CHERAT CEMENT

CHERAT CEMENT COMPANY LIMITED
MODERN MOTORS HOUSE, BEAUMONT ROAD, KARACHI-75530, PAKISTAN
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Ghulam Faruque Group

February 21, 2025

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Karachi

Dear Sir,

FINANCIAL RESULTS FOR THE PERIOD ENDED DECEMBER 31, 2024

We have to inform you that the Board of Directors of the Company in its meeting held on Friday, February 21, 2025 at 11:00 a.m. at the Head Office of the Company at Modern Motors House, Beaumont Road, Karachi, has recommended the following:

I. **CASH DIVIDEND** **Interim Cash Dividend @ Rs. 1.5 per share i.e. 15%**

II. **BONUS SHARES** **NIL**

III. **RIGHT SHARES** **NIL**

IV. **ANY OTHER ENTITLEMENT/CORPORATE ACTION** **NIL**

V. **ANY OTHER PRICE SENSITIVE INFORMATION**
The financial results of the Company along with Statement of Financial Position, Statement of Changes in Equity and Statement of Cash Flow for the period ended December 31, 2024 are annexed herewith.

The share transfer books of the Company will be closed from Tuesday, March 4, 2025 to Wednesday, March 5, 2025 (both days inclusive). Transfers received at the office of the Share Registrar of the Company: CDC Share Registrar Services Limited, CDC House, 99-B, Block "B" S.M.C.H.S. Main Shahrah-e-Faisal, Karachi at the close of business on Monday, March 3, 2025 will be treated in time for the purpose of above entitlement.

The Half Yearly Report of the Company for the period ended December 31, 2024 will be transmitted through PUCARS separately within the specified time.

Yours sincerely,
For **Cherat Cement Co. Limited**

Azam Faruque
Chief Executive

Encl.: as stated above

CHERAT CEMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE HALF-YEAR ENDED DECEMBER 31, 2024

	Note	Half-year ended		Quarter ended	
		December 31, 2024	December 31, 2023 (Restated)	December 31, 2024	December 31, 2023 (Restated)
		---------------------- (Rupees in '000)		--------------------	
Turnover - net	10	**20,301,996**	20,291,050	**10,642,984**	10,219,561
Cost of sales		**(12,606,972)**	(13,684,329)	**(6,814,773)**	(6,684,522)
Gross profit		**7,695,024**	6,606,721	**3,828,211**	3,535,039
Distribution costs		**(408,778)**	(338,462)	**(200,908)**	(174,801)
Administrative expenses		**(293,259)**	(258,000)	**(144,370)**	(129,826)
Other expenses		**(359,929)**	(276,100)	**(179,737)**	(153,231)
		(1,061,966)	(872,562)	**(525,015)**	(457,858)
Other income		**871,043**	189,646	**522,625**	141,526
Operating profit		**7,504,101**	5,923,805	**3,825,821**	3,218,707
Finance costs		**(382,275)**	(810,547)	**(227,066)**	(386,013)
Profit before income tax and final taxes		**7,121,826**	5,113,258	**3,598,755**	2,832,694
Final taxes		**(1,893)**	(41,442)	**51,254**	(20,440)
Profit before income tax		**7,119,933**	5,071,816	**3,650,009**	2,812,254
Income tax					
Current		**(2,615,993)**	(560,523)	**(1,353,787)**	(300,418)
Prior		**749,825**	30,387	**28,866**	30,387
Deferred		**(105,271)**	(1,140,308)	**(54,454)**	(673,912)
	11	**(1,971,439)**	(1,670,444)	**(1,379,375)**	(943,943)
Profit after tax		**5,148,494**	3,401,372	**2,270,634**	1,868,311
Earnings per share - basic and diluted		**Rs. 26.50**	Rs. 17.51	**Rs. 11.69**	Rs. 9.62

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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CHIEF EXECUTIVE | **DIRECTOR** | **CHIEF FINANCIAL OFFICER**

CHERAT CEMENT CO. LTD. KARACHI

CHERAT CEMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		------- (Rupees in '000) -------	
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
Property, plant and equipment	4	28,051,961	28,332,117
Intangible assets		561,389	595,196
		28,613,350	28,927,313
Long-term investments	5	613,444	550,412
Long-term loans		37,367	49,932
Long-term deposits		8,081	4,931
		29,272,242	29,532,588
CURRENT ASSETS			
Stores, spare parts and loose tools		6,368,658	5,253,535
Stock-in-trade		1,721,628	1,790,431
Trade debts		1,368,785	1,373,131
Loans and advances		218,609	107,495
Trade deposits and short-term prepayments		63,348	12,227
Other receivables		29,484	12,778
Short-term investments	6	15,007,538	2,522,353
Cash and bank balances		513,009	429,514
		25,291,059	11,501,464
TOTAL ASSETS		54,563,301	41,034,052
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital		2,250,000	2,250,000
Share capital		1,942,950	1,942,950
Reserves		28,034,325	23,599,979
		29,977,275	25,542,929
NON-CURRENT LIABILITIES			
Long-term financing	7	2,654,504	2,714,802
Lease liabilities		19,465	25,334
Long-term security deposits		30,360	32,460
Government grant		1,014,812	1,173,478
Deferred taxation		4,292,716	4,187,445
		8,011,857	8,133,519
CURRENT LIABILITIES			
Trade and other payables		3,792,905	3,653,411
Contract liabilities		136,078	128,911
Accrued mark-up		208,310	105,799
Short-term borrowings	8	9,841,148	1,888,995
Current maturity of long-term financing	7	115,889	108,966
Current portion of lease liabilities		12,815	13,852
Current portion of government grant		155,821	64,372
Taxation-net		2,185,578	1,282,175
Unclaimed dividend		75,463	76,439
Unpaid dividend		50,162	34,684
		16,574,169	7,357,604
TOTAL EQUITY AND LIABILITIES		54,563,301	41,034,052
CONTINGENCIES AND COMMITMENTS	9		

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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CHIEF EXECUTIVE DIRECTOR CHIEF FINANCIAL OFFICER

CHERAT CEMENT CO. LTD. KARACHI

CHERAT CEMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF-YEAR ENDED DECEMBER 31, 2024

	Issued, subscribed and paid-up capital	Reserves							Total
		Capital Reserves		Revenue Reserves		Other Components of Equity		Total Reserves	
		Share premium	Other	General reserve	Unappropriated profit	Actuarial loss on defined benefit plan - net of deferred tax	Unrealised gain on equity investments		
	(Rupees in '000)								
Balance as at July 01, 2023	1,942,950	1,047,658	50,900	420,000	17,292,598	(37,227)	162,139	18,936,068	20,879,018
Final cash dividend for the year ended June 30, 2023 @ Rs. 3.00/- per share	-	-	-	-	(582,885)	-	-	(582,885)	(582,885)
Profit after tax	-	-	-	-	3,401,372	-	-	3,401,372	3,401,372
Other comprehensive income	-	-	-	-	-	-	57,201	57,201	57,201
Total comprehensive income	-	-	-	-	3,401,372	-	57,201	3,458,573	3,458,573
Balance as at December 31, 2023	1,942,950	1,047,658	50,900	420,000	20,111,085	(37,227)	219,340	21,811,756	23,754,706
Balance as at July 01, 2024	**1,942,950**	**1,047,658**	**50,900**	**420,000**	**21,918,021**	**(72,924)**	**236,324**	**23,599,979**	**25,542,929**
Final cash dividend for the year ended June 30, 2024 @ Rs. 4.00/- per share	-	-	-	-	(777,180)	-	-	(777,180)	(777,180)
Profit after tax	-	-	-	-	5,148,494	-	-	5,148,494	5,148,494
Other comprehensive income	-	-	-	-	-	-	63,032	63,032	63,032
Total comprehensive income	-	-	-	-	5,148,494	-	63,032	5,211,526	5,211,526
Balance as at December 31, 2024	1,942,950	1,047,658	50,900	420,000	26,289,335	(72,924)	299,356	28,034,325	29,977,275

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE **DIRECTOR** **CHIEF FINANCIAL OFFICER**

CHERAT CEMENT CO. LTD. KARACHI

CHERAT CEMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE HALF-YEAR ENDED DECEMBER 31, 2024

	Note	December 31, 2024	December 31, 2023
		-------- (Rupees in '000) --------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax and final taxes		7,121,826	5,113,258
Adjustments for:			
Depreciation on operating property, plant and equipment	4	846,292	859,634
Depreciation on right-of-use assets	4.3	9,926	9,064
Amortisation		33,807	2,202
Gain on disposals of operating property, plant and equipment		(1,429)	(17,352)
Interest income on long-term loan		(3,678)	(4,216)
Provision for gratuity		67,385	68,313
Finance costs - net		382,275	810,547
Exchange gain		450	(121)
Dividend income		(12,623)	(7,213)
		1,322,405	1,720,858
		8,444,231	6,834,116
(Increase) / decrease in current assets			
Stores, spare parts and loose tools		(1,115,123)	(788,982)
Stock-in-trade		68,803	259,354
Trade debts		4,346	(283,761)
Loans and advances		(111,114)	(115,767)
Trade deposits and short-term prepayments		(51,121)	(54,296)
Other receivables		(16,706)	(34,422)
		(1,220,915)	(1,017,874)
		7,223,316	5,816,242
Increase / (decrease) in current liabilities			
Trade and other payables		131,659	724,913
Contract liabilities		7,167	(111,767)
		138,826	613,146
Cash generated from operations		7,362,142	6,429,388
Income tax paid		(964,658)	(220,715)
Long-term loans and deposits - net		10,993	16,331
Gratuity paid		(60,000)	(61,500)
Net cash generated from operating activities		6,348,477	6,163,504
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		(554,149)	(484,226)
Proceed from disposals of operating property, plant and equipment		16,734	29,738
Dividend received		12,623	7,213
Net cash used in investing activities		(524,792)	(447,275)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term financing - net		(120,592)	(2,333,227)
Lease rentals paid		(9,741)	(11,120)
Dividend paid		(762,678)	(575,168)
Finance costs paid - net		(314,147)	(967,229)
Net cash used in financing activities		(1,207,158)	(3,886,744)
Net increase in cash and cash equivalents		4,616,527	1,829,485
Cash and cash equivalents as at the beginning of the period		1,062,872	(1,413,232)
Cash and cash equivalents as at the end of the period	12	5,679,399	416,253

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE **DIRECTOR** **CHIEF FINANCIAL OFFICER**

CHERAT CEMENT CO. LTD. KARACHI