

ANNUAL REPORT 2020

MUGHAL
STEEL

COMPETING
own's YESTERDAY

CONDENSED INTERIM FINANCIAL REPORT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

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COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Mirza Javed Iqbal
Non-Executive Director - Chairman
Mr. Abdul Rehman Qureshi
Non-Executive / Independent Director
Mr. Shoaib Ahmad Khan
Non-Executive / Independent Director
Ms. Mariam Khawar
Non-Executive / Independent Director
Mr. Khurram Javadi
Executive Director / Chief Executive Officer
Mr. Muhammad Mubeen Tariq Mughal
Executive Director
Mr. Jamshed Iqbal
Executive Director
Mr. Fazeel Bin Tariq
Non-Executive Director
Mr. Muhammad Mateen Jamshed
Non-Executive Director

AUDIT COMMITTEE

Mr. Abdul Rehman Qureshi
Chairman
Mr. Shoaib Ahmed Khan
Member
Mr. Mirza Javed Iqbal
Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Abdul Rehman Qureshi
Chairman
Mr. Mirza Javed Iqbal
Member
Mr. Fazeel Bin Tariq
Member

INVESTOR RELATIONS

Financial analysts, stock brokers, interested investors and financial media desiring information regarding the Company should contact Mr. Muhammad Fahad Hafeez at the Company's Registered Office, Lahore.
Tel: + 92-42-35960841 Ext: 155
E-mail: fahadhafeez@mughalsteel.com

SHARE REGISTRAR

Enquiries concerning lost share certificates, dividend payments, change of address, verification of transfer deeds and share transfers should be directed to:
THK Associates (Private) Limited
Plot No. 32-C, Jami Commercial Street 2,
D.H.A. Phase-VII, Karachi, Pakistan.
Tel: + 92-21-111-000-322
E-mail: sfc@thk.com.pk
Web: www.thk.com.pk

SHAREHOLDER COMPLAINT HANDLING CELL

Incase of shareholder complaints/queries,
Please Contact:
Mr. Zeeshan Ejaz
Tel : + 92-42-35960841 Ext:136
E-mail: fahadhafeez@mughalsteel.com

AUDITORS

Fazal Mahmood & Company
Chartered Accountants
(A member firm of Prime Global)
Munif Ziauddin & Company
Chartered Accountants
(A member of BKR International)

SHARIAH ADVISOR

Mufti Imran Khan

LEGAL ADVISOR

Mr. Muhammad Atif Butt

TAX ADVISORS

Akhtar Ali Associates
Juris Counsel
Farooq Khan Law Associates
Butt & Company
Punjab Law Associates

CHIEF OPERATING OFFICER

Mr. Shakeel Ahmed
Tel: + 92-42-35960841 Ext:154
E-mail: shakeel.ahmad@mughalsteel.com

CHIEF FINANCIAL OFFICER

Mr. Muhammad Zafar Iqbal
Tel: + 92-42-35960841 Ext:138
E-mail: zafariqbal@mughalsteel.com

COMPANY SECRETARY

Mr. Muhammad Fahad Hafeez
Tel: + 92-42-35960841 Ext:155
E-mail: fahadhafeez@mughalsteel.com

STOCK EXCHANGE LISTING

Mughal Iron & Steel Industries Limited is a listed Company and its shares are traded on the Pakistan Stock Exchange Limited ("PSX"). The Company's shares are quoted in leading dailies under the Engineering Sector with symbol "MUGHAL".

CREDIT RATING

VIS Credit Rating Company Limited
Long-term entity rating (A+)
Short-term entity rating (A1)
Future Outlook: Stable
Last updated: December 08, 2023

The Pakistan Credit Rating Agency Limited

Long-term entity rating (A+)
Short-term entity rating (A1)
Future Outlook: Stable
Last updated: April 05, 2024

BANKERS / FINANCIAL INSTITUTIONS

Askari Bank Limited
Allied Bank Limited
Al Baraka Bank (Pakistan) Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Bank of Punjab (Islamic Taqwa Division)
Bank of Khyber
Bank Al-Habib Limited
Bank Makarmah Limited
Dubai Islamic Bank Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
Habib Bank Limited
ICBC Bank Limited
JS Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
Pak China Investment Company Limited
Pak Libya Holding Company Limited
National Bank of Pakistan
Silk Bank Limited
Soneri Bank Limited
Samba Bank Limited
Standard Chartered Bank Limited
United Bank Limited

GEOGRAPHICAL PRESENCE

Registered / Corporate office
31-A Shadman I
Lahore, Pakistan
Tel: + 92-42-35960841-3
Fax: + 92-42-35960846
E-mail: fahadhafeez@mughalsteel.com

Sale centres and warehouse

Badami Bagh
Lahore, Pakistan

Factory & warehouses

17-KM Sheikhpura Road
Lahore, Pakistan

Company Website:
www.mughalsteel.com

Note: Company's Financial Statements are also available at the above website.



COMPANY PROFILE

Mughal Iron & Steel Industries Limited ("Mughal Steel") was incorporated in 2010 as a public limited company. The Company took over the running business of a partnership concern by the name of "Mughal Steel" which had been in the steel business for over 50 years and was being run by the major sponsors of the Company. Today, the Company is one of the leading companies involved in both ferrous and non-ferrous operations in Pakistan. At Mughal Steel we work with passion and expertise to develop high-quality diversified portfolio of quality products. This means we create value for our customers and can successfully exploit the diverse opportunities in the markets of the future. Depth of technical and managerial expertise, reputation for reliability and a sharply defined business focus, has forged the organization into a modern, highly competitive supplier of quality products. The Company's ability to generate profits throughout the fluctuations of various economic and business cycles is testimony to the strategic initiatives to continuously reinvest, modernize and diversify.

The management team is being led by Mr. Khurram Javaid, Director and CEO.

The Company's main product range comprises of the following products:

- Steel re-bars (G60 / Mughal Supreme)
- Girders
- Billets
- Copper ingots

DIRECTORS' REVIEW

Dear valued shareholders,

On behalf of the Board of Directors of **MUGHAL IRON & STEEL INDUSTRIES LIMITED**, we are pleased to present the un-audited condensed interim financial statements of the Company for the nine months period ended March 31, 2024, the financial results of which are summarized below:

(Rs. in Millions)

	Nine months period ended March 31,		Variation %
Financial highlights	2024	2023	
Sales – net	67,133.645	48,479.316	38%
Profit for the period	1,391.486	2,647.499	(47%)
Earnings per share – Basic & Diluted	4.15	7.89	(47%)

Business, financial & operational Review

Your company posted highest ever topline along with profitable bottom line despite of the prevailing adversities. Increase in topline was associated with increase in selling prices both in ferrous and non-ferrous segments and increase in volumes in ferrous segments. Overall non-ferrous volumes witnessed decline due to decrease in sale of waste, which was mainly due to in-house utilization of iron scrap by ferrous segment, however, copper volumes witnessed increased. Overall margins witnessed decline, which was mainly due to decline in ferrous margins due to increase in operational costs. Administrative expenses mainly increased due to increase in salaries expenses. Rs. 45.006 million was reversed on account of allowance for expected credit losses in respect of trade debts due to recovery of overdue balances. Other charges mainly represented provision for workers' profit participation fund and workers' welfare fund and decreased in line with decrease in profitability. Finance cost increased significantly due to prevailing significantly high base discount rate. Taxation decreased mainly due to reversal of deferred taxation on account of recognition of tax loss and minimum tax. Additions in property, plant and equipment mainly represented installation of induction furnace and CCM. Inventories increased mainly due to increase in average cost and also due to increase in inventories in transit. Loans and advances decreased due to decrease in advances to suppliers.

The Board of Directors in their meeting held on August 15, 2023 and the members of the Company in their Extraordinary General Meeting held on September 19, 2023, had approved the acquisition of Mughal International DMCC and Mughal Energy Limited, respectively. The acquisition of Mughal International DMCC is currently pending and in process. However, the acquisition of Mughal Energy Limited was completed during the quarter ended December 31, 2023, whereby, the Company acquired 100% ordinary shares and 100% Class-B shares of Mughal Energy Limited and subsequently obtained Group registration w.e.f from December 15, 2023. The Group now comprises of Mughal Iron & Steel Industries Limited as the holding company and Mughal Energy Limited as the wholly owned subsidiary company. Mughal Energy Limited on April 08, 2024 has filed an application through PRIDE for listing on GEM Board of Pakistan Stock Exchange Limited by offering 10% of its post paid up capital as an initial offer to the accredited investors in accordance with the chapter 5A of PSX Regulation, which is currently pending.

The Company issued privately placed, rated, secured Sukuk - II certificates to the tune of Rs. 2,500.000 million having 15 months tenure. The proceeds therefrom were utilized to finance the Company's working capital requirements. Trade and other payables increased due to increase in foreign suppliers on account of deferred letter of credits. Subsequent to the period end, the Company has issued privately placed, rated, un-secured Sukuk - III to the tune of Rs. 3,000.000 million having 06 months tenure for meeting the working capital requirements of the Company.

Future outlook

Going forward, the impact of political and economic scenario and high discount rate may continue to impact the performance of the Company, however, Company will continue to manage its topline and bottom line.

Acknowledgement

The Board remains committed to provide sustained returns to our shareholders, in addition to maintaining our reputation for good governance. Lastly, we would like to thank all stakeholders for their patronage and look forward to their continued support.

For and on behalf of the Board of Directors



Mirza Javed Iqbal
(Chairman of the Board)



Khurram Javaid
(CEO/Director)

Date: April 30, 2024
Place: Lahore

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024

Rupees	Note	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	6.	19,465,012,444	19,691,989,633
Long-term investments	7.	3,203,056,196	50,153,187
Long-term loans to employees		70,058,901	65,909,792
Long-term deposits		2,838,069	2,838,069
		<u>22,740,965,610</u>	<u>19,810,890,681</u>
CURRENT ASSETS			
Inventories	8.	28,891,339,937	23,030,260,466
Trade debts		7,814,076,669	9,283,146,446
Loans and advances		276,054,032	431,390,565
Deposits, prepayments and other receivables		673,246,379	629,520,459
Due from the government	9.	3,839,833,580	3,761,651,991
Cash and bank balances		2,874,936,217	2,885,126,870
		<u>44,369,486,814</u>	<u>40,021,096,797</u>
		<u>67,110,452,424</u>	<u>59,831,987,478</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL & RESERVES			
Authorized share capital	10.	10,000,000,000	5,000,000,000
Issued, subscribed and paid-up capital		3,356,339,330	3,356,339,330
<i>Capital reserves:</i>			
Share premium account		2,324,952,020	2,324,952,020
Contingency reserve		980,000,000	980,000,000
Revaluation surplus on property, plant and equipment		3,926,843,944	3,998,378,178
<i>Revenue reserve:</i>			
Un-appropriated profits		15,101,757,752	14,712,766,418
		<u>25,689,893,046</u>	<u>25,372,435,946</u>
LIABILITIES			
NON - CURRENT LIABILITIES			
Long-term financing - secured		2,282,168,176	3,302,066,679
Deferred taxation		3,061,745,313	3,879,094,946
Defined benefit obligation		742,804,784	601,259,811
Deferred liabilities		89,962,409	85,013,360
		<u>6,176,680,682</u>	<u>7,867,434,796</u>
CURRENT LIABILITIES			
Trade and other payables		8,863,950,249	3,006,477,394
Unclaimed dividends		2,954,068	2,956,938
Unpaid dividends		8,085,913	6,105,932
Accrued profit / mark-up		987,859,646	889,758,212
Short-term borrowings	11.	23,919,992,734	20,995,046,293
Short-term loans from Directors - unsecured		-	5,689,036
Current portion of long-term financing		1,454,649,680	1,678,411,215
Current portion of deferred grant		6,386,406	7,671,716
		<u>35,243,878,696</u>	<u>26,592,116,736</u>
		<u>41,420,559,378</u>	<u>34,459,551,532</u>
		<u>67,110,452,424</u>	<u>59,831,987,478</u>
CONTINGENCIES AND COMMITMENTS			
	12.		

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Muhammad Mubeen Tariq Mughal
Director

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
& OTHER COMPREHENSIVE INCOME
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024-(UNAUDITED)**

Rupees	Note	Three months ended		Nine months ended	
		March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Sales - net	13.	21,084,092,647	17,238,679,509	67,133,645,681	48,479,316,108
Cost of sales	14.	(19,673,908,115)	(13,986,039,495)	(60,699,279,747)	(41,864,994,244)
GROSS PROFIT		1,410,184,532	3,252,640,014	6,434,365,934	6,614,321,864
Sales and marketing expenses		(24,639,500)	(52,979,211)	(126,574,190)	(136,345,774)
Administrative expenses		(217,260,083)	(196,906,071)	(622,696,011)	(509,043,814)
Other charges		(41,969,593)	(163,186,951)	(179,607,324)	(296,267,376)
Allowance for expected credit losses (charge) / reversal		23,075,353	(113,646,475)	45,005,687	(65,604,967)
Other income		66,861,089	197,992,136	173,634,764	278,687,703
Finance cost		(1,741,580,501)	(1,019,311,225)	(4,692,719,682)	(2,906,110,783)
PROFIT BEFORE TAXATION		(525,328,703)	1,904,602,217	1,031,409,178	2,979,636,853
Taxation		628,274,917	(599,671,179)	360,076,508	(332,137,682)
PROFIT FOR THE PERIOD		102,946,214	1,304,931,038	1,391,485,686	2,647,499,171
OTHER COMPREHENSIVE INCOME					
Other comprehensive income		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		102,946,214	1,304,931,038	1,391,485,686	2,647,499,171
EARNINGS PER SHARE - BASIC AND DILUTED	15.	0.31	3.89	4.15	7.89

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Muhammad Mubeen Tariq Mughal
Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

Rupees	Capital reserves			Revenue reserve		Total Equity
	Issued, subscribed and paid-up capital	Share premium account	Contingency reserve	Revaluation surplus on property, plant and equipment	Un-appropriated profits	
BALANCE AS AT JUNE 30, 2022 - (audited)	3,356,339,330	2,324,952,020	980,000,000	3,018,133,793	11,167,653,096	20,847,078,239
Profit for the period	-	-	-	-	2,647,499,171	2,647,499,171
Other comprehensive income - net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	2,647,499,171	2,647,499,171
Transfer of incremental depreciation relating to revaluation surplus on property, plant and equipment - net of tax	-	-	-	(51,092,786)	51,092,786	-
Effect on change in effective tax rate	-	-	-	(141,631,530)	-	(141,631,530)
BALANCE AS AT MARCH 31, 2023 - (unaudited)	3,356,339,330	2,324,952,020	980,000,000	2,825,409,477	13,866,245,053	23,352,945,880
BALANCE AS AT JUNE 30, 2023 - (audited)	3,356,339,330	2,324,952,020	980,000,000	3,998,378,178	14,712,766,418	25,372,435,946
Profit for the period	-	-	-	-	1,391,485,686	1,391,485,686
Other comprehensive income - net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	1,391,485,686	1,391,485,686
Transfer of incremental depreciation relating to revaluation surplus on property, plant and equipment - net of tax	-	-	-	(71,534,234)	71,534,234	-
Transaction with owners						
Final cash dividend paid for the year ended June 30, 2023 @ Rs. 3.20 per ordinary share i.e. 32%	-	-	-	-	(1,074,028,586)	(1,074,028,586)
BALANCE AS AT MARCH 31, 2024 - (unaudited)	3,356,339,330	2,324,952,020	980,000,000	3,926,843,944	15,101,757,752	25,689,893,046

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Muhammad Mubeen Tariq Mughal
Director

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)**

Rupees	Note	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	16.	7,708,309,710	3,191,528,129
Net decrease in long-term loans to employees		5,613,966	13,428,976
Net increase in long-term deposits		-	(2,563,069)
Payment for defined benefits		(32,965,324)	(28,295,595)
Payment for workers' welfare fund		-	(94,066,845)
Payments for Income tax - net		(564,919,116)	(516,802,388)
Net cash generated from operating activities		7,116,039,236	2,563,229,208
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for acquisition of property, plant & equipment		(208,361,783)	(1,023,376,115)
Payments for long-term investment		(3,150,000,000)	(52,468,384)
Proceeds from long-term investment		10,000	-
Proceeds from disposal of tangible fixed assets		8,469,000	7,255,000
Profit received on long-term investment		5,972,627	-
Profit received on short-term deposit receipts		56,157,227	44,078,340
Net cash used in investing activities		(3,287,752,929)	(1,024,511,159)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net repayment of long-term financing		(1,249,759,375)	(12,812,753)
Net proceeds / repayments of short-term borrowings		2,924,546,665	(896,518,433)
Net repayment of short-term loans from Directors		(5,689,036)	(628,111)
Payment for finance cost		(4,437,149,956)	(2,610,944,762)
Payments for dividends		(1,072,051,475)	(988,293)
Net cash used in financing activities		(3,840,103,177)	(3,521,892,352)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(11,816,870)	(1,983,174,303)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		2,885,126,870	5,163,452,475
NET EXCHANGE DIFFERENCE ON FOREIGN CURRENCY ACCOUNTS		1,226,441	42,226,206
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	17.	2,874,536,441	3,222,504,378

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Muhammad Mubeen Tariq Mughal
Director

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

1. THE COMPANY AND ITS OPERATIONS

Mughal Iron & Steel Industries Limited (the Company) was incorporated in Pakistan as a public limited company on February 16, 2010 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited (PSX) and is domiciled in Lahore. The Company's operations mainly comprise of ferrous and non-ferrous business segments as disclosed in note 18. to these unconsolidated condensed interim financial statements. However, the principal activity of the Company is manufacturing and sale of mild steel products relating to ferrous segment.

The Board of Directors in their meeting held on August 15, 2023 and the members of the Company in their Extraordinary General Meeting held on September 19, 2023, had approved the acquisition of Mughal International DMCC and Mughal Energy Limited, respectively. The acquisition of Mughal International DMCC is currently pending and in process. However, the acquisition of Mughal Energy Limited was completed during the quarter ended December 31, 2023, whereby, the Company acquired 100% ordinary shares and 100% Class-B shares of Mughal Energy Limited and subsequently obtained Group registration w.e.f December 15, 2023. The Group now comprises of Mughal Iron & Steel Industries Limited as the holding company and Mughal Energy Limited as the wholly owned subsidiary company.

Mughal Energy Limited (MEL) was incorporated in Pakistan as a public limited company on August 19, 2012 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). Its registered office is situated at 31-A, Shadman I, Lahore. The Company is domiciled in Lahore. The principal activity of MEL is to carry on business of generating, purchasing, importing, transforming, converting, distributing, supplying, exporting and dealing in electricity and all other forms of energy and products or services associated therewith. Mughal Energy Limited on April 08, 2024 has filed an application through PRIDE for listing on GEM Board of Pakistan Stock Exchange Limited by offering 10% of its post paid-up capital as an initial offer to the accredited investors in accordance with the chapter 5A of PSX Regulation, which is currently pending.

The geographical locations and addresses of the Company's business units including plants are as follows:

Business unit:	Geographical location / address:
- Registered office	31-A Shadman-1, Lahore
- Manufacturing plants	17-KM Sheikhpura Road, Lahore
- Warehouses	17-KM Sheikhpura Road, Lahore and Badami Bagh, Lahore
- Sales centres	Badami Bagh, Lahore

These condensed interim financial statements are the separate financial statements of the Company. Consolidated condensed interim financial statements of the Company have not been prepared separately since the annual audited financial statements were not prepared on consolidated basis. Details of the Company's investment in subsidiaries are stated in note 7 to these unconsolidated condensed interim financial statements.

2. STATEMENT OF COMPLIANCE

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

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

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

3. BASIS OF PREPARATION

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention, except as otherwise stated in relevant notes and are presented in Pakistani Rupees (Rs.), which is the functional currency of the Company.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2023, except detailed below or elsewhere.

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

These unconsolidated condensed interim financial statements do not include all the information and disclosures as are required for annual audited financial statements, and therefore, 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 audited financial statements.

During the period, certain amendments / interpretations became effective and were adopted by the Company. Management has assessed the changes laid down by the amendments / interpretations that became effective during the period or are yet not effective and determined that they do not have any significant impact on these unconsolidated condensed interim financial statements.

Taxes on income in the interim periods are accrued using tax rate that would be applicable to expected annual profit or loss. Actuarial valuations are carried out on annual basis. The last actuarial valuation was carried out on June 30, 2023. The impact of remeasurement of retirement benefit plan has not been incorporated in the unconsolidated condensed interim financial statements.

5. CRITICAL ACCOUNTING ESTIMATES & JUDGEMENTS

The preparation of unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these unconsolidated condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and key sources of estimation of uncertainty were the same as those applied to the annual audited financial statements of the Company for the year ended June 30, 2023, except as disclosed otherwise in respective notes.

Rupees	Note	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
6. PROPERTY, PLANT AND EQUIPMENT			
Tangible fixed assets	6.1	19,405,843,460	18,250,834,254
Capital work-in-progress	6.2	59,168,984	1,441,155,379
		<u>19,465,012,444</u>	<u>19,691,989,633</u>
6.1 Following is the movement in tangible fixed assets			
Opening net book value		18,250,834,254	14,814,802,289
Additions / transfers during the period / year:			
Factory building on freehold land		-	27,072,607
Plant and machinery		1,555,341,366	1,701,658,606
Office equipment		734,000	2,089,138
Grid station & electric installations		8,707,703	15,469,885
Vehicles		25,129,689	92,065,175
Computers		435,420	1,116,059
Developments on leasehold lands		-	103,602,267
		<u>1,590,348,178</u>	<u>1,943,073,737</u>
Disposals during the period / year:			
Vehicles		(7,033,486)	(21,759,169)
Revaluation surplus		-	1,971,478,562
Depreciation charged during the period / year		<u>(428,305,486)</u>	<u>(456,761,165)</u>
Closing net book value		<u>19,405,843,460</u>	<u>18,250,834,254</u>
6.2 Following is the movement in capital work progress:			
Opening balance		1,441,155,379	1,645,923,732
Additions during the period / year		84,953,404	1,564,672,010
Transfers during the period / year		<u>(1,466,939,799)</u>	<u>(1,769,440,363)</u>
Closing balance		<u>59,168,984</u>	<u>1,441,155,379</u>

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

Rupees	Note	March 31, 2024	June 30, 2023
7. LONG-TERM INVESTMENTS		(Unaudited)	(Audited)
Investment in equity instruments:			
- Wholly-owned subsidiary at cost (Equity held 100% (June 2023: Nil))	7.1	3,150,000,000	-
Investment in financial assets:			
- Long-term debt instrument - at amortized cost		<u>53,056,196</u>	<u>50,153,187</u>
		<u>3,203,056,196</u>	<u>50,153,187</u>
7.1 This represents investment in unquoted 174.692 million ordinary shares of Rs. 10/- each (June 2023: Nil) and unquoted 22.570 million class B shares of Rs. 10/- each (June 2023: Nil) of Mughal Energy Limited (MEL). Investment in MEL includes 03 ordinary shares in name of the nominees of the Company. These are stated at cost less impairment loss, if any.			
8. INVENTORIES			
Stores, spares and loose tools		2,915,618,650	2,811,602,149
Raw material		22,573,228,378	16,082,208,930
Finished goods and waste		<u>3,402,492,909</u>	<u>4,136,449,387</u>
		<u>28,891,339,937</u>	<u>23,030,260,466</u>
9. This included payments made under protest on account of sales tax and duties amounting to Rs. 80.783 million and Rs. 223.043 million, respectively in respect of sale of local waste generated from non-ferrous segment against demand created by the Customs authorities. During the period, the matter was decided in favor of the Company by the Customs Appellate Tribunal, however, the said amounts are yet to be refunded or adjusted.			
10. AUTHORIZED SHARE CAPITAL			
The authorized share capital of the Company is Rs. 10,000,000,000/- (June 30, 2023: 5,000,000,000) divided into 700,000,000 (June 30, 2023: 500,000,000) ordinary shares of Rs. 10/- each, 250,000,000 (June 30, 2023: Nil) ordinary Class-B shares of Rs. 10/- each and 50,000,000 (June 30, 2023: Nil) ordinary Class-C shares of Rs. 10/- each.			
11. SHORT-TERM BORROWINGS			
This included privately placed and unsecured conventional Commercial Paper of 270 days tenor which was completely repaid during the period upon its maturity. In addition, privately placed, rated, secured Sukuk - II certificates amounting to Rs. 2,500.000 million, were issued during the period, having 15 months tenure. The proceeds therefrom were utilized to finance the Company's working capital requirements. The certificates carry profit at the rate of 3MK + 1.45% per annum, are repayable in bullet upon maturity and secured by way of joint pari passu charge over present and future current assets of the Company.			
12. CONTINGENCIES AND COMMITMENTS			
Contingencies:			
i) There has been no significant change in the status of contingencies as reported in the annual audited financial statements of the Company for the year ended June 30, 2023, except as disclosed elsewhere in the interim financial report. Aggregate amount of guarantees issued by banks on behalf of the Company amounted to Rs. 2,149.117 million (June 30, 2023: Rs. 3,418.704 million).			
Commitments:			
i) Non-capital & capital commitments		<u>7,560,930,752</u>	<u>8,429,575,445</u>
ii) The amount of future payments under short-term operating leases and the period in which these payments will become due are as follows:			
Within 1 year		<u>528,000</u>	<u>1,140,000</u>

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

Rupees	Note	Three months ended		Nine months ended	
		March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
13. SALES - net					
Local sales		16,561,928,033	13,298,133,499	51,654,015,348	37,927,332,806
Export sales		4,533,207,054	3,945,788,084	15,340,790,781	10,519,028,283
Trading sales		-	-	164,977,947	41,011,983
		21,095,135,087	17,243,921,583	67,159,784,076	48,487,373,072
Commission		(11,042,440)	(5,242,074)	(26,138,395)	(8,056,964)
		21,084,092,647	17,238,679,509	67,133,645,681	48,479,316,108

13.1 Reconciliation with segment information:

Rupees	Ferrous	Non-Ferrous	Trading	Total
Net revenue from external customers:				
- Local sales	49,138,918,222	2,488,958,731	164,977,947	51,792,854,900
- Export sales	-	15,340,790,781	-	15,340,790,781
March 31, 2024	49,138,918,222	17,829,749,512	164,977,947	67,133,645,681
- Local sales	34,304,099,403	3,615,176,439	-	37,919,275,842
- Export sales	-	10,519,028,283	-	10,519,028,283
- Trading sales	41,011,983	-	-	41,011,983
March 31, 2023	34,345,111,386	14,134,204,722	-	48,479,316,108

14. COST OF SALES

Opening stock of finished goods and waste	5,420,149,215	3,070,731,438	4,136,449,387	5,656,027,248
Cost of goods manufactured				
- Raw material consumed	13,731,055,764	12,711,724,416	48,639,751,693	33,325,586,685
- Salaries, wages and other benefits	434,584,557	334,994,282	1,211,600,265	958,017,482
- Stores, spares and loose tools consumed	430,219,223	311,567,752	1,419,504,867	820,639,132
- Fuel and power	2,847,968,111	1,625,230,490	7,838,918,802	4,764,394,497
- Repair and maintenance	181,250	112,500	987,090	887,000
- Other manufacturing expenses	82,875,924	110,914,265	331,716,089	282,122,932
- Depreciation	129,366,980	97,861,310	387,566,121	297,343,116
	17,656,251,809	15,192,405,015	59,830,044,927	40,448,990,844
Closing stock of finished goods and waste	(3,402,492,909)	(4,277,096,958)	(3,402,492,909)	(4,277,096,958)
Cost of goods sold - manufacturing	19,673,908,115	13,986,039,495	60,564,001,405	41,827,921,134
Cost of goods sold - trading	-	-	135,278,342	37,073,110
	19,673,908,115	13,986,039,495	60,699,279,747	41,864,994,244

15. EARNINGS PER SHARE - BASIC AND DILUTED

Profit for the period	Rupees	102,946,214	1,304,931,038	1,391,485,686	2,647,499,171
Weighted average number of ordinary shares	Number	335,633,933	335,633,933	335,633,933	335,633,933
Earnings per share - Basic	Rupees	0.31	3.89	4.15	7.89

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

Rupees	Note	Nine months ended	
		March 31, 2024	March 31, 2023
16. CASH GENERATED FROM OPERATIONS		(Unaudited)	(Unaudited)
Profit before taxation		1,031,409,178	2,979,636,853
Adjustments:			
Depreciation of property, plant and equipment		428,305,486	334,767,813
Amortization of intangible assets		-	721,651
Expense recognized for employee defined benefit charge		174,510,297	127,800,000
Allowance for expected credit losses - reversals		45,005,687	65,604,967
Gain on disposal of tangible fixed assets		(1,435,514)	(902,894)
Profit on long-term investments		(8,885,634)	-
Profit on term deposit receipts		(47,441,256)	(42,976,385)
Net unrealized foreign exchange loss		36,837,762	54,821,904
Finance cost		4,535,251,389	2,906,110,783
Provision for workers' profit participation fund		55,392,545	160,023,461
Interest on workers' profit participation fund		45,634,708	56,715,714
Provision for workers' welfare fund		21,049,167	60,491,271
		<u>5,284,224,637</u>	<u>3,723,178,285</u>
Profit before working capital changes		6,315,633,815	6,702,815,138
Effect on cash flows due to working capital changes (Increase) / decrease in current assets:			
Inventories		(5,861,079,471)	537,092,010
Trade debts		1,447,430,446	(3,149,275,594)
Loans and advances		155,336,533	(564,952,132)
Deposits, prepayments and other receivables		(52,441,891)	55,232,745
Due from the government		29,464,402	(52,791,786)
		<u>(4,281,289,981)</u>	<u>(3,174,694,757)</u>
Increase / (decrease) in current liabilities:			
Trade and other payables		5,673,965,876	(336,592,252)
		<u>7,708,309,710</u>	<u>3,191,528,129</u>

17. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

Cash and cash equivalents included in the statement of cash flows comprise of the following:

Cash and bank balances	2,874,936,217	3,223,050,278
Temporary bank overdrawn	(399,776)	(545,900)
	<u>2,874,536,441</u>	<u>3,222,504,378</u>

18. SEGMENT REPORTING

18.1 Reportable segments:

The Company's reportable segments are as follows:

- Ferrous
- Non - Ferrous

Ferrous segment comprises of long-rolled mild steel related products whereas non-ferrous segment mainly comprises of copper and related iron waste items. Information regarding the Company's reportable segments is presented below:

18.2 Segment revenues and measure of segment profit or loss:

Following is an analysis of the Company's revenue and results by reportable segment for the nine months ended March 31, 2024 and March 31, 2023 along with reconciliation of the total of the reportable segments' measures of profit or loss to the Company's profit or loss for the period:

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

Rupees	Ferrous		Non-Ferrous		Total	
	Nine months ended		Nine months ended		Nine months ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Total sales - net	49,138,918,222	34,345,111,386	23,113,611,733	14,134,204,722	72,252,529,955	48,479,316,108
Elimination of inter-segment transactions	-	-	(5,283,862,221)	-	(5,283,862,221)	-
External sales - net	49,138,918,222	34,345,111,386	17,829,749,512	14,134,204,722	66,968,667,734	48,479,316,108
Total cost of sales	(51,983,051,383)	(31,149,081,402)	(19,148,674,464)	(10,715,912,842)	(65,847,863,626)	(41,864,994,244)
Elimination of inter-segment transactions	5,283,862,221	-	5,283,862,221	-	5,283,862,221	-
External cost of sales	(46,699,189,162)	(31,149,081,402)	(13,864,812,243)	(10,715,912,842)	(60,564,001,405)	(41,864,994,244)
Gross profit	2,439,729,060	3,196,029,984	3,964,937,269	3,418,291,880	6,404,666,329	6,614,321,864
Sales and marketing expenses	(83,910,411)	(95,007,212)	(42,663,779)	(41,338,562)	(126,574,190)	(136,345,774)
Allowance for ECL	72,893,199	(31,696,378)	(27,887,512)	(33,908,589)	45,005,687	(65,604,967)
Other income	-	-	1,226,441	322,496,484	1,226,441	322,496,484
Finance cost	(510,951,371)	(30,182,150)	(76,495,150)	(50,113,682)	(587,446,521)	(80,295,832)
	(521,968,583)	(156,885,740)	(145,820,000)	197,135,651	(667,788,583)	40,249,911
Segment profit before taxation and unallocated income and expenses	1,917,760,477	3,039,144,244	3,819,117,269	3,615,427,531	5,736,877,746	6,654,571,775
Unallocated income and expenses:						
Trading income					29,699,606	-
Administrative expenses					(622,696,011)	(509,043,814)
Other charges					(179,607,324)	(296,267,376)
Other income					172,408,323	(43,808,781)
Finance cost					(4,105,273,162)	(2,825,814,951)
Taxation					360,076,508	(332,137,682)
Profit for the period					1,391,485,686	2,647,499,171

Revenue reported above represents revenue generated from external customers. Inter segment transactions, represent sale of iron scrap by non-ferrous segment to ferrous segment which has been eliminated. The accounting policies of the reportable segments (except as disclosed otherwise) are the same as the Company's accounting policies as described in note 4 to these unconsolidated condensed interim financial statements. The ferrous segment allocates certain percentage of sales and marketing relating common expenditure to non-ferrous segment. Segment profit represents the profit earned by each segment before taking account of unallocated income and expenses which are presented separately. This is the measure reported to the chief operating decision-maker for the purposes of resource allocation and assessment of segment performance.

18.3 Revenue from external customers:

The analysis of the Company's revenue from external customers for major products is as follows:

Percentage	Note	Nine months ended	
		March 31, 2024	March 31, 2023
		(Unaudited)	(Unaudited)
Ferrous:			
- Steel re-bars		55.00%	56.63%
- Girders		28.01%	32.22%
- Billets		16.99%	11.10%
- Others		0.05%	0.05%
		<u>100.00%</u>	<u>100.00%</u>
Non-Ferrous:			
- Copper ingots		93.41%	73.33%
- Waste		4.79%	25.58%
- Others		1.80%	1.10%
		<u>100.00%</u>	<u>100.00%</u>

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

18.4 Information about major customers:

Revenue from major local customers of ferrous segment represented 25% (March 2023: 26%) of the total revenue of ferrous segment. Revenue from major local customers of non-ferrous segment represents 5% (March 2023: 17%) of the total revenue of non-ferrous segment and 94% (March 2023: 99%) of the total local revenue of non-ferrous segment. Revenue from major foreign customers of non-ferrous segment represent 74% (March 2023: 67%) of the total revenue of non-ferrous segment and 78% (March 2023: 81%) of the total foreign revenue of non-ferrous segment.

18.5 Geographical information:

All revenues from external customers for ferrous segment were generated in Pakistan. 95% (March 2023: 82%) of revenues from external customers for non-ferrous segment were generated from outside Pakistan while remaining were generated from external customers within Pakistan. Sales outside Pakistan is made to customers in the People's Republic of China. All non-current assets of the Company as at March 31, 2024 and June 30, 2023 were located and operating in Pakistan.

18.6 Measure of total assets and total liabilities:

Reportable segments' assets and liabilities as at March 31, 2024 and June 30, 2023 are reconciled to total assets and liabilities as follows:

Rupees	Ferrous	Non-Ferrous	Total
- Segment assets for reportable segments	42,705,796,113	10,377,384,580	53,083,180,693
- Unallocated assets	-	-	14,027,271,731
- Total assets as per statement of financial position as at March 31, 2024	<u>42,705,796,113</u>	<u>10,377,384,580</u>	<u>67,110,452,424</u>
- Segment liabilities for reportable segments	4,133,237,379	4,351,850,239	8,485,087,618
- Unallocated liabilities	-	-	-
- Total liabilities as per statement of financial position as at March 31, 2024	<u>4,133,237,379</u>	<u>4,351,850,239</u>	<u>32,935,471,760</u>
- Segment assets for reportable segments	38,030,893,612	10,979,690,906	49,010,584,518
- Unallocated assets	-	-	10,821,402,960
- Total assets as per statement of financial position as at June 30, 2023	<u>38,030,893,612</u>	<u>10,979,690,906</u>	<u>59,831,987,478</u>
- Segment liabilities for reportable segments	1,086,802,021	3,001,125,750	4,087,927,771
- Unallocated liabilities	-	-	30,371,623,761
- Total liabilities as per statement of financial position as at June 30, 2023	<u>1,086,802,021</u>	<u>3,001,125,750</u>	<u>34,459,551,532</u>

Nine months / year ended

Rupees	Note	March 31, 2024	June 30, 2023
18.7 Other information:		(Unaudited)	(Audited)
Depreciation			
- Ferrous		318,748,241	361,664,489
- Non-Ferrous		49,524,714	10,969,877
- Unallocated		60,032,531	84,126,799
		<u>428,305,486</u>	<u>456,761,165</u>
Additions to tangible fixed assets			
- Ferrous		1,555,341,366	89,965,724
- Non-Ferrous		-	1,742,367,756
- Unallocated		35,006,812	110,740,257
		<u>1,590,348,178</u>	<u>1,943,073,737</u>

Total amortization in respect of intangible asset is unallocated.

18.8 Segment results that are reported to the CEO include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Those incomes, expenses, assets, liabilities and other balances which cannot be allocated to a particular segment on a reasonable basis are reported as unallocated. The operations principally comprise of two segments 'Ferrous segment' and 'Non-ferrous segment'. Ferrous segment comprises of long-rolled mild steel related products whereas non-ferrous segment comprises mainly of copper and iron waste.

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

Rupees	Note	Nine months ended		As at	
		March 31,	March 31,	March 31,	June 30,
		2024	2023	2024	2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
19. SHARIAH COMPLIANCE DISCLOSURE		Transactions		Outstanding Balances	
Loans / advances obtained as per Islamic mode				14,555,033,322	11,506,011,322
Shariah compliant bank deposits / bank balances				2,158,116,057	1,635,318,092
Profit earned from shariah compliant bank deposits / balances		36,952,055	13,999,243		
Profit earned from shariah complaint investments		8,885,634	-		
Mark-up on Islamic mode of financing		1,933,841,101	1,401,888,725		
Interest paid on any conventional loan or advance		2,601,410,288	1,440,295,854		

The entire revenue of the Company is from Shariah compliant business segments except for profit / interest income earned on term deposit receipts / saving accounts maintained with conventional banks. During the period, no investment of any kind was made, except as otherwise disclosed. The Company maintains good relationship with Shariah compliant banks and carried out trade and other routine banking transactions with them. There was no exchange gain earned on actual currency. Details of exchange gain / loss earned on foreign currency bank balances has been disclosed in unconsolidated condensed interim statement of cash flows.

20. FINANCIAL RISK MANAGEMENT

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures, which are required in the annual financial statements and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2023. There has been no change in any risk management policies since the year end.

21. FAIR VALUE DISCLOSURES

Except for long-term loans to employees, long-term deposits and long-term loans under SBP refinance schemes, the fair value of financial assets and financial liabilities recognized in these unconsolidated condensed interim financial statements equals the transaction price at initial recognition. The fair value of the long-term loans under SBP refinance schemes has been determined using discounting techniques. However, due to immaterial effect and impracticalities, the fair value of long-term loans to employees and long-term deposits has not been determined and their carrying value has been assumed to be equal to their fair value. Accordingly, the carrying amount of financial assets and financial liabilities recognized in these unconsolidated condensed interim financial statements approximate their respective fair values and there were no transfers amongst level of fair value analysis of financial assets during the period.

Information about the fair value hierarchy of items of property, plant and equipment as at the end of the reporting period is as follows:

Rupees	Note	Level 2	Level 3	Fair value as at	Fair value as at
				March 31,	June 30,
				2024	2023
				(Unaudited)	(Audited)
Property, plant and equipment:					
- Freehold land		635,600,000	-	635,600,000	635,600,000
- Factory building on freehold land		-	300,818,920	300,818,920	310,166,401
- Plant and machinery		15,587,750,034	-	15,587,750,034	14,327,824,156
- Power plant		1,655,901,456	-	1,655,901,456	1,700,750,001
- Other machinery and equipment		34,340,753	-	34,340,753	35,000,000
		<u>17,913,592,244</u>	<u>300,818,920</u>	<u>18,214,411,164</u>	<u>17,009,340,558</u>

The above table shows assets recognized at fair value, analyzed between those whose fair value is based on:

- Level 1: quoted prices in active markets for identical assets or liabilities;
- Level 2: those involving Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3: Inputs for the asset or liability that are not based on observable market data.

SELECTED EXPLANATORY NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024 (UNAUDITED)

Rupees	Nine months ended		As at	
	March 31, 2024	March 31, 2023	March 31, 2024	June 30, 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
22. RELATED PARTY DISCLOSURES	Transactions		Outstanding Balances	
Details of transactions /outstanding balances with related parties, not otherwise disclosed elsewhere, are as follows:				
Entities				
Mughal Energy Limited				
Relationship			wholly owned subsidiary	
Percentage of shareholding			100%	
Detail of transactions				
- Acquisition of shares (note 7)	3,150,000,000	-		
- Sale	695,000,000	-		
- Commission income against corporate guarantee	45,000,000	45,000,000		
Detail of outstanding balance				
- Receivable (not yet due)	695,000,000	-		
Relationship			Common directorship	
Percentage of shareholding			Nil	
Detail of outstanding balance				
Deposits, prepayments and other receivables				
- Security deposits			500,000	500,000
Detail of transactions				
- Rent expense	1,584,000	1,440,000		
Major shareholders, Directors and their relatives				
Detail of transactions				
- Remuneration / meeting fee	70,808,013	53,604,710		
- Net repayment of short-term loans	5,689,036	628,111		
- Dividend	683,483,756	-		
Key management personnel (other than Directors) and their relatives				
Detail of outstanding balance				
- Loans and advances			91,760	345,000
Detail of transaction				
- Salaries and benefits	34,615,230	31,410,000		
- Dividend	20,054	-		

Chief Executive Officer, Executive Directors and certain Executives are given company maintained cars. There are no transactions with key management personnel other than under the terms of employment and otherwise disclosed, if any.

23. DATE OF AUTHORIZATION

These unconsolidated condensed interim financial statements have been approved by the Board of Directors of the Company and authorized for issue on April 30, 2024.

24. GENERAL / SUBSEQUENT EVENTS - NON ADJUSTING EVENTS

The figures have been rounded off to the nearest rupee.

Subsequent to the period end, the Company has issued privately placed, rated, unsecured Sukuk-III to the tune of Rs. 3,000,000 million having 06 months tenure for meeting the working capital requirement of the Company.

The corresponding figures have been rearranged or reclassified, wherever necessary, for the purpose of comparison, however, no material significant reclassification has been made.

In order to comply with the requirements of International Accounting Standard, IAS - 34 - 'Interim Financial Reporting', the unconsolidated condensed interim statement of financial position as of the end of the current interim period has been compared with the statement of financial position as of the end of the immediately preceding financial year, the unconsolidated condensed interim statement of profit or loss & other comprehensive income for the current interim period has been compared with the statement of profit or loss & other comprehensive income for the comparable interim period of the immediately preceding financial year, whereas, the unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows have been compared with the relevant statements for the comparable year-to-date period of the immediately preceding financial year.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Muhammad Mubeen Tariq Mughal
Director



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