



**3rd Quarter Report  
March 31  
2020**

**DANDOT CEMENT COMPANY LIMITED**

## CONTENTS

---

Company Information	3
Directors' Report to the Shareholders	4
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)	16



*This page is left intentionally blank*

## COMPANY INFORMATION

---

### Board of Directors

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

Chief Executive  
Chairman of BOD

### Audit Committee

Shafqaat Ahmed  
Muhammad Farooq Naseem  
Hamid Mahmood

Member / Chairman / Secretary  
Member  
Member

### Human Resources & Remuneration Committee

Murtaza Yousaf Mandviwala  
Muhammad Farooq Naseem  
Taha Muhammad Naseem

Member / Chairman  
Member  
Member

### Chief Financial Officer

Muhammad Kamran

### Statutory Auditors

Amin, Mudassar & Co.  
Chartered Accountants, Lahore

### 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

### Registered Office

5-Zafar Ali Road, Gulberg V, Lahore.

### Postal Address

43-A/S Zafar Ali Road, Gulberg V, Lahore.  
Telephone: +92-42-35758614-16

### Factory

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

## DIRECTOR'S REPORT TO THE SHAREHOLDERS

The board of directors presents the reviewed condensed interim financial statements for the period ended March 31, 2020.

### 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. The operational performance of the company for the period under review as compared with preceding period is as follows:

		Nine Months ended March		Third Quarter ended March	
		2020	2019	2020	2019
Clinker production	M. Ton	19,019	151,811	-	49,541
Cement production	M. Ton	21,286	162,122	-	53,117
Sales	M. Ton	26,151	169,426	-	54,992

The comparative financial results of the company are summarized as below: (Rs. in `000`)

Gross sales	248,058	1,643,332	-	545,202
Net sales	153,889	1,148,109	-	406,809
Gross loss	297,721	261,008	42,524	49,648
Net loss	487,282	298,771	103,686	121,253
Loss per share	5.14	3.15	1.09	1.28

During the period under review, cement production & related sales volume decreased. The shortfall is mainly attributable to closure of plant operation on September 01, 2019 and extra ordinary interruptions in the production process hampering constant outflow of the product. The disruption in production was due to outdated equipment not performing at their desired ratings and causing unplanned shutdowns. Moreover, consistent interruptions was due to voltage fluctuations from the utility company (WAPDA). Irregularities in voltage supply caused damage to the plant equipment, resulting in tremors and sudden stoppages of the plant. The company has also emissions which are non-compliant to the Pakistani emissions standards and thus to minimize the pollutions and damage from the emissions the plant cannot operate on an optimum level. A Balancing, Modernization, and Replacement (BMR) has to be done in order to rectify this issue.

The company sustained gross and operating loss is due to low retention of sale per bag with high input costs such as electricity and coal. The increase in electricity tariff by NEPRA combined with hike in coal prices. Hence, dividend has not been recommended by the board of directors for the current period.

### Future Prospects

#### Industry

The current economic scenario of Pakistan has had a major impact on the cement industry. There has been a slowdown in construction activity because Pakistan enforced lockdown at the end of third quarter due to COVID-19 affect. If corona virus spread beyond control and lock down measures stay for a longer period, there could be a decline in cement demand and cement volumetric sales will continue to remain under pressure.

However, the recent construction package announced by Govt may dilute the effect of Covid-19 on the economy and construction activities. Naya Pakistan Housing Programme may also spur the cement demand in the country. Further, reduction in global oil prices coupled with reduced markup rates by SBP shall also positively affect the profitability of the cement sector.

## Principal Risks and Uncertainties

Uncertain supply with stagnant demand.  
Impact of pandemic of COVID-19.

## Company

Energy Efficiency, Labour efficiency & productivity and right financial modeling and smooth plant operations are key factors to success of any cement plant. The management is committed for a balanced delivery of long term values to all stake holder including financiers, creditors, employees and shareholders.

## Company's Plans

Last year, your company successfully concluded its share transfer transaction with Calicom Industries (Pvt.) Limited and a new board of directors were appointed. The new management would like to address all critical issues head-on and tackle them permanently to lay a solid foundation for future of this Company. There are two most critical issues; one is the non-compliance of the current plant to the environmental standards and the other is the in-efficiencies in energy consumption. The resolution of these factors requires a comprehensive Balancing, Modernization and Replacement (BMR) project.

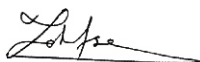
Amid a turbulent market and pessimistic short-term economic conditions, this is a good opportunity to go through this BMR project, thereby correct our gaps to make the company competitive in all respects. Your company is finalizing the BMR project design and details and will proceed towards securing funding for this imminent project.

## Environmental and Social Responsibility

Your company being a responsible corporate citizen shall always tries its level best to protect and create a healthier environment for not only its own employees but also for our surrounding communities. Currently, the plant cannot be operated on desired environmental standards so the company is working for a BMR. Further, your company being a responsible corporate citizen is always conscious to discharge its obligations towards its valued human resources.

## Acknowledgement

The board of directors is thankful to all stakeholders including but not limited to banker, 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 recent years.



**TAHA MUHAMMAD NASEEM**  
Chief Executive  
Lahore: May 14, 2020

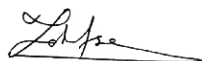


**MUHAMMAD FAROOQ NASEEM**  
Director / Chairman

## Condensed Statement of Financial Position

	(Un-Audited) March 31, 2020	(Audited) June 30, 2019
	(Rupees in thousand)	
Note		
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Authorized capital	1,000,000	1,000,000
Issued, subscribed and paid up capital	948,400	948,400
Share premium reserve	31,801	31,801
Accumulated loss	(5,014,531)	(4,587,511)
Revaluation surplus on property, plant and equipment	2,439,962	2,500,224
	(1,594,368)	(1,107,086)
Long term loan from holding company	2,002,741	1,773,441
	408,373	666,355
<b>NON CURRENT LIABILITIES</b>		
Long term financing from banking companies	1,890,145	1,892,942
Long term financing from related parties	204,863	203,459
Payable to provident fund trust	-	-
Other loans and liabilities	-	-
Deferred liabilities	894,206	918,820
Long term advances and deposits	3,563	3,563
	2,992,777	3,018,784
<b>CURRENT LIABILITIES</b>		
Trade and other payables	920,161	905,966
Deposits, accrued liabilities and advances	109,933	191,756
Unclaimed dividend	1,082	1,082
Payable to provident fund	93,651	93,785
Mark up accrued	231,743	206,251
Current portion of non current liabilities	223,736	185,293
Provision for taxation	-	-
	1,580,306	1,584,133
<b>CONTINGENCIES AND COMMITMENTS</b>	-	-
	4,981,456	5,269,272

The annexed notes form an integral part of this condensed interim financial information.



**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



## As at March 31, 2020

	Note	(Un-Audited) March 31, 2020 (Rupees in thousand)	(Audited) June 30, 2019
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	10	4,277,333	4,383,558
Operating fixed assets		10,321	10,321
Long term security deposits		4,287,654	4,393,879
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		241,900	286,622
Stock in trade		194,094	220,018
Trade debts		23,395	105,296
Loans and advances		28,750	32,678
Trade deposits, short term prepayments and current account balances with statutory authorities		192,418	181,869
Cash and bank balances		13,245	48,910
		693,802	875,393
		4,981,456	5,269,272

  
**ZAKA MUHAMMAD NASEEM**  
Director

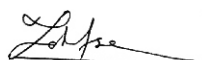


## Condensed Interim Statement of Profit or Loss Account (Un-Audited)

For the Period ended March 31, 2020

	Nine Month Ended		Third Quarter Ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
Note	(Rupees in thousand)		(Rupees in thousand)	
Sales (Net)	153,889	1,148,109	-	406,809
Cost of sales	(451,610)	(1,409,117)	(42,524)	(456,457)
<b>Gross loss</b>	<b>(297,721)</b>	<b>(261,008)</b>	<b>(42,524)</b>	<b>(49,648)</b>
<b>Operating expenses</b>				
Distribution cost	(4,207)	(5,696)	(626)	(2,915)
Administrative expenses	(31,116)	(40,909)	(10,140)	(12,735)
	<b>(35,323)</b>	<b>(46,605)</b>	<b>(10,766)</b>	<b>(15,650)</b>
<b>Operating loss</b>	<b>(333,044)</b>	<b>(307,613)</b>	<b>(53,290)</b>	<b>(65,298)</b>
Finance costs	(176,788)	(2,943)	(58,613)	(59,579)
Other operating income	248	118	12	36
	<b>(176,540)</b>	<b>(2,825)</b>	<b>(58,601)</b>	<b>(59,543)</b>
<b>Loss before taxation</b>	<b>(509,584)</b>	<b>(310,438)</b>	<b>(111,891)</b>	<b>(124,841)</b>
Taxation:				
Current	(2,312)	(14,352)	-	(5,085)
Deferred	24,614	26,019	8,205	8,673
	<b>22,302</b>	<b>11,667</b>	<b>8,205</b>	<b>3,588</b>
<b>Loss after taxation</b>	<b>(487,282)</b>	<b>(298,771)</b>	<b>(103,686)</b>	<b>(121,253)</b>
<b>Loss per weighted average share- Basic and diluted (Rupees)</b>	<b>(5.14)</b>	<b>(3.15)</b>	<b>(1.09)</b>	<b>(1.28)</b>


The annexed notes form an integral part of this condensed interim financial information.



**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



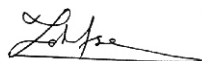
**ZAKA MUHAMMAD NASEEM**  
Director

## Condensed Interim Statement of Comprehensive Income (Un-Audited)

For the Period ended March 31, 2020

	Nine Month Ended		Third Quarter Ended	
	March 31, 2020 (Rupees in thousand)	March 31, 2019	March 31, 2020 (Rupees in thousand)	March 31, 2019
Loss for the period	(487,282)	(298,771)	(103,686)	(121,253)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	<u>(487,282)</u>	<u>(298,771)</u>	<u>(103,686)</u>	<u>(121,253)</u>

The annexed notes form an integral part of this condensed interim financial information.



**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



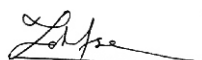
**ZAKA MUHAMMAD NASEEM**  
Director

## Condensed Interim Cash Flow Statement (Un-Audited)

For the Period ended March 31, 2020

	Nine Months ended	
	Mar. 31, 2020	Mar. 31, 2019
(Rupees in thousand)		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(509,584)	(310,438)
<b>Adjustments of items not involving movement of cash:</b>		
Depreciation	108,205	112,664
Provision for gratuity	-	14,344
Profit on deposit and PLS accounts	(273)	(118)
Reversal of provision for doubtful balances	(7,456)	-
Provision for doubtful debts	7,481	-
Finance cost	176,473	2,943
	<u>284,430</u>	<u>129,833</u>
<b>Operating cash used before working capital changes</b>	<b>(225,154)</b>	<b>(180,605)</b>
(Increase)/Decrease in operating assets:		
Stores, spares and loose tools	44,722	(49,181)
Stock in trade	25,925	19,749
Trade debts	74,420	42,259
Loans and advances	11,384	(4,755)
Sales tax	(3,800)	21,590
Other receivables	-	24
Increase / (decrease) in current liabilities		
Trade and other payables	14,195	207,819
Deposits, accrued liabilities and advances	(81,823)	92,840
Payable to provident fund	(134)	(7,141)
	<u>84,889</u>	<u>323,204</u>
Cash (used in)/generated from operations	<b>(140,265)</b>	<b>142,599</b>
Long term deposits and prepayments	-	1,801
Gratuity Paid	-	(2,169)
Finance cost paid	(43,988)	(22,236)
Interest received	273	118
Income tax paid	(9,062)	(29,423)
<b>Net Cash (Used In)/Flows From Operating Activities</b>	<b>(193,042)</b>	<b>90,690</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(1,980)	(11,709)
<b>Net Cash Used In Investing Activities</b>	<b>(1,980)</b>	<b>(11,709)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term loan received from holding company	229,300	-
Long term loan repaid to banking companies	(61,492)	(33,041)
Long term loan from related party- net	(8,446)	-
Other loans and liabilities repaid- net	(5)	-
<b>Net Cash Flow From/(Used In) Financing Activities</b>	<b>159,357</b>	<b>(33,041)</b>
<b>Net (decrease)/increase in Cash and Cash Equivalents</b>	<b>(35,665)</b>	<b>45,940</b>
<b>Cash and Cash Equivalents at Beginning of the Period</b>	<b>48,910</b>	<b>13,490</b>
<b>Cash and Cash Equivalents at End of the Period</b>	<b>13,245</b>	<b>59,430</b>

The annexed notes form an integral part of this condensed interim financial information.



**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



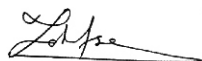
**ZAKA MUHAMMAD NASEEM**  
Director

## Condensed Interim Statement of Changes in Equity (Un-Audited)

For the Period ended March 31, 2020

	Issued, subscribed and paid-up capital	Capital Reserve	Revenue Reserves	Revaluation surplus on property, plant and equipment	Sub Total	Loan From Holding Company	Total
	Share premium	Accumulated loss					
----- R u p e e s   i n   t h o u s a n d -----							
<b>Balance as at July 01, 2018</b>	948,400	31,801	(5,609,051)	2,585,161	(2,043,690)	-	(2,043,690)
Total comprehensive loss for the period ended March 31, 2019	-	-	(298,771)	-	(298,771)	-	(298,771)
Incremental depreciation transferred from surplus on revaluation of fixed assets -Net of deferred tax	-	-	63,702	(63,702)	-	-	-
<b>Balance as at March 31, 2019</b>	<b>948,400</b>	<b>31,801</b>	<b>(5,844,120)</b>	<b>2,521,459</b>	<b>(2,342,461)</b>	<b>-</b>	<b>(2,342,461)</b>
<b>Balance as at July 01, 2019</b>	948,400	31,801	(4,587,511)	2,500,224	(1,107,086)	1,773,441	666,355
Total comprehensive loss for the period ended March 31, 2020	-	-	(487,282)	-	(487,282)	-	(487,282)
Loan received during the year	-	-	-	-	-	229,300	229,300
Incremental depreciation transferred from surplus on revaluation of fixed assets -Net of deferred tax	-	-	60,262	(60,262)	-	-	-
<b>Balance as at March 31, 2020</b>	<b>948,400</b>	<b>31,801</b>	<b>(5,014,531)</b>	<b>2,439,962</b>	<b>(1,594,368)</b>	<b>2,002,741</b>	<b>408,373</b>

The annexed notes form an integral part of this condensed interim financial information.



**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 Period ended March 31, 2020

#### 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. The company is a subsidiary of Calicom Industries (Pvt.) Limited. The registered office of the company is situated at 5-Zafar Ali Road, Gulberg - V, Lahore. The factory is situated at Dandot Railway Station, District Jhelum, Pakistan.

1.2 During the prior year the company had been acquired by Calicom Industries (Pvt.) Limited (CIPL) under the Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017. Currently, CIPL (holding company) has 67,312,925 voting shares (71% of paid up capital) of the company.

After acquisition and upto the signing of these condensed interim financial statements, the new management arranged funds of Rs. 768 million to bring out the company from financial crunch. However, due to non viable operations, with lack of environmental standards, liquidity crises and huge financial losses, the Board of Directors of the company has unanimously decided through its resolution to "Close Down" the factory. The management of the company is continuously working on various options for a comprehensive Balancing, Modernization and Replacement (BMR) of the project to achieve environmental standards, energy efficiency with cost effectiveness and convert the process into fully automated plant and to make this company profitable. On the basis of above mentioned efforts, the new management of the company is fully confident that the company will continue its operations as a going concern. Hence these Reviewed 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 for the company to continue as a going concern.

#### 2 SIGNIFICANT TRANSACTIONS AND EVENTS AFFECTING THE COMPANY'S FINANCIAL POSITION AND PERFORMANCE

All significant transactions and events that have affected the Company's statement of financial position and performance during the period have been adequately disclosed in the notes to these condensed interim financial statements.

#### 3 STATEMENT OF COMPLIANCE

These condensed interim financial statements are un-audited and have been prepared in accordance with International Financial Reporting Standard 'IAS -34-interim Financial Reporting and should be read in compliance with the Annual Financial Report for the year ended June 30, 2019. These are being submitted to the shareholders as required by Section 237 of the Companies Act 2017.

#### 4 STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those adopted in preparation of financial statements for the year ended June 30, 2019.

#### 5 JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of condensed interim financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. Estimates and judgement are continuously evaluated and are based on historical experience, including expectations of future events that are believed to be reasonable under the circumstances.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The areas involving a higher degree of judgement or complexity or areas where assumptions and estimates are significant to the condensed interim financial statements are as follows:

- Staff retirement benefits;
- Taxation
- Useful life of depreciable assets and provision for impairment there against.

			March 31, 2020 (Un-audited) (Rupees in thousand)	June 30, 2019 (Audited)
<b>6 LONG TERM LOAN FROM HOLDING COMPANY</b>	<b>Aggregate % of Shareholding</b>	Note		
Loan from Calicom Industries (Pvt.) Ltd	71%	6.1	2,002,741	1,773,441

- 6.1 This includes the liabilities taken over by Calicom Industries (Pvt.) Ltd under share purchase agreement for restructuring of financial liabilities through tri-party agreements.

**March 31, 2020**  
**(Un-audited)**  
(Rupees in thousand)

June 30, 2019  
(Audited)

## 7 LONG TERM LOANS

### FINANCIAL INSTITUTION:

		<b>March 31, 2020</b> <b>(Un-audited)</b>	June 30, 2019 (Audited)
Bank of Punjab Limited (BOP)			
Demand finance facility - 1	7.1	1,537,921	1,557,618
Demand finance facility - 2	7.2	489,758	451,302
		<b>2,027,679</b>	2,008,920
Less: current portion			
Payable within next 12 months		<b>(137,534)</b>	(115,978)
		<b>1,890,145</b>	1,892,942

- 7.1 This represents restructured/rescheduled of entire outstanding principal amount of demand finance facility - 1. It is secured against 1st pari passu charge of Rs. 3,326 million on fixed assets, 1st charge of Rs. 268 million on current assets, debt subordination agreement of directors/Calicom Industries Pvt. Ltd. (CIPL), corporate guarantee of CIPL and personal guarantee of directors of the company/CIPL.

Repayments of restructured loan shall be made in first 60 equal monthly installments amounting Rs. 14.09 million each including markup @ 4.15% p.a fixed commencing from March 31, 2019 and next 40 equal monthly installments amounting Rs. 40.04 million including markup @ 03 month KIBOR without any floor or cap using KIBOR rate at the last working day of previous quarter. The finance has been presented at amortized cost by using effective rate of markup.

- 7.2 This represents restructured / rescheduled of entire outstanding amount of demand finance facility - 2. It is secured against 1st pari passu charge of Rs. 3,326 million on fixed assets of the company, joint pari passu charge of Rs. 268 million on current assets, debt subordination agreement of directors/Calicom Industries Pvt. Ltd. (CIPL), corporate guarantee of CIPL and personal guarantee of directors of the company/CIPL.

Repayments of restructured loan shall be made in 108 installments commencing from March 31, 2019. The finance has been presented at amortized cost by using effective rate of markup.

- 7.3 On April 06, 2020, company has applied to BOP for deferment of principal loan amount by one year to get the relief announced by the SBP to dampen the effects of Covid-19. However, liabilities are recorded as per old repayment schedule due to non receipt of approval from the bank up to the signing of these condensed interim financial statements.

**March 31, 2020**  
**(Un-audited)**  
(Rupees in thousand)

June 30, 2019  
(Audited)

## 8 LONG TERM FINANCING FROM RELATED PARTIES

		<b>March 31, 2020</b> <b>(Un-audited)</b>	June 30, 2019 (Audited)
Calicom Industries (Pvt) Limited			
Loan - 1	8.1	169,099	155,033
Loan - 2	8.2	86,440	82,210
	8.3	<b>255,539</b>	237,243
Less: Current Portion			
- Payable within next 12 months		<b>(50,676)</b>	(33,784)
		<b>204,863</b>	203,459

- 8.1 As part of restructuring arrangement, Calicom Industries (Pvt) Limited (CIPL) has taken over the company's liability of BankIslami Pakistan Limited (BIPL) and in lieu of this BIPL's liability, a long term loan of CIPL with the same amount has been booked in the books of account of the company.

Repayments of CIPL loan shall be made in 28 quarterly installments commencing from July 31, 2019. The finance has been presented at amortized cost by using effective rate of markup.

- 8.2 This represents loan from Calicom Industries (Pvt) Limited (CIPL) which it had taken over the liability of Mr. Mansoor Rasheed (ex-sponsoring director) in respect of his loan of BIPL and in lieu of this liability, a long term loan of CIPL with the same amount has been booked in the books of account of the company. Repayments of loan shall be settled in 28 quarterly installments commencing from July 31, 2019. The finance has been presented at amortized cost by using effective rate of markup.

- 8.3 These loans are secured against 1st pari passu charge of Rs. 425 million on Plant and Machinery of the company, pledge of 11,413,500 company shares and personal guarantees of all the directors of CIPL.

**9 CONTINGENCIES AND COMMITMENTS**

- 9.1 On November 11, 2019, the company had filed a petition in Honorable Labour Court under the Industrial and Commercial Employment Ordinance, 1968 to "Close Down" the factory for the purpose of comprehensive Balancing, Modernization and Replacement (BMR) and to seek permission for retrenchment of workers at factory. However, the matter is pending adjudication.
- 9.2 Except the above there has been no significant change in contingencies and commitments since the date of preceding published annual financial statements.

**10 OPERATING FIXED ASSETS**

Opening fixed assets at WDV  
Additions  
(Deletions)

Less: depreciation:  
For the period/year  
On disposal

**March 31, 2020**  
**(Un-audited)**  
(Rupees in thousand)

June 30, 2019  
(Audited)

4,383,558	4,479,853
1,980	54,738
-	(630)
<b>4,385,538</b>	<b>4,533,961</b>
<b>108,205</b>	<b>150,791</b>
-	(389)
<b>108,205</b>	<b>150,402</b>
<b>4,277,333</b>	<b>4,383,558</b>

**11 FINANCE COST**

**Interest / mark up on:**

Loans from financial institutions  
Loans from related parties  
Other loans - long term  
Provident fund  
Workers Profit Participation Fund (WPPF)  
Bank charges

Less Finance income on long term loan

**March 31, 2020**  
**(Un-audited)**  
(Rupees in thousand)

March 31, 2019  
(Un-audited)

136,424	110,865
26,741	-
3,706	3,703
9,601	7,648
-	320
<b>316</b>	<b>1,242</b>
<b>176,788</b>	<b>123,778</b>
-	(120,835)
<b>176,788</b>	<b>2,943</b>

**12 TRANSACTIONS WITH RELATED PARTIES**

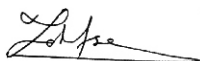
During the period under review, Calicom Industries (Private) Limited (holding company) has injected Rs. 229 Million for working capital requirements of the company.

**13 CORRESPONDING FIGURES**

Figures have been rounded off the nearest thousand of Rupees.

**14 DATE OF AUTHORIZATION FOR ISSUE**

These un-audited condensed interim financial statements were authorized for issue by the board of directors of the company on May 14, 2020.



**TAHA MUHAMMAD NASEEM**  
Chief Executive



**MUHAMMAD KAMRAN**  
Chief Financial Officer



**ZAKA MUHAMMAD NASEEM**  
Director

بجلی اور کوئلہ کی دہلیز زیادہ پیداواری لاگت کے ساتھ کمپنی کو درپیش مجموعی اور فعالی خسارہ فی بیگ فروخت میں کمی کی وجہ سے ہے۔ کوئلہ کی قیمتوں میں اضافہ اور امریکی ڈالر کے مقابلہ میں روپے کی قدر میں کمی کے علاوہ پمپا کی جانب سے بجلی کے نرخوں میں اضافہ فعالی خسارہ میں تیزی سے اضافہ ہوا۔ لہذا، بورڈ آف ڈائریکٹرز نے رواں مدت منافع منقسمہ کی سفارش نہ کی ہے۔

## مستقبل کے امکانات

### صنعت:

پاکستان کی موجودہ معاشی منظر نامے میں سینٹ کی صنعت پر اثر ڈالا ہے۔ تعمیراتی سرگرمی میں سست روی کا سامنا کرنا پڑا کیونکہ کوڈ-19 سے متاثر ہونے کی وجہ سے پاکستان نے تیسری سہ ماہی کے اختتام پر لاک ڈاؤن نافذ کر دیا۔ اگر کرونا وائرس کنٹرول سے باہر ہو گیا اور لاک ڈاؤن اگر طویل عرصے تک برقرار رہا تو سینٹ کی مانگ میں کمی آسکتی ہے اور سینٹ کی مقدار میں فروخت کا دباؤ برقرار رہے گا۔

تاہم حکومت کی جانب سے حالیہ تعمیراتی پیکج کا اعلان کیا گیا ہے کہ کوڈ-19 کے اثرات معیشت پر پڑ سکتے ہیں۔ تعمیراتی سرگرمیاں نیا پاکستان ہاؤسنگ پروگرام ملک میں سینٹ کی طلب کو بھی فروغ دے سکتا ہے۔ مزید عالمی سطح پر تیل کی قیمتوں میں کمی کے ساتھ ساتھ اسٹیٹ بینک کے ذریعہ مارک اپ کی شرح میں کمی سے بھی اس کے منافع کو مثبت طور پر متاثر کیا جائے گا۔

## متوقع خطرات اور غیر یقینی صورتحال

- جامد طلب کے ساتھ غیر یقینی فراہمی۔
- کوڈ-19 کے وبائی امراض کا اثر۔

## کمپنی

توانائی اور لیسر کی کارکردگی اور پیداوار اور درست مالیاتی سمت اور رواں مشینی افعال کسی بھی سینٹ پلانٹ کی کامیابی کے بنیادی عوامل ہیں۔ انتظامیہ تمام سٹیک ہولڈرز بشمول قرض خواہان، ملازمین اور شیئر ہولڈرز کو طویل مدتی متوازن فوائد فراہم کرنے کے لئے پرعزم ہے۔

## کمپنی کی منصوبہ بندی

پچھلے سال میں آپ کی کمپنی نے کالیکم انڈسٹریز (پرائیویٹ) لمیٹڈ کے ساتھ شیئر ٹرانسفر کی کامیاب منتقلی کی ہے اور نیا بورڈ آف ڈائریکٹرز تشکیل دیا ہے۔ نئی انتظامیہ تمام بنیادی مسائل کے تدارک اور مل کے لیے بھرپور کوشش کرے گی اور کمپنی کی ترقی کے لیے ٹھوس بنیادی استوار کرے گی۔ دو بنیادی مسائل میں سے ایک حالیہ پلاٹ کی ماحولیاتی معیارات سے عدم مطابقت اور دوسرا مسئلہ توانائی کے استعمال میں باقاعدگی ہے۔ ان مسائل کے حل کے لیے جامع متوازن، جدید اور متبادل (BMR) طریقہ کار کی ضرورت ہے۔

مشکلات کی شکار منڈی اور ابتر معاشی حال کے پیش نظر اس BMR پروجیکٹ پر عمل درآمد وقت کی اہم ضرورت ہے تاکہ تمام سطحوں میں کمپنی کے حریفوں کے ساتھ مقابلہ کے فرق کو کم کیا جاسکے۔ آپ کی کمپنی BMR پروجیکٹ کی تیاری کے آخری مراحل میں ہے اور اس مخصوص پراجیکٹ کی مد میں رقم حاصل کرے گی۔

## ماحولیاتی اور سماجی ذمہ داری

ذمہ دار کاروباری شہری کی حیثیت سے آپ کی کمپنی نہ صرف اپنے ملازمین بلکہ ماحققہ علاقوں کے رہائشیوں کے لیے صحت بخش ماحول کے قیام اور تحفظ کے لیے ہر ممکن کوشش کر رہی ہے۔ فی الحال پلانٹ مطلوبہ ماحولیاتی معیارات کے مطابق نہیں کر رہا ہے لہذا کمپنی BMR پروجیکٹ پر پورے توجہ دے رہی ہے۔ مزید برآں، ذمہ دار کاروباری شہری کی حیثیت سے آپ کی کمپنی انسانیت کی جانب اپنے فرائض کی انجام دہی سے متعلق ہمیشہ فکر مند ہے۔

## اعتراف

بورڈ آف ڈائریکٹرز تمام سٹیک ہولڈرز بشمول بینکرز، ملازمین، سپلائرز، ڈسٹری بیوٹرز سمیت ریگولیٹرز اور شیئر ہولڈرز کی مسلسل حمایت، تعاون اور خصوصاً رواں برس کمپنی کو درپیش مسائل کے دوران اعتماد کے لئے شکرگزار ہیں۔



محمد فاروق ایم  
ڈائریکٹر اچیز مین



محمد نديم  
چیف ایگزیکٹو

لاہور: 14 مئی، 2020ء



## شراکت داروں کے متعلق ڈائریکٹر حضرات کی رپورٹ

آپ کی کمپنی کے ڈائریکٹرز 31 مارچ، 2020 کو ختم ہونے والے سال کے حصے کے لیے تجزیہ کردہ نظر ثانی شدہ عبوری مالیاتی بیانات پیش کرتے ہیں۔

### بنیادی سرگرمیاں اور فعالی کارکردگی

ڈنڈوٹ سیمنٹ کمپنی لمیٹڈ ("کمپنی") ایک پبلک لمیٹڈ کمپنی ہے۔ کمپنی کی بنیادی سرگرمیوں میں سیمنٹ کی پیداوار اور فروخت شامل ہیں۔ گزشتہ برس کے مقابلہ میں زیر جائزہ سال کے لئے کمپنی کی فعالی کارکردگی حسب ذیل ہے۔

تیسرا چوتھائی ختم عرصہ میعاد		نوماہی ختم عرصہ میعاد			
مارچ 2019	مارچ 2020	مارچ 2019	مارچ 2020		
49,541	-	151,811	19,019	میٹرک ٹن	دھاتی پیداوار (کلنٹر)
53,117	-	162,122	21,286	میٹرک ٹن	سیمنٹ کی پیداوار
54,992	-	169,426	26,151	میٹرک ٹن	آمدن

کمپنی کے موازنائی کاروباری مالی نتائج کی تفصیل کو ذیل میں بیان کیا گیا ہے:-

تیسرا چوتھائی ختم عرصہ میعاد		نوماہی ختم عرصہ میعاد			
مارچ 2019	مارچ 2020	مارچ 2019	مارچ 2020		
545,202	-	1,643,332	248,058		کل آمدنی
406,809	-	1,148,109	153,889		خالص آمدنی
49,648	42,524	261,008	297,721		کل نقصان
121,253	103,686	298,771	487,282		خالص نقصان
1.28	1.09	3.15	5.14		نقصان فی حصص

زیر جائزہ مدت کے دوران، سیمنٹ کی پیداوار اور متعلقہ فروخت کا حجم کم ہوا ہے۔ اس کی بنیادی طور پر 1 ستمبر 2019 کو آپریشن کا بند ہونا اور پیداوار کے عمل میں اضافی عام رکاوٹوں کی وجہ سے مصنوعات کے مستقبل مزاج کو روکنا ہے۔ پیداواری عمل میں غیر معمولی مداخلت اس خسارہ کی وجہ بنی اور مصنوعات کی رسد میں مزاحمت پیدا ہوئی۔ پرانے آلات کی ناقص کارکردگی اور غیر مکمل بندش کی وجہ سے مطلوبہ پیداوار میں خلل پیدا ہوا۔ علاوہ ازیں، یوٹیلٹی کمپنی (واپڈا) کی جانب سے وولٹیج میں اتار چڑھاؤ کی وجہ سے بھی مسلسل مزاحمت پیدا ہوئی۔ دوولٹیج سپلائی میں بے قاعدگی کی وجہ سے پلانٹ ایکویپمنٹ کو نقصان پہنچا جس کے نتیجے میں پلانٹ کی صلاحیت کم ہوگئی اور یہ فوری بند ہو گیا۔ کمپنی کے پلانٹ سے کئی مادے خارج ہوتے ہیں اور یہ اخراج آلودگی میں کمی اور پلانٹ کے خارج مادوں کے نقصانات سے بچنے کے لئے پاکستانی ایمیشن سٹیڈرڈ کے عین مطابق نہ ہے لہذا پلانٹ اپنی بھرپور صلاحیت کے مطابق کام کرنے سے قاصر ہے۔ اس مسئلہ کے حل کے لئے ایک متوازن، جدید اور متبادل (BMR) طریقہ کار اپنانا ہوگا۔