



Paidar Cement

**GHARIBWAL
CEMENT LIMITED**



**CONDENSED INTERIM
FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE
HALF YEAR ENDED
DECEMBER 31, 2023**

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COMPANY INFORMATION

BOARD OF DIRECTORS

- Khalid Siddiq Tirmizey
Chairman
- Muhammad Tousif Peracha
Executive Director
- Abdur Rafique Khan
Executive Director
- Mustafa Tousif Ahmed Paracha
Executive Director
- Amna Khan
Non-Executive Director
- Mian Nazir Ahmed Paracha
Non-Executive Director
- Sorath Jumani
Non-Executive Director
- Faisal Aftab Ahmad
Independent Director
- Daniyal Jawaid Peracha
Independent Director

AUDIT COMMITTEE

- Faisal Aftab Ahmad
Chairman
- Khalid Siddiq Tirmizey
Member
- Mian Nazir Ahmed Peracha
Member

HRR COMMITTEE

- Khalid Siddiq Tirmizey
Chairman
- Muhammad Tousif Peracha
Member
- Mian Nazir Ahmed Peracha
Member

EXTERNAL AUDITORS

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

LEGAL ADVISORS

- Raja Muhammad Akram
Legal Advisors
Main Gulberg, Lahore.

KEY MANAGEMENT PERSONNEL

- Muhammad Tausif Peracha
Chief Executive Officer
- Muhammad Shamail Javed FCA
Chief Financial Officer
- Farukh Naveed ACA
Company Secretary & Deputy CFO
- Ali Rashid Khan
Director Operation
- Abdul Shoeb Piracha
Director Commercial
- Syed Firasat Abbas
General Manager Plant
- Rana Muhammad Ijaz
General Manager Sale
- Muhammad Tahir
Chief Coordination Officer
- Hassan Mehdi ACA CIA
Internal Auditor

SHARE REGISTRAR

Corplink (Private) Limited,
Wings Arcade, 1-K, Commercial,
Model Town, Lahore.

BANKERS

- Al Baraka Bank Limited
- Allied Bank Limited
- Askari Bank Limited
- Bank Al Habib Limited
- Bank Islami Pakistan Limited
- Faysal Bank Limited
- First Credit & Investment Bank
- First Habib Modaraba
- Habib Bank Limited
- Habib Metropolitan Bank
- MCB Bank Limited
- National Bank of Pakistan
- Pak China Investment Company
- Pair Investment Co Ltd
- Summit Bank Limited
- Silk Bank Limited
- The Bank of Punjab
- United Bank Limited

DIRECTORS' REPORT TO THE MEMBERS

The directors of your Company are pleased to present the un-audited condensed interim financial information for the half year ended December 31, 2023 along with Auditors' review report thereupon.

During the period under review, Gharibwal Cement Limited encountered a diverse financial landscape, marked by various factors influencing its operations. Despite facing challenges, the company demonstrated resilience and adaptability in navigating the dynamic market environment.

The company experienced a 1.9% decline in net sales value period over period (PoP), primarily driven by reduced sales volume. This decline was compounded by increased production costs, attributed to the devaluation of the Pakistani Rupee and elevated fuel, energy, and input prices. Furthermore, depreciation expenses surged by Rs. 183.940 million due to a fresh revaluation of fixed assets as of June 30, 2023. Despite these challenges, the company achieved a gross profit of Rs. 1.499 billion for the period under review, compared to Rs. 2.364 billion in the comparative period.

Summary of the financial results is given below:

	Half year ended		Increase / (Decrease)
	31-12-2023	31-12-2022	
	----- Ton -----		
Sales volume	617,436	698,864	(81,427)
	----- Rupees '000 -----		
Net sales	9,226,226	9,409,689	(183,463)
Cost of sales	7,726,984	7,046,066	680,918
Gross profit	1,499,242	2,363,623	(864,381)
EBITDA	1,725,193	2,203,668	(478,475)
Net profit	685,862	1,127,834	(441,972)
	----- Rupees -----		
EPS	1.71	2.82	(1.11)

At the bottom line, the Company recorded a profit after tax of Rs. 685.862 million, translating to earnings per share of Rs. 1.71. While the current figures reflect a decline compared to the previous period, the Company remains focused on its commitment to financial resilience and strategic growth initiatives moving forward.

The Company is undergoing significant upgrades to enhance operational efficiency and sustainability. A 12MW solar system is currently being installed at its plant, with a letter of credit already established for the import of solar panels. This initiative, slated for completion by June 2024, is expected to substantially reduce energy costs.

In addition to the solar project, the Company is replacing its existing cooler. Main equipment for this cooler retrofit, sourced from supplier FLSmidth, has arrived at the plant. The retrofit of existing Line-I is scheduled for completion by September 2024. As part of this Business Modification and Renovation (BMR) initiative, design modifications have been made to the preheater. Upon completion, the cooler retrofit and preheater modifications will not only reduce fuel consumption in the kiln but also facilitate the utilization of local, cost effective coal in a significant portion of the overall coal mix. On the other hand, these BMR will increase the clinker production capacity of existing line to 7500tpd.

By implementing effective and proactive measures to navigate through this period of slight decline in sales volume, the Company reaffirms its commitment to sustaining operations and preserving its market position.

The Board of Directors extends heartfelt gratitude to all stakeholders for their invaluable support and collaboration. We express our sincere appreciation to our lending banks and financial institutions for their unwavering commitment and partnership in facilitating our operational initiatives and strategic investments. The dedication and resilience exhibited by our employees, coupled with the trust and confidence of our shareholders, form the cornerstone of Gharibwal Cement Limited's continued success.

For and on behalf of Board of Directors



CEO
Lahore : February 26, 2024



Director

سولر پروجیکٹ کے علاوہ کمپنی موجودہ کولر کو جدید ماڈل سے تبدیل کرنے جارہی ہے اس کے لیے اہم سامان جو کہ FLSmidth سے حاصل کیا گیا ہے فیکٹری پہنچ گیا ہے۔ موجودہ لائن 1 کارٹیروٹ ستمبر 2024 تک مکمل ہونے کا امکان ہے۔ اس BMR کے ساتھ ساتھ پری ہیٹر کے ڈیزائن میں تبدیلیاں کی گئی ہیں جن کی بدولت کلن میں ایندھن کی کھپت کم ہو جائے گی اور کم قیمت سے مقامی کوئلہ بھی استعمال کیا جاسکے گا۔ اس BMR کے بعد پلانٹ کی پیداواری صلاحیت 7500 ٹن روزانہ ہو جائے گی۔ فروخت کے حجم میں معمولی کمی کے باوجود کمپنی اپنے موثر اقدامات پر عمل کرتے ہوئے اپنی مارکیٹ پوزیشن کو برقرار رکھنے کا عہدہ کرتی ہے۔

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

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

منجانب بورڈ آف ڈائریکٹرز

A. M. Khan

ڈائریکٹر

M. K. Khan

چیف ایگزیکٹو آفسر

لاہور

26 فروری 2024ء

ڈائریکٹرز کی رپورٹ

کمپنی کے ڈائریکٹرز 31 دسمبر 2023ء کے اختتام پر ختم ہونے والی ششماہی کے غیر آڈٹ شدہ مختصر عبوری مالیاتی گوشوارے بخوشی پیش کرتے ہیں۔

زیر جائزہ مدت کے دوران غریب وال سیمنٹ لمیٹڈ کو متنوع مالیاتی منظر نامے کا سامنا کرنا پڑا جس کی نشاندہی اس کے کاموں کو متاثر کرنے والے مختلف عوامل سے ہوئی۔ چیلنجز کا سامنا کرنے کے باوجود کمپنی سے مارکیٹ کے متحرک ماحول کو نیوگیٹ کرنے میں لچک اور موافقت کا مظاہرہ کیا۔

زیر جائزہ مدت میں کمپنی کی خالص فروخت میں 1.9% کمی ہوئی کے ہے جبکہ دوسری طرف روپے کی قدر کی اور ایندھن کی قیمتوں میں اضافے کی وجہ سے پیداوار لاگت میں اضافہ ہوا ہے۔ مزید برآں فرسودگی کے اخراجات میں 183.940 ملین روپے کا اضافہ ہو جو کہ 30 جون 2023 کو ہونے والی تازہ Revaluation کی وجہ سے ہے۔ اس سب کے باوجود اس ششماہی میں کمپنی نے 1.499 ارب روپے کا مجموعی منافع کمایا ہے۔ جبکہ پچھلے سال اسی مدت میں کمپنی نے 2.364 ارب روپے کا منافع کمایا تھا۔

مالیاتی نتائج کا خلاصہ درج ذیل ہے۔

(ششماہی مورخہ 31 دسمبر)

اضافہ/ (کمی)	2022	2023		
(81,427)	698,864	617,436	ٹن	فروخت کا حجم
(183,463)	9,409,689	9,226,226	رقم ہزاروں میں	خالص فروخت
680,918	7,046,066	7,726,984	رقم ہزاروں میں	فروخت کی قیمت
(864,381)	2,363,623	1,499,242	رقم ہزاروں میں	مجموعی منافع
(478,475)	2,203,668	1,725,193	رقم ہزاروں میں	ٹیکس انٹرسٹ اور فرسودگی سے قبل منافع
(441,972)	1,127,834	685,862	رقم ہزاروں میں	خالص منافع
(1.11)	2.82	1.71	رقم روپے میں	فی شیئر منافع (نقصان)

آخر میں کمپنی نے 685.862 ملین روپے خالص منافع کمایا ہے اور فی شیئر منافع 1.71 روپے ہے جو کہ پچھلے سال کی نسبت 1.11 روپے فی شیئر کم ہے۔ امید ہے کہ آنے والی مدت میں سیمنٹ کی مانگ میں اضافہ ہوگا اور کمپنی کے مالی نتائج میں بہتری آئے گی تاہم کوئٹے کی بڑھتی ہوئی قیمتیں کمپنی کی کمائی پر اثر انداز ہو سکتی ہیں۔ موجودہ اعداد و شمار کچھلی مدت کے مقابلے کی عکاسی کرتے ہیں۔ کمپنی مالی لچک اور تزویراتی کے اقدامات کے ذریعے آگے بڑھنے کی وابستگی پر اپنی توجہ مرکوز رکھے ہوئے ہے۔

کمپنی آپریشنل کارکردگی اور پائیداری کو بڑھانے کے لیے 12 میگا ورٹ کا نیوسولر پلانٹ لگانے جا رہی ہے جس کے لیے سولر پینل کو درآمد کے لیے LC کھول دی گئی ہے اور امید ہے کہ پروجیکٹ جون 2024 تک مکمل ہو جائے گا۔ جس کی وجہ سے کمپنی کی ایندھن کی لاگت کافی حد تک کم ہو جائے گی۔

TO THE MEMBERS OF GHARIBWAL CEMENT LIMITED REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Messrs Gharibwal Cement Limited ("the Company") as at December 31, 2023, and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, and notes to the financial statements for the six months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditors' report is Syed Aftab Hameed, FCA.



Lahore: February 26, 2024
UDIN: AR2023104753USEvmNK7

KRESTON HYDER BHIMJI & CO.
CHARTERED ACCOUNTANTS

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2023

		Un-Audited 31-12-2023	Audited 30-06-2023
	Note	(Rupees in 000s)	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	28,311,829	28,362,994
Intangible asset		735	1,476
Loan and advances	8	9,774	6,526
Deposits		47,253	47,253
		<u>28,369,591</u>	<u>28,418,249</u>
CURRENT ASSETS			
Inventories	6	4,482,838	3,884,128
Trade and other receivables	7	560,095	650,283
Loan and advances	8	714,959	601,617
Deposits		308,678	32,688
Prepayments		135,481	137,357
Advance income tax -net		792,652	563,655
Short term investments	9	1,278,561	-
Cash and bank balances		233,489	747,082
		<u>8,506,753</u>	<u>6,616,810</u>
TOTAL ASSETS		<u>36,876,344</u>	<u>35,035,059</u>
EQUITY AND LIABILITIES			
EQUITY			
Share capital		4,002,739	4,002,739
Revaluation surplus on property, plant and equipment		8,497,460	8,717,760
Retained earnings		10,494,539	9,588,377
		<u>22,994,738</u>	<u>22,308,876</u>
NON CURRENT LIABILITIES			
Borrowings	10	1,169,946	236,426
Deferred taxation		8,392,865	8,366,684
		<u>9,562,811</u>	<u>8,603,110</u>
CURRENT LIABILITIES			
Trade and other payables		3,903,317	3,650,807
Borrowings	11	242,215	231,862
Markup and profit payable		76,003	70,371
Employees' benefits obligations		61,077	132,650
Contract liabilities		28,029	29,229
Unclaimed dividend		8,154	8,154
		<u>4,318,795</u>	<u>4,123,073</u>
CONTINGENCIES AND COMMITMENTS			
	12		
TOTAL EQUITY AND LIABILITIES		<u>36,876,344</u>	<u>35,035,059</u>

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



CEO



CHIEF FINANCIAL OFFICER



DIRECTOR

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Half Year Ended		Un-Audited 2nd Quarter Ended	
		31-12-2023	31-12-2022	31-12-2023	31-12-2022
(Rupees in 000s)					
Net sales	13	9,226,226	9,409,689	4,868,537	5,583,247
Cost of sales	14	(7,726,984)	(7,046,066)	(4,237,390)	(4,108,774)
Gross Profit		1,499,242	2,363,623	631,147	1,474,473
General and administrative expenses		(319,415)	(359,074)	(156,110)	(217,390)
Selling and distribution expenses		(38,886)	(42,122)	(18,839)	(24,550)
Other expenses		(83,001)	(244,092)	(33,322)	(191,171)
Other income		-	639	-	639
Profit from operations		1,057,940	1,718,974	422,876	1,042,001
Finance income		168,851	134,453	99,044	78,765
Finance expenses		(106,883)	(134,167)	(62,022)	(51,686)
Profit before taxation		1,119,908	1,719,260	459,898	1,069,080
Taxation		(434,046)	(591,426)	(182,258)	(376,866)
Profit after taxation		685,862	1,127,834	277,640	692,214
Rupees					
Earnings per share (basic & diluted)		1.71	2.82	0.69	1.73

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



CEO



CHIEF FINANCIAL OFFICER



DIRECTOR

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(UNAUDITED)**

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half Year Ended 31-12-2023	Un-Audited 31-12-2022	2nd Quarter Ended 31-12-2023	31-12-2022
	(Rupees in 000s)			
Profit after taxation for the period	685,862	1,127,834	277,640	692,214
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	685,862	1,127,834	277,640	692,214

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



CEO



CHIEF FINANCIAL OFFICER



DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Share Capital	Revaluation Surplus on PPE	Retained Earnings	Total
	(Rupees in 000s)			
Balance as at June 30, 2022 (Audited)	4,002,739	4,283,107	8,561,778	16,847,624
Total Comprehensive income for period ended 31-12-2022	-	-	1,127,834	1,127,834
Realization of revaluation surplus on PPE through depreciation (net of tax)	-	(119,716)	119,716	-
Balance as at December 31, 2022 (Un-Audited)	4,002,739	4,163,391	9,809,328	17,975,458
Total Comprehensive income for period ended 30-06-2022	-	5,001,457	104,573	5,106,030
Cash dividend @ Re. 1 per share for the year ended 30-06-2022	-	-	(400,274)	(400,274)
Realization of revaluation surplus on PPE through depreciation (net of tax)	-	(74,750)	74,750	-
Deferred tax impact due to change in tax rates	-	(372,338)	-	(372,338)
Balance as at June 30, 2023 (Audited)	4,002,739	8,717,760	9,588,377	22,308,876
Total Comprehensive income for period ended 31-12-2023	-	-	685,862	685,862
Realization of revaluation surplus on PPE through depreciation (net of tax)	-	(220,300)	220,300	-
Balance as at December 31, 2023 (Un-Audited)	4,002,739	8,497,460	10,494,539	22,994,738

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



CEO



CHIEF FINANCIAL OFFICER



DIRECTOR

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Un-Audited Half Year ended 31-12-2023	Un-Audited Half Year ended 31-12-2022
(Rupees in 000s)			
CASH FLOW FROM OPERATING ACTIVITIES			
Net profit before taxation		1,119,908	1,719,260
Adjustment for non-cash and other items	16	605,279	483,768
Operating profit before working capital changes		1,725,187	2,203,028
Net changes in working capital	16	(801,071)	431,290
Cash inflow from operation		924,116	2,634,318
Finance cost paid		(86,482)	(106,861)
Markup income received		89,778	78,313
Income tax paid		(636,864)	(684,761)
Net cash inflow from operating activities		290,548	1,921,009
CASH FLOW FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(615,344)	(931,182)
Advance to Balochistan Glass Limited (related party)		(112,634)	-
Markup received from Balochistan Glass Limited		267,849	-
Sales proceeds on disposal of vehicles		-	639
Net cash outflow from investing activities		(460,129)	(930,543)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of banks borrowings		(165,451)	(484,003)
Proceeds of banks borrowings		1,100,000	-
Dividend paid to directors and their spouse (net)		-	(305,290)
Dividend paid to others (net)		-	(44,510)
Repayment of lease liabilities		-	(4,604)
Net cash inflow/(outflow) from financing activities		934,549	(838,407)
Net increase in cash and cash equivalents		764,968	152,059
Cash and cash equivalents at beginning of the period		747,082	1,098,126
Cash and cash equivalents at end of the period		1,512,050	1,250,185
Cash and cash equivalents			
Short term investments	9	1,278,561	-
Cash and bank balance		233,489	1,250,185
		1,512,050	1,250,185

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



CEO



CHIEF FINANCIAL OFFICER



DIRECTOR

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND OPERATIONS

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

2 STATEMENT OF COMPLAINT

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

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

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

These condensed interim financial statements are subject to limited scope review by the statutory auditors of the Company. These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2023. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

3 STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in preparation of financial statements of the company for the year ended June 30, 2023.

Change in accounting standards, interpretations and amendments to published accounting and reporting standards.

There were certain amendments to accounting and reporting standards that became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after January 01, 2024. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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During the preparation of these condensed interim financial statements, the significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty are the same as those that were applied to audited annual financial statements of the Company for the year ended June 30, 2023.

The Company's financial risk management objectives and policies are consistent with those disclosed in the Company's annual audited financial statements for the year ended June 30, 2023.

		Un-Audited 31-12-2023	Audited 30-06-2023
		(Rupees in 000s)	
5	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets	24,978,807	25,620,650
	Capital work in progress	3,333,022	2,742,344
		28,311,829	28,362,994
5.1	OPERATING FIXED ASSETS		
	Book value - opening balance	25,620,650	18,358,320
	Fresh revaluation surplus	-	8,174,965
	Additions during the period/year	24,665	32,567
	Transferred from right of use assets	-	19,600
	Deletion during the period/year	-	(126)
		25,645,315	26,585,326
	Depreciation for the period/year	(666,508)	(964,676)
	Book value - closing balance	24,978,807	25,620,650
6	INVENTORIES		
	Fuel, parts and supplies	3,660,645	1,925,942
	Stock in trade	822,193	1,958,186
		4,482,838	3,884,128
7	TRADE AND OTHER RECEIVABLES		
	Trade receivables from contracts with customers	520,124	421,536
	Markup receivable from Balochistan Glass Limited (related party)	39,971	228,747
		560,095	650,283
8	LOAN AND ADVANCES		
	Employees	24,733	20,777
	Less: payable after 12 months	(9,774)	(6,526)
		14,959	14,251
	Balochistan Glass Limited (related party)	700,000	587,366
		714,959	601,617

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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8.1 The Company has approved renewal of short term advance to its associated company Balochistan Glass Limited for one year. This facility carries markup @ 6 months KIBOR + 3.5% p.a. w.e.f 01-11-2023 (previously it was 3 months KIBOR + 3.5%). Approval and consent of members of the Company has been obtained as required by section 199 of the Companies Act, 2017 in Annual General Meeting held on October 26, 2023.

		Un-Audited 31-12-2023	Audited 30-06-2023
	Note	(Rupees in 000s)	
9 SHORT TERM INVESTMENTS - at fair value through profit and loss			
ABL Cash Fund	9.1	1,278,536	-
NBP Mahana Amdani Fund		25	-
		<u>1,278,561</u>	<u>-</u>
9.1 This represents 124,994,963.28 units (30-06-2023: Nil) of ABL cash Fund (units of mutual fund) having a fair value of Rs.10.2287 per unit (30-06-2023: Rs. Nil).			
10 BORROWINGS - secured			
Banks and financial institutions			
Finance facility I	10.1	1,135,000	193,209
Finance facility II		34,946	43,217
		<u>1,169,946</u>	<u>236,426</u>
10.1 These include drawdown of Rs. 1.100 billion (June 2023: Nil) under Term Finance Facility from a syndicate lead by Askari Bank Limited. This facility will be repaid in 20 equal quarterly instalments starting from December 2024. This facility carries markup @ 3 months KIBOR + 2.5% p.a. to be paid quarterly. This facility is secured against personal guarantees of sponsoring directors and against charge of Rs. 1.466 billion over fixed assets of the Company.			
11 BORROWINGS - secured Current maturity			
Banks and financial institutions			
Finance facility I		203,142	193,023
Finance facility II		39,073	38,839
		<u>242,215</u>	<u>231,862</u>

12 CONTINGENCIES AND COMMITMENTS

There is no change in the status of contingencies and commitments as reported in the annual financial statements of the company for the year ended June 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half Year Ended		Un-Audited 2nd Quarter Ended	
	31-12-2023	31-12-2022	31-12-2023	31-12-2022
	(Rupees in 000s)			
13 NET SALES				
Local sales - net	9,382,314	9,506,347	4,954,867	5,647,726
Discount to dealers	(137,381)	(64,518)	(67,623)	(38,775)
Freight outward	(18,707)	(32,140)	(18,707)	(25,704)
	9,226,226	9,409,689	4,868,537	5,583,247
14 COST OF SALES				
Fuel and power	4,181,307	5,110,734	2,103,259	3,191,894
Materials and consumables	1,240,289	1,287,763	661,631	727,592
Salaries, wages and benefits	274,509	273,589	138,945	166,755
Production overheads	167,591	202,701	87,212	182,825
Depreciation	650,782	467,533	326,591	77,922
	6,514,478	7,342,320	3,317,638	4,346,988
Adjustment of work in process inventory				
Opening stock	1,600,900	610,468	1,379,591	631,531
Closing stock	(393,272)	(807,618)	(393,272)	(807,618)
	1,207,628	(197,150)	986,319	(176,087)
Cost of goods manufactured	7,722,106	7,145,170	4,303,957	4,170,901
Adjustment of finished goods inventory				
Opening stock	198,832	85,215	127,387	122,192
Closing stock	(193,954)	(184,319)	(193,954)	(184,319)
	4,878	(99,104)	(66,567)	(62,127)
	7,726,984	7,046,066	4,237,390	4,108,774

	Un-Audited Half Year Ended	
	31-12-2023	31-12-2022
	(Rupees in 000s)	
15 ADJUSTMENT FOR NON-CASH AND OTHER ITEMS		
Depreciation	666,508	482,568
Amortization	739	2,125
Finance expenses	106,883	134,167
Finance income	(168,851)	(134,453)
Gain on disposal of fixed assets	-	(639)
	605,279	483,768

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Un-Audited Half Year Ended	
	31-12-2023	31-12-2022
	(Rupees in 000s)	
16 NET CHANGES IN WORKING CAPITAL		
Inventories	(598,712)	36,860
Trade and other receivables	(98,588)	(475,130)
Loan and advances	(3,956)	(7,814)
Deposits	(275,983)	2,161
Prepayments	(3,548)	108,317
Trade and other payables	180,916	782,782
Contract liabilities	(1,200)	(15,886)
	(801,071)	431,290

17 Fair values of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the Company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (that is, derived from prices).

Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs.

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

During the year, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurement.

The Company has not disclosed the fair values of the financial assets and financial liabilities because their carrying amounts are reasonable approximation of fair values, except fair value of mutual fund units as disclosed below.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
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Valuation techniques used to determine fair values

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

Financial Assets	Note	Carrying Amount	As on December 31, 2023		
			Recurring Fair Value		
			Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss (units of mutual fund)	9	1,278,561	-	1,278,561	-

Valuation techniques and significant unobservable inputs

The following table shows the valuation technique used in measuring Level 2 fair values for financial instruments measured at fair value in the statement of financial position, as well as the significant unobservable inputs used.

Valuation Technique	Significant Unobservable Inputs	Inter-Relationship between significant unobservable inputs and fair value measurement
Equity Instruments - Shares		
Market approach	Per unit price	The estimated fair value would increase (decrease) if the price go higher (lower)

18 TRANSACTIONS WITH RELATED PARTIES

Related parties include associated company, directors, key management personnel and close family members of director's and key management personnel. Detail of transactions with related parties during the period under review, except those disclosed else where in these condensed interim financial statements, are as follows:

	Un-Audited Half Year Ended	
	31-12-2023	31-12-2022
	(Rupees in 000s)	
Balochistan Glass Limited (an associated company)		
Markup accrued on short term loan	79,073	56,140
Receipts against accrued markup	267,849	-
Payment against short term loan	(112,634)	-
Transactions with GCL WPPF Trust		
Mark-up on the outstanding amount of payable	3,321	11,556
Markup on loan from Trust	14,038	-
Payment of WPPF contribution	116,447	56,300
Repayment of mark-up on loan from Trust	-	5,000
Directors and their close family members		
Dividend	-	305,290
Directors' remuneration	167,653	151,303
Key management personnel		
Salaries and benefits	76,952	43,347
Contributions to Provident Fund	12,398	12,316

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

- 19 These condensed interim financial statements have been approved by the Board of Directors for issue on February 26, 2024.
- 20 Figures in these condensed interim financial statements are rounded off to the nearest thousand rupees.
- 21 Following figures are reclassified in these interim financial statements:

		<u>30-06-2023</u> <u>(Rupees in 000s)</u>
Employees' benefits obligations	Non-current liability to current liability	9,945

- 22 In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of preceding financial year, whereas the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.



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