



**3<sup>rd</sup> Quarter Report**  
**March 31**  
**2023**

**DANDOT CEMENT COMPANY LIMITED**

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## COMPANY INFORMATION

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### Board of Directors (BOD)

Muhammad Farooq Naseem  
Taha Muhammad Naseem  
Mrs. Roohi Farooq Naseem  
Zaka Muhammad Naseem  
Hamid Mahmood  
Murtaza Yousuf Mandviwala  
Shafqaat Ahmed

Chairman of BOD  
Chief Executive

### Audit Committee

Shafqaat Ahmed  
Muhammad Farooq Naseem  
Hamid Mahmood

Member / Chairman / Secretary  
Member  
Member

### Human Resources & Remuneration Committee

Murtaza Yousuf Mandviwala  
Muhammad Farooq Naseem  
Taha Muhammad Naseem

Member / Chairman  
Member  
Member

### Chief Financial Officer

Muhammad Kamran

### Statutory Auditors

Parker Russell –A.J.S.  
Chartered Accountants, Faisalabad.

### Company Secretary

Muhammad Kamran

### Legal Advisor

International Legal Services

### Bankers

The Bank of Punjab  
United Bank Limited  
National Bank of Limited  
Habib Bank Limited  
Bank Alfalah Limited  
BankIslami Pakistan Limited  
Bank Al-Habib Limited  
Askari Bank Pakistan  
JS Bank Limited  
Habib Metropolitan Bank Limited

### Registered Office / Postal Address

5-Zafar Ali Road, Gulberg V, Lahore.  
Telephone: +92-42-111 184 184

### Factory

Dandot R.S., Distt. Jhelum.  
Telephone: +92-544-232577

### Share Registrar

Corplink (Pvt.) Limited.  
Wings Arcade 1-K-Commercial, Model Town, Lahore.  
Telephone: +92-42-35839182, Fax: +92-42-35869037

### Website

[www.dandotcement.com](http://www.dandotcement.com)

## DIRECTORS' REPORT TO THE SHAREHOLDERS

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The Board of Directors presents the un-audited condensed financial statements of the company for the period ended March 31, 2023.

### Principal Activity and Operational Performance

Dandot Cement Company Limited (the Company) is a Public Listed Company. The principal activity of the Company is production and sale of cement. During the period under review, cement production & related sales volume remained suspended due to closure of plant operations for BMR activity since September 2019. Net loss for the period is Rs. 188.62 million (Mar 2022: Rs. 177.96 million) and loss per share is Rs. 1.01 (Mar 2022: Rs.0.80). Due to closure of operations and financial losses, dividend has not been recommended by the board of directors for the current period.

### Future Prospects:

#### Industry

Pakistan's economy has been adversely affected due to the fact of political instability, destructive floods, economic instability, depreciating PKR against USD, super commodity cycle, and the Russia-Ukraine war. High inflation and interest rates have reduced purchasing power and high construction costs have waned demand. However, as some stability is found, cement demand will increase due to the growing population's need for basic infrastructure, and upgrading of the old.

### Principal Risks and Uncertainties

- Increasing coal, fuel and electricity prices.
- Higher Interest rates.
- Aggressive devaluation of Pak Rupee against the dollar.
- Increasing supply with stagnant demand.

### Company's Plan

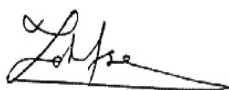
In a period filled with uncertainties and volatility the company progressed steadily towards the completion of the BMR. The project time line is maintained and the commercial operations are expected to resume in the 1st quarter of the next financial year. The BMR aims to bring the carbon emission of the company on par with the Pakistan Emission Standard and improve production metrics. The company is achieving its milestones on the path to create value and stability for all stakeholders of the Company.

### Subsequent Events


All subsequent events have been properly disclosed in the relevant notes of these un-audited condensed financial statements.

### Acknowledgement

The board of directors is thankful to all stakeholders including but not limited to bankers, employees, suppliers, distributors as well as regulators and shareholders for their continued support, cooperation and trust especially in crises tenure faced by the company in the current period.



**TAHA MUHAMMAD NASEEM**  
Chief Executive  
Lahore: April 28, 2023.

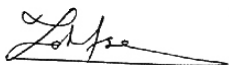


**MUHAMMAD FAROOQ NASEEM**  
Director

## CONDENSED STATEMENT OF FINANCIAL POSITION

|  | Note | (Un-Audited)<br>Mar 31, 2023 | (Audited)<br>June 30, 2022 |
|--|------|------------------------------|----------------------------|
| (Rupees in thousand)                                 |      |                              |                            |
| <b>EQUITY AND LIABILITIES</b>                        |      |                              |                            |
| <b>SHARE CAPITAL AND RESERVES</b>                    |      |                              |                            |
| Authorized capital                                   |      | 5,000,000                    | 5,000,000                  |
| Issued, subscribed and paid up share capital         |      | 2,481,733                    | 2,481,733                  |
| Share premium reserve                                |      | 787,988                      | 787,988                    |
| Accumulated loss                                     |      | (5,687,351)                  | (5,457,470)                |
| Revaluation surplus on property, plant and equipment |      | 2,219,103                    | 2,270,834                  |
| Long term loan from holding company                  | 5    | 3,204,303                    | 1,344,303                  |
|  |      | 3,005,776                    | 1,427,388                  |
| <b>NON CURRENT LIABILITIES</b>                       |      |                              |                            |
| Long term financing from banking companies           | 6    | 2,899,255                    | 2,136,351                  |
| Government grant                                     |      | 610,547                      | 74,823                     |
| Payable to Provident fund trust                      |      | 140,435                      | 140,825                    |
| Other loans and liabilities                          |      | -                            | -                          |
| Deferred liabilities                                 |      | 879,762                      | 900,891                    |
| Long term advances and deposits                      |      | 3,660                        | 3,692                      |
|  |      | 4,533,659                    | 3,256,582                  |
| <b>CURRENT LIABILITIES</b>                           |      |                              |                            |
| Trade and other payables                             |      | 483,103                      | 448,185                    |
| Deposits, accrued liabilities and advances           |      | 60,079                       | 61,867                     |
| Unclaimed dividend                                   |      | 1,082                        | 1,082                      |
| Payable to provident fund trust                      |      | 6,509                        | 9,213                      |
| Mark up accrued                                      |      | 126,754                      | 93,995                     |
| Current portion of non-current liabilities           |      | 166,930                      | 110,930                    |
| Current portion of government grant                  |      | 116,295                      | 14,214                     |
|  |      | 960,752                      | 739,486                    |
| <b>CONTINGENCIES AND COMMITMENTS</b>                 | 7    | -                            | -                          |
|  |      | 8,500,187                    | 5,423,456                  |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

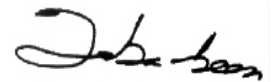


**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer

|   | Note | (Un-Audited)<br>Mar 31, 2023 | (Audited)<br>June 30, 2022 |
|---|------|------------------------------|----------------------------|
| (Rupees in thousand)  |      |                              |                            |
| <b>ASSETS</b>   |      |                              |                            |
| <b>NON CURRENT ASSETS</b>   |      |                              |                            |
| Property, plant and equipment   |      |                              |                            |
| Operating fixed assets  | 8    | 4,047,986                    | 4,124,450                  |
| Capital work in progress  | 9    | 4,002,267                    | 867,784                    |
| Intangible assets   |      | 1,146                        | 1,258                      |
| Long term deposits & prepayments  |      | 59,190                       | 54,421                     |
|   |      | 8,110,589                    | 5,047,913                  |
| <b>CURRENT ASSETS</b>   |      |                              |                            |
| Stores, spares and loose tools  |      | 218,752                      | 212,514                    |
| Stock in trade  |      | 7,576                        | 7,576                      |
| Loans and advances  |      | 10,919                       | 10,608                     |
| Trade deposits, short term prepayments and<br>current account balances with statutory authorities |      | 137,480                      | 76,290                     |
| Cash and bank balances  |      | 14,871                       | 68,555                     |
|   |      | 389,598                      | 375,543                    |
|   |      | 8,500,187                    | 5,423,456                  |

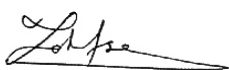


ZAKA MUHAMMAD NASEEM  
Director

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)****For The Period Ended March 31, 2023**

|  | Nine Month Ended     |                   | Third Quarter Ended  |                   |
|--|----------------------|-------------------|----------------------|-------------------|
|  | March<br>31, 2023    | March<br>31, 2022 | March<br>31, 2023    | March<br>31, 2022 |
|  | (Rupees in thousand) |                   | (Rupees in thousand) |                   |
| Sales - Net                                  | -                    | -                 | -                    | -                 |
| Cost of sales                                | -                    | -                 | -                    | -                 |
| <b>Gross loss</b>                            | -                    | -                 | -                    | -                 |
| <b>Operating expenses</b>                    |                      |                   |                      |                   |
| Administrative expenses                      | (29,332)             | (37,857)          | (9,851)              | (14,031)          |
| <b>Operating loss</b>                        | (29,332)             | (37,857)          | (9,851)              | (14,031)          |
| Other operating (expenses)/income - net      | (1,565)              | 950               | 130                  | 790               |
|  | (30,897)             | (36,907)          | (9,721)              | (13,241)          |
| Finance costs                                | (178,838)            | (162,227)         | (59,665)             | (54,068)          |
| <b>Loss before taxation</b>                  | (209,735)            | (199,134)         | (69,386)             | (67,309)          |
| Taxation:                                    |                      |                   |                      |                   |
| Current                                      | (15)                 | (4)               | (2)                  | (2)               |
| Deferred                                     | 21,129               | 21,174            | 7,043                | 6,262             |
|  | 21,114               | 21,170            | 7,041                | 6,260             |
| <b>Loss after taxation</b>                   | (188,621)            | (177,964)         | (62,345)             | (61,049)          |
| <b>Earnings Per Share- Basic and Diluted</b> | (1.01)               | (0.80)            | (0.45)               | (0.24)            |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



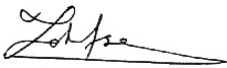
**ZAKA MUHAMMAD NASEEM**  
Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**

**For The Period Ended March 31, 2023**

|   | Nine Month Ended          |                   | Third Quarter Ended       |                   |
|---|---------------------------|-------------------|---------------------------|-------------------|
|   | <b>March<br/>31, 2023</b> | March<br>31, 2022 | <b>March<br/>31, 2023</b> | March<br>31, 2022 |
|   | (Rupees in thousand)      |                   | (Rupees in thousand)      |                   |
| Loss for the period                     | (188,621)                 | (177,964)         | (62,345)                  | (61,049)          |
| Other comprehensive income              | -                         | -                 | -                         | -                 |
| Total comprehensive loss for the period | (188,621)                 | (177,964)         | (62,345)                  | (61,049)          |

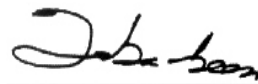
The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



**ZAKA MUHAMMAD NASEEM**  
Director

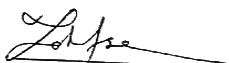


## CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

For The Period Ended March 31, 2023

|   | March 31,<br>2023    | March 31,<br>2022 |
|---|----------------------|-------------------|
|   | (Rupees in thousand) |                   |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |                      |                   |
| Loss before taxation  | (209,735)            | (199,134)         |
| <b>Adjustment of items not involving movement of cash:</b>  |                      |                   |
| Depreciation  | 1,529                | 1,718             |
| Amortization  | 113                  | 112               |
| Reversal of provision for doubtful balances   | (3,000)              | -                 |
| Reversal of balances written back   | 4,816                | -                 |
| Gain on disposal of fixed assets  | -                    | (658)             |
| Short term lease payment  | 2,618                | 2,925             |
| Unwinding of provident fund mark up   | 8,610                | -                 |
| Unwinding of long term finances   | 96,389               | 91,071            |
| Finance cost  | 73,520               | 70,951            |
|   | <b>184,595</b>       | <b>166,119</b>    |
| <b>Operating cash used before working capital changes</b>   | <b>(25,140)</b>      | <b>(33,015)</b>   |
| <b>(Increase)/Decrease in operating assets:</b>   |                      |                   |
| Stores, spares and loose tools  | (6,237)              | (612)             |
| Trade debts   | 3,000                | -                 |
| Loans and advances  | (311)                | (282)             |
| Trade deposits, short term prepayments and<br>current account balances with statutory authorities | (57,612)             | -                 |
| <b>Increase / (decrease) in current liabilities</b>   |                      |                   |
| Trade and other payables  | 30,105               | (154,963)         |
| Deposits, accrued liabilities and advances  | (1,788)              | 2,183             |
| Payable to Provident fund trust   | (11,704)             | -                 |
|   | <b>(44,547)</b>      | <b>(153,674)</b>  |
| <b>Cash used in operating activities</b>  | <b>(69,687)</b>      | <b>(186,689)</b>  |
| Long term deposit and prepayments   | (33)                 | 54                |
| Finance cost paid   | (130,490)            | (71,293)          |
| Short term lease payment  | (2,618)              | (2,925)           |
| Income taxes paid   | (3,593)              | (43)              |
| <b>Net Cash Used In Operating Activities</b>  | <b>(206,421)</b>     | <b>(260,896)</b>  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                      |                   |
| Fixed capital expenditure   | (18,056)             | (51,679)          |
| Sale proceeds of fix assets   | -                    | 700               |
| Capital work in progress  | (3,044,755)          | (660,422)         |
| Long term deposits and advances   | (4,769)              | (14,903)          |
| <b>Net Cash Used In Investing activities</b>  | <b>(3,067,580)</b>   | <b>(726,304)</b>  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |                      |                   |
| Long term loan received from holding company - net  | 1,860,000            | 425,883           |
| Long term loan repaid to banking companies  | (34,972)             | -                 |
| Long term loan received from banking companies  | 1,395,289            | 282,066           |
| Receipts against issuance of paid up capital  | -                    | 293,922           |
| Right subscription expenditures   | -                    | (6,272)           |
| <b>Net Cash Inflows From Financing Activities</b>   | <b>3,220,317</b>     | <b>995,599</b>    |
| <b>Net (Decrease)/Increase in Cash and Cash Equivalents</b>                                       | <b>(53,684)</b>      | <b>8,399</b>      |
| <b>Cash and Cash Equivalents at Beginning of the Period</b>                                       | <b>68,555</b>        | <b>21,118</b>     |
| <b>Cash and Cash Equivalents at End of the Period</b>   | <b>14,871</b>        | <b>29,517</b>     |


The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



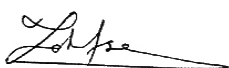
**ZAKA MUHAMMAD NASEEM**  
Director

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

**For The Period Ended March 31, 2023**

|  | Capital Reserve                  | Share Deposit Money |             |             | Revenue Reserves | Capital Reserve                                      | Loan from Holding Company | Total            |                  |
|--|----------------------------------|---------------------|-------------|-------------|------------------|--|---------------------------|------------------|------------------|
|  | Share premium reserve            | Face value          | Premium     | Total Value | Accumulated loss | Revaluation surplus on property, plant and equipment |                           |                  |                  |
|  | <----- Rupees in thousand -----> |                     |             |             |                  |  |                           |                  |                  |
| <b>Balance as at June 30, 2021 - Audited</b>   | 948,400                          | 31,801              | 1,337,385   | 664,485     | 2,001,870        | (5,203,552)  | 2,343,466                 | 738,420          | 860,405          |
| Total comprehensive loss for the period  | -                                | -                   | -           | -           | -                | (177,964)  | -                         | -                | (177,964)        |
| Share deposit money received/adjusted during the period  | -                                | -                   | 195,948     | 97,974      | 293,922          | -  | -                         | -                | 293,922          |
| Loan received during the period-net  | -                                | -                   | -           | -           | -                | -  | -                         | 425,883          | 425,883          |
| Right subscription expenditures  | -                                | -                   | -           | (6,272)     | (6,272)          | -  | -                         | -                | (6,272)          |
| Right shares issued during the period  | 1,533,333                        | 756,187             | (1,533,333) | (756,187)   | (2,289,520)      | -  | -                         | -                | -                |
| Incremental depreciation on revaluation surplus on property, plant and equipment - net of deferred tax | -                                | -                   | -           | -           | -                | 54,321   | (54,321)                  | -                | -                |
| Depreciation related to cost of sale and distribution  | -                                | -                   | -           | -           | -                | (97,345)   | -                         | -                | (97,345)         |
| <b>Balance as at March 31, 2022 - Unaudited</b>  | <b>2,481,733</b>                 | <b>787,988</b>      | <b>-</b>    | <b>-</b>    | <b>-</b>         | <b>(5,424,540)</b>                                   | <b>2,289,145</b>          | <b>1,164,303</b> | <b>1,298,629</b> |
| <b>Balance as at June 30, 2022 - Audited</b>   | 2,481,733                        | 787,988             | -           | -           | -                | (5,457,470)  | 2,270,834                 | 1,344,303        | 1,427,388        |
| Total comprehensive loss for the period  | -                                | -                   | -           | -           | -                | (188,621)  | -                         | -                | (188,621)        |
| Loan received during the period - net  | -                                | -                   | -           | -           | -                | -  | -                         | 1,860,000        | 1,860,000        |
| Incremental depreciation on revaluation surplus on property, plant and equipment - net of deferred tax | -                                | -                   | -           | -           | -                | 51,731   | (51,731)                  | -                | -                |
| Depreciation related to cost of sale and distribution  | -                                | -                   | -           | -           | -                | (92,991)   | -                         | -                | (92,991)         |
| <b>Balance as at March 31, 2023 - Unaudited</b>  | <b>2,481,733</b>                 | <b>787,988</b>      | <b>-</b>    | <b>-</b>    | <b>-</b>         | <b>(5,687,351)</b>                                   | <b>2,219,103</b>          | <b>3,204,303</b> | <b>3,005,776</b> |

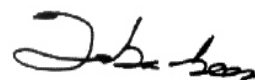
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**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



**ZAKA MUHAMMAD NASEEM**  
Director

**1. THE COMPANY AND ITS OPERATIONS**

**1.1** The Company is a public limited Company incorporated in Pakistan and is listed on Pakistan Stock Exchange. The Company started its production on 1983 and has been engaged in production and marketing of cement. Since 2019, the company is a subsidiary of Calicom Industries (Pvt.) Limited (Holding Company) and acquired under the Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017.

**1.2** After the acquisition, sponsors arranged significant funds to bridge the deficits of cash flows of the company. Despite comprehensive annual maintenance, the company could not achieve feasible production levels which could control financial losses and more importantly plant's emission levels as prescribed by relevant environmental standards. Earlier, the Provincial Cabinet of the Government of Punjab also directed the company to upgrade the plant on both economical viable scale and on modern technology to mitigate the environmental risks.

In order to meet the legal standards and to avoid any adverse action from Environmental Department, the company decided to close down the operations during the financial year 2019-20 and move towards upgrading it through Balancing, Modernization and Replacement (BMR). For the purpose, the Company signed a Memorandum of Understanding (MOU) with a renowned cement contractor namely Tianjin Cement Industry Design and Research Institute Company Limited (TCDRI) from China for BMR. The updated financial outlay of the BMR is estimated at PKR 6.88 billion including \$14.49 million for import of new machinery and equipment. Up to signing of these Condensed Interim financial statements, an amount of PKR 1.70 billion has been disbursed by the financial institutions under the DF / TERF scheme of State Bank of Pakistan (SBP) and an aggregated amount of PKR 3.22 billion has been arranged by the sponsors of the Company. Hopefully, the Company will complete BMR activities within its time lines and will resume its commercial operations in the 1st quarter of the next financial year. Hence, the management of the company is fully confident that the company will continue its operations as a going concern. Accordingly, these Condensed Interim financial statements have been prepared on a going concern basis and do not include any adjustments relating to the recoverability and classification of recorded assets and liabilities that may be necessary if the company is unable to continue as a going concern.

## **2. BASIS OF PREPARATION**

### **2.1 Statement of Compliance**

These condensed interim financial statements of the Company for the half year ended March 31, 2023 have been prepared in accordance with the accounting and reporting standards 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 34, 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act); and.
- Where the provisions of and directives issued under the Companies Act, 2017.

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

- 2.2** These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2022.

### **Basis of Measurement**

These condensed interim financial statements have been prepared under the historical cost convention except for recognition of staff retirement benefits at present value based on actuarial valuation and foreign currency assets and liabilities which are stated at the exchange rate on the date of condensed interim statement of financial position.

These condensed interim financial statements have been prepared following accrual basis of accounting except for condensed interim statement of cash flows.

### **2.3 Functional And Presentation Currency**

These condensed interim financial statements have been prepared and presented in Pakistani Rupee which is the Company's functional and presentation currency.

## **3. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2022 except those which are disclosed in these condensed interim financial statements.

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

### 4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the annual audited financial statements of the Company for the year ended June 30, 2022.

### 5. LONG TERM LOAN FROM HOLDING COMPANY

|  | <b>March 31,<br/>2023</b> | <b>June 30,<br/>2022</b> |
|--|---------------------------|--------------------------|
|  | (Rupees in thousand)      |                          |
| <b>Note</b>                                | <b>(Un-Audited)</b>       | <b>(Audited)</b>         |
| Un-secured and interest free:              |                           |                          |
| - Balance as at July 01,                   | 1,344,303                 | 738,420                  |
| - Add: Loan obtained during the year - net | 1,860,000                 | 605,883                  |
|  | 3,204,303                 | 1,344,303                |

**5.1** The loan is unsecured, interest free and repayable at discretion of the Company. In line with Technical Release - 32 issued by the Institute of Chartered Accountants of Pakistan (ICAP), this loan is classified in equity.

### 6. LONG TERM FINANCING FROM BANKING COMPANIES

Financing under:

|   |            |           |           |
|---|------------|-----------|-----------|
| - Demand finance facility -The Bank of Punjab (BOP) | <b>6.1</b> | 2,159,113 | 2,010,994 |
| - Temporary economic refinance facility (TERF)      | <b>6.2</b> | 871,546   | 200,761   |
|   |            | 3,030,659 | 2,211,755 |
| Less: Current portion                               |            | (131,404) | (75,404)  |
|   |            | 2,899,255 | 2,136,351 |

#### 6.1 Demand finance facility-The Bank of Punjab (BOP)

|  |           |           |
|--|-----------|-----------|
| Demand finance facility - DF 1           | 1,433,518 | 1,405,463 |
| Demand finance facility - DF 2           | 625,564   | 592,200   |
| Demand finance facility - DF 3 (For BMR) | 100,031   | 13,331    |
|  | 2,159,113 | 2,010,994 |
| Less: Payable within next 12 months      | (131,404) | (75,404)  |
|  | 2,027,709 | 1,935,590 |

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**

**6.2 Temporary Economic Refinance Facility (TERF)**

|                                       | <b>March 31,<br/>2023</b> | <b>June 30,<br/>2022</b> |
|---------------------------------------|---------------------------|--------------------------|
|                                       | (Rupees in thousand)      |                          |
| <b>Note</b>                           | <b>(Un-Audited)</b>       | <b>(Audited)</b>         |
| Loan from:                            |                           |                          |
| - The Bank of Punjab                  | 750,000                   | 150,000                  |
| - BankIslami Pakistan Limited         | 300,000                   | 50,148                   |
| - Bank Al-Habib Limited               | 249,995                   | 41,152                   |
| - JS Bank Limited                     | 298,392                   | 48,498                   |
|                                       | <u>1,598,387</u>          | <u>289,798</u>           |
| Less: Transferred to Government Grant | (726,841)                 | (89,037)                 |
|                                       | <u><u>871,546</u></u>     | <u><u>200,761</u></u>    |

**6.3** There is no change in terms and condition of these loans which are disclosed in financial statements for the year ended June 30, 2022.

**7. CONTINGENCIES AND COMMITMENTS**

There has been no significant change in contingencies and commitments since the date of preceding published annual financial statements as at June 30, 2022 except the following:

**7.1 Capital Commitments**

|                   |                |                  |
|-------------------|----------------|------------------|
| Letters of credit | <u>565,480</u> | <u>2,378,145</u> |
|-------------------|----------------|------------------|

**8. OPERATING FIXED ASSETS**

|                                |                         |                         |
|--------------------------------|-------------------------|-------------------------|
| Opening fixed assets at W.D.V. | 4,124,450               | 4,182,494               |
| Additions                      | 18,056                  | 74,421                  |
| Disposal                       | -                       | (1,775)                 |
|                                | <u>4,142,506</u>        | <u>4,255,140</u>        |
| Less: Depreciation             |                         |                         |
| For the Period/Year            | <u>94,520</u>           | <u>132,118</u>          |
| On Disposal                    | <u>-</u>                | <u>(1,428)</u>          |
|                                | <u>94,520</u>           | <u>130,690</u>          |
|                                | <u><u>4,047,986</u></u> | <u><u>4,124,450</u></u> |

**9. CAPITAL WORK IN PROGRESS**

|  |            |                  |                |
|--|------------|------------------|----------------|
| Plant and machinery                    | <b>9.1</b> | 3,002,223        | 626,892        |
| Building                               |            | 533,306          | 15,208         |
| Un-allocated capital expenditure - BMR |            | 466,738          | 225,684        |
|  |            | <u>4,002,267</u> | <u>867,784</u> |

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

### 9.1 Plant & Machinery

|  | March 31,<br>2023<br>(Rupees in thousand)<br>(Un-Audited) | June 30,<br>2022<br>(Audited) |
|--|---|-------------------------------|
| Advances against letters of credit from:                   |   |                               |
| - The Bank of Punjab                                       | 850,031   | 163,331                       |
| - BankIslami Pakistan Limited                              | 300,000   | 50,161                        |
| - Bank Al-Habib Limited                                    | 249,995   | 41,152                        |
| - JS Bank Limited  | 298,392   | 48,498                        |
| - Management equity  | 783,054   | 45,444                        |
|  | <u>2,481,472</u>  | <u>348,586</u>                |
| Margin against letters of credit and bank guarantee        | 265,183   | 246,403                       |
| Immature letters of credit (LCs charges and other expense) | 48,464  | 31,903                        |
| Duties and taxes   | 207,104   | -                             |
|  | <u>3,002,223</u>  | <u>626,892</u>                |

### 10. TRANSACTIONS WITH RELATED PARTIES

All transactions with related parties have been properly disclosed in the relevant notes of these un-audited condensed financial statements.

### 11. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended June 30, 2022.

### 12. CORRESPONDING FIGURES

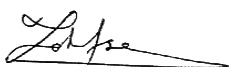
Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison. However, no significant rearrangements or reclassifications have been made in this condensed interim financial statements.

### 13. DATE OF AUTHORISATION

These condensed interim financial statements were authorized for issue on April 28, 2023 by the Board of Directors of the company.

### 14. FIGURES

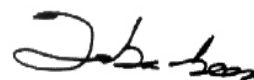
Figures in this condensed interim financial statements have been rounded off to the nearest thousands of Rupee unless otherwise stated.



TAHA MUHAMMAD NASEEM  
Chief Executive



MUHAMMAD KAMRAN  
Chief Financial Officer



ZAKA MUHAMMAD NASEEM  
Director

کو بہتر کرنا شامل ہے۔ کمپنی اپنے تمام اسٹیک ہولڈرز کو قدر اور استحکام دینے کے لئے اپنے سنگ میل عبور کرنے کی جانب  
گامزن ہے۔

## مابعد واقعات

کمپنی کی پڑتال شدہ مالیاتی اسٹیٹمنٹس کے متعلقہ نوٹس میں تمام مابعد واقعات کا باقاعدگی سے ذکر کیا گیا ہے۔

## اعتراف

بورڈ آف ڈائریکٹرز اپنے بینکرز، ملازمین، سپلائرز، ڈسٹری بیوٹرز، ریگولیٹرز اور حصص داران کی مسلسل حمایت، تعاون، بھروسہ  
اور رواں سال بحرانی کیفیت میں خصوصی ساتھ پران کا تہہ دل سے شکریہ ادا کرتا ہے۔



محمد فاروق نسیم  
ڈائریکٹر



طاہر محمد نسیم  
چیف ایگزیکٹو

لاہور: 28 اپریل، 2023ء



## حصص داران کو ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے بغیر پڑتال کئے گوشوارہ جات مالی بیانات برائے عرصہ اختتام 31 مارچ 2023ء کو پیش کیا گیا۔

### بنیادی کاروباری سرگرمی اور آپریشنل کارکردگی

ڈنڈوت سیمنٹ کمپنی لمیٹڈ (کمپنی) ایک پبلک لسٹڈ کمپنی ہے۔ کمپنی کی بنیادی سرگرمی سیمنٹ کی پیداوار اور فروخت ہے۔ زیر جائزہ مدت کے دوران ستمبر 2019ء سے BMR سرگرمی کے لئے پلانٹ کے آپریشنز بند ہونے کی وجہ سے سیمنٹ کی پیداوار اور متعلقہ فروخت کا حجم معطل رہا۔ اس مدت کے لئے خالص نقصان 188.62 ملین روپے ہے (مارچ 2022ء: 177.96 ملین روپے) اور فی شیئر نقصان 1.01 روپے ہے۔ (مارچ 2022ء: 0.80 روپے)۔ آپریشنز کی بندش اور مالی نقصانات کی وجہ سے بورڈ آف ڈائریکٹرز نے موجودہ مدت کے لئے ڈیویڈنڈ کی سفارش نہیں کی ہے۔

### مستقبل کے امکانات

#### صنعت

پاکستان کی معیشت سیاسی عدم استحکام، تباہ کن سیلاب، افراط زر، معاشی ابتری اور ڈالر کے مقابلے میں روپے کی قدر میں کمی، سپر کموڈٹی سائیکل اور روس یوکرین جنگ کے باعث بری طرح متاثر ہوئی ہے۔ اعلیٰ افراط زر اور شرح سود میں اضافے کے بعد عوام کی قوت خرید میں کمی واقع ہوئی اور تعمیراتی لاگت میں اضافے نے طلب کو بھی شدید متاثر کیا۔ جوہی حالات بہتر ہوں گے تو بڑھتی ہوئی انسانی ضروریات اور بنیادی ڈھانچے کی تعمیر اور پرانی عمارات کی مرمت کے لئے طلب میں اضافہ ہوگا۔

### بنیادی خطرات اور غیر یقینی صورت حال

☆ کونلے، ایندھن اور بجلی کی قیمتوں میں اضافہ

☆ بلند شرح سود

☆ ڈالر کے مقابلے میں روپے کی قدر میں شدید کمی

☆ مستحکم طلب کے ساتھ رسد میں اضافہ

### کمپنی کا منصوبہ

بے یقینی اور عدم استحکام سے بھرپور سال میں کمپنی BMR کی تکمیل کی جانب گامزن ہے۔ منصوبے کی مقررہ مدت کو ملحوظ خاطر رکھا گیا ہے اور اگلے مالی سال کے پہلے چوتھائی عرصہ میں تجارتی آپریشن دوبارہ شروع کرنے کے امکانات ہیں۔ BMR کے مقاصد میں پاکستان امیشن اسٹینڈرڈ کے مطابق کمپنی کے کاربن اخراج کو معقول سطح پر لانا اور پیداواری اشاریوں