❋ BIAFO INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022

	Note	(Unaudited) 31 Mar 2022 Rupees	(Audited) 30 June 2021 Rupees
NON - CURRENT ASSETS			
Property, plant and equipment	4	**1,384,491,380**	1,176,257,970
Investment property		**28,222,589**	28,761,874
Long-term deposits		**1,777,650**	1,777,650
		1,414,491,619	1,206,797,494
CURRENT ASSETS			
Inventories		**511,505,415**	510,745,479
Trade debts		**674,418,018**	333,158,182
Short-term advances		**14,226,225**	34,297,781
Trade deposits, short- term prepayments and other receivables		**35,695,776**	40,892,454
Short-term investments	5	**298,503,081**	265,638,961
Advance tax - net		**34,582,713**	52,113,062
Cash and bank balances		**43,041,449**	46,665,106
		1,611,972,677	1,283,511,025
CURRENT LIABILITIES			
Trade and other payables	6	**364,615,771**	244,561,240
Current portion of long-term loan		**59,891,069**	21,982,562
Current portion of lease liabilities		**5,396,991**	3,745,156
Short-term borrowings	7	**600,552,213**	504,188,266
Unclaimed dividend		**26,408,239**	24,567,634
Unpaid dividend		**15,505,437**	14,641,304
		1,072,369,720	813,686,162
NET CURRENT ASSETS		**539,602,957**	469,824,863
NON - CURRENT LIABILITIES			
Long-term loan		**178,212,768**	90,619,127
Employee benefit		**649,483**	678,791
Lease liabilities		**5,566,394**	5,715,577
Deferred tax liability - net	8	**52,735,783**	35,362,872
		237,164,428	132,376,367
NET ASSETS		**1,716,930,148**	1,544,245,990
REPRESENTED BY:			
SHARE CAPITAL AND RESERVES			
Share capital		**463,826,880**	383,328,000
Revenue reserve - unappropriated profit		**553,266,209**	458,055,695
Capital reserve - revaluation surplus on property, plant and equipment - net of tax		**699,837,059**	702,862,295
		1,716,930,148	1,544,245,990
CONTINGENCIES AND COMMITMENTS	9		

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

Hussain

Chief Financial Officer | **Chief Executive Officer** | T. Afzal Khan **Director**

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2022

		Three Months Ended		Nine Months Ended	
		31 Mar 2022	31 Mar 2021	**31 Mar 2022**	31 Mar 2021
	Note	**Rupees**	Rupees	**Rupees**	Rupees
Revenue - net	10	**514,889,614**	494,911,322	**1,369,073,726**	1,228,956,025
Cost of sales		**(316,515,215)**	(288,434,914)	**(861,492,924)**	(738,023,157)
Gross profit		**198,374,399**	206,476,408	**507,580,802**	490,932,868
Other income		**1,801,371**	2,633,597	**5,637,122**	6,186,905
Distribution expenses		**(13,516,722)**	(18,619,335)	**(42,228,308)**	(42,276,484)
Administrative expenses		**(36,380,400)**	(33,576,342)	**(110,224,964)**	(96,896,550)
(Allowance)/ Reversal for expected credit losses		**-**	-	**(3,124,266)**	2,357,666
Operating profit		**150,278,648**	156,914,328	**357,640,386**	360,304,405
Finance costs		**(17,932,557)**	(17,538,988)	**(50,536,872)**	(48,150,270)
Finance income		**13,185,343**	3,106,428	**42,882,240**	10,190,737
Net finance cost		**(4,747,214)**	(14,432,560)	**(7,654,632)**	(37,959,533)
Workers' profit participation fund		**(7,276,572)**	(7,124,089)	**(17,499,288)**	(16,117,244)
Workers' welfare fund		**(2,853,558)**	(2,793,760)	**(6,862,466)**	(6,320,488)
Profit before tax		**135,401,304**	132,563,919	**325,624,000**	299,907,140
Income tax expense		**(30,182,641)**	(18,268,959)	**(68,607,682)**	(52,195,713)
Profit for the period		**105,218,663**	114,294,960	**257,016,318**	247,711,427
			Restated		**Restated**
Earnings per share					
Basic and diluted		**2.27**	2.46	**5.54**	5.34

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

Chief Financial Officer	**Chief Executive Officer**	**Director**

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2022

	Three Months Ended		Nine Months Ended	
	31 Mar 2022	31 Mar 2021	**31 Mar 2022**	31 Mar 2021
	Rupees	Rupees	**Rupees**	Rupees
Profit for the period	**105,218,663**	114,294,960	**257,016,318**	247,711,427
Other comprehensive income for the period	-	-	-	-
	-	-		
Total comprehensive income for the period	**105,218,663**	114,294,960	**257,016,318**	247,711,427

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2022

		Capital reserve	Revenue Reserve	
	Share capital	Revaluation surplus on property, plant and equipment - net of tax	Unappropriated profits	Total equity
	Rupees	Rupees	Rupees	Rupees
Balance at June 30, 2020 (Audited)	348,480,000	707,333,583	421,955,643	1,477,769,226
Total comprehensive income for the period				
Profit for the period	-	-	247,711,427	247,711,427
Tax effect due to change in rate on revaluation of property, plant and equipment - net of tax	-	-	-	-
Total comprehensive income for the period transferred to equity	-	-	247,711,427	247,711,427
Surplus on revaluation of property, plant and equipment realized through depreciation for the year - net of deferred tax	-	(3,353,466)	-	(3,353,466)
Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-	-	3,353,466	3,353,466
	348,480,000	703,980,117	673,020,536	1,725,480,653
Transactions with owners of the company				
Distributions				
Final dividend of 2020 @ Rs. 1.00 per share	-	-	(34,848,000)	(34,848,000)
Issue of bonus shares for 2020 @ 10%	34,848,000	-	(34,848,000)	-
Total transactions with owners of the company	34,848,000	-	(69,696,000)	(34,848,000)
Balance at 31 March 2021 (Unaudited)	383,328,000	703,980,117	603,324,536	1,690,632,653
Balance at June 30, 2021 (Audited)	**383,328,000**	**702,862,295**	**458,055,695**	**1,544,245,990**
Total comprehensive income for the period				
Profit for the period	-	-	**257,016,318**	**257,016,318**
Total comprehensive income for the period transferred to equity	-	-	**257,016,318**	**257,016,318**
Surplus on revaluation of property, plant and equipment realized through depreciation for the year - net of deferred tax	-	**(3,025,236)**	-	**(3,025,236)**
Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-	-	**3,025,236**	**3,025,236**
	383,328,000	**699,837,059**	**718,097,249**	**1,801,262,308**
Transactions with owners of the company				
Distributions				
Issue of bonus shares for 2021 @ 10%	**38,332,800**	-	**(38,332,800)**	-
1st Interim dividend of 2022 @ Rs. 2.00 per share	-	-	**(84,332,160)**	**(84,332,160)**
Issue of bonus shares for 2022 @ 10%	**42,166,080**	-	**(42,166,080)**	-
Total transactions with owners of the company	**80,498,880**	-	**(164,831,040)**	**(84,332,160)**
Balance at 31 March 2022 (Unaudited)	**463,826,880**	**699,837,059**	**553,266,209**	**1,716,930,148**

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

T. Afzal Khan
Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2022

	Note	31 Mar 2022 Rupees	31 Mar 2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		**325,624,000**	299,907,140
Adjustments for:			
Depreciation on property, plant and equipment	4	**22,908,623**	20,030,592
Depreciation on investment property		**539,285**	553,113
Finance costs		**45,814,118**	23,967,466
Allowance/ (Reversal) for expected credit losses		**3,124,266**	(2,357,666)
Provision for Workers' profit participation fund		**17,499,288**	16,117,244
Provision for Workers' welfare fund net of reversal		**6,603,681**	4,377,020
Provision for gratuity		**5,653,356**	7,639,340
Provision for compensated leave absences		**-**	965,690
Dividend income		**(11,943,637)**	(8,586,024)
Rental Income		**(3,825,000)**	-
Unrealized gain on remeasurement of investment		**(407,979)**	(157,440)
Unrealized exchange gain/ (loss) -net		**(29,243,314)**	(3,743,437)
Gain on sale of property, plant and equipment		**(1,553,337)**	(1,441,104)
Interest income		**(1,287,310)**	(125,564)
		53,882,040	57,239,230
		379,506,040	357,146,370
Changes in:			
Inventories		**(759,936)**	115,755,428
Trade debts		**(344,384,102)**	(115,304,476)
Advances, deposits, short term prepayments and other receivables		**25,268,234**	(11,448,525)
Trade and other payables		**113,163,789**	(28,166,275)
		(206,712,015)	(39,163,848)
Cash generated from operating activities		**172,794,025**	317,982,523
Finance costs paid		**(40,902,579)**	(29,609,976)
Contributions to Gratuity fund		**(4,329,223)**	(10,232,619)
Employee Benefits paid		**(29,308)**	-
Payments to Workers' profit participation fund		**(17,545,685)**	(16,365,530)
Income taxes paid		**(38,185,777)**	(51,601,910)
		(100,992,572)	(107,810,035)
Net cash from operating activities		**71,801,453**	210,172,488
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment		**(224,235,909)**	(37,769,849)
Proceeds from sale of property, plant and equipment		**3,444,917**	8,660,778
Disposal of investments		**-**	7,219,214
Rent received		**3,825,000**	1,575,000
Dividend received		**10,152,090**	8,586,024
Interest received		**534,359**	1,441,104
Net cash used in investing activities		**(206,279,543)**	(10,287,729)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		**(81,627,422)**	(33,637,842)
Proceeds from long term loan		**139,333,054**	-
Repayment of long term loan		**(15,920,094)**	-
Payment of lease liabilities		**(7,295,052)**	(5,153,429)
Net cash used in financing activities		**34,490,486**	(38,791,271)
Net increase / (decrease) in cash and cash equivalents		**(99,987,604)**	161,093,488
Cash and cash equivalents at beginning of the period		**(457,523,160)**	(415,543,109)
Cash and cash equivalents at end of the period	11	**(557,510,764)**	(254,449,621)

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.

Chief Financial Officer **Chief Executive Officer** D. Afzal Khan **Director**

BIAFO INDUSTRIES LIMITED

Manufacturers of Tovex® Explosives & Blasting Accessories

afaq ISO 9001 Quality | afaq OHSAS 18001 Occupational Health and Safety | PSX Pakistan Stock Exchange Limited | TOP 25 COMPANIES AWARDS FOR THE YEAR 2012 - 2015

BIL/ACCOUNTS/2022/0013

22 April, 2022

The General Manager
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

<u>SUBJECT: FINANCIAL RESULTS FOR THE QUARTER ENDED 31 MARCH, 2022</u>

We have to inform you that the Board of Directors of our Company in their meeting held on Friday 22 April, 2022 at 11:00 a.m. at registered office of the Company recommended the following:

1. **<u>CASH DIVIDEND</u>** Interim Cash Dividend for the quarter ended 31 March, 2022 at **NIL**. This is in addition to Interim Dividend already paid at Rs. 2.00 per share i.e. 20%.

2. **<u>BONUS SHARES</u> NIL.** This is in addition to 10 % bonus shares already issued.

We are enclosing copies of Balance Sheet along with Profit & Loss Account, Statement of Comprehensive Income, Cash Flow Statement and Statement of Changes in Equity for the period ended 31 March, 2022.

The Quarterly Report of the Company will be transmitted through PUCARS separately, within the specified time.

Regards,

Khawaja Shaiq Tanveer
Company Secretary

CC: Executive Director, Offsite-II Department, Supervision Division, SECP, Islamabad

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Plant : Plot No. 70, Phase III, Hattar Industrial Estate, Distt. Haripur, Khyber Pakhtunkhwa - Pakistan.
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