



**INTERIM CONDENSED
FINANCIAL STATEMENT
FOR THE 1ST QUARTER
ENDED SEPTEMBER 30, 2020
(Un-Audited)**



REPORT OF THE DIRECTORS

FOR THE FIRST QUARTER ENDED 30th SEPTEMBER 2020

Dear Shareholders

Yours Directors are pleased to place before you un-audited financial results for the first quarter ended September 30, 2020.

During the quarter under review the net sales for the quarter were Rs. 201 million as against sales of Rs. 224 million for the corresponding quarter of the last year, representing decrease of Rs. 23.14 million. This decrease in sales is due to the disruption in production. Main reason of low production is rains in the month of July 2020 and August 2020 which interrupt the production and infrastructure of our factory.

The gross profit for the period was Rs. 3.72 million against gross loss of Rs. 24.32 million for the corresponding quarter of the previous year. Loss before tax for the quarter under review was Rs. 23.84 million against loss before tax Rs. 42.05 million for the corresponding quarter of the immediate preceding year.

Further, due to the government package on construction industries, there is increased in tiles demands in the market and we are hopeful that this will increase are tiles sales.

On behalf of Board of Directors, I thank our well wishers, shareholders, customers, dealers, banks & DFI'S, suppliers of raw material and plant and machinery, friends and all employees for their cooperation and contribution towards the progress of the company.

On behalf of the Board



Munawarali Kassim
Chief Executive

Karachi: October 29, 2020

30 ستمبر 2020 کو ختم ہونے والی سہ ماہی کے لئے ڈائریکٹرز کی رپورٹ

محترم شیئر ہولڈرز،

آپ کے ڈائریکٹرز 30 ستمبر 2020 کو ختم ہونے والی سہ ماہی کے لئے غیر آڈٹ شدہ مالیاتی گوشوارے بشمول جمع شدہ مالیاتی حسابات کے بارے میں ڈائریکٹرز رپورٹ آپ کیلئے پیش کر رہے ہیں۔

زیر جائزہ سہ ماہی کے دوران کمپنی کی خالص فروخت مبلغ 201 ملین روپے رہی جو کہ گزشتہ سال کی اسی سہ ماہی کے دوران مبلغ 224 ملین روپے تھی جو کہ مبلغ 23.14 ملین روپے کی کمی ہے۔ فروخت میں یہ کمی پیداوار میں رکاوٹ کے باعث ہوئی۔ جولائی 2020ء اور اگست 2020ء کے مہینوں میں بارشوں کے باعث پیداوار میں کمی ہوئی جو کہ ہماری ٹیکنیری کی پیداوار اور بنیادی ڈھانچے میں رکاوٹ ہیں۔

دوران مدت مجموعی منافع مبلغ 3.72 ملین روپے ہوا جس کا موازنہ گزشتہ سال کی سہ ماہی کے خسارہ مبلغ 24.32 ملین روپے سے کیا جاسکتا ہے۔ زیر جائزہ سہ ماہی کے دوران قبل از ٹیکس خسارہ مبلغ 23.84 ملین روپے ہوا جس کا موازنہ گزشتہ سال کی سہ ماہی کے خسارہ مبلغ 42.05 ملین روپے سے کیا جاسکتا ہے۔

مزید یہ کہ تعمیراتی صنعتوں پر حکومتی پیکج کے باعث مارکیٹ میں مانگ کی طلب میں اضافہ ہوا ہے اور ہمیں امید ہے کہ مانگ کی فروخت میں اضافہ ہوگا۔

بورڈ کی جانب سے میں اپنے خیر خواہوں، شیئر ہولڈرز، صارفین، ڈیلرز، بینکس، ڈی ایف آئی ایس، خام مال، پلانٹ، اور مشینری، دوستوں اور تمام ملازمین کو ان کے تعاون اور کمپنی کی پروگریس میں حصہ لینے پر شکر گزار ہیں۔

بتوسط بورڈ



منور علی ایس قاسم
چیف ایگزیکٹو

مورخہ 29 اکتوبر 2020ء



STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2020 (UNAUDITED)

ASSETS	September 2020 Rupees	June 2020 Rupees
Non-current assets		
Property, plant and equipment	1,046,813,085	1,069,821,000
Right-of-use assets	1,089,275	1,361,594
Long term deposits	897,038	897,038
	<u>1,048,799,398</u>	<u>1,072,079,632</u>
Current assets		
Stores and spares	13,486,614	13,231,964
Stock in trade	496,271,851	427,205,721
Trade debts	132,683,755	101,449,135
Loans and advances - considered good	1,084,748	640,146
Advance tax	18,526,512	14,968,132
Refunds due from the government	42,116,189	60,463,197
Short term deposits, prepayments and other receivables	5,218,420	673,695
Cash and bank balances	5,125,012	15,807,906
	<u>714,513,101</u>	<u>634,439,896</u>
TOTAL ASSETS	<u>1,763,312,499</u>	<u>1,706,519,528</u>
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Share capital	145,486,760	145,486,760
Unappropriated profit	68,140,152	88,837,903
Revaluation surplus on property, plant & equipment	339,273,437	345,316,258
	<u>552,900,349</u>	<u>579,640,921</u>
LIABILITIES		
Non-current liabilities		
Long term financing	468,290,052	471,128,608
Lease liabilities	710,924	792,247
Deferred income - government grant	867,586	867,586
Post employment benefits	106,285,947	105,048,731
Deferred taxation	95,903,572	96,017,129
	<u>672,058,080</u>	<u>673,854,301</u>
Current liabilities		
Trade and other payables	128,267,832	118,969,312
Markup accrued on loans	38,712,419	34,653,652
Short term borrowings	305,094,858	258,978,407
Long term financing	42,361,649	19,520,608
Unclaimed Dividend	513,191	513,191
Dividend payable	6,225,120	6,225,120
Deferred income - government grant	1,184,204	1,184,204
Lease liabilities	331,282	331,282
Provision for taxation	15,663,514	12,648,530
	<u>538,354,069</u>	<u>453,024,306</u>
Total liabilities	<u>1,210,412,150</u>	<u>1,126,878,607</u>
Contingencies and Commitments	-	-
TOTAL EQUITY AND LIABILITIES	<u>1,763,312,499</u>	<u>1,706,519,528</u>


Chief Executive


Chief Financial Officer


Director



INTERIM CONDENSED PROFIT AND LOSS ACCOUNT

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

	September 2020 Rupees	September 2019 Rupees
Revenue	200,998,952	224,144,886
Cost of sales	(197,276,401)	(248,464,859)
Gross (loss) /profit	3,722,551	(24,319,973)
Selling and distribution expenses	2,377,953	2,989,041
Administrative expenses	7,397,504	6,849,205
Other expenses	-	-
	(9,775,457)	(9,838,246)
Operating (loss) / profit	(6,052,906)	(34,158,219)
Other income	529,850	3,573,746
Finance cost	(18,316,089)	(11,466,752)
	(17,786,239)	(7,893,006)
(Loss) / profit before taxation	(23,839,145)	(42,051,225)
Taxation	(2,542,634)	(1,087,855)
(Loss) / profit after taxation	(26,381,779)	(43,139,080)
(Loss) / Earnings per share - basic and diluted	(1.81)	(2.97)

Notes:

1. These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard 34 and provision of and directive issued under the Companies Act, 2017
2. The accounting policies adopted for the preparation of these accounts are the same as those applied in the preparation of these accounts are the same as those applied in the preparation of the accounts for the preceding year ended June 30, 2020.
3. The Financial statements have been authorized for the issue for the Board of Directors on October 29, 2020


Chief Executive


Chief Financial Officer


Director



INTERIM CONDENSED CASH FLOW STATEMENT

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

	September 2020 Rupees	September 2019 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / profit before taxation	(23,839,145)	(42,051,225)
Adjustments for non cash charges and other items		
Depreciation	22,911,594	25,525,796
Provision for gratuity	3,107,079	4,626,776
Gain on disposal of property, plant and equipment	(531,360)	-
Finance cost	18,316,089	11,466,752
	43,803,402	41,619,324
Cash flows from operating activities before working capital changes	19,964,257	(431,901)
Effect on cash flow due to working capital changes		
Increase in stores and spares	(254,650)	712,964
Increase in stock in trade	(69,066,130)	(21,822,695)
Increase / decrease in trade debts	(31,234,620)	(26,317,085)
Decrease / increase in loans and advances	(444,602)	224,567
Decrease in short term deposits, prepayments and other receivables	(4,544,725)	(18,187,031)
Decrease / increase in trade and other payables	9,559,022	(30,055,068)
	(95,985,705)	(95,444,348)
Cash flows generated from operations	(76,021,448)	(95,876,249)
Finance cost paid		
Income tax paid	(14,257,322)	(5,977,148)
Sales tax paid	15,010,755	(3,382,794)
Gratuity paid	(482,629)	(10,893,251)
	(1,869,863)	-
	(1,599,059)	(20,253,193)
Net cash flows generated from operating activities	(77,620,507)	(116,129,442)



INTERIM CONDENSED CASH FLOW STATEMENT
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

	September 2020 Rupees	September 2019 Rupees
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to property, plant and equipment	-	(26,873,644)
Proceeds from disposal of property, plant and equipment	900,000	-
Net cash flows used in investing activities	900,000	(26,873,644)
	900,000	(26,873,644)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing	20,002,485	86,234,862
Short term borrowings	31,609,473	79,579,822
Lease rentals paid	(81,323)	(14,021)
Net cash flows used in financing activities	51,530,635	165,800,663
Net increase in cash and cash equivalents	(25,189,872)	22,797,577
Cash and cash equivalents at the beginning of the year	(152,379,719)	5,819,737
Cash and cash equivalents at the end of the year - note 38	<u>(177,569,591)</u>	<u>28,617,314</u>


Chief Executive


Chief Financial Officer


Director



INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020

	SEPTEMBER	
	2020	2019
	Rupees	Rupees
(Loss) / profit after taxation	(26,381,779)	(43,139,080)
Other comprehensive income		
Items that will not be reclassified to profit or loss in subsequent periods		
Remeasurement of retirement benefit obligation	-	-
Deferred tax on retirement benefit obligation	(358,793)	1,341,765
	(358,793)	1,341,765
Items in subsequent periods that may be reclassified to profit or loss		
Surplus on revaluation of land and buildings	-	-
Deferred tax on surplus of buildings	-	-
	-	-
Total comprehensive loss / income for the year	<u>(26,740,572)</u>	<u>(41,797,315)</u>


Chief Executive


Chief Financial Officer


Director



INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2020 (UNAUDITED)

	Share Capital	Unappropriated Profit	Surplus on revaluation of property, plant and equipment	Total
Rupees.....			
Balance as at July 01, 2019	145,486,760	114,182,801	365,875,241	625,544,802
Final Dividend for the year ended June 30, 2019 declared subsequent to year end	-	(7,274,338)	-	(7,274,338)
Loss after taxation for the year ended June 30, 2020	-	(43,773,704)	-	(43,773,704)
Other comprehensive income for the year				
Remeasurement of retirement benefit obligation	-	7,245,297	-	7,245,297
Deferred tax on retirement benefit obligation	-	(2,101,136)	-	(2,101,136)
	-	5,144,161	-	5,144,161
Surplus on revaluation of land and building - net of deferred tax	-	-	-	-
Transferred from surplus on revaluation of property, plant and equipment incremental depreciation for the year - net of deferred tax	-	20,558,983	(20,558,983)	-
Effect of change in tax rate	-	-	-	-
	-	20,558,983	(20,558,983)	-
Balance as at June 30, 2020	145,486,760	88,837,903	345,316,258	579,640,921
Profit after taxation for the quarter ended September 30, 2019	-	(26,381,779)	-	(26,381,779)
Other comprehensive income for the year				
Remeasurement of retirement benefit obligation	-	-	-	-
Deferred tax on retirement benefit obligation	-	(358,793)	-	(358,793)
	-	(358,793)	-	(358,793)
Transferred from surplus on revaluation of property, plant and equipment incremental depreciation for the year - net of deferred tax	-	6,042,821	(6,042,821)	-
	-	6,042,821	(6,042,821)	-
Balance as at September 30, 2020	145,486,760	68,140,152	339,273,437	552,900,349


Chief Executive


Chief Financial Officer


Director

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