LEINER

LEINER PAK GELATINE LIMITED

UN-AUDITED CONDENSED INTERIM FINANCIAL INFORMATION FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024.

SYSTEM CERTIFICATION ISO 9001:2008 SGS

SYSTEM CERTIFICATION ISO 14001:2004 SGS

SYSTEM CERTIFICATION HACCP SGS

CONTENTS

Company Information---2

Directors' Review--3

Independent Auditors' Review Report---5

Condensed Interim Statement of Financial Position--6

Condensed Interim Statement of Profit or Loss---7

Condensed Interim Statement of Comprehensive Income----------------------------------8

Condensed Interim Statement of Changes In Equity---9

Condensed Interim Statement of Cash Flows ---10

Notes to the Condensed Interim Financial Statements - --------------------------------- 11

COMPANY INFORMATION
BOARD OF DIRECTORS

Mr. Ahmed Ali Riaz	Chairman
Khwaja Imtiaz Ahmed	Chief Executive & Managing Director
Ibrar Ahmed Khwaja	Executive Director
Ijaz Ahmed Khwaja	Non-Executive Director
Ayesha Ahmed	Non-Executive Director
Rashid Minhas	Independent Director
Syed Rizwan Haider	Independent Director

AUDIT COMMITTEE

Rashid Minhas (Chairman)
Ijaz Ahmed Khwaja (Member)
Ahmed Ali Riaz (Member)

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Rashid Minhas (Chairman)
Khwaja Imtiaz Ahmed (Member)
Ayesha Ahmed (Member)

SUSTAINABILITY COMMITTEE

Ahmed Ali Riaz (Chairman)
Ijaz Ahmed Khwaja (Member)
Ayesha Ahmed (Member)

COMPANY SECRETARY

Ibrar Ahmed Khwaja

CHIEF FINANCIAL OFFICER

Mr.Muhammad Javed

AUDITORS

M. Almas & Co.
Chartered Accountants
207-Sadiq Plaza, 2nd Floor, 69-The Mall, Lahore.

LEGAL ADVISOR

Mr.Labeeb Zafar Bajwa
Advocate
4-A, Mozang Road,Lahore.

REGISTRAR

CORPLINK (PVT) LTD.,
Wings Arcade, 1-K Commercial,
Model Town, Lahore.

REGISTERED OFFICE

17-G, Gulberg-2, G/Postmall No. 3529, Lahore-54660
Ph. #: 0092-42-35756953-54.

PLANT

19th Kilometer,
Shahrah-e-Pakistan, Kala Shah Kaku,
District Sheikhupura.
Ph. #: 0092-42-37950018 – 37980179

BANKERS

Bank Al Habib Limited
Habib Bank Limited
Bank Makramah Limited
United Bank Limited
National Bank of Pakistan
Bank Islami Pakistan Limited
MCB Bank Limited-Islamic Banking
Bank Alfalah Limited-Islamic Banking

DIRECTORS' REVIEW

The Directors are pleased to present the Condensed Interim Financial Statements of the company for the period ended December 31, 2024.

OPERATIONS

During the period under review, company's sales are registered at Rs. 636.011 million as compared to Rs. 1.613 billion in last corresponding period. This down turn in sales ascribes the sluggishness on the part of exports of Gelatine coupled with substantial correction in the sale prices in local market. The reason of this plunge in export sales is due to synchronized slowdown of global economy across international markets and adjustments of inventories of raw materials by the buyers to pre-pandemic level. Locally, a surge in consumer prices has dampened market demand, leading to decline in Gelatine prices. Sluggish business activity both domestically and internationally, has negatively impacted sales and financial performance of the period. Company could hardly manage to achieve Rs. 10.086 million profit after tax in the period under review.

FUTURE OUT LOOK

We hope that regular export business will attain its momentum, once foreign buyers achieve their adjusted inventory levels.

ACKNOWLEDGEMENT

We really acknowledge the efforts of all our employees and business partners who are contributing to strengthen the company during these challenging times.

On behalf of the Board

IBRAR AHMED KHWAJA
DIRECTOR

KHWAJA IMTIAZ AHMED
Chief Executive Officer
& Managing Director

Lahore:
February 28, 2025.

ڈائریکٹرز ریویو

ڈائریکٹران کمپنی کے ششماہی مختصر عبوری مالیاتی حسابات جو کہ ۳۱ دسمبر ۲۰۲۴ کو ختم ہوا ہے پیش کرنے پر خوشی محسوس کرتے ہیں۔

کاروباری عمل

زیر جائزہ دورانیہ میں کمپنی کی فروخت پچھلے سال کے اسی دورانیہ کی فروخت مبلغ ۱.۶۱۳ بلین روپے کے مقابلے مبلغ ۶۳۶.۰۱۱ ملین روپے رہی ہے۔ فروخت میں کمی کی وجہ برآمدات میں سست روی اور اس کے ساتھ ساتھ مقامی طور پر فروخت کی قیمتوں میں ہونے والی خاصی کمی ہے۔ ایکسپورٹ میں کمی کی وجہ عالمی سطح پر ہونے والی اقتصادی بدحالی اور خریداروں کی طرف سے خام مال کی انونیٹری کو وبائی مرض سے پہلے والی سطح پر لانا ہے۔ مقامی مارکیٹ بھی مہنگائی میں اضافہ کی وجہ سے مندی کا شکار ہے جس کی وجہ سے جیلاٹین کی قیمت میں کمی واقع ہوئی ہے۔ اس دورانیہ میں مقامی اور انٹرنیشنل مارکیٹ میں سست روی کی وجہ سے فروخت اور مالی کارکردگی پر منفی اثرات مرتب ہوئے ہیں۔ کمپنی حذا زیر جائزہ دورانیہ میں بشکل ۱۰.۰۸۶ ملین روپے بعداز ٹیکس منافع حاصل کر سکی ہے۔

مستقبل کے امکانات

ہم امید کرتے ہیں کہ غیر ملکی خریدار اپنے انونیٹری لیول حاصل کر لیں گے تب ایکسپورٹ بزنس اپنی پہلے والی رفتار حاصل کر لے گا۔

اعتراف

ہم اپنے تمام ملازمین اور کاروباری شراکت داروں کی کاوشوں کا اعتراف کرتے ہیں جو کمپنی کے استحکام کے لئے اپنا کردار ادا کر رہے ہیں۔

منجانب بورڈ

Ibrar Ahmed

خواجہ امتیاز احمد
چیف ایگزیکٹو اینڈ
مینجنگ ڈائریکٹر

ابرار احمد خواجہ
ڈائریکٹر

لاہور
۲۸ فروری ۲۰۲۵ء

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Leiner Pak Gelatine Limited

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Leiner Pak Gelatine Limited as at December 31, 2024 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-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these 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 interim financial statements based on our review. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months ended December 31, 2024 and 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months ended December 31, 2024.

Scope of Review

We conducted our review in accordance with the 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 the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Mohammad Almas.

Lahore

M. Almas & Co.

Date: February 28, 2025

Chartered Accountants

UDIN: RR202410785kI5pNcgZf

LEINER PAK GELATINE LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2024

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
		-------Rupees in thousand-------	
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital	7	75,000	75,000
Revenue Reserve:			
Unappropriated profit		168,286	158,200
Capital Reserve:			
Surplus on revaluation of property, plant and equipment		565,654	565,654
Sponsor's Loan – Related Party		82,500	82,500
		891,440	881,354
Non-current liabilities			
Lease liabilities	8	5,220	6,955
Deferred taxation	9	13,792	15,738
		19,012	22,693
Current liabilities			
Trade and other payables		726,220	566,410
Unclaimed dividend		771	771
Mark-up accrued		15,153	14,676
Short term borrowings	10	327,625	379,592
Current portion of lease liabilities	8	5,202	6,647
		1,074,971	968,096
Contingencies and commitments	11	-	-
		1,985,423	1,872,143
ASSETS			
Non-current assets			
Property, plant and equipment	12	749,711	755,411
Intangible assets	13	-	-
Long term deposits		3,105	3,105
		752,816	758,516
Current assets			
Stores, spare parts and loose tools		18,786	14,856
Stock-in-trade		995,665	993,277
Trade debts		12,378	26,824
Advances		108,109	5,744
Trade deposits and short term prepayments		1,236	1,617
Other receivables		26,815	19,511
Advance tax-net		59,821	41,968
Cash and bank balances		9,797	9,830
		1,232,607	1,113,627
		1,985,423	1,872,143

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

LAHORE DATE: February 28, 2025	KH.IMTIAZ AHMED Chief Executive & Managing Director	IBRAR AHMED KH. Director	MUHAMMAD JAVAID Chief Financial Officer

LEINER PAK GELATINE LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Note	Six months period ended		Quarter ended	
		December 31, 2024	(Restated) December 31, 2023	December 31, 2024	(Restated) December 31, 2023
		-------Rupees in thousand-------		-------Rupees in thousand-------	
Sales-net		636,011	1,613,480	385,448	913,555
Cost of sales		499,324	1,404,482	318,598	787,301
Gross profit		136,687	208,999	66,850	126,254
Other income	14	6,992	-	6,992	-
		143,679	208,999	73,842	126,254
Distribution cost		29,993	27,996	17,723	19,917
Administrative expenses		52,514	56,146	25,705	27,404
Other operating expenses		2,399	10,721	1,372	7,718
Finance cost		42,084	47,620	19,728	26,326
Profit before final tax, minimum tax and income tax		16,689	66,515	9,314	44,889
Final tax		-	12,034	-	7,407
Minimum tax differential		4,852	-	3,273	-
Profit before income tax		11,837	54,481	6,041	37,482
Income tax	15				
Current- For the period		3,698	9,826	2,240	6,988
For prior year		-	-	-	-
Deferred		(1,947)	165	(1,825)	45
		1,751	9,991	415	7,033
Profit after taxation		10,086	44,490	5,626	30,449
Earnings per share-basic and diluted (Rupees)	16	1.34	5.93	0.75	4.06

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

LAHORE
DATE: February 28, 2025

KH.IMTIAZ AHMED
Chief Executive
& Managing Director

IBRAR AHMED KH.
Director

MUHAMMAD JAVAID
Chief Financial Officer

LEINER PAK GELATINE LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Six months period ended		Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	-------Rupees in thousand-------		-------Rupees in thousand-------	
Profit after taxation	10,086	44,490	5,626	30,449
Other comprehensive income	-	-	-	-
Total comprehensive profit for the period	10,086	44,490	5,626	30,449

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

LAHORE
DATE: February 28, 2025

KH. IMTIAZ AHMED
Chief Executive
& Managing Director

IBRAR AHMED KH.
Director

MUHAMMAD JAVAID
Chief Financial Officer

LEINER PAK GELATINE LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Share capital	Reserves			
		Revenue Reserve	Capital Reserve		
	Issued, subscribed and paid up share capital	Unappropriated profit	Surplus on revaluation of property, plant and equipment	Sponsor's Loan	Total
	----------Rupees in thousand----------				
Balance as at 01 July 2023	75,000	76,681	565,654	82,500	799,835
Total comprehensive profit for the six months period ended 31 December 2023	-	44,490	-	-	44,490
Balance as at 31 December 2023	75,000	121,171	565,654	82,500	844,325
Balance as at 01 July 2024	75,000	158,200	565,654	82,500	881,354
Total comprehensive profit for the six months period ended 31 December 2024	-	10,086	-	-	10,086
Balance as at 31 December 2024	75,000	168,286	565,654	82,500	891,440

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

IMTIAZ AHMED
Chief Executive
& Managing Director

IBRAR AHMED KH.
Director

MUHAMMAD JAVAID
Chief Financial Officer

LAHORE
DATE: February 28, 2025

LEINER PAK GELATINE LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Note	Six months period ended December 31, 2024	Six months period ended December 31, 2023
		-------Rupees in thousand-------	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before final tax, minimum tax and income tax		16,689	66,515
Adjustments for :			
Depreciation	12.1	10,506	11,291
Provision for employee retirement benefits		2,009	1,836
Finance cost		42,084	47,620
Reversal of provision for doubtful trade debts	14	(6,784)	-
Provision for Workers' Profit Participation Fund		988	3,650
Provision for Workers' Welfare Fund		341	1,665
		49,144	66,064
Operating profit before changes in working capital		65,833	132,579
Changes in working capital			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		(3,930)	13,693
Stock-in-trade		(2,388)	(458,055)
Trade debts		21,229	13,606
Advances		(102,365)	67,411
Trade deposits and short term prepayments		381	(43)
Increase in current liabilities			
Trade and other payables		156,878	322,861
Cash generated from operations		135,638	92,052
Finance cost paid		(39,857)	(41,770)
Payments to provident fund		(2,072)	(1,733)
Levies and taxes paid		(26,403)	(21,921)
Workers' Profit Participation Fund paid		(84)	(15)
Sales tax payments		(7,303)	(4,256)
Net cash generated from operating activities		59,919	22,357
CASH FLOW FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		(4,806)	(6,327)
Net cash used in investing activities		(4,806)	(6,327)
CASH FLOW FROM FINANCING ACTIVITIES			
Principal paid on lease liabilities		(3,179)	(2,371)
Short-term Borrowings – (paid) - net		(51,967)	(13,501)
Net cash used in financing activities		(55,146)	(15,873)
Net (decrease)/ increase in cash and cash equivalents		(33)	157
Cash and cash equivalents at the beginning of the period		9,830	1,823
Cash and cash equivalents at the end of the period		9,797	1,980

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

LAHORE DATE: February 28, 2025	**KH.IMTIAZ AHMED** Chief Executive & Managing Director	**IBRAR AHMED KH.** Director	**MUHAMMAD JAVAID** Chief Financial Officer

LEINER PAK GELATINE LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024 (UN-AUDITED)

1 The Company and its operations

Leiner Pak Gelatine Limited ("the Company") was incorporated in Pakistan on 14 February 1983 as a public limited Company. The registered office of the Company is situated at 17-G, Gulberg II, Lahore and the manufacturing facility is located at 19 Kilometer, Shahrah-e-Pakistan, Kala Shah Kaku, District Sheikhupura. The Company is listed on the Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of gelatine and di-calcium phosphate etc., produced from animal bones and hides.

2 Basis of preparation

2.1 Statement of compliance

These 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; and
- Provisions of and directives issued under the Companies Act, 2017.

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

2.2 The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the annual audited financial statements of the Company for the year ended June 30, 2024, whereas comparative 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 extracted from the unaudited condensed interim financial statements for the six months period ended December 31, 2023.

The figures of the six months ended December 31, 2024 are being submitted to the shareholders, and have been subjected to limited scope review in accordance with Section 237 of the Companies Act, 2017.

2.3 These condensed interim financial statements have been prepared under the historical cost convention except for freehold land at revalued amount. In these financial statements, except for the statement of cash flows, all transactions have been accounted for on accrual basis.

2.4 Items included in condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates. The condensed interim financial statements are presented in Pakistan Rupees, which is the Company's functional and presentation currency.

3 Material accounting policy information

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in preparation of the annual published financial statements for the year ended 30 June 2024.

4 New standards, amendments to approved accounting standards and new interpretations

a Amendments to approved accounting standards which are effective during the year ending June 30, 2025

There are certain amendments to approved accounting standards which are mandatory for accounting periods beginning on or after July 1, 2024 but are considered not to be relevant or have any significant effect on the Company's financial reporting and therefore, have not been disclosed in these condensed interim financial statements.

b New standards and amendments to approved accounting standards that are effective for the Company's accounting periods beginning on or after July 1, 2025

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 July 1, 2025. 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.

5 Judgements, estimates and assumptions

The preparation of the financial statements in conformity with approved accounting and reporting standards, as applicable in Pakistan, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgements about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

Judgements, accounting estimates and assumptions made by the management in the preparation of these condensed interim financial statements are the same as those applied in preparation of the preceding annual published financial statements of the Company for the year ended 30 June 2024.

6 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual published financial statements as at and for the year ended 30 June 2024.

	(Un-audited) December 31, 2024	(Audited) June 30, 2024
	----------Rupees in thousand----------	
7 Share capital		
Authorised share capital		
10,000,000 (June 30, 2024: 10,000,000) ordinary shares of Rupees 10 each	100,000	100,000
Issued, subscribed and paid up share capital		
7,500,000 (June 30, 2024: 7,500,000) ordinary shares of Rupees 10 each issued as fully paid in cash	75,000	75,000
	75,000	75,000
8 Lease liabilities		
Present value of minimum lease payments	10,422	13,602
Less: current portion presented under current liabilities	5,202	6,647
	5,220	6,955
9 Deferred taxation		
Deferred tax on temporary differences comprises of:		
Taxable temporary differences		
Accelerated tax depreciation	19,221	19,935
Right-of-use assets	2,570	3,246
	21,791	23,181
Deductible temporary differences		
Tax credits	4,977	1,531
Lease liabilities	3,022	3,945
Provision for impairment of trade debts	-	1,967
	13,792	15,738

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
		--------Rupees in thousand------	
10 Short term borrowings			
From banking companies - secured			
Export Refinance			
Bank Al-Habib Limited	10.1 ,10.3	224,990	314,990
Running finance			
Bank Al-Habib Limited	10.2 ,10.3	34,989	16,663
		259,979	331,653
From related parties-unsecured			
Loans from director and close relative thereof	10.6	67,646	47,939
		327,625	379,592

10.1 The finance against packing credit (FAPC) facility having sanctioned limit of Rupees 275 million (June 30, 2024: Rupees 325 million) including one-off FAPC facility of Rupees 50 million (June 30, 2024: Rupees 100 million) has been obtained from Bank Al-Habib Limited. The rate of mark-up on this facility is three months KIBOR plus 1.75% (June 30,2024: three months KIBOR plus 1.75%) per annum . The principal is to be repaid upon realization of exports proceeds as per the tenor of respective bill but not later than 120 days from the draw down date or on demand while mark-up is to be serviced upon adjustment of each loan or at the end of each calendar quarter whichever is earlier.The facility is valid till February 07, 2027 with credit review on annual basis.

10.2 The running finance facility having sanctioned limit of Rupees 35 million (June 30, 2024: Rupees 35 million) has been obtained from Bank Al-Habib Limited for working capital requirements. It carries mark-up at three months KIBOR plus 1.75% (June 30, 2024: three months KIBOR plus 1.75%) per annum payable quarterly. The facility is valid till February 07, 2027 with credit review on annual basis.

10.3 The facilities mentioned in 10.1 and 10.2 are commonly secured against first charge of Rupees 365 million (June 30, 2024: Rupees 365 million) over current assets of the Company registered with SECP. Equitable mortgage supported by first charge on fixed assets of Rupees 450 million (June 30, 2024: Rupees 450 million) comprising land measuring 90 Kanals & 8 Marlas, building, plant and machinery situated at 19 KM G.T. Road Kala Shah Kaku. Lien over export documents under letter of credit and contract, shipping documents, accepted drafts, counter guarantee of the Company and personal guarantees of Directors / Shareholders amounting to Rupees 300 million each (June 30, 2024: Rupees 300 million).The running finance facility at note 10.2 in addition to securities aforesaid is also secured against pro note amounting to Rs. 71.750 million (June 30, 2024: Rupees 71.750 million)

10.4 As at December 31, 2024 the Company has facilities from Bank Al-Habib Limited relating to import letters of credit (sight/usance) amounting to Rupees 5 million (June 30, 2024: Rupees 5 million).Additionally, Company has letter of guarantee facility amounting to Rupees 15 million (June 30, 2024: Rupees 15 million) from Bank Al-Habib Limited.

10.5 The net aggregate short term borrowing facilities unavailed as at December 31, 2024 amount to Rupees 0.02 million (June 30, 2024: Rupees 53.35 million) and for letters of credit and bank guarantees amount to Rupees 8.744 million (June 30, 2024: Rupees 28.16 million).

10.6 The loans from Chief Executive / director (Khwaja Imtiaz Ahmed) and his close relative (Khwaja Ahmed Hassan) as at December, 31 2024 amounting to Rs. 26.383 million (June 30, 2024: Rupees 23.117 million) and Rs. 41.263 million (June 30, 2024: Rupees 24.822 million) respectively, are for working capital requirments. These loans are re-payable on demand and non-interest bearing.

11 Contingencies and commitments

There have been no significant changes in contingencies and commitments as disclosed in the notes to the preceding annual published financial statements for the year ended June 30, 2024.

Guarantees issued by bank on behalf of Company in favour of Sui Northern Gas Pipelines Limited as at December 31, 2024 amounting to Rupees 11.256 million (June 30, 2024: Rupees 11.256 million).

Commitments

There was no commitment as at December 31, 2024 (June 30, 2024: Rupees nil).

			(Un-audited) December 31, 2024	(Audited) June 30, 2024
12	**Property, plant and equipment**		---------Rupees in thousand------	
	Operating fixed assets	12.1	731,051	741,557
	Capital work in progress	12.3	18,660	13,854
			749,711	755,411
12.1	Opening book value		741,557	755,877
	Cost of additions during the period / year	12.2	-	8,064
	Less:			
	Deletion during the period / year (book value)		-	176
	Depreciation charged during the period / year		10,506	22,208
			731,051	741,557
12.2	**Cost of additions during the period / year**			
	Electric installation and equipment		-	2,800
	Vehicles		-	3,200
	Office equipment		-	2,064
			-	8,064
12.3	**Capital work in progress**			
	Opening balance		13,854	5,284
	Additions during the period / year			
	Plant and machinery		4,463	8,570
	Building and Civil Works		343	-
	Closing balance		18,660	13,854

13 The intangible assets represents computer software costing Rupees 70,000 which is fully amortized but in active use of company.

		(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
14	**Other income**	---------Rupees in thousand--------	
	Income from financial assets:		
	Foreign exchange gain-net	187	-
	Profit on saving account	21	-
	Income from non-financial assets:		
	Reversal of provision for doubtful trade debts	6,784	-
		6,992	-

15 Taxation

The provision for current taxation has been made on taxable income @ 29% and under Section 113, 154 of the Income Tax Ordinance, 2001.

Finance Act 2019 has fixed the corporate tax rate for Companies at 29% for current as well as future tax years. Deferred tax has been measured at the rates that are expected to be applied to the temporary differences when those are expected to reverse based on the rates enacted or substantively enacted by the reporting date.

The aggregate of minimum/ final tax Rs.4.852 million (December 31, 2023: Rs.12.034 million) and current tax charge Rs. 3.698 million (December 31, 2023: Rs. 9.826 million) represents tax liability of the company for the period, calculated under relevant provision of the Income Tax Ordinance, 2001

16 Earnings per share-basic and diluted

There is no dilutive effect on basic earnings per share of the Company which is based on :

	(Un-audited) Six months period ended		(Un-audited) Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	--------Rupees in thousand-------			
Profit after taxation	10,086	44,490	5,626	30,449
Weighted average number of ordinary shares	7,500	7,500	7,500	7,500
Earnings per share-basic and diluted (Rupees)	1.34	5.93	0.75	4.06

17 Transactions with related parties

The related parties comprise of associated companies, directors of the Company and their close relatives, key management personnel and post employment contribution plan. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties with whom the Company had entered into transactions or have arrangements / agreements in place are as follows:

17.1 Nature of relation	Nature of transaction	(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
		--------Rupees in thousand-------	
Associated Company	Sale of finished goods	83,347	-
Key management personnel	Loan obtained from chief executive - Khwaja Imtiaz Ahmed	9,315	14,800
	Loan repaid to chief executive - Khwaja Imtiaz Ahmed	6,049	18,033
	Loan obtained from close relative - Khwaja Ahmed Hassan	18,890	3,720
	Loan repaid to close relative - Khwaja Ahmed Hassan	2,449	10,755
	Managerial remuneration	14,582	14,819
17.2 Contribution to Provident Fund			
	Contribution to provident fund Trust	2,009	1,836

17.3 The outstanding balances with above related parties are included in Trade and other payables "Payable to Provident fund" as at December 31, 2024 of Rs. 0.8372 and Sponsor's loan of Rupees 82.5 million (June 30, 2024: Payable to Provident fund of Rs. 0.8998 million, Sponsor's loan Rupees 82.5 million) and Short term borrowings (note 10) "Short term borrowings from related parties" as at December 31, 2024 of Rs. 67.646 million (June 30, 2024: Rs. 47.939 million) and trade debts "Receivables from the associated company, Leiner Gelatine SDN. BHD" as at December 31, 2024 of Rupees nil (June 30, 2024: Rs. 12.245 million). Contract liabilities as at December 31, 2024 include advance from Leiner Gelatine SDN.BHD of Rupees 31.11 million (June 30,2024: Rs.nil)

18 Date of authorization for issue

These condensed interim financial statements were authorized for issue by the Board of Directors on February 28, 2025.

19 General

Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

LAHORE
DATE: February 28, 2025

KH.IMTIAZ AHMED
Chief Executive
& Managing Director

IBRAR AHMED KH.
Director

MUHAMMAD JAVAID
Chief Financial Officer

BOOK POST
PRINTED MATTER

	Reason for Return Mail	ڈاک کی واپسی کی وجہ
	Shareholder Shifted	منتقل ہو گئے
	No Such Consignee	اس نام سے کوئی نہیں
	House / Office Closed	گھر / دفتر بند ہے
	Incomplete Address	پتہ نامکمل ہے
	Retired	ریٹائر
	Passed Away	انتقال کر گئے
	Need Building Name	بلڈنگ کا نام درکار ہے
	Need House / Gali / Plot No.	پلاٹ / گھر / گلی نمبر درکار ہے
	Out of City / Country	شہر / ملک سے باہر ہیں
	Share Refused to Accept	وصول کرنے سے انکار
	Non Service Area	رسائی ممکن نہیں
	Any Other Reason, Please Mention Hereunder:	کوئی اور وجہ / نیچے لکھیں:

If undelivered please return to G/Postmall Box No. 3529, Lahore-54660