

Nine Months
Accounts
Period Ended
March 31,
2023

BIBOJEE GROUP



BANNU WOOLLEN MILLS LIMITED

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COMPANY'S PROFILE

Board Of Directors	Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Lt.Gen.(Retd) Ali Kuli Khan Khattak Dr. Shahin Kuli Khan Khattak Syed Zubair Ahmed Shah Mr. Abdul Rehman Qureshi (Independent) Brig.(Retd)Agha Arshad Raza (Independent)	Chairman Chief Executive
Audit Committee	Mr. Abdul Rehman Qureshi Syed Zubair Ahmed Shah Brig.(Retd)Agha Arshad Raza	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Abdul Rehman Qureshi Lt.Gen.(Retd) Ali Kuli Khan Khattak Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Syed Zubair Ahmed Shah Brig.(Retd)Agha Arshad Raza	Chairman Member Member Member Member
Chief Operating Officer (COO)	Mr. Khalid Kuli Khan Khattak	
Chief Financial Officer	Mr. Kalim Aslam	
Company Secretary	Mr. Azmat Khan	
Head Of Internal Audit	Mr. Salman Khan - ACA	
Auditors	M/S. ShineWing Hameed Chaudhri & Co Chartered Accountants	
Bankers	National Bank Of Pakistan Bank Alfalah Ltd.	
Legal Adviser	M/S Hassan & Hassan, Advocates Paaf Building, 1-D, Kashmir/ Egerton Road, Lahore	
Tax Consultant	M. Nawaz Khan & Co 1-Ground Floor, Farrah Centre, 2 Mozang Road, Lahore	
Registrars & Shares Registration Office	Vision Consulting Limited. 5-C, LDA Flats, First Floor,Lawrance. Road, Lahore. Tel: 042-36283096-97, Fax: 042-36312550 E-Mail: info@vcl.com.pk	
Registered Office	Bannu Woollen Mills Ltd. D.I.Khan Road, Bannu. Tel. (0928) 615131, 611350 Fax. (0928) 611450 E-Mail: bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	
Mills	D.I.Khan Road, Bannu Tel. (0928) 613151, 611350 Fax (0928) 611450 E-Mail: bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	

DIRECTORS' REPORT

On behalf of the Board of Directors of Bannu Woollen Mills Limited, we are pleased to present the un-audited condensed interim financial information of the Company for the third quarter and nine months period ended March 31, 2023.

FINANCIAL PERFORMANCE

During the third quarter, the Company's net sales were Rs.84 million i.e. an increase of 7% as compared to the same period of last year while cost of sales increased by 37% as compared to the same period of last year. Due to increase in cost of sales the gross profit has decreased by Rs. 17 million, a decrease of 96% over the corresponding quarter of last year. Distribution, administrative, other expenses and finance cost increased by 34% over the corresponding quarter of last year mainly due to increase in rent, rates and taxes and markup on short term finances. As a result, the Company's net loss before tax was Rs. 49.872 million during the third quarter as compared to profit of Rs. 6.763 million over the corresponding quarter of last year. This resulted into loss per share of Rs. (3.96) as against earnings per share (EPS) Rs. 1.33 of the corresponding quarter of last year.

The financial results for the nine months period under review are summarised below:

FINANCIAL RESULTS

	Nine months period ended	
	Mar. 31, 2023	Mar. 31, 2022
	- Rupees in thousand -	
Sales - net	946,309	931,897
Gross profit	227,360	234,873
Profit from operations	106,656	113,995
Profit before taxation	54,288	116,052
Profit after taxation	14,225	88,493
Earnings per share	1.50	9.31

During the period under review your Company has earned a net profit after taxation of Rs. 14.225 million after incorporation of share of Loss of Associated Company and taxation as compared to profit of Rs. 88.493 million of the corresponding period. The profit before these adjustments for the period amounts to Rs. 60.130 million as compared to profit of Rs. 87.145 million of the corresponding period. The gross profit as a percentage of sales decreased to 24.03% from 25.20% as compare to the last year due to increase in raw-material prices, minimum wages and power & fuel rates.

The reduction in EPS is mainly attributed due to increase in distribution expenses and finance cost as well impairment loss from Associated Company.

The significant hike in policy rates has also adversely affected the performance of the Company. The Company's finance cost amounting Rs. 46.526 million as against Rs. 26.850 million in the corresponding period of last year.

The Company achieved greasy production of 1,094,857 meters of fabric as compared to 1,079,324 meters of corresponding period of last year.

FUTURE OUTLOOK

Pakistan's economy continues to face strong headwinds as a result of declining foreign reserves, a weakening currency, and import restrictions, the effects of floods and high inflation that put strong pressure on fuel prices, policy uncertainty, and a slowdown in domestic and global demand. These factors have a negative impact on production. The cost of production has gone up as a result of additional taxes and policy rate increases, which continues to be a threat to business profitability. The price of imported raw materials has also been negatively impacted by the depreciation of the Pak Rupee in comparison to the US dollar and the volatility of exchange rates. Forecasts indicate that industrial growth will continue to slow, which is a result of the monetary and fiscal tightening.

Despite many barriers, the company is committed to taking action to address these issues by reducing operational costs and raising sales volume to lessen the impact of external factors beyond the company's control.

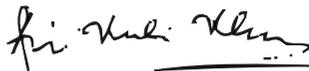
ACKNOWLEDGEMENT

The Company acknowledges the continued support received from its customers and their confidence in the Company. We are also thankful to all stakeholders, Bankers, dealers, vendors, employees and Associates for their valuable support.

On behalf of the Board of Directors,



SHAHNAZ SAJJAD AHMAD
CHIEF EXECUTIVE OFFICER



LT. GEN. ALI KULI KHAN KHATTTAK (RETD.)
DIRECTOR

April 19, 2023

ڈائریکٹرز کا جائزہ رپورٹ

بنوں وولن ملز لمیٹڈ، کے بورڈ آف ڈائریکٹرز کی جانب سے ہمیں 31 مارچ، 2023 کو ختم ہونے والی تیسری سہ ماہی اور نو ماہ کی مدت کے لئے کمپنی کی غیر آڈٹ شدہ مالیاتی رپورٹ پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

مالی کارکردگی:

تیسری سہ ماہی کے دوران کمپنی کی خالص فروخت 84 ملین روپے تھی، یعنی گزشتہ سال کی اسی مدت کے مقابلے میں 7% اضافہ ہوا جبکہ گزشتہ سال اسی مدت کے دوران فروخت کی لاگت میں 37% اضافہ ہوا۔ فروخت کی لاگت میں اضافے کی وجہ سے مجموعی منافع میں 17 ملین روپے کی کمی ہوئی، جبکہ گزشتہ سال کی اسی سہ ماہی کے مقابلے میں 96% کمی ہوئی۔ تقسیم، انتظامی، دیگر اخراجات اور مالیاتی لاگت میں گزشتہ سال کی اسی سہ ماہی کے مقابلے میں 34% اضافہ ہوا ہے جس کی بنیادی وجہ کرایہ، نرخوں اور ٹیکس میں اضافہ اور قلیل مدتی مالیاتی پر مارک اپ ہے۔ جس کے نتیجے میں، تیسری سہ ماہی کے دوران کمپنی کا ٹیکس سے پہلے خالص نقصان 49.872 ملین روپے ہوا جو کہ گزشتہ سال کی اسی سہ ماہی میں 6.763 ملین روپے کا منافع تھا۔ نتیجاً آمدنی فی حصص کا نقصان (3.96) روپے رہا جو کہ اسی سہ ماہی میں گزشتہ سال 1.33 روپے تھا۔

زیر جائزہ نو ماہ کی مدت کے مالی نتائج کا خلاصہ ذیل میں دیا گیا ہے:-

مالی نتائج:

نو ماہ کے اختتامی نتائج

2023 مارچ 31	2022 مارچ 31	
-- روپے ہزاروں میں --		
946,309	931,897	خالص فروخت
227,360	234,873	مجموعی منافع
106,656	113,995	کارکردگی کا منافع
54,288	116,052	ٹیکس سے پہلے (منافع)
14,225	88,493	ٹیکس کے بعد (منافع)
-- روپے --		
1.50	9.31	آمدنی فی حصص

زیر جائزہ مدت کے دوران، کمپنی نے ٹیکس کے بعد خالص منافع 14.225 ملین روپے حاصل کیا جو کہ متعلقہ کمپنیوں کے نقصان کا حصہ شامل کرنے کے بعد اور گزشتہ سال اسی سہ ماہی کے مقابلے میں منافع 88.493 ملین روپے تھا۔ رواں مدت میں ایڈجسٹمنٹ سے پہلے کا منافع 60.130 ملین روپے تھا جو کہ گزشتہ سال اسی مدت کے دوران منافع 87.145 روپے تھا۔ خام مال کی قیمتوں، کم از کم اجرت، بجلی اور ایندھن کی قیمتوں میں اضافے کی وجہ سے گزشتہ سال کی اسی سہ ماہی کے دوران مجموعی فروخت کے تناسب میں فیصد کے حساب سے 25.20% سے 24.03% کمی ہوئی۔

EPS میں کمی بنیادی طور پر تقسیم کے اخراجات اور مالیاتی لاگت کے ساتھ ساتھ متعلقہ کمپنیوں کی جانب سے ہونے والے نقصانات کی وجہ سے منسوب ہے۔ پالیسی ریٹ میں نمایاں اضافے نے بھی کمپنی کی کارکردگی کو بری طرح متاثر کیا ہے۔ کمپنی کی مالی لاگت 46.526 ملین روپے ہے، جو کہ گزشتہ سال اسی مدت کے مقابلے میں 26.850 ملین روپے تھی۔

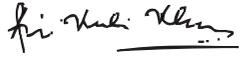
کمپنی نے رواں سال 1,094,857 میٹر کپڑے کی پیداوار کی جبکہ پچھلے سال کے اسی سہ ماہی میں 1,079,324 میٹر کپڑا تیار کیا۔
مستقبل کے نقطہ نظر سے:

پاکستان کی معیشت کو گرتے ہوئے غیر ملکی ذخائر، کمزور ہوتی ہوئی کرنسی اور درآمدی پابندیوں، سیلاب اور بلند افراط زر کے اثرات جو ایندھن کی قیمتوں پر سخت دباؤ ڈالتے ہیں، پالیسی کی غیر یقینی صورتحال اور ملکی اور عالمی طلب میں سست روی کے نتیجے میں مسلسل مشکلات کا سامنا ہے۔ ان عوامل کا پیداوار پر منفی اثر پڑتا ہے۔ اضافی ٹیکسوں اور پالیسی ریٹ میں اضافے کے نتیجے میں پیداواری لاگت بڑھ گئی ہے، جو کاروبار کے منافع کے لئے خطرہ بنی ہوئی ہے۔ امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں کمی اور شرح مبادلہ کے اتار چڑھاؤ سے درآمدی خام مال کی قیمتوں پر بھی منفی اثرات مرتب ہوئے ہیں۔ پٹیشن گونیاں بتاتی ہیں کہ صنعتی ترقی کی رفتار سست رہے گی، جو مالیاتی اور مالیاتی سختی کا نتیجہ ہے۔ بہت سی رکاوٹوں کے باوجود، کمپنی کارکردگی کے اخراجات کو کم کر کے اور کمپنی کے کنٹرول سے باہر بیرونی عوامل کے اثرات کو کم کرنے کے لئے فروخت کا حجم بڑھا کر ان مسائل کو حل کرنے کے لئے کارروائی کرنے کے لئے پرعزم ہے۔

اظہار تشکر:

کمپنی اپنے صارفین کی مسلسل حمایت اور ان کے کمپنی پر اعتماد کو تسلیم کرتی ہے۔ ہم اپنے تمام گاہکوں، حصص داران، سپلائرز، بکریز، ملازمین اور معزز صارفین کی مسلسل حمایت کے شکرگزار ہیں۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے


لیفٹنٹ جنرل (ر) علی قلی خان خٹک
ڈائریکٹر


شہناز سجاد احمد
چیف ایگزیکٹو آفیسر

19 اپریل 2023

BANNU WOOLLEN MILLS LIMITED

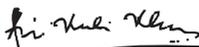
Condensed Interim Statement of Financial Position as at March 31, 2023

		Un-audited March 31, 2023	Audited Jun. 30, 2022
	Note	(Rupees in thousand)	
ASSETS			
Non-current assets			
Property, plant and equipment	5	1,564,969	1,252,019
Intangible assets		564	955
Investments in Associated Companies	6	1,185,712	1,191,554
Security deposits		3,794	3,794
		2,755,039	2,448,322
Current assets			
Stores and spares		114,004	127,287
Stock-in-trade		581,022	670,592
Trade debts	7	329,460	229,109
Advances to employees - unsecured, considered good		20,306	26,160
Advance payments		25,435	23,759
Prepayments and other receivables		4,393	906
Sales tax refundable		5,436	28,127
Income tax refundable, advance tax and tax deducted at source		14,160	15,176
Cash and bank balances		43,074	31,011
		1,137,290	1,152,127
Total assets		3,892,329	3,600,449
Equity and liabilities			
Share capital and reserves			
Authorised capital			
20,000,000 ordinary shares of Rs.10 each		200,000	200,000
Issued, subscribed and paid-up capital		95,063	95,063
Capital reserves			
- share premium		19,445	19,445
- revaluation surplus on property, plant and equipment	8	2,762,642	2,472,015
Revenue reserves			
- general reserves		154,055	154,055
- unappropriated profit		171,100	152,629
Shareholders' equity		3,202,305	2,893,207
LIABILITIES			
Non-current liabilities			
Lease liabilities		2,065	3,609
Staff retirement benefits - gratuity		117,211	101,747
Deferred taxation		90,887	54,880
		210,163	160,236
Current liabilities			
Trade and other payables	9	137,636	134,102
Unpaid dividends		3,452	3,452
Unclaimed dividends		4,746	4,780
Accrued mark-up		12,007	10,971
Short term finances		299,811	377,528
Current portion of lease liabilities		2,320	3,314
Taxation	10	19,889	12,859
		479,861	547,006
Total liabilities		690,024	707,242
Contingencies and commitments	11		
TOTAL EQUITY AND LIABILITIES		3,892,329	3,600,449

The annexed notes form an integral part of these financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Kalim Aslam
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Profit or Loss & Other Comprehensive Income (Un-audited)

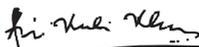
For the Quarter and Nine Months Period Ended March 31, 2023

	Note	Quarter ended		Nine months period ended	
		Mar. 31, 2023	Mar. 31, 2022	Mar. 31, 2023	Mar. 31, 2022
----- Rupees in thousand -----					
Sales - net		84,071	78,660	946,309	931,897
Cost of sales		(83,332)	(61,006)	(718,949)	(697,024)
Gross profit		739	17,654	227,360	234,873
Distribution cost		(13,230)	(5,453)	(26,275)	(17,338)
Administrative expenses		(31,257)	(24,689)	(91,611)	(85,170)
Other income		1,525	307	2,623	2,573
Other expenses		4,677	(61)	(5,441)	(20,943)
(Loss) / profit from operations		(37,546)	(12,242)	106,656	113,995
Finance cost		(12,326)	(8,733)	(46,526)	(26,850)
		(49,872)	(20,975)	60,130	87,145
Share of loss of Associated Companies - net	6	0	27,738	(5,842)	28,907
(Loss) / profit before taxation		(49,872)	6,763	54,288	116,052
Taxation	12	12,196	5,896	(40,063)	(27,559)
(Loss) / profit after taxation		(37,676)	12,659	14,225	88,493
Other comprehensive income		0	0	0	0
Total comprehensive (loss) / income for the period		(37,676)	12,659	14,225	88,493
----- Rupees -----					
(Loss) / earnings per share		(3.96)	1.33	1.50	9.31

The annexed notes form an integral part of these condensed interim financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Kalim Aslam
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

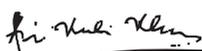
Condensed Interim Statement of Cash Flows (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2023

	Nine months period ended	
	Mar. 31, 2023	Mar. 31, 2022
	Rupees in thousand	
Cash flows from operating activities		
Profit for the period - before taxation and share of profit / (loss) on investments in Associated Company	60,130	87,145
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	15,616	14,029
Depreciation on right of use of assets	3,058	3,750
Amortisation	391	382
Provision for impairment of trade debts	155	10,300
Staff retirement benefits - gratuity (net)	15,464	10,398
Lease liabilities- net	(2,538)	3,099
Impact of modification	286	308
Mark-up on bank deposits	(1,046)	(494)
Finance cost	46,526	26,850
Workers' welfare fund	1,348	0
Gain on foreign currency transactions	0	(1,666)
Gain on miscellaneous income	(1,386)	0
Gain on sale of property, plant and equipment	0	(1,814)
Profit before working capital changes	138,004	152,287
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets		
Stores and spares	13,283	(16,319)
Stock-in-trade	89,570	131,193
Trade debts	(100,351)	(167,659)
Advances	5,854	7,403
Advance payments	(1,676)	14,575
Prepayments and other receivables	(3,487)	(1,145)
Sales tax refundable	22,691	1,521
Increase in trade and other payables	2,186	28,834
	28,070	(1,597)
Cash generated from operations	166,074	150,690
Taxes paid	(11,113)	(10,504)
Net cash generated from operating activities	154,961	140,186
Cash flows from investing activities		
Fixed capital expenditure	(17,234)	(24,271)
Sale proceeds of property, plant and equipment	0	2,620
Intangible assets acquired	0	(58)
Mark-up received on bank deposits	1,046	494
Net cash used in investing activities	(16,188)	(21,215)
Cash flows from financing activities		
Lease rentals paid	(3,469)	(3,944)
Short term finances - net	(77,717)	(93,257)
Dividend paid	(34)	(1,308)
Finance cost paid	(45,490)	(26,209)
Net cash used in from financing activities	(126,710)	(124,718)
Net increase in cash and cash equivalents	12,063	(5,747)
Cash and cash equivalents - at beginning of the period	31,011	15,933
Cash and cash equivalents - at end of the period	43,074	10,186

The annexed notes form an integral part of these condensed interim financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Kalim Aslam
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Changes in Equity (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2023

Share capital	Capital Reserves		Revenue Reserves		Total
	Share premium	Revaluation surplus on property, plant and equipment	General	Unappropriated profit	

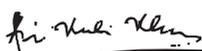
----- Rupees in '000 -----

Balance as at June 30, 2022 (audited)	95,063	19,445	2,472,015	154,055	152,629	2,893,207
Total comprehensive income for the period ended March 31, 2023	0	0	294,873	0	14,225	309,098
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	0	0	(4,246)	0	4,246	0
Balance as at March 31, 2023 (unaudited)	95,063	19,445	2,762,642	154,055	171,100	3,202,305
Balance as at July 01, 2021 - (audited)	95,063	19,445	1,771,898	654,055	286,390	2,826,851
Total comprehensive income for the period ended March 31, 2022	0	0	0	0	88,493	88,493
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	0	0	(3,815)	0	3,815	0
Share of revaluation surplus on Property, plant and equipment of Associated Companies	0	0	(38,519)	0	0	(38,519)
Effects of items directly credited in equity by Associated Companies	0	0	0	0	2,644	2,644
Balance as at March 31, 2022 (unaudited)	95,063	19,445	1,729,564	654,055	381,342	2,879,469

The annexed notes form an integral part of these financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Kalim Aslam
Chief Financial Officer

Notes to the Condensed Interim Financial Information (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2023

1. Legal status and operations

Bannu Woollen Mills Ltd. (the Company) was incorporated in Pakistan as a Public Company in the year 1960 under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of woollen yarn, cloth and blankets. The Company's registered office and mills are located at D.I. Khan Road, Bannu whereas the retail outlet is located at Raja Bazar, Rawalpindi.

2. Basis of preparation

2.1. Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017.

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

2.2. These condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2022. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3. These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017. The figures for the nine months period ended March 31, 2023, however, are unaudited.

2.4. Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for the Company's liability under defined benefit plan (gratuity), which is determined on the present value of defined benefit obligations determined by an independent actuary and property, plant and equipment at revalued amounts assessed by an independent valuer.

2.5. Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3. Significant accounting policies

The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Company as at and for the year ended June 30, 2022.

3.1. Initial application of standards, amendments or an interpretation to existing standards

(a) Standards, amendments and interpretations to accounting standards that are effective in the current period

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

(b) Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

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 01, 2023. 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.

4. Accounting estimates and judgements

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

4.2. In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2022.

5. Property, plant and equipment

	Note	Un-audited March 31, 2023	Audited June 30, 2022
		(Rupees in thousand)	
Operating fixed assets	5.1	1,563,101	1,247,261
Right of use of assets	5.2	1,868	4,758
		1,564,969	1,252,019
5.1 Operating fixed assets			
Book value of operating fixed assets as at June 30, 2022		1,247,261	
Addition in vehicles during the period		17,234	
Revaluation increments incorporated during the period		314,222	
Depreciation charge for the period		(15,616)	
		315,840	
Book value as at March 31, 2023		1,563,101	
5.2 Right of use assets			
Book value of right of use assets as at June 30, 2022		4,758	
Additions during the period		454	
Impact of modification		(286)	
Depreciation charge for the period		(3,058)	
Book value of right of use assets as at March 31, 2023		1,868	
6. Investments in Associated Company - Quoted Janana De Malucho Textile Mills Ltd. (JDM)			Un-audited March 31, 2023 (Rupees in thousand)
Carrying value of 1,659,643 shares of Rs.10 each before recognition of impairment loss as at June 30, 2022			1,967,869
Shareholding held: 25.24%			
Profit for the period - net of taxation			6,670
Carrying value under equity method of accounting			1,974,539
Less: impairment loss:			
- balance as at June 30, 2022			(776,315)
- loss recognised during the period			(12,512)
			(788,827)
Carrying value as at March 31, 2023			1,185,712

BANNU WOOLLEN MILLS LIMITED

6.1 Market value of the Company's investments in JDM as at March 31, 2023 was Rs.73.721 million (June 30, 2022: Rs.85.057 million).

7. Trade debts - unsecured	Un-audited Mar. 31, 2023	Audited June 30, 2022
Note	(Rupees in thousand)	
Considered good	330,881	217,505
Considered doubtful	20,030	32,900
	350,911	250,405
Less: allowance for expected credit loss	7.1 (21,451)	(21,296)
	329,460	229,109
7.1 Provision for impairment		
Balance at beginning of the period / year	21,296	11,047
Charge for the period / year	155	10,249
Balance at end of the period / year	21,451	21,296
8. Surplus on revaluation of property, plant and equipment - net		
Surplus on revaluation of the Company's property, plant and equipment	1,290,168	999,541
Share of surplus on revaluation of property, plant and equipment of Associated Company	1,472,474	1,472,474
	2,762,642	2,472,015
9. Trade and other payables		
Due to a related party - Gammon Pakistan Ltd.	0	1,311
Creditors	31,023	7,579
Advances from customers - contract liabilities	917	2,540
Security deposits - interest free, repayable on demand	8,700	8,700
Accrued expenses	82,596	99,146
Due to Waqf-e-Kuli Khan	4,150	3,768
Tax deducted at source	0	5
Staff retirement benefits (gratuity) due but unpaid	1,272	1,272
Workers' (profit) participation fund	3,275	2,880
Workers' welfare fund	5,611	5,721
Staff provident fund payable	0	801
Others	92	379
	137,636	134,102
10. Taxation - net		
Balance as a June 30, 2022	12,859	
Add: provision made during the period		
- current	19,159	
- prior year	4,246	
Less: payments / adjustments made during the period against completed assessment	16,375	
Balance as at March 31, 2023	19,889	

10.1 Income tax assessments of the Company have been completed upto the tax year 2022 i.e. accounting year ended June 30, 2022.

10.2 There has been no significant change in status of taxation matters during the current period as detailed in notes 21.2 to 21.8 to the audited financial statements of the Company for the year ended June 30, 2022.

10.3 Income tax expense is recognised in each interim period based on best estimate. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate changes.

11. Contingencies and commitments

There has been no significant change in the status of contingencies during the current period as reported in the audited financial statements of the Company for the year ended June 30, 2022.

	Un-audited Mar. 31, 2023	un-audited Mar. 31, 2022
12. Taxation	(Rupees in thousand)	
- current	19,159	17,190
- prior year	4,246	(19)
- deferred	16,658	10,388
	40,063	27,559

13. Transactions with related parties

13.1 Significant transactions with related parties during the period were as follows:

	Nine months period ended	
	March 31, 2023	March 31, 2022
	Rupees in thousand	
i) Associated Companies		
Expenses shared	3,124	1,985
Rent of marketing office	10,216	2,145
Rent of internal audit office	288	235
Purchase of raw materials	4,128	8,999
Purchase of vehicles	16,820	0
Lease / rent of residential premises owned by a related party	608	0
ii) Key management personnel		
Salary and other employment benefits	60,712	56,329

13.2 Period-end balance was as follows:

Payable to Gammon Pakistan Ltd. (grouped under trade and other payables)	0	170
Prepaid rent to a related party (grouped under prepayments and other receivables)	1,822	0

14. Financial risk management

14.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2022.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2022.

14.2 Fair value estimation

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Further, there were no reclassifications of financial assets.

15. Corresponding figures

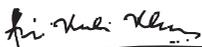
The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2022, whereas the comparative condensed interim statement of profit or loss & other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended March 31, 2022.

16. Date of authorisation for issue

These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on April 19, 2023.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Kalim Aslam
Chief Financial Officer

If undelivered please return to
Share Department
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