

**Arpak
International
Investments
Limited**

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE SIX MONTHS PERIOD
ENDED DECEMBER 31, 2019**

ARPAK INTERNATIONAL INVESTMENTS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Abbas Sarfaraz Khan Begum Laila Sarfaraz Mr. Aziz Sarfaraz Khan Mr. Iskander M. Khan Ms. Najda Sarfaraz Mr. Usman Salim Khan Mr. Faiysal AliKhan	Chief Executive Chairperson Director Director Director Independent Director Independent Director
AUDIT COMMITTEE	Mr. Usman Salim Khan Mr. Aziz Sarfaraz Khan Mr. Faiysal AliKhan Mr. Mujahid Bashir	Chairperson Member Member Secretary
CHIEF FINANCIAL OFFICER	Mr. Rizwan Ullah Khan	
COMPANY SECRETARY	Mr. Mujahid Bashir	
HEAD OF INTERNAL AUDIT	Mr. Zaheer Mir	
AUDITORS	M/s. ShineWing Hameed Chaudhri & Co. Chartered Accountants	
LEGAL ADVISOR	Mr. Sarfraz Rauf	Advocate
SHARE REGISTRAR	Messers Hameed Majeed Associates (Pvt.) Limited, H.M. House, 7-Bank Square, Lahore Phone No.: 042-37235081 Fax No.: 042-37235083	
BANKERS	Bank Al-Habib Limited MCB Bank Limited	
REGISTERED OFFICE	King's Arcade, 20-A, Markaz F-7, Islamabad Phone: 051-2650805-7 Fax: 051-2651285-6	

ARPAK INTERNATIONAL INVESTMENTS LIMITED

DIRECTOR'S REVIEW REPORT

The Directors of Arpak International Investments Limited are pleased to present the un-audited condensed interim financial information of the Company for the half year ended December 31, 2019 to the shareholders of the Company in compliance with Section 237 of the Companies Act, 2017 (the Act) and the listing regulations of the Pakistan Stock Exchange.

OPERATIONS

The Company suffered loss from operations of Rs. 0.334 million (December 31, 2018: Loss of Rs.1.513 million) during the period and after incorporating the share of profit of the associated undertakings, the Company's pre-tax profit has been reflected to Rs. 20.294 million for the period.

INVESTMENTS

The Company has investments of Rs 43.750 million in an associated Company and Rs 33.382 million in mutual funds. The management has invested prudently to ensure appropriate returns on available funds.

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial information for the half year are the same as applied in the preparation of the preceding annual financial statement of the Company.

ACKNOWLEDGEMENT

The Directors appreciate the hard work and dedication displayed by the employees of the Company.

ON BEHALF OF THE BOARD



Islamabad
February 25, 2020

(Abbas Sarfaraz Khan)
Chief Executive



(Iskander M. Khan)
Director

آرپاک انٹرنیشنل انوسٹمنٹس لمیٹڈ

ڈائریکٹرز کی جائزہ رپورٹ

آرپاک انٹرنیشنل انوسٹمنٹس لمیٹڈ کے 31 دسمبر 2019 کو ختم ہونے والی ششماہی کی اختتامی مدت پر کمپنی کے ڈائریکٹرز غیر آڈٹ شدہ کنڈنڈ عبوری مالیاتی معلومات حصص داروں کو نئے کمپنی ایکٹ 2017 (دی ایکٹ) اور پاکستان سٹاک ایکسچینج کے قواعد کے مطابق پیش کرنے پر مسرت محسوس کرتے ہیں۔

آپریشن کا جائزہ

کمپنی کو آپریشنز میں 0.334 ملین روپے نقصان ہوا (31 دسمبر 2018: 1.513 ملین نقصان ہوا) تاہم منسلک کمپنیوں کے منافع کا حصہ شامل کرنے کے بعد کمپنی کا ٹیکس ادائیگی سے پہلے منافع 20.294 ملین روپے تک بڑھ گیا۔

انوسٹمنٹس

کمپنی نے ایسوسی ایٹڈ کمپنی میں 43.750 ملین روپے اور باہمی (میوچول فنڈز) میں 33.382 ملین روپے کی سرمایہ کاری کر رکھی ہے۔ انتظامیہ نے دستیاب فنڈز پر مناسب ریٹرن حاصل کرنے کے لیے بڑے سوچ بچار کے بعد سرمایہ کاری کی ہوئی ہے۔

اکاؤنٹنگ کی پالیسیاں

کمپنی کی ششماہی کنڈنڈ عبوری مالیاتی معلومات کی تیاری کے دوران اپنائی گئی اکاؤنٹنگ پالیسیاں وہی ہیں جو کہ کمپنی کی سالانہ مالیاتی معاملات کی تیاری میں اپنائی گئی تھیں۔

اعتراف

ڈائریکٹرز نے کمپنی کے لئے سٹاف کی محنت کو سراہا ہے۔

منجانب بورڈ



اسلام آباد

جناب اسد محمد خان

ڈائریکٹر



جناب عباس مہر فرزان خان

چیف ایگزیکٹو آفیسر

بتاریخ: 25 فروری، 2020

ARPAK INTERNATIONAL INVESTMENTS LIMITED

Independent Auditors' Review Report

To the Members of Arpak International Investments Limited Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Arpak International Investments Limited** (the Company) as at December 31, 2019 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six months period then ended (here-in-after referred to as "interim financial statements"). Management is responsible for the preparation and presentation of these 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 interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the quarters ended December 31, 2018 and December 31, 2019 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2019.

Scope of 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 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 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.

The engagement partner on the review resulting in this independent auditors' review report is Osman Hameed Chaudhri.

Shinewing Hameed Chaudhri & Co

SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS

Lahore: February 26, 2020

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2019

	Un-audited December 31, 2019	Audited June 30, 2019
Note	---- Rupees ----	
Assets		
Non-Current Assets		
Property, plant and equipment	4,639,888	4,695,657
Investment property	1,817,412	1,825,260
Long term investments	4 517,046,692	497,293,347
Loan to an Associated Company	5 43,750,000	31,250,000
	<u>567,253,992</u>	<u>535,064,264</u>
Current Assets		
Current portion of loan to an Associated Company	-	12,500,000
Short term investments	6 33,381,984	33,937,559
Advances to employees - considered good	749,750	869,750
Accrued mark-up	427,346	857,960
Advances, prepayments and other receivables	1,232,172	4,011,385
Advance income tax and tax deducted at source	290,318	1,674,206
Bank balances	799,497	2,489,291
	<u>36,881,067</u>	<u>56,340,151</u>
	<u>604,135,059</u>	<u>591,404,415</u>
Equity and Liabilities		
Share Capital and Reserves		
Authorized capital		
5,000,000 ordinary shares of Rs.10 each	<u>50,000,000</u>	<u>50,000,000</u>
Issued, subscribed and paid up capital		
4,000,000 ordinary shares of Rs.10 each	40,000,000	40,000,000
Reserves	12,840,781	10,028,981
Unappropriated profit	280,479,985	256,160,401
Share of surplus on revaluation of property, plant and equipment of Associated Companies	267,605,670	278,552,337
	<u>600,926,436</u>	<u>584,741,719</u>
Non-Current Liability		
Deferred taxation	186,000	191,944
Current Liabilities		
Accruals and other payables	1,145,455	3,469,228
Unclaimed dividend	1,149,161	1,015,588
Taxation	728,007	1,985,936
	<u>3,022,623</u>	<u>6,470,752</u>
Contingencies and Commitments		
	<u>604,135,059</u>	<u>591,404,415</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

6

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE QUARTER AND SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Quarter ended		Six months period ended	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
	----- Rupees -----			
Income	4,632,315	3,401,074	9,012,797	6,505,224
Operating and general expenses	(5,417,221)	(5,133,685)	(9,342,778)	(8,014,405)
Operating loss	<u>(784,906)</u>	<u>(1,732,611)</u>	<u>(329,981)</u>	<u>(1,509,181)</u>
Bank charges	(1,526)	(2,809)	(4,083)	(4,143)
	<u>(786,432)</u>	<u>(1,735,420)</u>	<u>(334,064)</u>	<u>(1,513,324)</u>
Share of profit of an Associated Company - net of taxation				
	958,507	-	20,628,481	-
Profit / (loss) before taxation	<u>172,075</u>	<u>(1,735,420)</u>	<u>20,294,417</u>	<u>(1,513,324)</u>
Taxation	(393,295)	65,734	(834,564)	(566,105)
(Loss) / profit after taxation	<u>(221,220)</u>	<u>(1,669,686)</u>	<u>19,459,853</u>	<u>(2,079,429)</u>
Earnings / (loss) per share - basic and diluted				
	<u>(0.06)</u>	<u>(0.42)</u>	<u>4.86</u>	<u>(0.52)</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

7

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER AND SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Quarter ended		Six months period ended	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
	----- Rupees -----			
(Loss) / profit after taxation	(221,220)	(1,669,686)	19,459,853	(2,079,429)
Other comprehensive income / (loss)				
Items that may be reclassified subsequently to statement of profit or loss:				
Unrealised gain on remeasurement of investment at fair value through other comprehensive income	-	109	-	-
Adjustment for gain included in statement of profit or loss upon sale of investment	-	(10,448)	-	(10,448)
Share of other comprehensive income from Associated Company - net	2,813,293	-	2,811,800	-
	2,813,293	(10,339)	2,811,800	(10,448)
Total comprehensive (loss) / income	2,592,073	(1,680,025)	22,271,653	(2,089,877)

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Six months period ended	
	December 31, 2019	December 31, 2018
	----- Rupees -----	
Cash flow from operating activities		
Loss for the period - before taxation and share of loss of an Associated Company	(334,064)	(1,513,324)
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	55,770	44,141
Depreciation on investment property	7,848	8,261
Mark-up on loan to an Associated Company	(3,269,386)	(2,158,351)
Gain on sale of short term investment	(20,613)	(71,640)
Fair value loss on re-measurement of short term investment	10,445	1,802,662
Dividend income	(2,268,928)	(3,016,191)
Gain on sale of long term investment	-	(9,778)
Loss before working capital changes	(5,818,928)	(4,914,220)
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets:		
Advances to employees	120,000	(950,000)
Advances, prepayments and other receivables	2,779,213	(1,065,277)
(Decrease) / increase in current liabilities:		
Accruals and other payables	(2,323,773)	(2,148,609)
Unclaimed dividend	133,573	(5,609)
	709,013	(4,169,495)
Cash used in operations	(5,109,915)	(9,083,715)
Income tax paid	(714,549)	(433,732)
Net cash used in operating activities	(5,824,464)	(9,517,447)
Cash flows from investing activities		
Mark-up received on loan to an Associated Company	3,700,000	1,843,695
Proceeds from sale of long term investment	-	12,810
Short term investments - net	565,742	2,436,238
Dividend received	2,268,928	3,016,191
Dividend paid	(2,400,000)	-
Net cash generated from investing activities	4,134,670	7,308,934
Net decrease in cash and cash equivalents	(1,689,794)	(2,208,513)
Cash and cash equivalents - at beginning of the period	2,489,291	4,603,157
Cash and cash equivalents - at end of the period	799,497	2,394,644

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Reserves					Share of surplus on revaluation of property, plant and equipment of an Associated Company	Total
	Share capital	Capital reserve	General reserve	Unrealised gain on investments at fair value through other comprehensive income	Unappropriated profit		
	----- Rupees -----						
Balance as at July 01, 2018	40,000,000	7,440,781	5,400,000	(1,216,185)	231,661,500	204,403,670	487,689,766
Total comprehensive income / (loss) for the six months period ended December 31, 2018							
Loss for the period	-	-	-	-	(2,079,429)	-	(2,079,429)
Other comprehensive income	-	-	-	(10,448)	-	-	(10,448)
	-	-	-	(10,448)	(2,079,429)	-	(2,089,877)
Balance as at December 31, 2018	40,000,000	7,440,781	5,400,000	(1,226,633)	229,582,071	204,403,670	485,599,889
Balance as at July 01, 2019	40,000,000	7,440,781	5,400,000	(2,811,800)	256,160,401	278,552,337	584,741,719
Distribution to owners							
Final dividend related to the year ended June 30, 2019 at the rate of Re.0.60 per share	-	-	-	-	(2,400,000)	-	(2,400,000)
Total comprehensive income for the six months period ended December 31, 2019							
Profit for the period	-	-	-	-	19,459,853	-	19,459,853
Other comprehensive income	-	-	-	2,811,800	-	-	2,811,800
	-	-	-	2,811,800	19,459,853	-	22,271,653
Effect of items directly credited to equity by an Associated Company	-	-	-	-	(3,686,936)	-	(3,686,936)
Share of surplus on revaluation of property, plant and equipment realised during the year by an Associated Company on account of incremental depreciation and upon sale of revalued assets (net of deferred taxation)	-	-	-	-	10,946,667	(10,946,667)	-
Balance as at December 31, 2019	40,000,000	7,440,781	5,400,000	-	280,479,985	267,605,670	600,926,436

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ARPAK INTERNATIONAL INVESTMENTS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

1. CORPORATE INFORMATION

Arpak International Investments Limited (the Company) was incorporated in Pakistan on July 26, 1977 as a Public Company and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at 20-A, Markaz F-7, Islamabad. It is principally engaged in investment business of various forms.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 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 applicable in Pakistan for interim financial reporting comprise of:

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

Where the provision of and directives issues 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.

2.1.2 These condensed interim financial statements do not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2019. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2 New standards, amendments to approved accounting standards and interpretations that are effective during the period

There are certain new standards, interpretations and amendments to approved accounting standards which are mandatory for accounting periods beginning on or after July 1, 2019 but are considered not to be relevant or have any significant effect on the Company's financial reporting, except as mentioned below:

The Company has adopted IFRS 16, 'Leases' which replaces existing guidance on accounting for leases, including IAS 17 'Leases', IFRIC 4 'Determining whether an arrangement contains a lease', SIC-15 'Operating leases - incentive' and SIC-27 'Evaluating the substance of transactions involving the legal form of a lease'. Adoption of IFRS 16 resulted in almost all leases being recognised on the statement of financial position, as the distinction between operating and finance leases is removed. Under IFRS 16, a new concept of right to use leased item is introduced requiring recognition of right of use asset and a financial liability to pay rentals. The only exceptions are short-term and low-value leases. The management assessed that adoption of IFRS 16 does have an impact on the condensed interim financial statements of the Company for the period ended December 31, 2019.

2.3 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2019.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements require 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.

During the preparation of these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited annual financial statements for the year ended June 30, 2019.

4. LONG TERM INVESTMENTS

		Un-audited December 31, 2019	Audited June 30, 2019
	Note	---- Rupees ----	
Associated Companies			
The Premier Sugar Mills and Distillery Company Ltd. (PSM) - Quoted	4.1	453,363,097	433,609,752
Premier Board Mills Ltd. (PBML) - Un-quoted	4.2	63,683,595	63,683,595
		<u>517,046,692</u>	<u>497,293,347</u>

4.1 Investment in PSM represents 400,000 fully paid ordinary shares of Rs.10 each representing 10.67% (June 30, 2018: 10.67%) of PSM's issued, subscribed and paid-up capital as at December 31, 2019. PSM was incorporated on July 24, 1944 as a public limited company and its shares are quoted on Pakistan Stock Exchange Limited. The principal activity of PSM is manufacturing and sale of white sugar and spirit. PSM is an associate of the Company due to common directorship.

4.1.1 As at December 31, 2019 market value of the Company's investment in PSM was Rs.59.600 million (June 30, 2019: Rs.33.336 million). The management, as at June 30, 2019, had carried out impairment testing of its investment in PSM as required under IAS 36, 'Impairment of Assets'. The recoverable amount of investment in PSM was estimated to be Rs.466.050 million. The recoverable amount was estimated using value in use calculations. These calculations were made on discounted cash flow method and were checked by M/s. Grant Thornton Anjum Rahman; Chartered Accountants. The calculations assumed a gross profit margin of 18% and discount rate of 13.93%. As at December 31, 2019, the management has concluded that there is no material change in the recoverable amount of investment in PSM since June 30, 2019 and a fresh estimate of the recoverable amount of investment shall be made at June 30, 2020.

4.2 Investment in PBML represents 600,000 fully paid ordinary shares of Rs.10 each representing 10.63% (June 30, 2019: 10.63%) of PBML's issued, subscribed and paid-up capital as at December 31, 2019. PBML was incorporated on May 12, 1980 as a public company and it is evaluating certain proposals for setting-up some industrial unit. PBML is an associate of the Company due to common directorship.

4.2.1 Carrying value of investment in PBML as at December 31, 2019 has not been accounted for using the equity method as required by IAS 28 (Investments in Associates) due to non-availability of financial statements for the period ended December 31, 2019.

5. LOAN TO AN ASSOCIATED COMPANY

The Company and Chashma Sugar Mills Ltd. (CSM) had entered into a loan agreement on May 20, 2008 whereby the Company has advanced amounts aggregating Rs.50 million to CSM. The loan carries mark-up at the rate of 1-Month KIBOR+1.25% per annum; effective mark-up rates charged by the Company, during the current period, ranged from 14.09% to

15.06% (June 30, 2019: 8.28% to 14.05%) per annum. As per the previous loan agreement, the loan was receivable in 8 equal half-yearly instalments which commenced from May, 2013. The Company and CSM, during the financial years ended June 30, 2014, June 30, 2017 and then again during the current period entered into a revised agreement and changed the repayment terms. As per latest agreement this loan is now receivable in seven half-yearly instalments commencing November, 2022. The loan is secured against a promissory note of Rs.77 million.

6. SHORT TERM INVESTMENTS - at fair value through profit or loss

This represents investment in 333,068 (June 30, 2019: 338,522) units of First Habib Cash Fund.

7. CONTINGENCIES AND COMMITMENTS

There was no known contingency and commitment outstanding as at December 31, 2019 and June 30, 2019.

8. TRANSACTIONS WITH RELATED PARTIES

8.1 Significant transactions with related parties are as follows:

Relationship	Nature of transactions	Un-audited Six months period ended December 31, 2019	
		---- Rupees ----	
Associated Company	Mark-up earned on loan to an Associated Company	3,269,386	2,158,351
Key management personnel	Remuneration and other benefits	4,058,372	4,414,104
		<u>Un-audited December 31, 2019</u>	<u>Audited June 30, 2019</u>
		---- Rupees ----	
8.2	Period / year end balances are as follows:	<u>43,750,000</u>	<u>43,750,000</u>
	Loan to an Associated Company	<u>427,346</u>	<u>857,960</u>
	Accrued mark-up on loan to an Associated Company		

9. FINANCIAL RISK MANAGEMENT

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

There has been no change in the Company's sensitivity to these risks since June 30, 2019. There have been no change in risk management objectives and policies of the Company during the period.

These condensed interim financial statements does not include all financial risk management information and disclosures as are required in the audited annual financial statements and should be read in conjunction with the Company's audited annual financial statement as at June 30, 2019.

10. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amounts of all financial assets and liabilities reflected in the financial statements approximate their fair values.

Given below is the analysis of financial instruments, carried at fair value, by valuation method. The different levels have been defined as follows:

Level:1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level:2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level:3 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The Company's investment in Mutual Fund has been measured at fair value using period-end Net Assets Value as computed by the respective Assets Management Company. Fair value of these investments falls within level 2 of fair value hierarchy as mentioned above.

11. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended June 30, 2019, whereas, the condensed interim statement of profit or loss, the condensed interim statement of other comprehensive income, the condensed interim statement of cash flows and the condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the six months period ended December 31, 2018.

12. GENERAL

These condensed interim financial statements were approved by the Board of Directors and authorised for issue on February 25, 2020.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER