچرل ٹریڈنگ 7.80 ٹریلین روپے رہا جبکہ کے ایس سی - 100 انڈیکس مارکیٹ کپچرل ٹریڈنگ میں 6.58% کی کمی واقع ہوئی (بلحاظ ڈالر 13.76%) یعنی 132.40 بلین روپے، جس سے مارکیٹ کپچرل ٹریڈنگ 1.88 ٹریلین روپے تک رہی۔

زیر نظر سہ ماہی کے دوران دو کامیاب آئی پی اوز بھی سامنے آئے جن کی مجموعی مالیت 7.54 بلین روپے بنتی ہے، پاکستان اسٹاک ایکسچینج کی تاریخ کا سب سے بڑا آئی پی او اگست کے مہینے میں 6.4 بلین روپے کیساتھ مکمل ہوا۔ اس سے مارکیٹ میں زبردست لیکچور ڈیٹی کا اندازہ بھی ہوتا ہے۔

شعبے کی کارکردگی

مالی سال کی پہلی سہ ماہی اختتامیہ 30 ستمبر 2021 کیلئے جمع شدہ نقصان قبل از ٹیکس 19.35 ملین روپے درج کیا گیا ہے جبکہ گزشتہ مالی سال کے اسی عرصے کے دوران 25.43 ملین روپے کا منافع قبل از ٹیکس درج کیا گیا تھا۔

نقصان قبل از ٹیکس میں تخمین شدہ نقصان 22.60 ملین روپے بھی موجود ہیں جن کا اثرتحقیقی منافع 1.26 ملین روپے، کرائے سے ملنے والی آمدن 1.04 ملین روپے اور ڈیوڈینڈ آمدن 4.78 ملین روپے سے زائل کرنے میں مدد ملی ہے۔ انتظامی اخراجات اور تمویلی لاگت کا حصہ نقصان قبل از ٹیکس میں %19.83 بنتا ہے۔

غیر یکجا بیلنس شیٹ

بیلنس شیٹ کا مجموعی کل بابت پہلی سہ ماہی اختتامیہ 30 ستمبر 2021 9,606.4 ملین روپے درج کیا گیا ہے جو کہ 30 جون 2021 کے اختتام پر 8,705.6 ملین روپے درج کیا گیا تھا۔ تخلیلی قدر فی حصص 30 جون 2021 کو درج کی گئی قدر 76.91 روپے سے کم ہو کر 76.25 روپے ہو چکی ہے۔

بتاریخ 30 ستمبر 2020 رواں اثناٹوں کا تناسب 1.31 سے کم ہوا جو کہ 30 جون 2021 تک 1.45 درج کیا گیا تھا۔ جبکہ قرضوں کا تناسب (بشمول قلیل المدتی قرضے) بڑھ کر %28.8 ہو چکا ہے یہ تناسب 30 جون 2021 کو %24.2 تھا۔ مالی سال 2022 کی پہلی سہ ماہی کیلئے انٹرسٹ کور (interest cover) منفی 0.5 گنا تھی (مالی سال 2021 کی پہلی سہ ماہی کے دوران یہ تناسب 3.7 درج کیا گیا تھا)۔

مجموعی یکجا مالیاتی کارکردگی

یکجا بنیادوں پر کاروباری سرگرمیوں سے نقصان 34.2 ملین روپے درج کیا گیا ہے (مالی سال 2021 کی پہلی سہ ماہی کے دوران 324.3 ملین روپے منافع درج کیا گیا تھا)۔ برائے پہلی سہ ماہی سال 2022 گروپ کا مجموعی نقصان بعد از ٹیکس 149.4 ملین روپے درج کیا گیا ہے جبکہ مالی سال 2021 کی پہلی سہ ماہی کے دوران 378.8 ملین روپے کا منافع درج کیا گیا تھا۔ اکیویٹی اکاؤنٹڈ ایسوسی ایٹس سے کل نقصان 96.3 ملین روپے درج کیا گیا ہے (مالی سال 2021 کی پہلی سہ ماہی کے دوران 236.2 ملین روپے درج کیا گیا تھا)۔

مالی سال 2021 کی پہلی سہ ماہی کے اختتام پر گروپ کا مجموعی نقصان فی حصص 1.92 روپے ہے جبکہ گزشتہ مالی سال کی پہلی سہ ماہی کے اختتام پر آمدن فی حصص 4.88 روپے درج کی گئی تھی۔

مالی سال 2022 کی پہلی سہ ماہی کے دوران سی ایس کیپٹل (پرائیویٹ) لمیٹڈ - مکمل طور پر ذیلی کمپنی - کا نقصان بعد از ٹیکس 10.7 ملین روپے درج کیا گیا ہے جس کی بنیادی وجہ 20.3 ملین روپے کا غیر تخمین شدہ نقصان ہے (مالی سال 2021 کی پہلی سہ ماہی کے دوران 26.1 ملین روپے کا منافع درج کیا گیا تھا)۔

یکجا بیلنس شیٹ

گروپ کی بنیاد پر، مجموعی بیلنس شیٹ کا میزانیہ 11,583.6 ملین روپے درج کیا گیا جبکہ 30 جون 2021 کو یہ میزانیہ 10,778.9 ملین روپے درج کیا گیا تھا۔ حصص داران کے فنڈ کل نقصان کے بعد کم ہو کر 7,795.5 ملین روپے ہیں جبکہ 30 جون 2021 یہ فنڈ 7,968.4 ملین روپے تھے۔

مستقبل پر نظر

مالی سال 2022 کی پہلی سہ ماہی کے اختتام پر پاکستان میں کووڈ-19 کی شدت میں خاطر خواہ کمی دیکھی گئی ہے۔ البتہ اس کے بعد اثرات اور دیگر اقسام کو نظر انداز بھی نہیں کیا جاسکتا۔

اسٹیل کے شعبے میں خام مال کی بڑھتی ہوئی قیمتوں کے پیش نظر آنے والے دنوں میں بھی چیلنج درپیش رہیں گے جس کے منفی اثرات کمپنی کے منافع پر مرتب ہو سکتے ہیں۔ ہمارے پاس کچھ آرڈرز ہیں اور ان آرڈرز کو رواں مالی سال کی دوسری سہ ماہی میں پورا کیا جانا مقصود ہے۔ اس کے علاوہ پائپ لائن کے چند بڑے منصوبوں پر جلد ہی کام شروع کئے جانے کی توقع ہے۔ ہماری جانب سے اس سلسلے میں مکمل تیاری ہے۔

ایکسپورٹ اور اینڈ زون (زیورینڈ انڈسٹری) کیلئے انرجی چیک کے اعلان اور مارکیٹ بیسڈ ایکسچج کے بعد ٹیکسٹائل کی برآمدات کو مسلسل سہارا مل رہا ہے۔ جیسا کہ اس وقت چین میں انرجی کا بحران چل رہا ہے اور شپنگ کے مسائل بھی موجود ہیں تو اس تناظر میں پاکستانی برآمد کنندگان کیلئے مواقع موجود ہیں کہ یورپ اور امریکہ سے ملنے والے آرڈرز کا رخ پاکستان کی جانب ہو جائے۔

بیروزگاری اور مہنگائی پر قابو ایک بڑا مسئلہ بن چکا ہے جس کے باعث مجموعی طور پر قوت خرید میں بھی کمی آئی ہے اور کاروبار کیلئے بھی اس تناظر میں حالات مشکل ہوتے جا رہے ہیں۔ مانیٹری اقدامات معیشت کی بحالی کیلئے مناسب تھے جس کے باعث افراط زر کو قابو میں رکھنے اور مالیاتی توازن قائم رکھنے میں مدد ملی ہے۔ یہاں اس بات کا ذکر کرنا بھی لازم ہے کہ کووڈ-19 کی تباہ کاریوں کے بعد سپلائی چین پوری دنیا میں کچھ اس طرح متاثر ہوئی کہ معاشی حالات مسلسل غیر یقینی صورتحال کا شکار رہے۔ عالمی سطح پر ہونے والی مہنگائی کے اثرات مقامی طور پر بھی محسوس کئے جا رہے ہیں جس کی وجہ سے مہنگائی بڑھ رہی ہے۔

کمپنی کی جانب سے اپنے کاروبار، ملازمین، تمام شراکت داروں اور کمیونٹی کی صحت اور حفاظت کو یقینی بنانے کیلئے انتھک محنت جاری رہے گی۔ آخر میں ہم اپنی جانب سے تمام شراکت داروں کے تہہ دل سے مشکور ہیں کہ انکی حمایت اور ان کا اعتماد ہر حال میں ہمیں حاصل رہا اور مجھے اس بات کی قوی امید ہے کہ مستقبل میں بھی یونہی ان کا اعتماد اور ان کی حمایت ہمارے شامل حال رہے گی۔

برائے واز بورڈ آف ڈائریکٹرز

ندیم مقبول
ڈائریکٹر

احسان ایم سلیم
چیف ایگزیکٹو آفیسر

تاریخ: 28 اکتوبر 2021



CRESCENT STEEL AND ALLIED PRODUCTS LIMITED

CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 30 SEPTEMBER 2021

Crescent Steel and Allied Products Limited
Condensed Interim Unconsolidated Statement of Financial Position (Unaudited)
As at 30 September 2021

	Note	Unaudited 30 September 2021	Audited 30 June 2021
----- (Rupees in '000) -----			
ASSETS			
Non-current assets			
Property, plant and equipment	5	1,849,383	1,927,328
Right-of-use assets	5	168,600	131,603
Intangible assets		5,257	5,848
Investment properties		57,306	57,630
Long term investments	6	2,499,188	2,468,925
Long term deposits	7	26,411	23,521
Deferred taxation		476,703	428,387
		<u>5,082,848</u>	<u>5,043,242</u>
Current assets			
Stores, spares and loose tools		160,447	163,452
Stock-in-trade	8	1,461,514	1,236,529
Trade debts	9	540,532	137,073
Loans and advances	10	135,660	136,271
Trade deposits and short term prepayments		288,440	289,818
Investments	11	201,840	221,885
Other receivables	12	361,884	358,263
Taxation - net		1,119,420	1,115,078
Cash and bank balances		108,202	3,953
		<u>4,377,939</u>	<u>3,662,322</u>
Total assets		<u><u>9,460,787</u></u>	<u><u>8,705,564</u></u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized capital			
100,000,000 ordinary shares of Rs. 10 each		<u>1,000,000</u>	<u>1,000,000</u>
Issued, subscribed and paid-up capital		776,325	776,325
Capital reserves		1,020,908	1,020,908
Revenue reserves		4,122,050	4,173,591
		<u>5,919,283</u>	<u>5,970,824</u>
Non-current liabilities			
Long term loans	13	160,440	127,676
Lease liabilities		76,011	74,570
Deferred income		2,612	4,450
		<u>239,063</u>	<u>206,696</u>
Current liabilities			
Trade and other payables	14	1,082,956	755,188
Unclaimed dividend		25,626	25,628
Mark-up accrued		30,090	28,087
Short term borrowings	15	2,008,760	1,514,927
Current portion of long term loans	13	113,219	159,038
Current portion of lease liabilities		33,500	36,353
Current portion of deferred income		8,290	8,823
		<u>3,302,441</u>	<u>2,528,044</u>
Contingencies and commitments	16		
Total equity and liabilities		<u><u>9,460,787</u></u>	<u><u>8,705,564</u></u>

The annexed notes from 1 to 27 form an integral part of this condensed interim unconsolidated financial statements.



Chief Executive



Director



Chief Financial Officer

Crescent Steel and Allied Products Limited
Condensed Interim Unconsolidated Statement of Profit or Loss and
Other Comprehensive Income (Unaudited)

For the first quarter ended 30 September 2021

	Note	First quarter ended	
		30 September 2021	30 September 2020
----- (Rupees in '000) -----			
Sales	17	1,696,170	2,693,883
Less: sales tax		247,204	391,426
		<u>1,448,966</u>	<u>2,302,457</u>
Cost of sales		1,388,912	1,969,596
Gross profit		<u>60,054</u>	<u>332,861</u>
(Loss) / income from investments - net	18	(15,514)	29,961
		<u>44,540</u>	<u>362,822</u>
Distribution and selling expenses		3,667	2,470
Administrative expenses		61,578	66,241
Other operating expenses	19	23,536	23,452
		<u>88,781</u>	<u>92,163</u>
		<u>(44,241)</u>	<u>270,659</u>
Other income		20,160	8,904
Operating (loss) / profit before finance costs		<u>(24,081)</u>	<u>279,563</u>
Finance costs	20	51,225	75,160
(Loss) / profit before taxation		<u>(75,306)</u>	<u>204,403</u>
Taxation			
- current		(22,555)	(34,687)
- prior		-	(1,678)
- deferred		48,319	(27,866)
		<u>25,764</u>	<u>(64,231)</u>
(Loss) / profit for the period		<u>(49,542)</u>	<u>140,172</u>
Other Comprehensive Loss			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Changes in the fair value of equity investments at fair value through other comprehensive income (FVOCI)		(1,999)	(656)
Total comprehensive (loss) / income for the period		<u>(51,541)</u>	<u>139,516</u>
----- (Rupees) -----			
(Loss) / earnings per share - Basic and diluted	21	<u>(0.64)</u>	<u>1.81</u>

The annexed notes from 1 to 27 form an integral part of this condensed interim unconsolidated financial statements.



Chief Executive



Director



Chief Financial Officer

Crescent Steel and Allied Products Limited
Condensed Interim Unconsolidated Statement of Cash Flows (Unaudited)
For the first quarter ended 30 September 2021

	<i>Note</i>	First quarter ended	
		30 September 2021	30 September 2020
		----- (Rupees in '000) -----	
Cash flows from operating activities			
Cash used in operations	22	(244,722)	904,304
Taxes (paid) / refund		(26,897)	62,628
Finance costs paid		(46,648)	(90,849)
Contribution to gratuity and pension funds		(5,900)	(5,687)
Contribution to Workers' Profit Participation Fund		(2,978)	-
Long term deposits - net		(3,139)	271
Net cash (used in) / generated from operating activities		(330,284)	870,667
Cash flows from investing activities			
Capital expenditure		(9,847)	(1,001)
Proceeds from disposal of operating fixed assets		-	15
Proceeds from disposal of operating fixed assets under sale and leaseback arrangement		3,859	-
Investments - net		(33,560)	(1,431)
Dividend income received		888	1,051
Interest income received		13	124
Net cash used in investing activities		(38,647)	(1,242)
Cash flows from financing activities			
(Repayments) / proceeds of long term loans - net		(13,055)	72,641
Payments against lease liabilities		(7,596)	(11,486)
Proceeds / (repayments) of short term loans obtained - net		501,743	(778,387)
Dividends paid		(2)	(7)
Net cash generated from / (used in) financing activities		481,090	(717,239)
Net increase in cash and cash equivalents		112,159	152,186
Cash and cash equivalents at beginning of the period		(659,533)	(558,929)
Cash and cash equivalents at end of the period	23	(547,374)	(406,743)

The annexed notes from 1 to 27 form an integral part of this condensed interim unconsolidated financial statements.



Chief Executive



Director



Chief Financial Officer

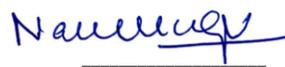
Crescent Steel and Allied Products Limited
Condensed Interim Unconsolidated Statement of Changes in Equity (Unaudited)
For the first quarter ended 30 September 2021

	Issued, subscribed and paid-up capital	Capital reserves	Revenue reserves			Total revenue reserves	Total
		Share premium	Fair value reserve	General reserve	Unappropriated profit / (loss)		
------(Rupees in '000)-----							
Balance as at 30 June 2020	776,325	1,020,908	5,393	3,642,000	3,662	3,651,055	5,448,288
Total comprehensive loss for the period							
Profit after taxation for the period	-	-	-	-	140,172	140,172	140,172
Other comprehensive loss for the period	-	-	(656)	-	-	(656)	(656)
Total comprehensive income for the period	-	-	(656)	-	140,172		139,516
Balance as at 30 September 2020	776,325	1,020,908	4,737	3,642,000	143,834	3,651,055	5,587,804
Balance as at 30 June 2021	776,325	1,020,908	8,966	3,642,000	522,625	4,173,591	5,970,824
Total comprehensive loss for the period							
Loss after taxation for the period	-	-	-	-	(49,542)	(49,542)	(49,542)
Other comprehensive loss for the period	-	-	(1,999)	-	-	(1,999)	(1,999)
Total comprehensive loss for the period	-	-	(1,999)	-	(49,542)	(51,541)	(51,541)
Balance as at 30 September 2021	776,325	1,020,908	6,967	3,642,000	473,083	4,122,050	5,919,283

The annexed notes from 1 to 27 form an integral part of this condensed interim unconsolidated financial statements.



Chief Executive



Director



Chief Financial Officer

Crescent Steel and Allied Products Limited

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the first quarter ended 30 September 2021

1. THE COMPANY AND ITS OPERATIONS

Crescent Steel and Allied Products Limited ("the Company") was incorporated on 1 August 1983 as a public limited company in Pakistan under the Companies Act, 1913 (now Companies Act, 2017) and is quoted on the Pakistan Stock Exchange. The registered office of the Company is located at E-floor, IT Tower, 73-E/1, Hali Road, Gulberg-III, Lahore. Whereas its principal office is situated at 9th floor Sidco Avenue Centre 264 R.A. Lines, Karachi.

The Company operates five segments namely Steel, Cotton, Investment and Infrastructure Development (IID), Energy and Hadeed (Billet) segment as disclosed in note 24 to these condensed interim unconsolidated financial statements.

2. BASIS OF PREPARATION

2.1 These condensed interim unconsolidated financial statements of the Company 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.

2.2 These condensed interim unconsolidated financial statements of the Company do not include all of the information required for annual unconsolidated financial statements and should be read in conjunction with the audited annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2021. 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 audited annual unconsolidated financial statements.

2.3 These condensed interim unconsolidated financial statements are presented in Pakistan Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest thousand, except otherwise stated.

3. ACCOUNTING POLICIES

3.1 The accounting policies and the methods of computation adopted in the preparation of these condensed interim unconsolidated financial statements are the same as those applied in the preparation of the audited annual unconsolidated financial statements as at and for the year ended 30 June 2021.

3.2 New standards, interpretations and amendments adopted by the Company

A number of other pronouncements are effective from 1 July 2021 as detailed in Company's annual audited unconsolidated financial statements as at and for the year ended 30 June 2021, but they do not have a material effect on these condensed interim unconsolidated financial statements and therefore have not been detailed.

3.3 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain new standards, interpretations and amendments to the approved accounting standards that will be mandatory for the Company's annual accounting periods beginning on or after 1 July 2021. However, currently management considers that these pronouncements will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim unconsolidated financial statements.

4. USE OF ESTIMATES AND JUDGEMENTS

4.1 In preparing these condensed interim unconsolidated financial statements, management has made judgements, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

4.2 Estimates and judgements made by management in the preparation of these condensed interim unconsolidated financial statements are the same as those that were applied to the annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2021.

5. PROPERTY, PLANT AND EQUIPMENT

	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
----- (Rupees in '000) -----			
Operating fixed assets	5.1	1,723,571	1,810,103
Capital work-in-progress	5.2	125,812	117,225
		1,849,383	1,927,328
Right-of-use-assets		168,600	131,603
		2,017,983	2,058,931

5.1 Following are the cost of operating fixed assets added / transferred and disposed off during the six months period ended:

	Unaudited First quarter ended 30 September 2021		Unaudited First quarter ended 30 September 2020	
	Additions / Transfers	Disposals	Additions / Transfers	Disposals
	----- (Rupees in '000) -----			
Plant and machinery - owned	365	-	-	-
Furniture and fittings	168	-	-	-
Electrical / office equipments and installation	262	-	224	72
Computers	433	-	777	495
Motor vehicles - owned	-	3,714	-	-
Motor vehicles - leased	3,859	-	-	-
	<u>5,087</u>	<u>3,714</u>	<u>1,001</u>	<u>567</u>

5.2 Net additions to capital work-in-progress during the three months period amounted to Rs. 8.587 million (Net additions in 2020: Rs. Nil).

6. LONG TERM INVESTMENTS

	Note	Unaudited 30 September 2021	Audited 30 June 2021
		----- (Rupees in '000) -----	
Subsidiary companies - at cost	6.1	555,001	525,001
Associated companies - at cost	6.2	1,286,401	1,286,401
Other long term investments	6.3	657,786	657,523
		<u>2,499,188</u>	<u>2,468,925</u>

6.1 Subsidiary companies - at cost

Unaudited 30 September 2021 (Number of shares)	Audited 30 June 2021	Unquoted	Note	Unaudited 30 September 2021	Audited 30 June 2021
				----- (Rupees in '000) -----	
55,500,000	52,500,000	CS Capital (Private) Limited (Chief Executive Officer - Ms. Hajerah Ahsan Saleem)	6.1.1	555,000	525,000
2	2	Crescent Continental Gas Pipelines Limited (US \$ 1 each)	6.1.2	-	-
100	100	Solution de Energy (Private) Limited (Chief Executive Officer - Mr. Muhammad Saad Thaniana)	6.1.3	1	1
				<u>555,001</u>	<u>525,001</u>

6.1.1 This represents the Company's investment in 100% ordinary shares of CS Capital (Private) Limited. The Company acquired CS Capital (Private) Limited on 26 September 2011.

6.1.2 This represents investment in subsidiary of Rs. 90 only. The subsidiary company has not commenced operation and accordingly no financial statements have been prepared.

6.1.3 This represents the Company's investment in 100% ordinary shares of Solution de Energy (Private) Limited that was acquired through amalgamation.

6.2 Associates - at cost

Unaudited 30 September 2021 (Number of shares)	Audited 30 June 2021	Note	Unaudited 30 September 2021 ----- (Rupees in '000) -----	Audited 30 June 2021	
		Quoted			
60,663,775	60,663,775	Altern Energy Limited (Chief Executive Officer - Mr. Umer Shehzad Sheikh)	6.2.1	595,293	595,293
27,409,075	27,409,075	Shakarganj Limited (Chief Executive Officer - Mr. Anjum M. Saleem)	6.2.2	691,108	691,108
				<u>1,286,401</u>	<u>1,286,401</u>

6.2.1 The Company holds 16.69% (30 June 2021: 16.69%) shareholding in Altern Energy Limited and has representation on its Board of Directors. The Company directly and / or indirectly has significant influence as per requirement of IAS 28 'Investments in Associates', therefore it has been treated as an associate as per IAS 28.

6.2.2 The Company holds 21.93% (30 June 2021: 21.93%) shareholding in Shakarganj Limited and there is no common directorship in the investee company. However, the Company directly and / or indirectly has significant influence as per requirement of IAS 28 'Investments in Associates', therefore it has been treated as an associate as per IAS 28.

6.2.3 The fair value of investments in associates as at 30 September 2021 is Rs. 3,080.538 million (30 June 2021: Rs. 2,849.405 million).

6.3 Other long term investments

	Note	Unaudited 30 September 2021 ----- (Rupees in '000) -----	Audited 30 June 2021
Fair value through other comprehensive income (FVOCI)	6.3.1	13,255	12,992
Fair value through profit or loss (FVTPL)	6.3.2 & 6.3.3	644,531	644,531
		<u>657,786</u>	<u>657,523</u>

6.3.1 This represents investment in Crescent Textile Mills Limited which are not held for trading and the Company has irrevocably designated at initial application of IFRS 9 to recognise in this category. This is strategic investment and management considers this classification to be more relevant. Uptil 30 June 2018, this investments was classified as available for sale under IAS 39. Unlike IAS 39, the accumulated fair value reserve related to this investment will never be reclassified to profit or loss.

6.3.2 This includes investments in Crescent Industrial Chemicals Limited and Crescent Bahuman Limited amounting to Rs. 10.470 million and Rs. 24.037 million respectively, which had been fully charged to profit or loss in earlier periods.

6.3.3 This also includes investment in Shakarganj Food Products Limited and Central Depository Company of Pakistan Limited amounting to Rs. 446.325 million and Rs. 198.206 million respectively. On initial application of IFRS 9, these have been classified as FVTPL and measured at fair value.

7. LONG TERM DEPOSITS

This includes security deposit amounting to Rs. 15.451 million (30 June 2021: Rs. 12.569 million) to leasing companies.

8. STOCK-IN-TRADE

	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
----- (Rupees in '000) -----			
Raw materials			
Hot rolled steel coils (HR Coils)		297,583	303,715
Coating materials		78,253	96,903
Steel scrap		173,523	174,883
Others		89,185	85,261
Raw cotton		102,950	241,380
Stock-in-transit		<u>524,190</u>	<u>168,850</u>
		1,265,684	1,070,992
Work-in-process		11,965	25,797
Finished goods		168,919	135,235
Scrap / cotton waste		14,946	4,505
		<u>195,830</u>	<u>165,537</u>
		1,461,514	1,236,529

- 8.1** Stock in trade as at 30 September 2021 includes items valued at net realisable value (NRV). Reversal in respect of stock written down to NRV was amounting to Rs. 20.0 million (30 June 2021: Reversal of Rs. 26.825 million) has been recognised in cost of goods sold.

9. TRADE DEBTS

	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
----- (Rupees in '000) -----			
Secured			
Considered good		434,106	24,826
Unsecured			
Considered good	9.1	106,424	112,247
Considered doubtful		<u>23,216</u>	<u>23,214</u>
		129,640	135,461
Impairment loss on trade debts		<u>(23,214)</u>	<u>(23,214)</u>
		540,532	137,073

- 9.1** This includes amount due from Shakarganj Limited amounting to Rs. 36.449 million (2021: Rs. 33.711 million).

10. LOANS AND ADVANCES	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
		----- (Rupees in '000) -----	
10.1 This includes loan due from:			
Wholly owned subsidiary	<i>10.1.1</i>	<u>96,273</u>	<u>94,208</u>
10.1.1 The Company has provided short term interest free loan to the subsidiary company in order to meet its requirements for the purposes of feasibility, legal approvals and other related activities in respect of its project of 100 MW Solar Power Plant in Solar Power Park being established by the Government of Punjab in the Cholistan desert.			
11. INVESTMENTS			
At fair value through profit or loss (FVTPL)	<i>11.1</i>	<u>201,840</u>	<u>221,885</u>
11.1 This represents investment in ordinary shares of listed companies and certificates of mutual funds. This also includes investment in Jubilee Spinning and Weaving Mills Limited and Innovative Investment Bank Limited, which had been fully provided for as the break-up value of their shares was Rs. Nil per share (30 June 2021: Rs. Nil).			
11.2 Investments having an aggregate market value of Rs. 1,709.791 million (30 June 2021: Rs. 1,637.668 million) have been pledged with financial institutions as security against financing facilities (refer note 15.5) out of which Rs. 1,579.492 million (30 June 2021: Rs. 1,488.435 million) relates to long term investments.			
12. OTHER RECEIVABLES			
	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
		----- (Rupees in '000) -----	
Dividend receivable		3,900	-
Receivable against sale of investments		-	260
Claim receivable		60	843
Due from related parties	<i>12.1</i>	19,873	19,259
Sales tax refundable		76,021	80,767
Margin on letter of guarantee		15,359	15,359
Receivable from staff retirement benefits funds		239,843	239,843
Others		6,828	1,932
		<u>361,884</u>	<u>358,263</u>

12.1 Due from related parties	Note	Unaudited 30 September 2021	Audited 30 June 2021
----- (Rupees in '000) -----			
Shakarganj Limited		-	1,376
CS Capital (Private) Limited		2,394	2,156
Solution de Energy (Private) Limited		11,874	11,852
Shakarganj Food Products Limited		4,360	2,631
The Crescent Textile Mills Limited		165	244
Crescent Socks (Private) Limited		900	1,000
Crescent Steel and Allied Products Limited - Pension Fund		180	-
		19,873	19,259

13. LONG TERM LOANS

Secured - Under non-shariah arrangement

Allied Bank Limited	13.1	135,884	158,608
Habib Metropolitan Bank Limited	13.2	109,523	107,680
JS Bank Limited	13.3	28,252	20,426
		273,659	286,714
Less: Current portion shown under current liabilities		113,219	159,038
		160,440	127,676

13.1 During the year ended 30 June 2017, the Company entered into a loan arrangement with Allied Bank Limited of an amount of Rs. 100 million, out of which Rs. 74.176 million have been disbursed till 30 September 2021. The term of the loan is 5 years from the date of disbursement with a grace period of one year, repayable in 16 equal quarterly installments starting after fifteen months from date of disbursement. During the period, the Company has made repayment of Rs. 4.636 million (30 September 2020: Rs. 4.636 million). Mark-up is payable at the rate of 3 months KIBOR plus 1.5% per annum.

During year ended 30 June 2018, the Company entered into a new loan arrangement with Allied Bank Limited of an amount of Rs. 300 million, out of which Rs. 217.050 million have been disbursed till 30 September 2021. The term of the loan is 4 years from the date of disbursement with a grace period of one year; however, due to COVID-19 the bank has allowed one additional year as the grace period, repayable in 12 equal quarterly installments starting after twenty four months from date of disbursement. During the period, the Company has made repayment of Rs. 18.088 million (30 September 2020: Rs. Nil). Mark-up is payable at the rate of 3 months KIBOR plus 1.5% per annum.

During the period, mark-up on such arrangements ranged between 8.88% to 8.95% (30 September 2020: 8.19% to 10.04%) per annum. The facility is secured against first joint pari passu hypothecation / equitable mortgage on plant, machinery and property of the Company.

13.2 During the year ended 30 June 2020, the Company entered into a new loan arrangement with Habib Metropolitan Bank Limited under the State Bank of Pakistan’s (SBP) “Refinance Scheme for Payment of Wages & Salaries to the Workers and Employees of Business Concern”. The Company obtained the said loan at subsidized rate in six tranches, one tranche in May 2020, one tranches in June 2020, one tranche in July 2020, two tranches in September 2020 and one tranche in October 2020. The term of the loan is 2.5 years from the date of disbursement with a grace period of 6 months, repayable in 8 equal quarterly installments starting from March 2021. Mark-up is payable at the concessional rate of 2.5% per annum.

The effective interest on these arrangements range from 8.68% to 10.16% per annum (30 September 2020: 8.68% to 10.16%).

13.3 In year 2021, the Company entered into a new loan arrangement with JS Bank Limited. Four tranches have been disbursed; two tranches in March 2021, one tranche in April 2021 and one tranche in July 2021. Two tranches of this loan which was received in March 2021 and one tranche received in April 2021 was converted into the State Bank of Pakistan’s (SBP) “SBP Financing Scheme for Renewable Energy” in the month of April and August 2021 respectively. The term of the loan is 10 years from the date of disbursement with a grace period of 3 months, repayable in monthly installments starting from June 2021. Mark-up is payable at the rate of 1 month KIBOR plus 1% per annum till approval of refinance from the SBP and after approval form the SBP, mark-up is payable at the concessional rate of 6% per annum.

The effective interest on these arrangements range from 7.08% per annum (30 September 2020: Nil).

14. TRADE AND OTHER PAYABLES

	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
----- (Rupees in '000) -----			
Trade creditors		152,261	109,468
Bills payable		229,109	-
Commission payable		2,106	2,250
Accrued liabilities		288,762	306,441
Advances from customers		91,764	24,787
Fee, sales tax and damages		257,004	253,264
Due to related parties	<i>14.1</i>	3,540	1,133
Payable to provident fund		2,051	2,199
Payable to staff retirement benefit funds		2,068	2,057
Retention money		111	111
Sales Tax payable		5,455	9,039
Withholding tax payable		2,029	2,974
Workers' Profit Participation Fund		5,036	2,904
Workers' Welfare Fund		6,944	6,944
Others		34,716	31,617
		<u>1,082,956</u>	<u>755,188</u>

14.1 Due to related parties	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
		----- (Rupees in '000) -----	
Premier Insurance Company Limited		151	353
Staff Benevolent Fund		2	2
Shakarganj Food Products Limited		1,413	778
Shakarganj Limited		1,974	-
		3,540	1,133

15. SHORT TERM BORROWINGS

Secured from banking companies

Running finances under mark-up arrangements	<i>15.1</i>	655,576	663,486
Short term loans	<i>15.2</i>	1,353,184	851,441
		2,008,760	1,514,927

15.1 Running finance facility available from conventional side of various commercial banks under mark-up arrangements amounted to Rs. 1,100 million (30 June 2021: Rs. 1,100 million) out of which Rs. 300 million (30 June 2021: Rs. 300 million), Rs. 150 million (30 June 2021: Rs. 150 million) and Rs. 300 million (30 June 2021: Rs. 300 million) are interchangeable with letter of credit, letter of guarantee facility and short term loan respectively. During the period, the mark-up on such arrangements ranged between 9.14% to 9.57% (30 June 2021: 8.12% to 10.54%) per annum.

15.2 Short term loans available from various commercial banks under mark-up arrangements amounted to Rs. 4,050 million (30 June 2021: Rs. 3,850 million) out of which Rs. 3,150 million (30 June 2021: Rs. 3,150 million), Rs. 305 million (30 June 2021: Rs. 305 million) and Rs. 350 million (30 June 2021: Rs. 350 million) are interchangeable with letters of credit, letter of guarantee and short term running finance respectively. During the period, the mark-up on such arrangements ranged between 9.14% to 9.57% (30 June 2021: 8.12% to 10.54%) per annum.

15.3 The facilities for opening letter of credit amounted to Rs. 4,750 million (30 June 2021: Rs. 4,750 million) out of which Rs. 300 million (30 June 2021: Rs. 300 million), Rs. 3,150 million (30 June 2021: Rs. 3,150 million) and Rs. 305 million (30 June 2021: Rs. 305 million) are interchangeable with short term running finance, short term loans and letter of guarantee respectively as mentioned in notes 15.1 and 15.2 above. The facility for letters of guarantee as at 30 September 2021 amounted to Rs. 2,229.8 million (30 June 2021: Rs. 1,827 million). Amounts unutilized for letters of credit and guarantees as at 30 September 2021 were Rs. 3,774. million and Rs. 686.35 million (30 June 2021: Rs. 3,884.9 million and Rs. 329.4 million) respectively.

15.4 This includes an amount of Rs. 801.596 million (30 June 2021: Rs. 424.18 million) outstanding against Islamic mode of financing. The Company is currently availing Islamic mode of financing from the Al Baraka Bank, Dubai Islamic Bank, and Bank Islami Pakistan Limited. Facilities availed during the year include letters of credit, bank guarantees, Wakala, Morabaha, Istisna and Ijarah financing.

15.5 The above facilities are expiring on various dates with maturity periods upto 31 January 2022. These facilities are secured by way of mortgage of land and building, hypothecation of plant and machinery, stock-in-trade, trade debts and other current assets, pledge of shares (refer note 11.2); and lien over import / export documents. Further, these facilities (refer notes 15.1 to 15.2) are also secured against pledge of shares owned by CS Capital (Private) Limited (subsidiary company).

16. CONTINGENCIES AND COMMITMENTS

16.1 Contingencies

There is no significant change in the status of contingencies as set out in note 15 to the Company's annual unconsolidated financial statements for the year ended 30 June 2021.

16.2 Commitments

16.2.1 As at 30 September 2021, amount of lease rentals outstanding under the Ijarah financing arrangement is Rs. 65.087 million (30 June 2021: Rs. 87.985 million), which is payable in quarterly installments of Rs. 22.867 million (30 June 2021: Rs. 22.867 million).

16.2.2 Aggregate amount of guarantees issued by banks on behalf of the Company against various contracts aggregated to Rs. 1,575.45 million (30 June 2021: Rs. 1,497.56 million). This includes guarantee issued by Islamic banks amounting to Rs. 221.08 million (30 June 2021: Rs. 219.58 million).

16.2.3 Commitments in respect of capital expenditure contracted for as at 30 September 2021 amounted to Rs. 26.269 million (30 June 2021: Rs. 8.455 million).

16.2.4 Commitments under letters of credit (L/C) as at 30 September 2021 amounted to Rs. 976 million (30 June 2021: Rs. 865 million).

17. SALES - NET

	<i>Note</i>	Unaudited	
		First quarter ended	
		30 September 2021	30 September 2020
----- (Rupees in '000) -----			
Local sales			
Bare pipes	<i>17.1</i>	869,698	2,046,873
Pre coated pipes		73,933	25,170
Cotton yarn / raw cotton / polyester		693,925	524,213
Steel Billets		2,099	-
Others		48,046	27,052
Scrap / waste		8,469	70,575
		1,696,170	2,693,883
Sales tax		(247,204)	(391,426)
		1,448,966	2,302,457

- 17.1 This is presented net of liquidated damages amounting to Rs. 1.975 million (30 September 2020 : Rs. Nil).
- 17.2 Revenue is disaggregated by major products and also by geographical market. Additionally, revenue by major customers is disclosed in note 24.4 to these condensed interim unconsolidated financial statements.

18. (LOSS) / INCOME FROM INVESTMENTS - NET

	Note	Unaudited	
		First quarter ended	
		30 September 2021	30 September 2020
----- (Rupees in '000) -----			
Dividend income	18.1	4,788	1,051
Gain / (loss) on sale of FVTPL investments - net	18.2	1,260	1,111
Unrealized gain / (loss) on FVTPL investments - net	18.3	(22,603)	25,718
Rent from investment properties	18.5	1,041	2,081
		<u>15,514</u>	<u>29,961</u>

- 18.1 This includes Rs. 4.521 million earned on investments in Shariah Compliant Investee Companies.
- 18.2 This includes loss of Rs. 1.245 million incurred on investments in Shariah Compliant Investee Companies.
- 18.3 This includes loss of Rs. 21.019 million on investments in Shariah Compliant Investee Companies.
- 18.4 Income from investment was categorised as Shariah / Non-Shariah Compliant Investee Companies on the basis of All Shares Islamic Index as circulated by the Pakistan Stock Exchange.
- 18.5 Direct operating expenses incurred against rental income from investment property amounted to Rs. 0.384 million (30 September 2020: Rs. 0.557 million).

19. OTHER OPERATING EXPENSES

Exchange loss		18,426	1,092
Provision for:			
- Workers' Profit Participation Fund		5,110	11,494
- Workers' Welfare Fund		-	4,620
Liquidated damages		-	6,246
		<u>23,536</u>	<u>23,452</u>

20. FINANCE COSTS

Profit on short term loans - Shariah arrangement		11,667	12,262
Interest on - Non - Shariah arrangement			
- finance lease obligations		2,247	2,112
- long term loans		5,899	5,889
- running finances / short term loans		30,131	46,479
Discounting of lease deposit		249	-
Bank charges		1,032	8,418
		<u>51,225</u>	<u>75,160</u>

21. BASIC AND DILUTED (LOSS) / EARNINGS PER SHARE

(Loss) / profit for the period		<u>(49,542)</u>	<u>140,172</u>
Weighted average number of ordinary shares in issue during the period		<u>77,632,491</u>	<u>77,632,491</u>
		----- (Rupees) -----	
(Loss) / earnings per share - Basic and diluted		<u>(0.64)</u>	<u>1.81</u>

22. CASH USED IN OPERATIONS

	Note	Unaudited	
		First quarter ended	
		30 September 2021	30 September 2020
		----- (Rupees in '000) -----	
(Loss) / profit before taxation		(75,306)	204,403
Adjustments for non cash charges and other items			
Depreciation on operating fixed assets and investment properties		51,232	55,059
Amortisation of intangible assets		591	100
Charge for the period on staff retirement benefit funds		5,915	5,687
Dividend income		(4,788)	(1,051)
Unrealized (loss) / gain on FVTPL investments - net		22,603	(25,718)
Gain on sale of FVTPL investments - net		(1,260)	(1,111)
Provision for Workers' Welfare Fund		-	4,620
Provision for Workers' Profit Participation Fund		5,110	11,494
Provision for liquidated damages		-	6,246
Return on deposits		(13)	(124)
Gain on disposal of operating fixed assets		(113)	(15)
Deferred income		(2,372)	(1,865)
Discounting of long term deposit		249	-
Unwinding of discount on long term deposit		(6,105)	(5,644)
Liabilities written back		(8,636)	-
Finance costs		50,976	75,160
Working capital changes	22.1	(282,805)	577,063
		<u>(244,722)</u>	<u>904,304</u>
22.1 Working capital changes			
<i>Decrease / (increase) in current assets</i>			
Stores, spares and loose tools		3,005	(1,253)
Stock-in-trade		(224,985)	1,108,906
Trade debts		(403,459)	(586,453)
Advances		611	(28,050)
Trade deposits and short term prepayments		7,483	(843)
Other receivables		279	71,003
		<u>(617,066)</u>	<u>563,310</u>
<i>Increase / (decrease) in current liabilities</i>			
Trade and other payables		334,261	13,753
		<u>(282,805)</u>	<u>577,063</u>
23. CASH AND CASH EQUIVALENTS			
Running finances under mark-up arrangements		(655,576)	(433,146)
Cash and bank balances		108,202	26,403
		<u>(547,374)</u>	<u>(406,743)</u>
24. SEGMENT REPORTING			
24.1 Reportable segments			
The Company's reportable segments are as follows:			
- Steel segment - It comprises of manufacturing and coating of steel pipes.			
- Cotton segment - It comprises of manufacturing of yarn.			
- Investment and Infrastructure Development (IID) segment - To effectively manage the investment portfolio in shares and other securities (strategic as well as short term) and investment properties (held for rentals as well as long term appreciation).			
- Hadeed segment - It comprises of manufacturing billets.			
- Energy segment - It comprises of generating and supplying electricity / power.			
The Company's all segments are engaged in shariah compliant businesses except mentioned in note 18 to these condensed interim unconsolidated financial statements. Information regarding the Company's reportable segments is presented below:			

24.2 Segment revenues and results

Following is an analysis of the Company's revenue and results by reportable segment:

For the first quarter ended 30 September 2021	Unaudited						Total
	Steel segment	Cotton segment	Energy segment	Hadeed (Billet) segment	IID segment	Inter-segments elimination / adjustments	
	----- (Rupees in '000) -----						
Sales - net	846,849	597,755	-	4,362	-	-	1,448,966
Cost of sales	863,436	491,143	15,787	18,546	-	-	1,388,912
Gross (loss) / profit	(16,587)	106,612	(15,787)	(14,184)	-	-	60,054
Income from investments - net	-	-	-	-	(15,514)	-	(15,514)
	(16,587)	106,612	(15,787)	(14,184)	(15,514)	-	44,540
Distribution and selling expenses	2,587	798	-	282	-	-	3,667
Administrative expenses	44,551	9,620	631	2,938	3,838	-	61,578
Other expenses	18,401	5,135	-	-	-	-	23,536
	65,539	15,553	631	3,220	3,838	-	88,781
	(82,126)	91,059	(16,418)	(17,404)	(19,352)	-	(44,241)
Other income	9,371	10,789	-	-	-	-	20,160
Operating (loss) / profit before finance costs	(72,755)	101,848	(16,418)	(17,404)	(19,352)	-	(24,081)
Finance costs	42,710	4,760	-	3,755	-	-	51,225
(Loss) / profit before taxation	(115,465)	97,088	(16,418)	(21,159)	(19,352)	-	(75,306)
Taxation							25,764
Loss for the period							(49,542)

For the first quarter ended 30 September 2020	Unaudited						Total
	Steel segment	Cotton segment	Energy segment	Hadeed (Billet) segment	IID segment	Inter-segments elimination / adjustments	
	----- (Rupees in '000) -----						
Sales - net	1,812,578	455,764	-	34,115	-	-	2,302,457
Cost of sales	1,478,619	427,653	12,339	50,985	-	-	1,969,596
Gross profit / (loss)	333,959	28,111	(12,339)	(16,870)	-	-	332,861
Income from investments - net	-	-	-	-	29,961	-	29,961
	333,959	28,111	(12,339)	(16,870)	29,961	-	362,822
Distribution and selling expenses	1,522	817	-	131	-	-	2,470
Administrative expenses	48,537	10,021	591	2,610	4,482	-	66,241
Other expenses	23,454	160	-	(202)	40	-	23,452
	73,513	10,998	591	2,539	4,522	-	92,163
	260,446	17,113	(12,930)	(19,409)	25,439	-	270,659
Other income	7,466	1,438	-	-	-	-	8,904
Operating profit / (loss) before finance costs	267,912	18,551	(12,930)	(19,409)	25,439	-	279,563
Finance costs	68,588	4,077	-	2,495	-	-	75,160
Profit / (loss) before taxation	199,324	14,474	(12,930)	(21,904)	25,439	-	204,403
Taxation							(64,231)
Profit for the period							140,172

24.2.1 Revenue reported above represents revenue generated from external customers.

24.2.2 The accounting policies of the reportable segments are the same as the Company's accounting policies as described in the annual unconsolidated financial statements of the Company for the preceding year ended 30 June 2021. The Steel segment allocates certain percentage of the common expenditure to other segments. In addition, finance costs between Steel and Cotton segments are allocated at average mark-up rate on the basis of funds utilized. This is the measure reported to management for the purposes of resource allocation and assessment of segment performance.

24.3 Revenue from major products and services

The analysis of the Company's revenue from external customers for major products and services is given in note 17 to these condensed interim unconsolidated financial statements.

24.4 Information about major customers

Revenue from major customers (Government related concern) of Steel segment represents an aggregate amount of Rs. 806.129 million (30 September 2020: Rs. 1,786.467 million) of total Steel segment revenue of Rs. 846.849 million (30 September 2020: Rs. 1,812.578 million). Revenue from major customers of Cotton segment represents an aggregate amount of Rs. 240.847 million (30 September 2020: Rs. 206.142 million) of total Cotton segment revenue of Rs. 597.755 million (30 September 2020: Rs. 455.764 million).

24.5 Geographical information

24.5.1 All revenues from external customers and inter-segment sales were generated in Pakistan.

24.5.1 The Company's revenue from external customers by geographical location is detailed below:

24.5.2 All non-current assets of the Company as at 30 September 2021 and 30 June 2021 were located and operating in Pakistan.

24.6 Segment assets and liabilities

Reportable segments' assets and liabilities are reconciled to total assets and liabilities as follows:

	Steel segment	Cotton segment	Energy segment	Hadeed (Billet) segment	IID segment	Total
----- (Rupees in '000) -----						
As at 30 September 2021 - (Unaudited)						
Segment assets for reportable segments	2,147,354	725,562	605,655	1,196,680	2,794,286	7,469,537
Unallocated corporate assets						1,991,250
Total assets as per unconsolidated statement of financial position						<u>9,460,787</u>
Segment liabilities for reportable segments	627,853	209,494	28,058	288,766	1,978	1,156,149
Unallocated corporate liabilities and deferred income						2,385,355
Total liabilities as per unconsolidated statement of financial position						<u>3,541,504</u>
As at 30 June 2021 - (Audited)						
Segment assets for reportable segments	1,982,178	539,559	624,507	927,419	2,778,857	6,852,520
Unallocated corporate assets						1,853,044
Total assets as per unconsolidated statement of financial position						<u>8,705,564</u>
Segment liabilities for reportable segments	568,762	164,977	32,263	52,840	3,312	822,154
Unallocated corporate liabilities and deferred income						1,912,586
Total liabilities as per unconsolidated statement of financial position						<u>2,734,740</u>

24.6.1 For the purposes of monitoring segment performance and allocating resources between segments:

- all assets are allocated to reportable segments other than those directly relating to corporate and taxation assets; and
- all liabilities are allocated to reportable segments other than those directly relating to corporate and taxation.

Cash and bank balances, borrowings and related mark-up receivable therefrom and payable thereon, respectively are not allocated to reporting segments as these are managed by the Company's central treasury function.

24.7 Other segment information

	Unaudited					
	Steel segment	Cotton segment	Energy segment	Hadeed (Billet) segment	IID segment	Total
----- (Rupees in '000) -----						
For the first quarter ended 30 September 2021						
Capital expenditure	<u>5,087</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,087</u>
Depreciation and amortisation	<u>17,557</u>	<u>5,984</u>	<u>15,070</u>	<u>12,674</u>	<u>538</u>	<u>51,823</u>
Non-cash items other than depreciation and amortisation - net	<u>38,942</u>	<u>(3,036)</u>	<u>8,633</u>	<u>2,402</u>	<u>15,891</u>	<u>62,832</u>
For the first quarter ended 30 September 2020						
Capital expenditure	<u>1,001</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,001</u>
Depreciation and amortisation	<u>18,620</u>	<u>7,420</u>	<u>15,097</u>	<u>13,406</u>	<u>616</u>	<u>55,159</u>
Non-cash items other than depreciation and amortisation - net	<u>86,851</u>	<u>5,149</u>	<u>-</u>	<u>2,495</u>	<u>(26,816)</u>	<u>67,679</u>

25. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiaries and associated companies, directors of the Company, companies in which directors also hold directorship, related group companies, key management personnel and staff retirement benefit funds. All transactions with related parties are under agreed terms / contractual arrangements.

Transactions with related parties other than those disclosed elsewhere are as follows:

Name of entity	Nature of relationship	Nature of transaction	Unaudited	
			First quarter ended 30 September 2021	30 September 2020
			----- (Rupees in '000) -----	
CS Capital (Private) Limited	Subsidiary company	Reimbursable expenses	373	445
		Right shares subscribed	<u>30,000</u>	<u>-</u>
Solution de Energy (Private) Limited	Subsidiary company	Loan Paid	2,065	-
		Loan Given	-	3,000
		Reimbursable expenses	<u>22</u>	<u>-</u>
Shakarganj Limited	Associated company	Sale of finished goods	45,193	18,311
		Sales of stores/spares	2	-
		Payment received	44,916	-
		Payment made	-	155
		Services received	1,146	465
		Reimbursable expenses	253	790
		Advance given for raw material	-	46,000
Crescent Socks (Private) Limited	Related party	Services Rendered	400	-
		Payments Received	<u>500</u>	<u>-</u>
Shakarganj Food Products Limited	Related party	Services Rendered	<u>1,730</u>	<u>-</u>
The Crescent Textile Mills Limited	Related party	Services rendered	1,530	-
		Payments Received	<u>1,610</u>	<u>-</u>
Premier Insurance Limited *	Related party	Insurance premium	2,190	914
		Payment Made	<u>1,941</u>	<u>-</u>
The Citizens' Foundation *	Related party	Donation given	-	71
Crescent Steel and Allied Products Limited - Staff Provident Fund	Retirement benefit fund	Contribution made	<u>2,455</u>	<u>2,430</u>
Crescent Cotton Products - Staff Provident Fund	Retirement benefit fund	Contribution made	<u>1,199</u>	<u>1,215</u>
Crescent Steel and Allied Products Limited - Gratuity Fund	Retirement benefit fund	Contribution made	<u>1,686</u>	<u>1,596</u>
Crescent Steel and Allied Products Limited - Pension Fund	Retirement benefit fund	Contribution made	<u>3,341</u>	<u>4,327</u>
CSAP - Staff Benevolent Fund	Staff Welfare Fund	Contribution made	<u>6</u>	<u>15</u>
Key management personnel	Related parties	Remuneration and benefits	<u>35,696</u>	<u>23,199</u>
Chairman of the Board	Related parties	Honorarium	<u>450</u>	<u>375</u>
Directors and their spouse	Related parties	Meeting fee	<u>1,740</u>	<u>765</u>

* These entities are / have been related parties of the Company by virtue of common directorship only.

- 25.1** Sale of finished goods and raw materials, rendering of services and insurance premium are based on commercial terms and at market prices which are approved by the Board of Directors.
- 25.2** Contributions to the employee retirement benefit funds are made in accordance with the terms of employee retirement benefit schemes and actuarial advice.
- 25.3** Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, including directors of the Company. There were no transactions with the key management personnel during the period other than their terms of employment / entitlements.

26. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2021.

Fair value is defined as 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. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1 : Fair value measurements using quoted (unadjusted) in active markets for identical asset or liability.

Level 2 : Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 : Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

30 September 2021 (Un-audited)

	Carrying amount				Total	Fair value			
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Other financial liabilities		Level 1	Level 2	Level 3	Total
------(Rupees in '000)-----									
On-balance sheet financial instruments									
Financial assets measured at fair value									
Investments									
- listed equity securities	201,840	13,255	-	-	215,095	215,095	-	-	215,095
- unlisted equity securities	644,532	-	-	-	644,532	-	-	644,532	644,532
	846,372	13,255	-	-	859,627	215,095	-	644,532	859,627
Financial assets not measured at fair value									
Deposits	-	-	302,262	-	302,262	-	-	-	-
Trade debts	-	-	540,532	-	540,532	-	-	-	-
Loan to subsidiary	-	-	96,273	-	96,273	-	-	-	-
Other receivables	-	-	46,020	-	46,020	-	-	-	-
Bank balances	-	-	106,070	-	106,070	-	-	-	-
Cash	-	-	2,132	-	2,132	-	-	-	-
	-	-	1,093,289	-	1,093,289	-	-	-	-
Financial liabilities not measured at fair value									
Long term loans	-	-	-	273,659	273,659	-	-	-	-
Liabilities against assets subject to finance lease	-	-	-	109,511	109,511	-	-	-	-
Trade and other payables	-	-	-	714,724	714,724	-	-	-	-
Mark-up accrued	-	-	-	30,090	30,090	-	-	-	-
Short term borrowings	-	-	-	2,008,760	2,008,760	-	-	-	-
Unclaimed dividend	-	-	-	25,626	25,626	-	-	-	-
	-	-	-	3,162,370	3,162,370	-	-	-	-

30 June 2021 (Audited)

	Carrying amount				Total	Fair value			
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Other financial liabilities		Level 1	Level 2	Level 3	Total
------(Rupees in '000)-----									
On-balance sheet financial instruments									
Financial assets measured at fair value									
Investments									
- listed equity securities	221,885	12,992	-	-	234,877	234,877	-	-	234,877
- unlisted equity securities	644,531	-	-	-	644,531	-	-	644,531	644,531
	866,416	12,992	-	-	879,408	234,877	-	644,531	879,408
Financial assets not measured at fair value									
Deposits	-	-	302,733	-	302,733	-	-	-	-
Trade debts	-	-	137,073	-	137,073	-	-	-	-
Loan to subsidiary	-	-	94,208	-	94,208	-	-	-	-
Other receivables	-	-	37,653	-	37,653	-	-	-	-
Bank balances	-	-	3,588	-	3,588	-	-	-	-
Cash	-	-	365	-	365	-	-	-	-
	-	-	575,620	-	575,620	-	-	-	-
Financial liabilities not measured at fair value									
Long term loans	-	-	-	286,714	286,714	-	-	-	-
Liabilities against assets subject to finance lease	-	-	-	110,923	110,923	-	-	-	-
Trade and other payables	-	-	-	451,020	451,020	-	-	-	-
Mark-up accrued	-	-	-	28,087	28,087	-	-	-	-
Short term borrowings	-	-	-	1,514,927	1,514,927	-	-	-	-
Unclaimed dividend	-	-	-	25,628	25,628	-	-	-	-
	-	-	-	2,417,299	2,417,299	-	-	-	-

The Company has not disclosed the fair values for all other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

27. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim unconsolidated financial statements was authorized for issue in the Board of Directors meeting held on 28 October 2021.



Chief Executive



Director



Chief Financial Officer



CRESCENT STEEL AND ALLIED PRODUCTS LIMITED

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 30 SEPTEMBER 2021

Crescent Steel and Allied Products Limited
Condensed Interim Consolidated Statement of Financial Position
As at 30 September 2021

	Note	Unaudited 30 September 2021	Audited 30 June 2021
----- (Rupees in '000) -----			
ASSETS			
Non-current assets			
Property, plant and equipment	5	1,850,034	1,928,051
Right-of-use-assets	5	168,600	131,603
Intangible assets		154,945	153,255
Investment properties		85,604	86,540
Investment in equity accounted investees	6	3,333,501	3,429,031
Other long term investments	7	980,291	976,589
Long term deposits	8	26,411	23,521
Deferred taxation - net		254,212	193,045
		6,853,598	6,921,635
Current assets			
Stores, spares and loose tools		160,447	163,452
Stock-in-trade	9	1,461,514	1,236,529
Trade debts	10	540,532	137,073
Advances	11	39,570	42,064
Trade deposits and short term prepayments		291,485	292,863
Short term investments	12	511,682	521,641
Other receivables	13	353,713	345,422
Taxation - net		1,117,187	1,113,985
Cash and bank balances		108,314	4,213
		4,584,444	3,857,242
Total assets		11,438,042	10,778,877
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized capital			
100,000,000 ordinary shares of Rs. 10 each		1,000,000	1,000,000
Issued, subscribed and paid-up capital			
Capital reserves		776,325	776,325
Revenue reserves		1,050,979	1,050,164
		5,968,198	6,141,931
		7,795,502	7,968,420
Non-current liabilities			
Long term loans	14	160,440	127,676
Lease liabilities		76,011	74,570
Deferred income		2,612	4,450
		239,063	206,696
Current liabilities			
Trade and other payables	15	1,139,658	802,890
Unclaimed dividend		25,626	25,628
Mark-up accrued		30,963	28,723
Short term borrowings	16	2,052,221	1,542,306
Current portion of long term loans	14	113,219	159,038
Current portion of lease liabilities		33,500	36,353
Current portion of deferred income		8,290	8,823
		3,403,477	2,603,761
Contingencies and commitments	17		
Total equity and liabilities		11,438,042	10,778,877

The annexed notes from 1 to 28 form an integral part of this condensed interim consolidated financial statements.


Chief Executive


Director


Chief Financial Officer

Crescent Steel and Allied Products Limited
Condensed Interim Consolidated Statement of Profit or Loss and
Other Comprehensive Income (Unaudited)

For the first quarter ended 30 September 2021

	Note	First quarter ended	
		30 September 2021	30 September 2020
----- (Rupees in '000) -----			
Sales	18	1,696,170	2,693,883
Less: Sales tax		247,204	391,426
		<u>1,448,966</u>	<u>2,302,457</u>
Cost of sales		<u>1,388,912</u>	<u>1,969,596</u>
Gross profit		60,054	332,861
(Loss) / income from investments - net	19	(24,310)	76,475
		<u>35,744</u>	<u>409,336</u>
Distribution and selling expenses		3,667	2,470
Administrative expenses		62,935	67,979
Other operating expenses	20	23,536	23,452
		<u>90,138</u>	<u>93,901</u>
		<u>(54,394)</u>	<u>315,435</u>
Other income		20,160	8,904
Operating (loss) / profit before finance costs		<u>(34,234)</u>	<u>324,339</u>
Finance costs	21	52,102	75,816
Share of (loss) / profit in equity accounted investees - net of taxation		(96,345)	236,180
(Loss) / profit before taxation		<u>(182,681)</u>	<u>484,703</u>
Taxation - current		(23,979)	(34,972)
- prior		-	(1,678)
- deferred		57,257	(69,277)
		<u>33,278</u>	<u>(105,927)</u>
(Loss) / profit for the period		<u>(149,403)</u>	<u>378,776</u>
Other comprehensive income for the period			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Changes in the fair value of equity investments at fair value through other comprehensive income (FVOCI)		(24,330)	(9,254)
<i>Items that will be reclassified subsequently to profit or loss</i>			
Proportionate share of other comprehensive income of equity accounted investees		815	246
		<u>(23,515)</u>	<u>(9,008)</u>
Total comprehensive (loss) / income for the period		<u>(172,918)</u>	<u>369,768</u>
----- (Rupees) -----			
(Loss) / earnings per share - Basic and diluted	22	<u>(1.92)</u>	<u>4.88</u>

The annexed notes from 1 to 28 form an integral part of this condensed interim consolidated financial statements.



Chief Executive



Director



Chief Financial Officer

Crescent Steel and Allied Products Limited
Condensed Interim Consolidated Statement of Cash Flows (Unaudited)
For the first quarter ended 30 September 2021

	First quarter ended	
<i>Note</i>	30 September 2021	30 September 2020
	----- (Rupees in '000) -----	
Cash flows from operating activities		
Cash (used in) / generated from operations	23 (232,216)	907,666
Taxes (paid) / refund	(27,181)	62,573
Finance costs paid	(47,288)	(91,750)
Contribution to gratuity and pension funds	(5,900)	(5,687)
Contribution to Workers' Profit Participation Fund	(2,978)	-
Long term deposits - net	(3,139)	271
Net cash (used in) / generated from operating activities	(318,702)	873,073
Cash flows from investing activities		
Capital expenditure	(9,815)	(3,061)
Acquisition of intangible assets	(2,354)	-
Proceeds from disposal of operating fixed assets	-	15
Proceeds from disposal of operating fixed assets under sale and leaseback arrangement	3,859	-
Investments - net	(62,257)	(1,196)
Dividend income received	4,095	1,459
Interest income received	13	124
Net cash used in investing activities	(66,459)	(2,659)
Cash flows from financing activities		
(Repayment of) / proceed from long term loan - net	(13,055)	72,641
Payments against finance lease obligations	(7,596)	(11,486)
Proceeds from / (repayments of) short term loans - net	501,743	(778,387)
Dividends paid	(2)	(7)
Net cash generated from / (used in) financing activities	481,090	(717,239)
Net increase in cash and cash equivalents	95,929	153,175
Cash and cash equivalents at beginning of the period	(686,652)	(586,072)
Cash and cash equivalents at end of the period	(590,723)	(432,897)

The annexed notes from 1 to 28 form an integral part of this condensed interim consolidated financial statements.


Chief Executive


Director


Chief Financial Officer

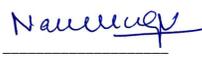
Crescent Steel and Allied Products Limited
Condensed Interim Consolidated Statement of Changes in Equity (Unaudited)
For the first quarter ended 30 September 2021

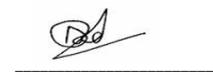
	Issued, subscribed and paid-up capital	Capital reserves		Total capital reserves	Revenue reserves			Total revenue reserves	Total
		Share premium	Others *		Fair value reserve	General reserve	Unappropriated profit / (loss)		
------(Rupees in '000)-----									
Balance as at 30 June 2020	776,325	1,020,908	70,714	1,091,622	28,772	3,642,000	1,469,544	5,140,316	7,008,263
Total comprehensive income for the period									
Loss after taxation for the period	-	-	-	-	-	-	378,776	378,776	378,776
Other comprehensive loss for the period	-	-	246	246	(9,254)	-	-	(9,254)	(9,008)
Total comprehensive income for the period	-	-	246	246	(9,254)	-	378,776	369,522	369,768
Balance as at 30 September 2020	776,325	1,020,908	70,960	1,091,868	19,518	3,642,000	1,848,320	5,509,838	7,378,031
Balance as at 30 June 2021	776,325	1,020,908	29,256	1,050,164	72,063	3,642,000	2,427,868	6,141,931	7,968,420
Total comprehensive income for the period									
Loss after taxation for the period	-	-	-	-	-	-	(149,403)	(149,403)	(149,403)
Other comprehensive loss for the period	-	-	815	815	(24,330)	-	-	(24,330)	(23,515)
Total comprehensive loss for the period	-	-	815	815	(24,330)	-	(149,403)	(173,733)	(172,918)
Balance as at 30 September 2021	776,325	1,020,908	30,071	1,050,979	47,733	3,642,000	2,278,465	5,968,198	7,795,502

* This represents the Group's share of various reserves held by equity accounted investees.

The annexed notes from 1 to 28 form an integral part of this condensed interim consolidated financial statements.


Chief Executive


Director


Chief Financial Officer

Crescent Steel and Allied Products Limited

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the first quarter ended 30 September 2021

1. THE GROUP AND ITS OPERATIONS

- 1.1 The Group consists of Crescent Steel and Allied Products Limited ('the Holding Company') and its wholly owned subsidiary companies namely; CS Capital (Private) Limited, Solution de Energy (Private) Limited and Crescent Continental Gas Pipelines Limited.
- 1.2 The Holding Company was incorporated on 1 August 1983 as a public limited company in Pakistan under the repealed Companies Act, 1913 (now Companies Act, 2017) and is quoted on the Pakistan Stock Exchange. The registered office of the Holding Company and its subsidiaries companies are located at E- Floor, IT Tower, 73-E/1, Hali Road, Gulberg III, Lahore, where as its principal offices are situated at 9th floor, SIDCO Avenue Centre, 264 R.A. Lines, Karachi.
- 1.3 CS Capital (Private) Limited was incorporated on 5 November 2010 as a private limited company in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The head office of the Subsidiary Company is located at principal office of the Holding Company. The principal activity of the Subsidiary Company is to effectively manage investment portfolios in shares, commodities and other securities (strategic as well as short term). On 26 September 2011, the Holding Company has purchased the entire shareholding from its previous principal shareholder. Consequently, the Company becomes the wholly owned subsidiary of the Holding Company.
- 1.4 Solution de Energy (Private) Limited was incorporated as a private limited company in Pakistan under the provisions of the Companies Ordinance, 1984 (now the Companies Act, 2017) as a result of Joint Venture Agreement ("the Agreement") executed on 8 October 2013 between Management de Consortium Capital (MdeCC), a partnership concern and the Holding Company. During the year ended 30 June 2019, the Agreement was dissolved and the Holding Company and MdeCC entered into a management contract, whereby MdeCC is responsible for managing the project.

The head office of the Subsidiary Company is located at principal office of the Holding Company. The principal activity of the Subsidiary Company is to build, own, operate and maintain 100MW solar power project (the Project) and to generate, accumulate, distribute, sell and supply electricity / power to PEPCO / DISCOS under the agreement with the Government of Pakistan or to any other consumer as permitted.

- 1.5 The Subsidiary Company had been granted Letter of Interest (LOI) by the Punjab Power Development Board (PPDB) on 10 February 2014 and currently the Subsidiary Company is in the phase of completing the requirements specified in LOI. The Subsidiary Company has been allocated land from PPDB and the interconnectivity study report was vetted and approved by National Transmission & Despatch Company (NTDC) during the year ended 30 June 2018. Further, the Subsidiary Company has been granted electricity generation license from National Electric Power Regulatory Authority (NEPRA) for its 100MW Solar Power Plant on 29 April 2020. During the year 2021, the Subsidiary Company has submitted the tariff petition to NEPRA on 22 July 2020.

- 1.6** Crescent Continental Gas Pipelines Limited having share capital of Rs. 90 is not carrying on any business operations.
- 1.7** Details regarding the Group's associates are given in note 6 to this condensed interim consolidated financial statements.

2. BASIS OF PREPARATION

- 2.1** These condensed interim consolidated financial statements of the Group 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.

- 2.2** These condensed interim consolidated financial statements of the Group do not include all of the information required for annual consolidated financial statements and should be read in conjunction with the audited annual consolidated financial statements of the Group as at and for the year ended 30 June 2021. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements.
- 2.3** These condensed interim consolidated financial statements are presented in Pakistan Rupees which is also the Group's functional currency and all financial information presented has been rounded off to the nearest thousand, except otherwise stated.
- 2.4** These condensed interim consolidated financial statements are being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange vide section 237 of the Companies Act, 2017.

3. ACCOUNTING POLICIES

- 3.1** The accounting policies and the methods of computation adopted in the preparation of these condensed interim consolidated financial statements are the same as those applied in the preparation of the audited annual consolidated financial statements as at and for the year ended 30 June 2021.
- 3.2** **New standards, interpretations and amendments adopted by the Group**

A number of other pronouncements are effective from 1 July 2021 as detailed in Group's audited annual consolidated financial statements as at and for the year ended 30 June 2021, but they do not have a material effect on these condensed interim consolidated financial statements and therefore have not been detailed.

3.3 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain new standards, interpretations and amendments to the approved accounting standards that will be mandatory for the Group's annual accounting periods beginning on or after 1 July 2021. However, currently management considers that these pronouncements will not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these condensed interim consolidated financial statements.

4. USE OF ESTIMATES AND JUDGEMENTS

4.1 In preparing these consolidated financial statements, management has made judgement, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

4.2 Estimates and judgements made by management in the preparation of these condensed interim consolidated financial statements are the same as those that were applied to the annual audited consolidated financial statements of the Group as at and for the year ended 30 June 2021.

5. PROPERTY, PLANT AND EQUIPMENT

	<i>Note</i>	Unaudited 30 September	Audited 30 June 2021
		(Rupees in '000)	
Operating fixed assets	5.1	1,724,222	1,810,826
Capital work-in-progress	5.2	<u>125,812</u>	<u>117,225</u>
		1,850,034	1,928,051
Right-of-use-assets		<u>168,600</u>	<u>131,603</u>
		<u>2,018,634</u>	<u>2,059,654</u>

5.1 Following is the cost of operating fixed assets added / transferred and disposed off during the period ended:

	Unaudited First quarter ended 30 September 2021		Unaudited First quarter ended 30 September 2020	
	Additions / Transfers	Disposals	Additions / Transfers	Disposals
	----- (Rupees in '000) -----			
Plant and machinery - owned	365	-	-	-
Furniture and fittings	168	-	-	-
Electrical / office equipment and installation	262	-	224	-
Computers	433	-	777	495
Motor vehicles - owned	-	3,714	-	-
Motor vehicles - leased	3,859	-	-	-
	<u>5,087</u>	<u>3,714</u>	<u>1,001</u>	<u>495</u>

5.2 Net additions to capital work-in-progress during the three months period amounted to Rs. 8.587 million (Net additions in 2020: Rs. Nil).

6. INVESTMENT IN EQUITY ACCOUNTED INVESTEEES

The following associates, over which the Group has significant influence either due to representation on the investee company's board or percentage of holding of voting power or both, are accounted for under the equity method of accounting as defined in IAS 28, 'Investments in Associates'.

Unaudited 30 September 2021 (Number of shares)	Audited 30 June 2021		<i>Note</i>	Unaudited 30 September 2021 (Rupees in '000)	Audited 30 June 2021
		Quoted			
63,967,500	63,967,500	Altern Energy Limited (Chief Executive Officer - Mr. Umer Shehzad Sheikh)	6.1	3,333,501	3,429,031
35,011,347	35,011,347	Shakarganj Limited (Chief Executive Officer - Mr. Anjum M. Saleem)	6.1	-	-
		Unquoted			
3,430,000	3,430,000	Crescent Socks (Private) Limited (Chief Executive Officer - Mr. Shehryar Mazhar)	6.1	-	-
				3,333,501	3,429,031

6.1 Movement of investment in equity accounted investees is as follows:

Description	30 September 2021			
	Altern Energy Limited	Shakarganj Limited	Crescent Socks (Private) Limited	Total
	----- Rupees in '000 -----			
Opening balance as at 1 July 2021	3,429,031	-	-	3,429,031
Share of loss	6.2 (96,345)	-	-	(96,345)
Share of equity	6.2 815	-	-	815
Dividend received	-	-	-	-
Closing balance	3,333,501	-	-	3,333,501
Description	30 June 2021			
	Altern Energy Limited	Shakarganj Limited	Crescent Socks (Private) Limited	Total
	----- Rupees in '000 -----			
Opening balance as at 1 July 2020	2,875,409	211,732	-	3,087,141
Share of profit / (loss)	553,376	(170,028)	-	383,348
Share of equity	246	(41,704)	-	(41,458)
Closing balance	3,429,031	-	-	3,429,031

6.2 These figures are based on financial statements / information of these companies as at 30 June 2021.

6.3 Percentage of holding of equity in associates is as follows

	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
Altern Energy Limited	6.3.1	17.60	17.60
Shakarganj Limited	6.3.2	28.01	28.01
Crescent Socks (Private) Limited		48.99	48.99

6.3.1 The Holding Company and the Subsidiary Companies hold 16.69% and 0.91% respectively i.e. aggregate holding of 17.60% in the investee company. There is no common directorship in the investee company. However, the Company directly and / or indirectly has significant influence as per IAS 28 'Investments in Associates', therefore only for the purpose of the equity accounting as required under IAS 28 it has been treated as an associate.

6.3.2 The Holding Company and the Subsidiary Company hold 21.93% and 6.08% respectively i.e. aggregate holding of 28.01% in the investee company. There is common directorship in the investee company. However, the Company directly and / or indirectly has significant influence as per IAS 28 'Investments in Associates', therefore it has been treated as an associate as per IAS 28..

6.4 The fair value of investments in associates as at 30 September 2021 is Rs. 3,569.056 million (30 June 2021: Rs. 3,772.958 million).

7. OTHER LONG TERM INVESTMENTS

	Unaudited 30 September 2021	Audited 30 June 2021
	(Rupees in '000)	
Fair value through other comprehensive income (FVOCI)	186,985	183,283
Fair value through profit or loss (FVTPL)	793,306	793,306
	<u>980,291</u>	<u>976,589</u>

7.1 This includes investment in Crescent Textile Mills Limited which are not held for trading and the Group has irrevocably designated at initial application of IFRS 9 to recognise in this category. This is strategic investment and management considers this classification to be more relevant. Uptil 30 June 2018, these investments were classified as available for sale under IAS 39. Unlike IAS 39, the accumulated fair value reserve related to this investment will never be reclassified to profit or loss.

7.2 This includes investments in Crescent Industrial Chemicals Limited and Crescent Bahuman Limited amounting to Rs. 10.470 million and Rs. 24.037 million respectively, which had been fully charged to profit or loss in earlier periods.

7.3 This also includes investment in Shakarganj Food Products Limited and Central Depository Company of Pakistan Limited amounting to Rs. 446.325 million and Rs. 198.206 million respectively.

8. LONG TERM DEPOSITS

This includes security deposit amounting to Rs. 15.451 million (30 June 2021: Rs. 12.596 million) to leasing companies.

9. STOCK-IN-TRADE

	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
		(Rupees in '000)	
Raw materials			
Hot rolled steel coils (HR Coil)		297,583	303,715
Coating materials		78,253	96,903
Remelting scrap		173,523	174,883
Others		89,185	85,261
Raw cotton		102,458	241,380
Stock-in-transit		524,682	168,850
		1,265,684	1,070,992
Work-in-process		11,982	25,797
Finished goods	<i>9.1</i>	168,902	135,235
Scrap / cotton waste		14,946	4,505
		195,830	165,537
		1,461,514	1,236,529

9.1 Stock in trade as at 30 September 2021 includes item valued at net realisable value (NRV). Reversal in respect of stock written down to NRV amounting to Rs. 20.0 million (30 June 2021: Reversal of Rs. 26.825 million) has been recognised in cost of goods sold.

10. TRADE DEBTS

Secured

Considered good		434,106	24,826
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Unsecured

Considered good	<i>10.1</i>	106,424	112,247
Considered doubtful		23,216	23,214
		129,640	135,461
Impairment loss on trade debts		(23,214)	(23,214)
		540,532	137,073

10.1 This includes an amount of Rs. 36.449 million (30 June 2021: Rs. 33.711 million) due from Shakarganj Limited - a related party.

11. ADVANCES

This includes amounting to Rs. 39.387 million (30 June 2021: Rs. 40.182 million) advances given to suppliers for goods and services.

12. INVESTMENTS	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
		(Rupees in '000)	
At fair value through profit or loss (FVTPL)	<i>12.1</i>	511,682	521,641

12.1 This represents investment in ordinary shares of listed companies and certificates of mutual funds. This also includes investment in Jubilee Spinning and Weaving Mills Limited and Innovative Investment Bank Limited, which had been fully provided for as the break-up value of their shares was Rs. Nil per share (30 June 2021: Rs. Nil).

12.2 Investments having an aggregate market value of Rs. 1,941.535 million (30 June 2021: Rs. 2,080.702 million) have been pledged with financial institutions as security against financing facilities (see note 16.5) out of which Rs. 1,798.968 million (30 June 2021: Rs. 1,564.935 million) relates to long term investments.

13. OTHER RECEIVABLES	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
		(Rupees in '000)	
Dividend receivable		9,495	6
Receivable against sale of investments		-	520
Receivable against rent from investment property		242	643
Claim receivable		60	843
Due from related parties	<i>13.1</i>	5,605	5,251
Sales tax refundable		76,021	80,767
Margin on letter of credit and guarantee		15,359	15,359
Receivable from staff retirement benefits funds		239,843	239,843
Others		7,088	2,190
		353,713	345,422

13.1 Due from related parties

Shakarganj Limited	-	1,376
Shakarganj Food Products Limited	4,360	2,631
The Crescent Textile Mills Limited	165	244
Crescent Socks (Private) Limited	900	1,000
Crescent Steel and Allied Products Limited - Pension Fund	180	-
	5,605	5,251

14 LONG TERM LOANS

	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
(Rupees in '000)			
Secured - Under non-shariah arrangement			
Allied Bank Limited	<i>14.1</i>	135,884	158,608
Habib Metropolitan Bank Limited	<i>14.2</i>	109,523	107,680
JS Bank Limited	<i>14.3</i>	28,252	20,426
		273,659	286,714
Less: Current portion shown under current liabilities		113,219	159,038
		160,440	127,676

14.1 During the year ended 30 June 2017, the Company entered into a loan arrangement with Allied Bank Limited of an amount of Rs. 100 million, out of which Rs. 74.176 million have been disbursed till 30 September 2021. The term of the loan is 5 years from the date of disbursement with a grace period of one year, repayable in 16 equal quarterly installments starting after fifteen months from date of disbursement. During the period, the Company has made repayment of Rs. 4.636 million (30 September 2020: Rs. 4.636 million). Mark-up is payable at the rate of 3 months KIBOR plus 1.5% per annum.

During year ended 30 June 2018, the Company entered into a new loan arrangement with Allied Bank Limited of an amount of Rs. 300 million, out of which Rs. 217.050 million have been disbursed till 30 September 2021. The term of the loan is 4 years from the date of disbursement with a grace period of one year; however, due to COVID-19 the bank has allowed one additional year as the grace period, repayable in 12 equal quarterly installments starting after twenty four months from date of disbursement. During the period, the Company has made repayment of Rs. 18.088 million (30 September 2020: Rs. Nil). Mark-up is payable at the rate of 3 months KIBOR plus 1.5% per annum.

During the period, mark-up on such arrangements ranged between 8.88% to 8.95% (30 June 2021: 8.19% to 10.04%) per annum. The facility is secured against first joint pari passu hypothecation / equitable mortgage on plant, machinery and property of the Company.

14.2 During the year ended 30 June 2020, the Company entered into a new loan arrangement with Habib Metropolitan Bank Limited under the State Bank of Pakistan's (SBP) "Refinance Scheme for Payment of Wages & Salaries to the Workers and Employees of Business Concern". The Company obtained the said loan at subsidized rate in six tranches, one tranche in May 2020, one tranches in June 2020, one tranche in July 2020, two tranches in September 2020 and one tranche in October 2020. The term of the loan is 2.5 years from the date of disbursement with a grace period of 6 months, repayable in 8 equal quarterly installments starting from March 2021. Mark-up is payable at the concessional rate of 2.5% per annum.

The effective interest on these arrangements range from 8.68% to 10.16% per annum (30 June 2021: 8.68% to 10.16%).

- 14.3** In year 2021, the Company entered into a new loan arrangement with JS Bank Limited. Four tranches have been disbursed; two tranches in March 2021, one tranche in April 2021 and one tranche in July 2021. Two tranches of this loan which was received in March 2021 and one tranche received in April 2021 was converted into the State Bank of Pakistan's (SBP) "SBP Financing Scheme for Renewable Energy" in the month of April and August 2021 respectively. The term of the loan is 10 years from the date of disbursement with a grace period of 3 months, repayable in monthly installments starting from June 2021. Mark-up is payable at the rate of 1 month KIBOR plus 1% per annum till approval of refinance from the SBP and after approval from the SBP, mark-up is payable at the concessional rate of 6% per annum.

The effective interest on these arrangements range from 7.08% per annum (30 June 2021: 8.49%).

15. TRADE AND OTHER PAYABLES

	<i>Note</i>	Unaudited 30 September 2021	Audited 30 June 2021
(Rupees in '000)			
Trade creditors		178,074	135,275
Bills payable		229,109	-
Commission payable		2,106	2,250
Accrued liabilities		305,796	323,729
Advances from customers		91,764	24,787
Fee, sales tax and damages		257,004	253,264
Due to related parties	<i>15.1</i>	3,540	1,133
Payable against purchase of investments		5,297	-
Payable to provident fund		2,051	2,199
Payable to staff retirement benefit funds		2,068	2,057
Retention money		111	111
Sales tax payable		5,455	9,039
Withholding tax payable		2,031	2,974
Workers' Profit Participation Fund		5,036	2,904
Workers' Welfare Fund		6,944	6,944
Others		43,272	36,224
		<u>1,139,658</u>	<u>802,890</u>

15.1 Due to related parties

Premier Insurance Company Limited	151	353
Staff Benevolent Fund	2	2
Shakarganj Food Products Limited	1,413	778
Shakarganj Limited	1,974	-
	<u>3,540</u>	<u>1,133</u>

16. SHORT TERM BORROWINGS	Note	Unaudited 30 September 2021	Audited 30 June 2021
(Rupees in '000)			
Secured from banking companies			
Running finances under mark-up arrangements	16.1	699,037	690,865
Short term loans	16.2	<u>1,353,184</u>	<u>851,441</u>
		<u><u>2,052,221</u></u>	<u><u>1,542,306</u></u>

16.1 Running finance facility available from conventional side of various commercial banks under mark-up arrangements amounted to Rs. 1,300 million (30 June 2021: Rs. 1,300 million) out of which Rs. 300 million (30 June 2021: Rs. 400 million), Rs. 150 million (30 June 2021: Rs. 150 million) and Rs. 300 million (30 June 2021: Rs. 300 million) are interchangeable with letter of credit, letter of guarantee facility and short term loan respectively. During the period, the mark-up on such arrangements ranged between 9.14% to 9.57% (30 June 2021: 8.12% to 10.54%) per annum.

16.2 Short term loans available from various commercial banks under mark-up arrangements amounted to Rs. 4,050 million (30 June 2021: Rs. 3,850 million) out of which Rs. 3,150 million (30 June 2021: Rs. 3,150 million), Rs. 305 million (30 June 2021: Rs. 305 million) and Rs. 350 million (30 June 2021: Rs. 350 million) are interchangeable with letters of credit, letter of guarantee and short term running finance respectively. During the period, the mark-up on such arrangements ranged between 9.14% to 9.57% (30 June 2021: 8.12% to 10.54%) per annum.

16.3 The facilities for opening letter of credit amounted to Rs. 4,750 million (30 June 2021: Rs. 4,750 million) out of which Rs. 300 million (30 June 2021: Rs. 300 million), Rs. 3,150 million (30 June 2021: Rs. 3,150 million) and Rs. 305 million (30 June 2021: Rs. 305 million) are interchangeable with short term running finance, short term loans and letter of guarantee respectively as mentioned in notes 15.1 and 15.2 above. The facility for letters of guarantee as at 30 September 2021 amounted to Rs. 2,229.8 million (30 June 2021: Rs. 1,859 million). Amounts unutilized for letters of credit and guarantees as at 30 September 2021 were Rs. 3,774. million and Rs. 686.35 million (30 June 2021: Rs. 3,884.9 million and Rs. 329.4 million) respectively.

16.4 This includes an amount of Rs. 801.596 million (30 June 2021: Rs. 424.18 million) outstanding against Islamic mode of financing. The Company is currently availing Islamic mode of financing from the Al Baraka Bank, Dubai Islamic Bank, and Bank Islami Pakistan Limited. Facilities availed during the year include letters of credit, bank guarantees, Wakala, Morabaha, Istisna and Ijarah financing.

16.5 The above facilities are expiring on various dates with maturity periods upto 31 January 2022. These facilities are secured by way of mortgage of land and building, hypothecation of plant and machinery, stock-in-trade, trade debts and other current assets, pledge of shares (refer note 11.3); and lien over import / export documents. Further, these facilities (refer notes 115.1 to 15.2) are also secured against pledge of shares owned by CS Capital (Private) Limited (subsidiary company).

17. CONTINGENCIES AND COMMITMENTS

17.1 Contingencies

There is no significant change in the status of contingencies set out in note 15 to the Group's annual consolidated financial statements for the year ended 30 June 2021.

17.2 Commitments

17.2.1 As at 30 September 2021, amount of lease rentals outstanding under the Ijarah financing arrangement is Rs. 65.087 million (30 June 2021: Rs. 87.985 million), which is payable in quarterly installments of Rs. 22.867 million (30 June 2021: Rs. 22.867 million).

17.2.2 Aggregate amount of guarantees issued by conventional side of banks on behalf of the Group against various contracts aggregated to Rs. 1,607.4 million (30 June 2021: Rs. 1,528.009 million). This includes guarantee issued by Islamic banks amounting to Rs. 221.08 million (30 June 2021: Rs. 219.58 million).

17.2.3 Commitments in respect of capital expenditure contracted for by the Holding Company as at 30 September 2021 amounted to Rs. 26.269 million (30 June 2021: Rs. 25.492 million).

17.2.4 Commitments under letters of credit as at 30 September 2021 amounted to Rs. 976 million (30 June 2021: Rs. 865 million).

18. SALES - net

	<i>Note</i>	Unaudited 30 September 2021	Unaudited 30 September 2020
(Rupees in '000)			
Local sales			
Bare pipes	<i>18.1</i>	869,698	2,046,873
Pre coated pipes		73,933	25,170
Cotton yarn / raw cotton / polyester		693,925	524,213
Steel billets		2,099	-
Others		48,046	27,052
Scrap / waste		8,469	70,575
		1,696,170	2,693,883
Sales tax		(247,204)	(391,426)
		1,448,966	2,302,457

18.1 This is presented net of liquidated damages amounting to Rs. 1.975 million (30 September 2020 : Rs. Nil).

18.2 Revenue is disaggregated by major products and also by geographical market additionally revenue by measure customer is disclosed in note 25.4 to these condensed interim consolidated financial statements.

19. (LOSS) / INCOME FROM INVESTMENTS - NET	<i>Note</i>	Unaudited 30 September 2021	Unaudited 30 September 2020
		(Rupees in '000)	
Dividend income	<i>19.1</i>	13,584	1,459
Gain on sale of FVTPL investments - net	<i>19.2</i>	2,773	2,655
Unrealized (loss) / gain on FVTPL investments - net	<i>19.3</i>	(42,908)	69,280
Rent from investment property	<i>19.5</i>	2,241	3,081
		<u>(24,310)</u>	<u>76,475</u>
19.1	This includes Rs. 10.441 million earned on investments in Shariah Compliant Investee Companies.		
19.2	This includes gain of Rs. 0.189 million earned on investments in Shariah Compliant Investee Companies.		
19.3	This includes loss of Rs. 37.373 million on investments in Shariah Compliant Investee Companies.		
19.4	Income from investment was categorised as Shariah / Non-Shariah Compliant Investee Companies on the basis of All Shares Islamic Index as circulated by the Pakistan Stock Exchange.		
19.5	Direct operating expenses incurred against rental income from investment property amounted to Rs. 0.462 million (30 September 2020: Rs. 1.239 million).		
20. OTHER OPERATING EXPENSES			
Exchange loss		18,426	1,092
Provision for:			
Workers' Profit Participation Fund		5,110	11,494
Workers' Welfare Fund		-	4,620
Liquidated damages		-	6,246
		<u>23,536</u>	<u>23,452</u>
21. FINANCE COSTS			
Mark-up on short term loans - Shariah arrangement		11,667	12,262
Interest on - Non - Shariah arrangement			
- finance lease obligations		2,247	2,112
- long term loan		5,899	5,889
- running finances / short term loans		31,006	47,132
Discounting of lease deposit		249	-
Bank charges		1,034	8,421
		<u>52,102</u>	<u>75,816</u>
22. BASIC AND DILUTED (LOSS) / EARNINGS PER SHARE			
(Loss) / profit for the period		<u>(149,403)</u>	<u>378,776</u>
Weighted average number of ordinary shares in issue during the period		<u>77,632,491</u>	<u>77,632,491</u>
		----- Rupees -----	
Basic and diluted (loss) / earnings per share		<u>(1.92)</u>	<u>4.88</u>

23. CASH USED IN OPERATIONS	<i>Note</i>	Unaudited 30 September 2021 (Rupees in '000)	Unaudited 30 September 2020
(Loss) / profit before taxation		(182,681)	484,703
Adjustments for non cash charges and other items			
Depreciation on operating fixed assets and investment properties		51,844	55,671
Amortization of intangible assets		591	100
Charge for the period on staff retirement benefit funds		5,915	5,687
Dividend income		(13,584)	(1,459)
Unrealized loss / (gain) on FVTPL investments - net		42,908	(69,280)
Gain on sale of FVTPL investments - net		(2,773)	(2,655)
Provision for Workers' Welfare Fund		-	4,620
Provision for Workers' Profit Participation Fund		5,110	11,494
Provision for liquidated damages		-	6,246
Return on deposits		(13)	(124)
Gain on disposal of operating fixed assets		(113)	(15)
Deferred income amortized		(2,372)	(1,865)
Discounting on long term deposit		249	-
Unwinding of discount on deposit		(6,105)	(5,644)
Liabilities written back		(8,636)	-
Finance costs		52,102	75,816
Share of loss / (profit) from equity accounted investees - net of taxation		96,345	(236,180)
Working capital changes	23.1	<u>(271,003)</u>	<u>580,551</u>
		<u>(232,216)</u>	<u>907,666</u>
23.1 Working capital changes			
<i>Decrease / (increase) in current assets</i>			
Stores, spares and loose tools		3,005	(1,253)
Stock-in-trade		(224,985)	1,108,906
Trade debts		(403,459)	(586,453)
Advances		2,494	(25,050)
Trade deposits and short term prepayments		7,483	(843)
Other receivables		1,198	71,360
		<u>(614,264)</u>	<u>566,667</u>
<i>Increase / (decrease) in current liabilities</i>			
Trade and other payables		343,261	13,884
		<u>(271,003)</u>	<u>580,551</u>
24. CASH AND CASH EQUIVALENTS			
Running finances under mark-up arrangements		(699,037)	(460,086)
Cash and bank balances		108,314	27,189
		<u>(590,723)</u>	<u>(432,897)</u>
25. SEGMENT REPORTING			
25.1 Reportable segments			
The Group's reportable segments are as follows:			
- Steel segment - It comprises of manufacturing and coating of steel pipes.			
- Cotton segment - It comprises of manufacturing of yarn.			
- Investment and Infrastructure Development (IID) segment - To effectively manage the investment portfolio in shares and other securities (strategic as well as short term) and investment properties (held for rentals as well as long term appreciation).			
- Energy segment - It comprises generation and supply of electricity.			
- Hadeed (Billet) segment - It comprises of manufacturing billets.			

Information regarding the Group's reportable segments is presented below:

25.2 Segment revenues and results

Following is an analysis of the Group's revenue and results by reportable segment:

For the first quarter ended 30 September 2021	-----Unaudited-----						Total
	Steel segment	Cotton segment	Energy segment	Hadeed (Billet) segment	IID segment	Inter-segments elimination / adjustments	
	----- (Rupees in '000) -----						
Sales - net	846,849	597,755	-	4,362	-	-	1,448,966
Cost of sales	863,436	491,143	15,787	18,546	-	-	1,388,912
Gross (loss) / profit	(16,587)	106,612	(15,787)	(14,184)	-	-	60,054
Loss from investments	-	-	-	-	(24,310)	-	(24,310)
	(16,587)	106,612	(15,787)	(14,184)	(24,310)	-	35,744
Distribution and selling expenses	2,587	798	-	282	-	-	3,667
Administrative expenses	44,551	9,620	656	2,938	5,170	-	62,935
Other operating expenses	18,401	5,135	-	-	-	-	23,536
	65,539	15,553	656	3,220	5,170	-	90,138
	(82,126)	91,059	(16,443)	(17,404)	(29,480)	-	(54,394)
Other income	9,371	10,789	-	-	-	-	20,160
Operating (loss) / profit before finance costs	(72,755)	101,848	(16,443)	(17,404)	(29,480)	-	(34,234)
Finance costs	42,710	4,760	1	3,755	876	-	52,102
Share of loss in equity accounted investees - net of taxation	-	-	-	-	(96,345)	-	(96,345)
(Loss) / profit before taxation	(115,465)	97,088	(16,444)	(21,159)	(126,701)	-	(182,681)
Taxation							33,278
Loss for the period							(149,403)

For the first quarter ended 30 September 2020	-----Unaudited-----						Total
	Steel segment (Restated)	Cotton segment	Energy segment	Hadeed (Billet) segment	IID segment	Inter-segments Elimination / adjustments	
	----- (Rupees in '000) -----						
Sales - net	1,812,578	455,764	-	34,115	-	-	2,302,457
Cost of sales	1,478,619	427,653	12,339	50,985	-	-	1,969,596
Gross profit / (loss)	333,959	28,111	(12,339)	(16,870)	-	-	332,861
Income from investments	-	-	-	-	76,475	-	76,475
	333,959	28,111	(12,339)	(16,870)	76,475	-	409,336
Distribution and selling expenses	1,522	817	-	131	-	-	2,470
Administrative expenses	48,537	10,021	617	2,610	6,194	-	67,979
Other operating expenses	23,454	160	-	(202)	40	-	23,452
	73,513	10,998	617	2,539	6,234	-	93,901
	260,446	17,113	(12,956)	(19,409)	70,241	-	315,435
Other income	7,466	1,438	-	-	-	-	8,904
Operating profit / (loss) before finance costs	267,912	18,551	(12,956)	(19,409)	70,241	-	324,339
Finance costs	68,588	4,077	1	2,495	655	-	75,816
Share of profit in equity accounted investees - net of taxation	-	-	-	-	236,180	-	236,180
Profit / (loss) before taxation	199,324	14,474	(12,957)	(21,904)	305,766	-	484,703
Taxation							(105,927)
Profit for the period							378,776

25.2.1 Transfer prices between reportable segments are on an agreed basis in a manner similar to transactions between third parties.

25.2.2 The accounting policies of the reportable segments are the same as the Group's accounting policies as described in the annual consolidated financial statements of the Group for the year ended 30 June 2021. The Steel segment allocates certain percentage of the common expenditure to the Cotton and IID segments. In addition, finance costs between Steel and Cotton segments are allocated at average mark-up rate on the basis of funds utilized. This is the measure reported to management for the purposes of resource allocation and assessment of segment performance.

25.3 Revenue from major products and services

The analysis of the Group's revenue from external customers for major products and services is given in note 18 to these condensed interim consolidated financial statements.

25.4 Information about major customers

Revenue from major customers (Government related concern) of Steel segment represents an aggregate amount of Rs. 806.129 million (30 September 2020: Rs. 1,786.467 million) of total Steel segment revenue of Rs. 846.849 million (30 September 2020: Rs. 1,812.578 million). Revenue from major customers of Cotton segment represents an aggregate amount of Rs. 240.847 million (30 September 2020: Rs. 206.142 million) of total Cotton segment revenue of Rs. 597.755 million (30 September 2020: Rs. 455.764 million).

25.5 Geographical information

25.5.1 All revenues from external customers and inter-segment sales were generated in Pakistan.

25.5.2 All non-current assets of the Group as at 30 September 2021 and 30 June 2021 were located and operating in Pakistan.

25.6 Segment assets and liabilities

Reportable segments' assets and liabilities are reconciled to total assets and liabilities as follows:

	Steel segment	Cotton segment	IID segment	Energy segment	Hadeed (Billet) segment	Total
(Rupees in '000)						
As at 30 September 2021 - Unaudited						
Segment assets for reportable segments	2,147,354	725,562	1,614,961	758,687	1,196,680	6,443,244
Investment in equity accounted investees	-	-	3,333,501	-	-	3,333,501
Unallocated corporate assets						1,661,297
Total assets as per consolidated statement of financial position						11,438,042
Segment liabilities for reportable segments	627,853	209,494	57,576	73,496	288,766	1,257,185
Unallocated corporate liabilities and deferred income						2,385,355
Total liabilities as per consolidated statement of financial position						3,642,540
As at 30 June 2021 - Audited						
Segment assets for reportable segments	1,982,178	539,559	1,613,018	775,478	927,419	5,837,652
Investment in equity accounted investees	-	-	3,429,031	-	-	3,429,031
Unallocated corporate assets						1,512,194
Total assets as per consolidated statement of financial position						10,778,877
Segment liabilities for reportable segments	568,762	164,977	33,614	77,680	52,840	897,873
Unallocated corporate liabilities and deferred income						1,912,584
Total liabilities as per consolidated statement of financial position						2,810,457

25.6.1 For the purposes of monitoring segment performance and allocating resources between segments:

- all assets are allocated to reportable segments other than those directly relating to corporate and taxation assets; and

- all liabilities are allocated to reportable segments other than those directly relating to corporate and taxation.

Cash and bank balances, borrowings and related mark-up receivable therefrom and payable thereon, respectively are not allocated to reporting segments as these are managed by the Group's central treasury function.

25.7 Other segment information

	Steel segment (Restated)	Cotton segment	IID segment	Energy segment	Hadeed (Billet) segment (Restated)	Total
Unaudited						
(Rupees in '000)						
For the first quarter ended 30 September 2021						
Capital expenditure	5,087	-	-	2,354	-	7,441
Depreciation and amortization	17,557	5,984	1,150	12,674	15,070	52,435
Non-cash items other than depreciation and amortization	39,191	2,074	126,785	1	982	169,033
For the first quarter ended 30 September 2020						
Capital expenditure	1,001	-	-	2,060	-	3,061
Depreciation and amortization	18,620	7,420	1,228	15,097	13,406	55,771
Non-cash items other than depreciation and amortization	86,851	5,935	(308,641)	1	2,495	(213,359)

26. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associates, directors, companies where directors also hold directorship, related group companies, key management personnel and staff retirement benefit funds. All transactions with parties are under agreed terms / contractual arrangements. Transactions between the Holding Company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note.

Transactions with related parties other than those disclosed elsewhere are as follows:

Name of entity	Nature of relationship	Nature of transaction	Unaudited	
			30 September 2021	30 September 2020
			----- (Rupees in '000) -----	
Shakarganj Limited	Associated company	Sale of finished goods	45,193	18,311
		Sale of stores/spares	2	-
		Payment received	44,916	-
		Payment made	-	155
		Services received	1,146	465
		Reimbursable expenses	253	790
		Advance given for raw material	-	46,000
Crescent Socks (Private) Limited	Associated company	Services rendered	400	-
		Payment received	500	-
Shakarganj Food Products Limited	Related party	Services rendered	1,730	-
The Crescent Textile Mills Limited	Related party	Services rendered	1,530	-
		Payment received	1,610	-
Premier Insurance Limited *	Related party	Insurance premium	2,190	914
		Payment made	1,941	-
The Citizens' Foundation *	Related party	Donation given	-	71
Crescent Steel and Allied Products Limited - Staff Provident Fund	Retirement benefit fund	Contribution made	2,455	2,430
Crescent Cotton Products - Staff Provident Fund	Retirement benefit fund	Contribution made	1,199	1,215
Crescent Steel and Allied Products Limited - Gratuity Fund	Retirement benefit fund	Contribution made	1,686	1,596
Crescent Steel and Allied Products Limited - Pension Fund	Retirement benefit fund	Contribution made	3,341	4,327
CSAP - Staff Benevolent Fund	Staff Welfare Fund	Contribution made	6	15
Key management personnel	Related parties	Remuneration and benefits	35,696	23,199
Chairman of the Board	Related parties	Honorarium	450	375
Directors and their spouse	Related parties	Meeting fee	1,740	765

* These entities are / have been related parties of the Group by virtue of common directorship only.

- 26.1** Sale of finished goods and raw materials, rendering of services and insurance premium are based on commercial terms and at market prices which are approved by the Board of Directors.
- 26.2** Contributions to the employee retirement benefit funds are made in accordance with the terms of employee retirement benefit schemes and actuarial advice.
- 26.3** Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, including directors of the Group. There were no transactions with the key management personnel during the period other than their terms of employment / entitlements.

27. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in annual consolidated financial statement of the Group as at and for the year ended 30 June 2021.

Fair value is defined as 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. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1 : Fair value measurements using quoted (unadjusted) in active markets for identical asset or liability.

Level 2 : Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 : Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

30 September 2021 (Unaudited)								
Carrying amount					Fair value			
Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)								
On-balance sheet financial instruments								
Financial assets measured at fair value								
Investment								
- Listed equity securities	511,682	186,985	-	-	698,667	698,667	-	698,667
- Unlisted equity securities	793,306	-	-	-	793,306	-	793,306	793,306
	1,304,988	186,985	-	-	1,491,973	698,667	-	1,491,973
Financial assets not measured at fair value								
Deposits	-	-	305,307	-	305,307	-	-	-
Trade debts	-	-	540,532	-	540,532	-	-	-
Other receivables	-	-	37,849	-	37,849	-	-	-
Bank balances	-	-	106,182	-	106,182	-	-	-
Cash	-	-	2,132	-	2,132	-	-	-
	-	-	992,002	-	992,002	-	-	-
Financial liabilities not measured at fair value								
Long term loans	-	-	-	273,659	273,659	-	-	-
Lease liabilities	-	-	-	109,511	109,511	-	-	-
Trade and other payables	-	-	-	771,424	771,424	-	-	-
Unclaimed dividend	-	-	-	25,626	25,626	-	-	-
Mark-up accrued	-	-	-	30,963	30,963	-	-	-
Short term borrowings	-	-	-	2,052,221	2,052,221	-	-	-
	-	-	-	3,263,404	3,263,404	-	-	-
30 June 2021 (Audited)								
Carrying amount					Fair value			
Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)								
On-balance sheet financial instruments								
Financial assets measured at fair value								
Investment								
- Listed equity securities	521,642	183,283	-	-	704,925	704,925	-	704,925
- Unlisted equity securities	793,306	-	-	-	793,306	-	793,306	793,306
	1,314,948	183,283	-	-	1,498,231	704,925	-	1,498,231
Financial assets not measured at fair value								
Deposits	-	-	305,778	-	305,778	-	-	-
Trade debts	-	-	137,073	-	137,073	-	-	-
Other receivables	-	-	24,812	-	24,812	-	-	-
Bank balances	-	-	3,848	-	3,848	-	-	-
Cash	-	-	365	-	365	-	-	-
	-	-	471,876	-	471,876	-	-	-
Financial liabilities not measured at fair value								
Long term loan	-	-	-	286,714	286,714	-	-	-
Lease liabilities	-	-	-	110,923	110,923	-	-	-
Trade and other payable	-	-	-	498,722	498,722	-	-	-
Unclaimed dividend	-	-	-	25,628	25,628	-	-	-
Mark-up accrued	-	-	-	28,723	28,723	-	-	-
Short term borrowings	-	-	-	1,542,306	1,542,306	-	-	-
	-	-	-	2,493,016	2,493,016	-	-	-

The Group has not disclosed the fair values for all other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

28. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim consolidated financial statements was authorized for issue in the Board of Directors meeting held on 28 October 2021.



Chief Executive



Director



Chief Financial Officer

