

**Half Yearly Report
December 31, 2024**

DANDOT CEMENT COMPANY LIMITED

CONTENTS

Company Information	2
Directors' Report to the Shareholders	3
Auditors' Reports to the Members on Review of Condensed Interim Financial Statements	5
Condensed Statement of Financial Position	6
Condensed Interim Statement of Profit or Loss Account	8
Condensed Interim Statement of Comprehensive Income	9
Condensed Interim Cash Flow Statement	10
Condensed Interim Statement of Changes in Equity	11
Notes to the Condensed Interim Financial Statements	12
Directors' Report to the Shareholders (Urdu)	20

COMPANY INFORMATION

Board of Directors (BOD)

Muhammad Farooq Naseem
Mrs. Roohi Farooq Naseem
Taha Muhammad Naseem
Zaka Muhammad Naseem
Jehanzeb Choudry
Murtaza Yousuf Mandviwala
Hamid Mahmood
Zafar ud Din Mahmood
Hassan Javed

Chairman of BOD

Chief Executive

Audit Committee

Zafar ud Din Mahmood
Muhammad Farooq Naseem
Hamid Mahmood

Member / Chairman

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 Pakistan
Habib Bank Limited
Bank Alfalah Limited
BankIslami Pakistan Limited
Bank Al-Habib Limited
Askari Bank Limited
JS Bank Limited
Meezan Bank Limited
Summit Bank
Allied Bank

Registered Office

5-Zafar Ali Road, Gulberg V, Lahore.
Telephone: +92-42-35758614-15

Factory

Dandot R.S., Distt. Jhelum.
Telephone: +92-544-211371, Fax: +92-544-211490

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

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors presents the un-audited condensed financial statements of the company for the Period ended December 31, 2024.

Principal Activity and Operational Performance

Dandot Cement Company Limited is a Public Listed Company primarily engaged in the production and sale of cement. During the period under review, the company produced 178,907 metric tons of clinker. Cement production stood at 198,845 metric tons. Sales during the period reached 193,933 metric tons.

During the period under review, the company recorded gross sales of PKR 4658.41 million (Dec 2023: PKR Nil) and net sales of PKR 3033.14 million (Dec 2023: PKR Nil). However, the company incurred a gross profit of PKR 245.70 million (Dec 2023: PKR Nil) and an operating profit of PKR 210.04 million (Dec 2023: -PKR 17.35 million). The net loss amounted to PKR 93.69 million (Dec 2023: -PKR 124.81 million), translating to a loss per share of PKR 0.30 (Dec 2023: -PKR .50).

The company successfully completed its Balancing, Modernization, and Replacement (BMR) activities and commenced its operations during last year. Currently, the company is in operational phase and expected to have a positive financial impact through cost efficiency, streamlined processes, environmental compliance, and the production of high-quality cement. The primary reason for the pre-tax loss was due to not achieving the targeted production capacity, which was impacted by low market demand, raw material shortages, energy supply issues, and adjustments for environmental compliance.

Due to the losses before tax sustained during the period, the Board of Directors has not recommended any dividend for the period.

Future Prospects

Domestic Market: Domestic cement dispatches saw a decline of 10.3%, reaching 18.1 million tons in December 2024, compared with 20.2 million tons from the previous period. This reduction is primarily attributed to a slowdown in mega infrastructure project. Key factors such as high interest rates and rising inflation further exacerbated the situation, impacting the overall demand in the domestic market.

Export Market: In contrast, the export sector displayed impressive growth, with volumes increasing by 31.7%, reaching 4.8 million tons in December 2024, compared 3.7 million tons from the previous period. This remarkable rise in exports can be linked to favorable pricing conditions in the international market.

Overall Dispatches: During the period, cement industry sales volume declined by 3.9%, compared to the previous period. This decline was driven by an increase in the price per bag of cement, primarily due to rising costs from high inflation, especially in fuel, power, raw materials, and royalties, which impacted overall demand in the domestic market.

Principal Risks, Uncertainties & Remedies

Your company faces the following key risks, uncertainties & remedies:

- Increasing fuel and electricity prices, leading to higher production costs
- Devaluation of the Pakistani Rupee, which increases the cost of imports.
- Higher interest rates, affecting the cost of financing.
- Reduced government spending on infrastructure projects, lowering demand for cement.
- Political Instability, leading to higher production costs.
- The gradual improvement in foreign exchange reserves due to loan approved by IMF.

Company's Plan

Upon the commencement of operations after BMR, the management is actively working on various options to enhance the cement mill and to install a waste heat recovery plant. This initiative aims to reduce production costs through decreased electricity consumption, increase process reliability, and improve sustainability. To support this endeavor, the company has approached various investors and financial institutions to raise fresh capital to finance this project.

Auditors' Observations

The company successfully completed the process of Balancing, Modernization and Replacement (BMR) and the management is fully confident that the company will continue its operations as a going concern. Workers' compensation benefits in excess of statutory/legal requirements will be subject to recognition after final determination and verification by the Competent Authority. Letters for the balance confirmation circulated during the year but against that some replies have not been received. However, such balances have been verified by auditors through alternative audit procedures.

Subsequent Events

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

Acknowledgment

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.



MUHAMMAD FAROOQ NASEEM

Chairman

Lahore: February 28, 2025



TAHA MUHAMMAD NASEEM

Chief Executive

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF DANDOT CEMENT COMPANY LIMITED

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Dandot Cement Company 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 condensed interim financial statements for the six-month period then ended (hereinafter referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed 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 condensed interim financial statements based on our review.

Scope of the review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed 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.

Basis for Qualified Conclusion

- i. As explained in note 12.1 to the condensed interim financial statements, the company had written back outstanding liability in respect of Past Dues Payables for certain staff benefits, Gratuity Payable and Interest payable on Workers' Profit Participation Fund retrospectively in the year 2018 aggregating Rs.317.12 million and had not accounted for related expenses and liabilities thereafter amounting to Rs.50.26 million. Moreover, the company had not accounted for staff salaries & benefits and related liability since September 01, 2019 till June 30, 2021 amounting Rs. 118.63 million for which petition was filed in Hon'ble Labour Court by the company for their retrenchment as referred to note 24 to the audited financial statements for the year ended June 30,2024. However, basis of balances written back and non-provisioning of benefits remained un-substantiated in the absence of any agreement(s) or related approval(s). Moreover, the company has not provided for interest on Workers' Profit Participation Fund amounting to Rs. 0.39 million in current period. Had the company not written back the outstanding liability & related expenses and accounted for unrecorded expenses thereafter including current period, the accumulated loss and liability of the Company would have been increased by Rs. 486.40 million as at December 31, 2024 and loss for the period would have been increased by Rs. 0.39 million.
- ii. We could not confirm carrying value of the liability in respect of loan from Economic Affairs Division (EAD) and accrued interest there on amounting to Rs. 35.23 million and Rs. 84.55 million respectively by performing alternative analytical procedures. Consequently, we were unable to determine whether adjustments to these balances were necessary.

Qualified Conclusion

Based on our review, with the exception of the matters described in the preceding paragraphs, nothing has come to our attention that causes us to believe that the accompanying condensed 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.

Emphasis of matter

We draw attention to the following matter:

As referred to note no. 1.2 to the condensed interim financial statements, which indicates that the condensed interim financial statements have been prepared on going concern basis as the company has successfully completed the Balancing, Modernization and Replacement (BMR) related activities and is operational. As stated in note no. 1.2 to the financial statements, the company has sustained loss amounting Rs. 93.69 million during the period ended December 31, 2024 excluding the effects of matters as described in Basis for Qualified Conclusion section and as of that date its accumulated loss was amounting Rs. 5,713.95 million. As of December 31,2024, the company's current liabilities exceeded its current assets by Rs. 2,012.85 million. These events or conditions, along with other matters as set forth in note no. 1.2, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Other Matters

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended December 31,2024 and December 31,2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31,2024.

The engagement partner on the review resulting in this independent auditor's review report is **Mr. Junaid Subhani - FCA**.



Parker Russell - A.J.S
CHARTERED ACCOUNTANTS
Faisalabad: March 04, 2025
UDIN: RR202410478LTcWiHoM5

Condensed Statement of Financial Position

		(Un-Audited) Dec 31, 2024	(Audited) June 30, 2024
		(Rupees in thousand)	
	Note		
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital		5,000,000	5,000,000
Issued, subscribed and paid up share capital	4	3,163,551	3,163,551
Share premium reserve		1,603,161	1,603,161
Accumulated loss		(5,713,946)	(5,669,654)
Revaluation surplus on property, plant and equipment		3,149,618	3,199,013
Due to related parties	5	1,739,303	1,724,303
		3,941,687	4,020,374
NON CURRENT LIABILITIES			
Long term financing from banking companies	6	2,786,610	2,811,733
Government grant	7	396,683	451,536
Lease liabilities		564,249	570,057
Payable to provident fund trust	8	132,283	140,702
Other loans and liabilities	9	-	-
Deferred liabilities	10	2,298,567	2,266,299
Long term advances and deposits		21,886	24,386
		6,200,278	6,264,713
CURRENT LIABILITIES			
Trade and other payables		1,710,355	1,667,372
Deposits, accrued liabilities and advances		635,187	441,835
Unclaimed dividend		1,082	1,082
Payable to provident fund trust	8	16,382	8,754
Mark up accrued	11	181,943	193,040
Short term financing from banking companies		298,328	292,064
Short term financing from related parties		420,000	90,000
Current portion of non current liabilities		459,301	398,821
Current portion of government grant		113,501	117,400
Provision for taxation		-	28,449
		3,836,079	3,238,815
CONTINGENCIES AND COMMITMENTS	12	-	-
		13,978,044	13,523,902

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



TAHA MUHAMMAD NASEEM
Chief Executive



MUHAMMAD KAMRAN
Chief Financial Officer

As at December 31, 2024

	Note	(Un-Audited) Dec 31, 2024 (Rupees in thousand)	(Audited) June 30, 2024
ASSETS			
NON CURRENT ASSETS			
PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	13	12,084,279	12,242,169
Capital work in progress		10,460	10,545
Intangible assets		883	958
Long term deposits and prepayments		59,190	59,190
		12,154,812	12,312,862
CURRENT ASSETS			
Stores, spares and loose tools		611,715	367,738
Stock in trade	14	387,766	273,556
Trade debts		110,966	87,999
Loans and advances		158,054	18,975
Trade deposits, short term prepayments and current account balances with statutory authorities		480,553	441,048
Cash and bank balances		74,178	21,724
		1,823,232	1,211,040
		13,978,044	13,523,902

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ZAKA MUHAMMAD NASEEM
Director

Condensed Interim Statement of Profit or Loss Account (Un-Audited)

For the Half Year ended December 31, 2024

	Note	Half Year ended		Second Quarter ended	
		December 31 2024 (Rupees in thousand)	December 31 2023	December 31 2024 (Rupees in thousand)	December 31 2023
Sales - Net		3,033,143	-	1,640,849	-
Cost of sales	15	(2,787,445)	-	(1,530,980)	-
Gross profit		245,698	-	109,869	-
Operating expenses					
Distribution cost		(9,727)	-	-	-
Administrative expenses		(25,926)	(17,735)	(11,968)	(8,273)
Operating profit / (loss)		210,045	(17,735)	97,901	(8,273)
Other operating (expenses) / income - net		(1,594)	387	(1,832)	107
		208,451	(17,348)	96,070	(8,166)
Finance cost		(328,620)	(120,910)	(156,571)	(60,629)
Loss before levy and taxation		(120,169)	(138,258)	(60,501)	(68,795)
Levy		(37,964)	(5)	(20,538)	(1)
Loss before taxation		(158,133)	(138,263)	(81,040)	(68,796)
Taxation:					
Deferred		64,446	13,449	48,084	13,449
Loss after taxation		(93,687)	(124,814)	(32,956)	(55,347)
		Rupees	Rupees	Rupees	Rupees
Earnings Per Share- Basic and Diluted		(0.30)	(0.50)	(0.11)	(0.22)

The annexed notes from 1 to 20 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 Half Year ended December 31, 2024

	Half Year ended		Second Quarter ended	
	December 31	December 31	December 31	December 31
	2024	2023	2024	2023
	(Rupees in thousand)		(Rupees in thousand)	
Loss after taxation	(93,687)	(124,814)	(32,956)	(55,347)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	(93,687)	(124,814)	(32,956)	(55,347)

The annexed notes from 1 to 20 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 Cash Flow Statement (Un-Audited)

For the Half Year ended December 31, 2024

	Dec. 31, 2024	Dec. 31, 2023
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before levy and taxation	(120,169)	(138,258)
Adjustments of items not involving movement of cash:		
Depreciation	204,413	904
Amortization	75	75
Trade payable written off	2,040	-
Exchange loss on retranslation of foreign creditors	(35)	-
Unwinding of provident fund trust mark up	6,478	6,054
Unwinding of long term finances	68,514	66,320
Finance cost	250,721	48,450
	532,206	121,803
Operating cash generated / (used) before working capital changes	412,037	(16,455)
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(243,977)	(124,154)
Stock in trade	(114,210)	-
Trade debts	(22,967)	-
Loans and advances	(139,080)	2,833
Trade deposits, short term prepayments and current account balances with statutory authorities	(1,969)	(92,428)
Increase / (decrease) in current liabilities:		
Trade and other payables	40,978	848,879
Deposits, accrued liabilities and advances	193,353	91,906
Payable to Provident fund trust	(7,269)	(4,584)
	(295,140)	722,452
Cash generated from operations	116,897	705,997
Long term advances and deposits	(2,500)	14,826
Finance cost paid	(165,106)	(73,760)
Income taxes paid	(103,947)	(2,402)
Net Cash (Used In) / Generated From Operating Activities	(154,656)	644,661
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(46,523)	-
Capital work in progress	85	(1,223,944)
Net Cash Used In Investing Activities	(46,438)	(1,223,944)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loan from related parties	15,000	635,000
Long term loan repaid to banking companies	(140,668)	(50,540)
Long term financing received from banking companies	50,000	-
Short term financing received from banking companies	6,265	-
Short term financing received from related parties	330,000	-
Payment of lease liabilities	(7,049)	-
Net Cash Inflows From Financing Activities	253,548	584,460
Net Increase in Cash and Cash Equivalents	52,454	5,177
Cash and Cash Equivalents at Beginning of the Period	21,724	11,270
Cash and Cash Equivalents at End of the Period	74,178	16,447

The annexed notes from 1 to 20 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 Half Year ended December 31, 2024

Share Capital	Capital Reserve	Revenue Reserves	Capital Reserve	Due to related parties	Total
	Share premium reserve	Accumulated loss	Revaluation surplus on property, plant and equipment		

< ----- Rupees in thousand ----- >

Balance as at June 30, 2023 - Audited	2,481,733	787,988	(5,755,932)	2,201,860	2,539,303	2,254,952
Total comprehensive loss for the period	-	-	(124,814)	-	-	(124,814)
Loan received during the period - net	-	-	-	-	635,000	635,000
Incremental depreciation on revaluation surplus on property, plant and equipment - net of deferred tax	-	-	32,926	(32,926)	-	-
Depreciation related to cost of sale and distribution	-	-	(59,330)	-	-	(59,330)
Balance as at December 31, 2023 - Unaudited	2,481,733	787,988	(5,907,150)	2,168,934	3,174,303	2,705,808
Balance as at June 30, 2024 - Audited	3,163,551	1,603,161	(5,669,654)	3,199,013	1,724,303	4,020,374
Total comprehensive loss for the period	-	-	(93,687)	-	-	(93,687)
Loan received during the period - net	-	-	-	-	15,000	15,000
Incremental depreciation on revaluation surplus on property, plant and equipment - net of deferred tax	-	-	49,395	(49,395)	-	-
Balance as at December 31, 2024 - Unaudited	3,163,551	1,603,161	(5,713,946)	3,149,618	1,739,303	3,941,687

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



TAHA MUHAMMAD NASEEM
Chief Executive



MUHAMMAD KAMRAN
Chief Financial Officer



ZAKA MUHAMMAD NASEEM
Director

Notes to the Condensed Interim Financial Statements (Un-Audited)

For the Half Year ended December 31, 2024

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 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. The company's current period net loss is amounting to PKR 93.69 million, accumulated losses are PKR 5,713.95 million and the company's current liabilities are exceeding its current assets by PKR 2,012.85 million that indicate a material uncertainty exists that may cast a significant doubt on the company's ability to continue as a going concern, and the company may not be able to realise its assets and discharge its liabilities in the normal course of business. However, after the successful completion of BMR activities, the company is operational and expected to have a positive financial impact through cost efficiency, streamlined processes, environmental compliance, and the production of high-quality cement. Hence, the management of the company is fully confident that the company will continue its operations 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 December 31, 2024 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, 2024.

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

- 3.1 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, 2024 except those which are disclosed in these financial statements.

3.2 Government Grant

Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received, and all attached conditions will be complied with. It is recognized as income on a systematic basis over the periods in which the related costs, for which it is intended to compensate, are recorded.

3.3 Change in accounting standards, interpretations and amendments to published accounting and reporting standards:

- a) Standards and amendments to published accounting and reporting standards which were effective during the half year ended December 31, 2024.

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

- b) **Standards and amendments to approved accounting and reporting standards that are not yet effective.**

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.

3.4 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, 2024.

	December 31, 2024 (Rupees in thousand) (Un-audited)	June 30, 2024 (Audited)
4 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL		
CAPITAL		
307,605,132 (2024: 307,605,132) ordinary shares of PKR. 10 each fully paid in cash	3,076,051	3,076,051
8,750,000 (2024: 8,750,000) ordinary shares of PKR.10 each issued as bonus shares	87,500	87,500
	3,163,551	3,163,551
5 DUE TO RELATED PARTIES		
Un-secured and interest free Loan from holding company	1,529,303	1,529,303
Loan from associated company	210,000	195,000
	1,739,303	1,724,303

		December 31, 2024 (Rupees in thousand) (Un-audited)	June 30, 2024 (Audited)
6	LONG TERM FINANCING FROM BANKING COMPANIES		
	Demand finance facility - From The Bank of Punjab (BOP)	6.1 2,237,575	2,183,252
	Temporary economic refinance facility (TERF)	6.2 962,293	980,018
		<u>3,199,868</u>	<u>3,163,270</u>
	Less: Current portion	(413,258)	(351,537)
		<u>2,786,610</u>	<u>2,811,733</u>
	6.1 Demand Finance Facility - From The Bank of Punjab (BOP)		
	Demand finance facility - DF 1	1,374,259	1,393,975
	Demand finance facility - DF 2	717,661	690,079
	Demand finance facility - DF 3 (For BMR)	145,655	99,198
		<u>2,237,575</u>	<u>2,183,252</u>
	Less: Current portion	(204,684)	(166,875)
		<u>2,032,891</u>	<u>2,016,377</u>
	6.2 Temporary Economic Refinance Facility (TERF)		
	Loan from:		
	- The Bank of Punjab	712,500	740,625
	- BankIslami Pakistan Limited	264,061	282,817
	- Bank Al-Habib Limited	228,101	239,048
	- JS Bank Limited	267,815	286,464
		<u>1,472,477</u>	<u>1,548,954</u>
	Less: Impact of Government Grant	(510,184)	(568,936)
		<u>962,293</u>	<u>980,018</u>
	Less: Current portion	(208,574)	(184,662)
		<u>753,719</u>	<u>795,356</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, 2024.		
7	GOVERNMENT GRANT		
	Balance as at July 01,	568,936	688,994
	Loss on modification of financial liability	-	(7,973)
	Charged during the period	(58,752)	(112,085)
		<u>510,184</u>	<u>568,936</u>
	Less: Current portion of government grant	(113,501)	(117,400)
		<u>396,683</u>	<u>451,536</u>
	7.1 Government Grants have been recorded against subsidized loans obtained from the financial institutions under temporary economic refinance facility (TERF) introduced by the State Bank of Pakistan (SBP).		
8	PAYABLE TO PROVIDENT FUND TRUST		
	Principal	75,823	79,243
	Markup	72,842	70,212
		<u>148,665</u>	<u>149,455</u>
	Less: Current portion	(16,382)	(8,754)
		<u>132,283</u>	<u>140,702</u>

	December 31, 2024 (Rupees in thousand) (Un-audited)	June 30, 2024 (Audited)
9 OTHER LOANS AND LIABILITIES - Unsecured		
LOANS:		
From Economic Affairs Division, Government of Pakistan (EAD)	35,232	35,232
OTHER LIABILITIES:		
Peace agreement arrears	294	294
	<u>35,526</u>	<u>35,526</u>
Less: Current Portion		
Payable within next 12 months	-	-
Overdue	<u>(35,526)</u>	<u>(35,526)</u>
	<u>-</u>	<u>-</u>
10 DEFERRED LIABILITIES		
Long term financing from related parties	1,455,627	1,358,913
Deferred taxation	842,940	907,386
	<u>2,298,567</u>	<u>2,266,299</u>
11 ACCRUED MARK UP		

This includes the accrued mark up on loan payable to Economic Affairs Division (EAD) amounting Rs. 84.55 million.

12 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, 2024 except the followings:

12.1 During the year ended June 30, 2019, the company reversed the contractual liabilities of the workers amounting PKR. 317.12 million in respect of provision against some Past Dues Payable, interest on Workers' Profit Participation Fund Payable and Payable against workers Gratuity and ceased to account for the aforesaid benefits on the basis of opinion of its Legal Advisor. Accordingly, the company has not accounted for accumulated provision against past dues payable, interest on Workers' Profit Participation Fund Payable, Payable against workers Gratuity, provision of salary and employee benefits amounting PKR. 5.28 million (2024: PKR. 6.54 million), PKR. 3.98 million (2024: PKR. 3.59 million), PKR. 41.39 million (2024: PKR.43.66 million), PKR. 113.29 (2024: PKR. 113.29 million) and PKR. 5.34 (2024: PKR.5.34 million) respectively. As per opinion of the management, these liabilities are not valid and based on unjustified agreements. However, worker's compensation benefits will be subject to final determination by the competent authority and the company undertakes to comply with the consequential implications of such determination.

12.2 The Deputy Commissioner Inland Revenue, Large Taxpayers Office, Lahore, passed assessment order on June 30, 2024 under section 122(4) read with section 122(5)/111(1) of the Income Tax Ordinance, 2001 and created the tax demand amounting to Rs. 395.39 million by making additions under various heads of accounts for the tax year 2018. The company filed an appeal before the Appellate Tribunal Inland Revenue, Lahore Bench, which accepted the appeal on October 10, 2024; and deleted the demand/additions made by Deputy Commissioner.



	December 31, 2024 (Rupees in thousand) (Un-audited)	June 30, 2024 (Rupees in thousand) (Audited)
13 OPERATING FIXED ASSETS		
Opening fixed assets at WDV	12,242,169	4,016,153
Additions	46,523	7,003,081
Revaluation Surplus	-	1,427,317
	12,288,692	12,446,551
Less: depreciation	(204,413)	(204,382)
	12,084,279	12,242,169
14 STOCK IN TRADE		
Raw material	56,382	14,973
Work in Process	235,646	233,610
Finished Goods	95,738	24,972
	387,766	273,555

15 COST OF SALES

	Half Year ended		Second Quarter ended	
	Dec. 2024	Dec. 2023	Dec. 2024	Dec. 2023
	(Rupees in thousand)		(Rupees in thousand)	
	(U n - a u d i t e d)			
Raw materials consumed	210,018	-	111,598	-
Salaries, wages and benefits	113,517	-	56,304	-
Fuel, gas and electricity	1,939,067	-	1,160,786	-
Stores and spares	188,391	-	97,539	-
Vehicle running and maintenance	7,299	-	3,009	-
Packing material	172,035	-	93,011	-
Depreciation	202,419	-	101,209	-
Others	27,501	-	14,592	-
	2,860,247	-	1,638,048	-
Adjustment of work in process	(2,036)	-	(110,343)	-
Cost of goods manufactured	2,858,211	-	1,527,705	-
Adjustment of finished goods	(70,766)	-	6,115	-
	2,787,445	-	1,533,820	-

16 TRANSACTIONS WITH RELATED PARTIES

All transactions with related parties have been properly disclosed in the relevant notes of these un-audited condensed financial statements except transactions carried out during the period as follows:

Name	Relationship	Nature of transaction	December 31,	June 30,
			2024	2024
			(Rupees in thousand)	(Rupees in thousand)
			(Un-audited)	(Audited)
Digital World Pakistan Pvt Ltd	Associated Company due to common director	Loan Received	400,000	116,000
		Loan Repaid	70,000	36,000
Tetra Engineering Private Limited	Associated Company due to common director	Loan convertible in equity	15,000	195,000
Tetra Ready Mix Private Limited	Associated Company due to common director	Sale of goods at fair value	72,378	117,809
		Receipts against sale of goods	85,323	66,661

17 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, 2024.

18 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 these condensed interim financial statements.

19 DATE OF AUTHORIZATION FOR ISSUE

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

20 GENERAL

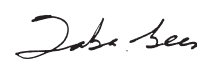
Figures have been rounded off the nearest thousands of Pakistan Rupee (PKR / Rupees).



TAHA MUHAMMAD NASEEM
Chief Executive



MUHAMMAD KAMRAN
Chief Financial Officer



ZAKA MUHAMMAD NASEEM
Director

لاگت میں کمی ہے۔ اس جدوجہد میں مدد کے لئے، کمپنی نے کئی سرمایہ داروں اور مالیاتی اداروں سے رابطہ کیا ہے تاکہ اس پروجیکٹ کی سرمایہ کاری کے لئے مزید سرمایہ اکٹھا کیا جاسکے۔

آڈیٹرز کے مشاہدات


کمپنی توازن، جدت اور تبادلہ (BMR) کے عمل کو کامیابی سے مکمل کیا ہے اور انتظامیہ پُر امید ہے کہ کمپنی جاری کاروبار کے طور پر اپنے آپریشنز کو جاری رکھے گی۔ لازمی/قانونی تقاضوں کے علاوہ ورکرز کمپن سیشن مراعات مجاز محکمے کی جانب سے حتمی تعین اور تصدیق کے بعد منظوری سے مشروط ہوں گی۔ رواں برس کے دوران ہیملنس کی توثیق کے خطوط ارسال کئے گئے لیکن اس پر کوئی جواب موصول نہ ہوا ہے۔ البتہ، متبادل آڈٹ طریقہ کار کے ذریعے آڈیٹرز نے ان کی تصدیق کر لی ہے۔

مابعد واقعات

کمپنی کی غیر پڑتال شدہ مالیاتی گوشواروں کے متعلقہ نوٹس میں بعد واقعات کو مناسب طریقے سے ظاہر کیا گیا ہے۔

اظہار تشکر

بورڈ آف ڈائریکٹرز اپنے تمام اسٹیک ہولڈرز بشمول مینکوز، ملازمین، سپلائرز، ڈسٹری بیوٹرز بمعہ ریگولیٹرز اور شیئرز ہولڈرز کی خصوصاً حالیہ مدت میں کمپنی کو درپیش بحرانوں کے دوران لگاتار سپورٹ، تعاون اور بھروسہ کے لئے تہہ دل سے شکر گزار ہیں۔



طہ محمد نسیم
چیف ایگزیکٹو



محمد فاروق نسیم
چیرمین

لاہور: 28 فروری، 2025ء

دسمبر 2024ء میں 18.1 ملین ٹن تک پہنچ گئی۔ اس کمی کو ابتدائی طور پر بڑے انفراسٹرکچر پروجیکٹ میں سست روی سے منسوب کیا جاتا ہے۔ بلند شرح سود اور بڑھتی ہوئی مہنگائی جیسے اہم عوامل نے حالات کو ابتر کر دیا جس سے ملکی منڈیوں کی مجموعی طلب پر اثرات مرتب ہوئے۔

برآمدی منڈی: اس کے برعکس، برآمدی شعبے نے متاثر کن ترقی پیش کی جس کے چلتے گذشتہ مدت میں برآمدی حجم 3.7 ملین ٹن کی نسبت %31.7 اضافے کے ساتھ 4.8 ملین ٹن تک پہنچ گیا۔ برآمدات میں خاطر خواہ اضافہ بین الاقوامی منڈی میں موافق قیمتوں سے منسوب کیا جاتا ہے۔

مجموعی سپلائی: مذکورہ مدت کے دوران، سیمنٹ انڈسٹری کی سیلز کے حجم میں گذشتہ برس کی نسبت %3.9 کمی واقع ہوئی۔ یہ کمی افراط زر کی بلند شرح خصوصاً ایندھن، بجلی، خام مال اور رائلٹی کی قیمتوں میں اضافے کے باعث فی سیمنٹ بیگ کی قیمت میں اضافے کے باعث واقع ہوئی جس نے مقامی منڈی میں مجموعی طلب کو متاثر کیا۔

بنیادی خطرات، غیر یقینی اور بچاؤ

آپ کی کمپنی مندرجہ ذیل خطرات اور بے یقینی کی صورتحال سے دوچار ہے:

- ایندھن اور بجلی کی قیمتوں میں اضافہ جس سے پیداواری لاگت میں اضافہ ہوا
- پاکستانی روپے کی قدر میں کمی جس نے درآمدی لاگت میں اضافہ کیا
- بلند شرح سود جس نے قرضوں پر لاگت کو متاثر کیا
- انفراسٹرکچر پروجیکٹس میں حکومتی اخراجات میں کمی نے سیمنٹ کی طلب کم کی
- سیاسی عدم استحکام جس کے باعث پیداواری لاگت میں اضافہ ہوا
- IMF کی جانب سے قرض کی منظوری کے باعث غیر ملکی زرمبادلہ کے ذخائر میں بتدریج بہتری

کمپنی کا منصوبہ

BMR کے بعد آپریشنز کے آغاز پر انتظامیہ سیمنٹ مل میں توسیع اور ویسٹ ہیٹ ریکوری پلانٹ کی تنصیب کے لئے متعدد آپریشنز پر کام کر رہی ہے۔ اس اقدام کا مقصد بجلی کی کم کھپت، پراسیس پر انحصار میں اضافہ اور پائیداری کے ذریعے پیداواری

ڈائریکٹرز کی رپورٹ برائے شیئر ہولڈرز

بورڈ آف ڈائریکٹرز 31 دسمبر 2024ء کو اختتام پذیر مدت کے لئے کمپنی کی غیر پڑتال شدہ منجمد مالیاتی گوشواروں کے ہمراہ پیش کرتے ہیں۔

بنیادی کاروباری سرگرمی اور آپریشنل کارکردگی

ڈنڈوت سیمنٹ کمپنی لمیٹڈ ایک پبلک لمیٹڈ کمپنی ہے جو بنیادی طور پر سیمنٹ کی پیداوار و فروخت کے کاروبار سے منسلک ہے۔ زیر مذکورہ مدت کے دوران، کمپنی نے 178,907 میٹرک ٹن کلنکر تیار کیا۔ سیمنٹ کی پیداوار 208,04 میٹرک ٹن رہی۔ مذکورہ مدت کے دوران سیلز 193,933 میٹرک ٹن تک پہنچ گئی۔

مالیاتی مدت کے دوران، کمپنی نے کل سیلز 4658.41 ملین روپے (دسمبر 2023: صفر روپے) اور خالص سیلز 3033.14 ملین روپے (دسمبر 2023: صفر روپے) ریکارڈ کی۔ البتہ، کمپنی نے 245.70 ملین روپے (دسمبر 2023: صفر روپے) کل منافع اور 210.04 ملین روپے (دسمبر 2023: 17.35 ملین روپے خالص خسارہ) آپریٹنگ منافع حاصل کیا۔ خالص خسارہ 93.69 ملین روپے (دسمبر 2023: -124.81 ملین روپے خالص خسارہ) درج ہوا جس کے باعث فی حصص خسارہ 0.30 روپے (دسمبر 2023: -0.50 روپے) ریکارڈ ہوا۔

کمپنی نے کامیابی سے بیلنسنگ، ماڈرنائزیشن اور ریپلیسمنٹ (BMR) سرگرمیاں مکمل کیں اور گزشتہ برس کے دوران اپنے آپریٹرز کا آغاز کیا۔ فی الوقت، کمپنی آپریشنل مرحلے میں ہے اور لاگت پر کنٹرول، پروسیس میں روانی، ماحولیاتی تقاضوں پر عمل درآمد اور اعلیٰ معیار کے سیمنٹ کی پیداوار کے ذریعے مثبت مالیاتی اثرات پیدا کرنے کے لئے پرعزم ہے۔ ٹیکس کی ادائیگی سے قبل خسارہ کی بنیادی وجوہات میں مطلوبہ پیداواری استعداد کے حصول میں ناکامی ہے جو منڈی کی طلب، خام مال کی قلت، توانائی کے سپلائی معاملات اور ماحولیاتی تقاضوں پر عمل درآمد کے لئے پالیسی میں ردوبدل شامل ہیں۔

مذکورہ مدت کے دوران خسارہ بمعہ ٹیکسیشن کے باعث بورڈ آف ڈائریکٹرز نے مذکورہ مدت کے لئے کوئی منافع منقسمہ تجویز نہ کیا ہے۔

مستقبل کے امکانات

مقامی منڈی: ملکی سطح پر سیمنٹ کی سپلائی میں 10.3% تک کمی واقع ہوئی جو گزشتہ مدت میں 20.2 ملین روپے سے