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# Dewan Farooque Motors Limited

## Company Information

### Non-Executive Directors
- Mr. Haroon Iqbal
- Mr. Syed Muhammad Anwar
- Mr. Mohammad Saleem Baig
- Mr. Imran Ahmed Javed

### Executive Directors
- Mr. Waseem-ul-Haque Ansari
- Mr. Muhammad Naeem Uddin Malik

### Independent Director
- Mr. Aziz-ul-Haque

### CHIEF EXECUTIVE OFFICER
- Mr. Waseem-ul-Haque Ansari

### CFO & COMPANY SECRETARY
- Mr. Muhammad Naeem Uddin Malik

### AUDIT COMMITTEE MEMBERS
- Mr. Aziz-ul-Haque  
  Chairman
- Mr. Syed Muhammad Anwar  
  Member
- Mr. Haroon Iqbal  
  Member

### HUMAN RESOURCE & REMUNERATION COMMITTEE MEMBERS
- Mr. Aziz-ul-Haque  
  Chairman
- Mr. Waseem-ul-Haque Ansari  
  Member
- Mr. Haroon Iqbal  
  Member

### BANKERS
- Allied Bank of Pakistan Limited
- Askari Bank Limited
- Faysal Bank Limited
- Habib Bank Limited
- Meezan Bank Limited
- National Bank of Pakistan
- Silk Bank Limited
- Saudi Pak Industrial and Agricultural Investment Co. (Pvt.) Limited
- Standard Chartered Bank
- Summit Bank
- The Bank of Khyber
- The Bank of Punjab
- United Bank Limited

### AUDITORS
- Feroze Sharif Tariq & Co.
  Chartered Accountants
  4/N/4, Block 6, P.E.C.H.S., Karachi.

### LEGAL ADVISORS

### TAX ADVISOR
- Shariff & Co. (Advocates)
  3rd Floor, Uni Plaza,
  I.I. Chundrigar Road, Karachi.

### SHARES REGISTRAR / TRANSFER AGENT
- BHF Consultants Pakistan (Pvt.) Limited
  Anum Estate Building, Room No. 310 & 311,
  3rd Floor, 49, Darul Aman Society,
  Main Shahrah-e-Faisal,
  Adjacent to Baloch Colony Bridge,
  Karachi, Pakistan.

### REGISTERED OFFICE
- 7th Floor, Block ‘A’,
  Finance & Trade Centre,
  Off Shahrah-e-Faisal,
  Karachi.

### CORPORATE OFFICE
- 7th & 8th Floor, Block ‘A’,
  Finance & Trade Centre,
  Off Shahrah-e-Faisal,
  Karachi.

### REGIONAL OFFICES
- Lahore
  Dewan Centre, PIA Tower,
  Egerton Road,
  Islamabad
  Plot # 6, Street # 9, Sector G-8/2

### FACTORY
- Jilaniabad, Budhu Talpur,
  District Sajawal,
  Sindh.
Directors’ Report

The Board of Directors of your Company takes pleasure in presenting the un-audited condensed interim financial statements of the Company for the quarter and nine months’ period ended March 31, 2019.

During the period under review the gross sales is Rs.1,775 (Mar 2018: Rs. 0.971) million, gross loss is Rs. 157.134 (Mar 2018: Rs.112.195) million and the after-tax loss is Rs. 117.510 (Mar 2018: Rs. 10.544) million.

The sale of local Car/SUV/LCV sector for the nine months’ period ended March 31, 2019 has shown a decline of 4% as compared to the corresponding period of last year. The main reason for reduction in volume is depreciation of Pak Rupee against US Dollar, the impact of which has been passed on to the customers. Further increase in car financing cost also had a significant impact on the vehicle demand. The restriction on purchase of vehicles by non-filers also had a negative impact on volumes during the period under review. The levy of 10% Federal Excise Duty on locally manufactured Cars, Jeeps and SUVs of 1700cc above category will also have negative impact on volumes of higher segment vehicles. The government has recently withdrawn the restriction of buying vehicles by non-filers and now non-filers are allowed to purchase the vehicles. We expect that by withdrawing this restriction the volumes will improve. The Company is going through tough conditions and making best endeavors to survive. A number of recovery suits have been instituted by Banks/Financial Institutions alleging default of company which are being successfully defended by our counsels. The proposal of re-profiling of the Company’s debts is expected to be completed very soon. After the restructuring of debt, the Company’s operation will be normalized.

In conclusion, we bow, beg and pray to Almighty Allah, Rahman-o-Rahim, in the name of our beloved Prophet, Muhammad (peace be upon him), for the continued showering of his blessings, guidance, strength, health and prosperity to us, our Company, our Country and the Nation, and also pray to Almighty Allah to bestow peace, harmony, brotherhood and unity in true Islamic spirit to the whole Muslim Ummah, Ameen, Summa-Ameen

LO-MY LORD IS INDEED HEAER OF PRAYER (AL-QURAN)
Under / By Authority of the Board of Directors

Waseem-ul-Haque Ansari
Chief Executive Officer

Haroon Iqbal
Chairman/Director

Karachi: April 29, 2019
DEWAN FAROOQUE MOTORS LIMITED

Condensed Interim Statement of Financial Position
As at March 31, 2019

<table>
<thead>
<tr>
<th>Note</th>
<th>November 2019</th>
<th>December 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>NON-CURRENT ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Property, Plant and Equipment</td>
<td>6</td>
<td>958,333</td>
</tr>
<tr>
<td>Investment</td>
<td>7</td>
<td>1,363,601</td>
</tr>
<tr>
<td><strong>CURRENT ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stores and spares</td>
<td></td>
<td>52,293</td>
</tr>
<tr>
<td>Stock-in-trade</td>
<td></td>
<td>47,042</td>
</tr>
<tr>
<td>Trade debts - considered good</td>
<td></td>
<td>24,173</td>
</tr>
<tr>
<td>Short term loan to associated undertaking - considered good</td>
<td></td>
<td>154,879</td>
</tr>
<tr>
<td>Advances, deposits, prepayments and other receivables - Considered good</td>
<td></td>
<td>795,449</td>
</tr>
<tr>
<td>Taxation - net</td>
<td></td>
<td>23,198</td>
</tr>
<tr>
<td>Cash and bank balances</td>
<td></td>
<td>124,285</td>
</tr>
<tr>
<td><strong>TOTAL ASSETS</strong></td>
<td></td>
<td>3,543,253</td>
</tr>
<tr>
<td><strong>EQUITY AND LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>SHARE CAPITAL AND RESERVES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Share Capital Authorized</td>
<td></td>
<td>1,500,000</td>
</tr>
<tr>
<td>Issued, subscribed and paid-up</td>
<td></td>
<td>1,387,353</td>
</tr>
<tr>
<td>Revenue Reserve</td>
<td></td>
<td>(3,613,190)</td>
</tr>
<tr>
<td>Accumulated loss</td>
<td></td>
<td>(2,225,837)</td>
</tr>
<tr>
<td><strong>NON-CURRENT LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Long term security deposits</td>
<td></td>
<td>12,700</td>
</tr>
<tr>
<td>Deferred Liabilities</td>
<td></td>
<td>4,231</td>
</tr>
<tr>
<td><strong>CURRENT LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sponsor loan</td>
<td>8</td>
<td>253,279</td>
</tr>
<tr>
<td>Trade and other payables</td>
<td></td>
<td>2,422,112</td>
</tr>
<tr>
<td>Unclaimed Dividend</td>
<td></td>
<td>1,814</td>
</tr>
<tr>
<td>Short term finance-secured</td>
<td>9</td>
<td>1,978,024</td>
</tr>
<tr>
<td>Current maturity of long term loans</td>
<td></td>
<td>1,996,930</td>
</tr>
<tr>
<td><strong>TOTAL LIABILITIES</strong></td>
<td></td>
<td>2,753,259</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>CONTINGENCIES AND COMMITMENTS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>10</td>
<td>3,543,253</td>
</tr>
<tr>
<td><strong>TOTAL EQUITY AND LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>3,543,253</td>
</tr>
</tbody>
</table>

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

Waseem-ul-Haque Ansari
Chief Executive Officer

Muhammad Naeem Uddin Malik
Chief Financial Officer

Haroon Iqbal
Chairman/Director

QUARTERLY REPORT 2019 || 05
## Condensed Interim Statement Of Profit Or Loss Account
For the Nine months and quarter ended March 31, 2019

<table>
<thead>
<tr>
<th>Note</th>
<th>Nine Months Ended March 31, 2019</th>
<th>Ended March 31, 2018</th>
<th>Quarter Ended March 31, 2019</th>
<th>March 31, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>GROSS SALES</strong></td>
<td>1,775</td>
<td>971</td>
<td>859</td>
<td>228</td>
</tr>
<tr>
<td>Sales tax</td>
<td>303</td>
<td>156</td>
<td>150</td>
<td>37</td>
</tr>
<tr>
<td>Commission</td>
<td>+</td>
<td>+</td>
<td>+</td>
<td>+</td>
</tr>
<tr>
<td><strong>NET SALES</strong></td>
<td>1,472</td>
<td>815</td>
<td>709</td>
<td>191</td>
</tr>
<tr>
<td>Cost of sales</td>
<td>158,606</td>
<td>113,010</td>
<td>40,175</td>
<td>44,119</td>
</tr>
<tr>
<td><strong>GROSS LOSS</strong></td>
<td>(157,124)</td>
<td>(112,195)</td>
<td>(29,666)</td>
<td>(43,928)</td>
</tr>
<tr>
<td>Distribution expenses</td>
<td>359</td>
<td>14,526</td>
<td>48</td>
<td>3,678</td>
</tr>
<tr>
<td>Administration and general expenses</td>
<td>28,021</td>
<td>25,035</td>
<td>7,466</td>
<td>8,944</td>
</tr>
<tr>
<td><strong>OPERATING LOSS</strong></td>
<td>(185,514)</td>
<td>(151,756)</td>
<td>(46,960)</td>
<td>(56,550)</td>
</tr>
<tr>
<td><strong>OTHER INCOME</strong></td>
<td>6,160</td>
<td>141,327</td>
<td>13,787</td>
<td>60,742</td>
</tr>
<tr>
<td>Finance cost</td>
<td>138</td>
<td>105</td>
<td>16</td>
<td>92</td>
</tr>
<tr>
<td><strong>PROFIT/(LOSS) BEFORE TAXATION</strong></td>
<td>(117,492)</td>
<td>(10,534)</td>
<td>(33,209)</td>
<td>4,192</td>
</tr>
<tr>
<td><strong>TAXATION</strong></td>
<td>18</td>
<td>10</td>
<td>8</td>
<td>2</td>
</tr>
<tr>
<td><strong>NET PROFIT/(LOSS) FOR THE PERIOD</strong></td>
<td>(117,510)</td>
<td>(10,544)</td>
<td>(33,217)</td>
<td>4,098</td>
</tr>
<tr>
<td>Basic / diluted Profit/(Loss) per share (Rupee)</td>
<td>(0.85)</td>
<td>(0.08)</td>
<td>(0.24)</td>
<td>0.03</td>
</tr>
</tbody>
</table>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.
DEWAN FAROOQUE MOTORS LIMITED

Condensed Interim Statement Of Comprehensive Income
For the Nine months and quarter ended March 31, 2019

<table>
<thead>
<tr>
<th></th>
<th>Nine Months Ended March 31, 2019</th>
<th>Ended March 31, 2018</th>
<th>Quarter Ended March 31, 2019</th>
<th>March 31, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Profit/(Loss) for the period</td>
<td>(117,510)</td>
<td>(10,544)</td>
<td>(33,217)</td>
<td>4,098</td>
</tr>
<tr>
<td>Other comprehensive Income/(Loss) for the period</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total comprehensive Income/(Loss) for the period</td>
<td>(117,510)</td>
<td>(10,544)</td>
<td>(33,217)</td>
<td>4,098</td>
</tr>
</tbody>
</table>

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

Waseem-ul-Haque Ansari
Chief Executive Officer

Muhammad Noem Úddin Malik
Chief Financial Officer

Haroon Iqbal
Chairman/Director
A YOUSUF DEWAN COMPANY

Condensed Interim Statement Of Cash Flows
For the nine months ended March 31, 2019

<table>
<thead>
<tr>
<th>March 31, 2019</th>
<th>March 31, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>(Rs. in '000)</td>
<td>(Rs. in '000)</td>
</tr>
</tbody>
</table>

**CASH FLOW FROM OPERATING ACTIVITIES**

(117,492) | (10,534)
---|---

**Add / (Less) : Depreciation**

Gain on disposal of fixed assets | 52,576 | 56,290
---|---|---
Gain due to Change in valuation of investment in associates | (240) | -
---|---|---
Financial charges | (53,271) | (131,721)
---|---|---
(797) | (75,326)
---|---|---

(118,289) | (85,360)
---|---|---

Decrease (Increase) in stores & spares | 1,668 | 252
---|---|---
Decrease in stock in trade | 1,511 | 598
---|---|---
Decrease in trade debts | 71,010 | 5,120
---|---|---
Increase in trade, other payables and borrowings | (12,447) | (5,237)
---|---|---
Increase in trade, other payables and borrowings | 45,335 | 31,086
---|---|---
(Decrease) in long term security deposits | (4,000) | (428)
---|---|---
Tax (paid) | (522) | (105)
---|---|---
Financial charges (paid) | (138) | (105)
---|---|---
Net cash flow from operating activities | 102,617 | 30,782
---|---|---

<table>
<thead>
<tr>
<th>March 31, 2019</th>
<th>March 31, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>(Rs. in '000)</td>
<td>(Rs. in '000)</td>
</tr>
</tbody>
</table>

**CASH FLOW FROM INVESTING ACTIVITIES**

Capital expenditure incurred | (891) | -
---|---|---
Sale Proceeds of fixed assets | 310 | -
---|---|---
Net cash flow from investing activities | (581) | -
---|---|---

**CASH FLOW FROM FINANCING ACTIVITIES**

Long term loans (repaid) | - | (33,993)
---|---|---
Sponsor loan | 12,304 | 90,781
---|---|---
Net cash flow from financing activities | 12,304 | 56,788
---|---|---

**NET (DECREASE) / INCREASE IN CASH & CASH EQUIVALENTS**

(3,949) | 1,710
---|---|---

**CASH & CASH EQUIVALENTS AT BEGINNING OF THE PERIOD**

(1,849,790) | (1,854,344)
---|---|---

**CASH & CASH EQUIVALENTS AT END OF THE PERIOD**

(1,853,739) | (1,852,634)
---|---|---

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.
## Condensed Interim Statement of Changes in Equity
For the nine months ended March 31, 2019

<table>
<thead>
<tr>
<th>Share Capital</th>
<th>Accumulated (Loss)</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>1,387,353</td>
<td>(3,426,248)</td>
<td>(2,038,895)</td>
</tr>
<tr>
<td>--</td>
<td>(10,544)</td>
<td>(10,544)</td>
</tr>
<tr>
<td>1,387,353</td>
<td>(3,436,792)</td>
<td>(2,049,439)</td>
</tr>
<tr>
<td>1,387,353</td>
<td>(3,495,680)</td>
<td>(2,108,327)</td>
</tr>
<tr>
<td>--</td>
<td>(117,510)</td>
<td>(117,510)</td>
</tr>
<tr>
<td>1,387,353</td>
<td>(3,613,190)</td>
<td>(2,225,837)</td>
</tr>
</tbody>
</table>

(Rs. in ‘000)

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

Waseem-ul-Haque Ansari  
Chief Executive Officer

Muhammad Naeem Uddin Malik  
Chief Financial Officer

Haroon Iqbal  
Chairman/Director

---

**QUARTERLY REPORT 2019**  **09**
Notes to the Condensed Interim Financial Statements
For the nine months ended March 31, 2019

1 THE COMPANY AND ITS OPERATION

Dewan Farooque Motors Limited was incorporated in Pakistan on December 28, 1998 as a public limited company. The shares of the company are quoted on all the Pakistan stock exchanges in Pakistan. The principal activity of the Company is the assembly, progressive manufacturing and sale of vehicles in Pakistan.

The Company commenced commercial production through the interim facility from January 01, 2000. The main facility came into commercial operation from January 01, 2001.

On 01 August 2016, the company entered into an agreement with Daehan-Dewan Motor Company (Pvt.) Limited (a related party) for assembly of vehicles on contract basis. The company started Production on contract assembly basis from March 2018 and subsequently suspended temporarily.

The geographical Location and address of the company's business units, including mill/plant are as under:

The registered office of the Company is situated at 7th floor, Block ‘A’, Finance and Trade Centre, Off - Shahrah-e-Faisal, Karachi, while its manufacturing facilities is situated at Jilaniabad, Budhu Talpur, District Sajawal, Sindh.

2 GOING CONCERN ASSUMPTION

The company incurred Loss after taxation of Rs.117.510 million during the period ended March 31, 2019. As of that date it has accumulated losses of Rs. 3.613 billion and its current liabilities including bank liabilities exceeded its current asset by Rs. 4.531 billion. However, excluding bank liabilities the current ratio is positive. Furthermore, cumulatively the company has not provided markup on its borrowings from banks and financial institutions amounting to Rs.5.447 billion. The working capital constraints resulted in closure of production activities leading to gross loss situation. Further, the company has been unable to ensure timely repayments of debts owing to financial institutions due to liquidity problems and the short term facilities have not been renewed by banks/financial institutions. Following course the lenders have gone into litigations for repayment of liabilities amounting to Rs. 6.884 billion through attachment and sale of Company's hypothecated /mortgaged properties. The restructuring proposal submitted by the company to lenders is in the process of negotiation and is expected to be approved in near future. These conditions indicates the existence of material uncertainty, which may cast significant doubt about company ability to continue as going concern.

These condensed interim financial statements have been prepared on going concern assumption because the above conditions are temporary and would reverse. The management is confident that the outcome will be positive as the company is negotiating reporffiling of the debt with all the lenders and is expected to be finalized in due course. Accordingly, the company has approached its lenders for the restructuring of its entire debt in the following manner:

a) All the debt obligations of the company be converted into interest bearing long term loan in proportion to their respective current exposures;

b) Principle to be repaid in 10 years inclusive of 1 year grace period.

c) Mark-up payable as on December 31, 2008 to be frozen and paid quarterly over a period of three years commencing after 3 months from the restructuring date.
DEWAN FAROOQUE MOTORS LIMITED

The management believes that the restructuring proposal presented is workable and would enable the company to service its debts. Therefore, the management is confident that the proposal will be accepted by its lenders. Accordingly, these financial statements have been prepared on a going concern basis.

3 BASIS OF PREPARATION

3.1 This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting with the exception of departure of IFRS as mentioned in note 11, for which the management concludes that provisioning of mark up would conflict with the objectives of the financial statements.

These condensed interim financial statements of the Company for the nine months ended 31 March 2019 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards 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 provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.2 This condensed interim financial information of the Company does not include all of the information required for full annual financial statements and should be read in conjunction with the audited annual separate financial statements of the Company as at and for the year ended 30 June 2018.

3.3 This condensed interim financial information is presented in Pakistan Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest thousand.

3.4 The comparative financial position presented in this condensed interim financial information has been extracted from the audited annual separate financial statements of the Company for the year ended 30 June 2018, whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the period ended March 31, 2019.

4 ACCOUNTING POLICIES

4.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of audited annual separate financial statements of the Company for the year ended 30 June 2018.

4.2 Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Company's operations and did not have any impact on the accounting policies of the Company except where changes affected presentation and disclosures in this condensed interim financial information.

5 ESTIMATES AND JUDGEMENTS

5.1 The preparation of condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reporting amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.
5.2 Estimates and judgements made by management in the preparation of this condensed interim financial information are the same as those that were applied to the audited annual separate financial statements of the Company as at and for the year ended 30 June 2018.

<table>
<thead>
<tr>
<th>Note</th>
<th>Nine Months ended March 31, 2019 Unaudited</th>
<th>Year Ended June 30, 2018 Audited</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(Rs. in '000)</td>
<td></td>
</tr>
</tbody>
</table>

6 PROPERTY PLANT AND EQUIPMENTS

Operating Property Plant and Equipments 6.1

<table>
<thead>
<tr>
<th></th>
<th>Nine Months ended March 31, 2019 Unaudited</th>
<th>Year Ended June 30, 2018 Audited</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(Rs. in '000)</td>
<td></td>
</tr>
</tbody>
</table>

6.1 WDV of Operating Fixed Assets

<table>
<thead>
<tr>
<th>Description</th>
<th>Nine Months ended March 31, 2019 Unaudited</th>
<th>Year Ended June 30, 2018 Audited</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening Balance</td>
<td>3,387,706</td>
<td>3,378,036</td>
</tr>
<tr>
<td>Add: Additions during the period</td>
<td>891</td>
<td>9,670</td>
</tr>
<tr>
<td>Less: Deletions during the period</td>
<td>1,246</td>
<td></td>
</tr>
<tr>
<td>Less: Accumulated Depreciation as on March 31, 2019 (June 30, 2018)</td>
<td>(2,429,018)</td>
<td>(2,377,617)</td>
</tr>
</tbody>
</table>

7 INVESTMENT

Investment in Ordinary shares of Dewan Cement Limited (DCL) - An associated company on equity method

65,375,455 ordinary shares of Rs. 10 each

<table>
<thead>
<tr>
<th>Description</th>
<th>Nine Months ended March 31, 2019 Unaudited</th>
<th>Year Ended June 30, 2018 Audited</th>
</tr>
</thead>
<tbody>
<tr>
<td>Share of Profit</td>
<td>559,470</td>
<td>506,199</td>
</tr>
<tr>
<td>Fair value as per Market price quoted in Pakistan stock Exchange</td>
<td>1,363,601</td>
<td>1,310,330</td>
</tr>
<tr>
<td>Market value (Rupees per share)</td>
<td>11.52</td>
<td>18.00</td>
</tr>
<tr>
<td>Percentage of equity held</td>
<td>13.50%</td>
<td>13.50%</td>
</tr>
</tbody>
</table>

8 Sponsor loan

This represents unsecured interest free loan for the purpose of working capital requirements and is payable on demand.

9 SHORT TERM BORROWING

The Short term borrowings have not been renewed by the Banks as of financial position date.
10 CONTINGENCIES AND COMMITMENTS

Contingencies

There is no material change in the contingencies and commitments since the last audited financial statements as at June 30, 2018 as disclosed the banks/Financial institutions have filed suits aggregate amounting to Rs. 6.884 billion.

11 FINANCE COST

During the period ended March 31, 2019 the Company has not provided the markup on Long term and short term borrowing from banks and financial institutions to the extent of Rs. 387.601 million. The management is hopeful that the decision of the court will be in favor of the Company and the restructuring proposal will be accepted by the lenders. However had the Company provided this amount in the financial statements during the year the loss of the Company would have been increased by Rs. 387.601 million and consequently the Share holders equity would have been lower and accrued markup would have been higher by Rs. 5.447 billion. The said non provisioning is the contravention with the requirements of IAS 23 “Borrowing Costs”.

<table>
<thead>
<tr>
<th>Nine Months Ended</th>
<th>Quarter Ended</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>March 31, 2019</td>
</tr>
<tr>
<td>------------------</td>
<td>---------------</td>
</tr>
<tr>
<td>Net Profit/(Loss) for the period</td>
<td>(117,510)</td>
</tr>
<tr>
<td>Weighted average number of ordinary shares issued during the year</td>
<td>138,735</td>
</tr>
<tr>
<td>Profit/(Loss) Per Share -Basic/Diluted (Rupee)</td>
<td>(0.85)</td>
</tr>
</tbody>
</table>

12 PROFIT/(LOSS) PER SHARE - Basic/Diluted

13 TRANSACTIONS WITH ASSOCIATED UNDERTAKINGS / RELATED PARTIES

Related parties transactions are carried out in the normal course of business. Material transaction during the period are given below:
### Nine Months ended March 31, 2019 Unaudited |

<table>
<thead>
<tr>
<th>Description</th>
<th>2019 (Rs. in '000)</th>
<th>2018 (Rs. in '000)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales</td>
<td>76</td>
<td>60,242</td>
</tr>
<tr>
<td>Markup charged for the period on short term</td>
<td></td>
<td></td>
</tr>
<tr>
<td>loan to associated undertaking</td>
<td>12,633</td>
<td>11,541</td>
</tr>
<tr>
<td>Sponsor loan</td>
<td>12,304</td>
<td>124,908</td>
</tr>
<tr>
<td>Provident Fund</td>
<td>1,313</td>
<td>1,283</td>
</tr>
<tr>
<td>Share of profit on equity investment in</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dewan Cement Limited</td>
<td>53,271</td>
<td>121,803</td>
</tr>
</tbody>
</table>

Transactions with associated undertakings and related parties are undertaken on an arm's length basis.

### 14 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", Statement of Financial Position has been compared with the Statement of financial Position of annual financial statements, whereas statement of profit or loss, statement of comprehensive income, Statement of cash flow and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

### 15 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on April 29, 2019 by the Board of Directors of the Company.

### 16 GENERAL

Figures have been rounded off to the nearest thousand rupees.

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**Waseem-ul-Haque Ansari**
Chief Executive Officer

**Muhammad Naeem Uddin Malik**
Chief Financial Officer

**Haroon Iqbal**
Chairman/Director
ترمیم کردار پورت

دیوان فاروقی موتورز کا 31 مارچ 2019 کو ہویا ہے، جہاں ملزم کے لئے ایک جزئی تحقیق ہوئی جس میں مختلف مشاہدات اور تحقیق کے ذریعے پیدا ہوئے ہیں۔

ملازمین کا فنڈس 4% تجویز کی گئی ہے۔ اس کے لئے یہ کہا جا رہا ہے کہ اس بات کی بنا پر کہ اس کے لئے پرکاشن کا کچھ کم ہو جائے گا۔

دیوان کا مطالبہ ہے کہ یہ انتظامیہ کے لئے اپنے انتظامیہ میں تبدیلی کی بنایا جائے۔

ڈیوائر کے گروپ میں سلامتی کی ترقی کی انتظامیہ کے لئے انتظامیہ کی معاشت میں تبدیلی کا حکم دیا جا سکتا ہے۔

کونسی کس بات تنبیہ کرنا ہے کہ یہ انتظامیہ کا کام سہی طریقے میں ہو جائے۔

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