



JSMAIL
INDUSTRIES
LIMITED

GROWING

INTO NEW
HORIZONS

QUARTERLY REPORT
SEPTEMBER 30, 2021



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COMPANY PROFILE

BOARD OF DIRECTORS

Mr. Muhammad M. Ismail	Chairman
Mr. Munsarim Saifullah	Chief Executive Officer
Mr. Ahmed Muhammad	Executive Director
Mr. Hamid Maqsood Ismail	Non-Executive Director
Mr. Maqsood Ismail	Non-Executive Director
Mr. M. Zubair Motiwala	Independent Director
Ms. Tasneem Yusuf	Independent Director

AUDIT COMMITTEE MEMBERS

Ms. Tasneem Yusuf	Chairperson
Mr. Muhammad M. Ismail	Member
Mr. Maqsood Ismail	Member

REGISTERED OFFICE

17, Bangalore Town,
Main Shahrah-e-Faisal, Karachi, Pakistan

FACTORIES

Unit-1: C-230, H.I.T.E., Hub,
Balochistan, Pakistan.

Unit-2: B-140, H.I.T.E., Hub,
Balochistan, Pakistan.

Unit-3: G-1, H.I.T.E., Hub,
Balochistan, Pakistan.

Unit-4: G-22, H.I.T.E., Hub,
Balochistan, Pakistan.

Unit-5: 38-C, Sundar Industrial Estate
Raiwind Road, Lahore, Pakistan.

Unit-6: D-91, D-92 & D-94 North Western Industrial Zone,
Port Qasim, Karachi, Sindh, Pakistan.

Unit-7: E164-168, North Western Zone,
Port Qasim, Karachi, Sindh, Pakistan.

Unit-8: E154-157, North Western Zone,
Port Qasim, Karachi, Sindh, Pakistan.

Unit-9: G-1A, H.I.T.E., Hub,
Balochistan, Pakistan.

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. M. Zubair Motiwala	Chairman
Mr. Maqsood Ismail	Member
Mr. Hamid Maqsood Ismail	Member

COMPANY SECRETARY

Mr. Ghulam Farooq

CHIEF FINANCIAL OFFICER

Mr. Abdul Qadir

AUDITOR

Grant Thornton Anjum Rahman
Chartered Accountants

LEGAL ADVISOR

Mohsin Tayebaly & Co.

SHARE REGISTRAR

THK Associates (Pvt.) Limited

BANKERS / INSTITUTIONS

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank AL Habib Limited
BankIslami Pakistan Limited
Dubai Islamic Bank (Pakistan) Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Industrial & Commercial Bank of China Limited
JS Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan
PAIR Investment Company Limited
Pak Brunei Investment Co. Ltd.
Pak Oman Investment Co. Ltd.
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
The Bank of Punjab



DIRECTORS' REVIEW REPORT

The Board of Directors are pleased to present the Company's standalone and consolidated un-audited condensed interim financial statements for the quarter ended September 30, 2021. The financial performance of the Company for the period under review is summarized below:

Description	Sep-21 Rs. in Million	Sep-20	Change in %
Gross Sales	15,085	11,660	29%
Gross Profit	2,259	1,950	16%
Operating Profit	887	710	25%
Profit After Tax	561	299	88%
EPS in Rs.	8.45	4.51	87%

During the period under review, the Company has faced various economic and social challenges including economic slow-down post Covid-19, massive PKR devaluation, supplies disruption, persistent inflation and global hike in energy prices. However, despite the above facts, the Company has successfully ended the quarter results with excellent financial performance based on strong growth in sales and earnings. The Company has posted a top line growth of 29% in gross sales and 88% in profit after tax as compared to the corresponding period.

Company's spending on selling and distribution is in line with its strategy of high growth plans whereas the marketing spending has been aligned to achieve the set objectives. Efficiency in sales as well as production showed improvements through introduction of new product, prudent management of funds and cost control. Cost rationalization initiatives across the entire spectrum of business will continue to remain our priority and this has reflected in our earnings.

The management is tirelessly working on cost cutting strategy while maintaining the quality standards through adapting innovative processes, optimal utilization of production facilities, achieving highest volumetric sales growth, looking for untapped areas and gaps and strengthening our traction over customer through effective engagement and lean marketing. The management expects that substantial investments in flour mill and Ismail Resin (Pvt) Ltd (a subsidiary, PET Resin Producer) will be beneficial in long run to the Company to offset the supply shocks and upside risk of inflation.

The management is closely monitoring evolving economic situation and analyzing its impact over Company's performance, while concentrating on consistency and sustainability in business operations and preserving the value of stakeholders through capitalizing its rich experience and business understanding.

FUTURE OUTLOOK

Business operations and economic environment will continue to remain challenging and competitive intensity is expected to be high in periods ahead. Our primary focus is still on aggressive volume driven sales growth through both new and existing products which will further allow us to take advantage of economies of scale. The Company has a long-term optimistic outlook for its business and is taking appropriate measures by optimizing operations and expanding the product base. We believe that our dedicated and focused efforts will allow us to provide better value to meet consumers' everyday needs and deliver profitable growth for the benefit of all stakeholders.

ACKNOWLEDGEMENT

The Board of Directors acknowledge the trust and continued support of all stakeholders and would like to place on record their appreciation to all workforce of the Company for their dedication, diligence, commitment, and hard work.

On behalf of the Board of Directors

Munsarim Saifullah
Chief Executive Officer

Maqsood Ismail
Director

Karachi: October 25, 2021

ڈائریکٹر ان کی جائزہ رپورٹ

کمپنی ڈائریکٹر انتہائی مسرت کے ساتھ کمپنی کے 30 ستمبر، 2021 تک کے انفرادی و مجموعی سہ ماہی غیر آڈٹ شدہ مالیاتی نتائج پیش کر رہے ہیں۔

تفصیل	ستمبر 2021	ستمبر 2020	تبدیلی %
	پاکستانی روپے ملین میں		
مجموعی فروخت	15,085	11,660	29%
خام منافع	2,259	1,950	16%
کاروباری منافع	887	710	25%
منافع بعد از محصول	561	299	88%
فی حصص آمدن	8.45	4.51	87%

زیر جائزہ دورانیہ میں کمپنی کو مختلف معاشی و سماجی دشواریوں سمیت بعد از کووڈ 19 سست معاشی صورت حال، بڑے پیمانے پر پاکستانی روپے کی قدر میں کمی، اشیاء کی رسد میں رکاوٹ، مسلسل مہنگائی اور عالمی سطح پر توانائی کی قیمتوں کے اضافہ کا سامنا کرنا پڑا۔ اس کے باوجود کمپنی نے فروخت و منافع میں اضافہ کی بنیاد پر بہترین مالی نتائج کے ساتھ کامیابی سے اس سہ ماہی کا اختتام کیا ہے۔ سال گزشتہ اسی عرصہ کا مقابل کیا جائے تو کمپنی نے فروخت میں 29 فیصد اور منافع بعد از محصول میں 88 فیصد کا اضافہ حاصل کیا ہے۔

اعتراف

ہم تمام متعلقین کے اعتماد اور مستقل تعاون پر مشکور ہیں اور تمام ملازمین کی محنت، لگن اور عزم کے بھی معترف ہیں۔

منجانب بورڈ آف ڈائریکٹرز

مقصود اسماعیل
ڈائریکٹر

منصرم سیف اللہ
چیف ایگزیکٹو آفیسر

کراچی: 25 اکتوبر، 2021

جدید موافق طریقہ کار، پیداواری سہولیات کے زیادہ سے زیادہ استعمال کے ذریعہ اعلیٰ معیار کو برقرار رکھتے ہوئے انتظامیہ لاگت کی کمی سے متعلق حکمت عملی کے لیے انتہک محنت کرتی ہے تاکہ فروخت سے متعلق زیادہ سے زیادہ اضافہ حاصل ہو اور بہتر تشہیری سرگرمیوں کے ذریعہ صارفین کے ساتھ موثر رابطہ قائم رہے۔ انتظامیہ کی جانب سے فلائمل اور اسماعیل ریزن (پرائیویٹ) لمیٹڈ (ذیلی کمپنی، پیپٹ ریزن پیدا کار) میں کثیر سرمایہ کاری متوقع ہے جو کہ طویل مدت میں ترسیل اجزاء اور مہنگائی کے خطرات سے متعلق فائدہ مند ہوگا۔

انتظامیہ ترقی پذیر معاشی صورتحال کا بغور جائزہ لے رہی ہے اور کمپنی کی کارکردگی پر اس کے اثرات کا تجزیہ کر رہی ہے، جبکہ کاروباری کاموں میں مستقل مزاجی اور پائیداری پر توجہ مرکوز کر رہی ہے اور بھرپور تجربے اور کاروباری تفہیم اور متعلقین کی قدر کو سرمایہ کاری کے ذریعے محفوظ رکھتی ہے۔

مستقبل کی پیش بینی

کاروباری معاملات اور معاشی ماحول کٹھن رہے گا اور توقع ہے کہ آنے والے ادوار میں مسابقتی شدت زیادہ رہے گی۔ ہماری بنیادی توجہ اب بھی نئی اور موجودہ دونوں مصنوعات کے ذریعے جارحانہ حجم پر مبنی فروخت میں اضافے پر ہے جو ہمیں مزید معیشتوں سے فائدہ اٹھانے کی اجازت دے گی۔ کمپنی اپنے کاروبار کے لیے طویل مدتی نقطہ نظر رکھتی ہے اور آپریشنز کو بہتر بنا کر اور پیداواری تنوع کو بڑھا کر مناسب اقدامات کر رہی ہے۔ ہمیں یقین ہے کہ ہماری سرگرم اور مرکوز کوششیں ہمیں صارفین کی روزمرہ کی ضروریات کو پورا کرنے اور تمام متعلقین کے فائدے کے لیے منافع بخش نمونہ فراہم کرنے کی اجازت دیں گی۔

**UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD
ENDED SEPTEMBER 30, 2021**



UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2021

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Note	----- Rupees -----	
ASSETS			
Non-current assets			
Property, plant and equipment	8	21,062,114,035	20,797,301,134
Right-of-use assets	8	67,068,585	82,762,838
Intangible assets		25,331,950	33,730,783
Long term investments	9	5,910,987,578	5,277,725,078
Long term deposits		25,671,390	26,838,890
Total non-current assets		27,091,173,538	26,218,358,723
Current assets			
Stores and spares	10	452,567,461	459,511,285
Stock-in-trade	11	5,962,816,269	7,570,435,262
Trade debts	12	5,920,632,453	3,345,669,807
Loans and advances		2,108,898,769	1,529,096,136
Trade deposits and short term prepayments		37,468,624	30,581,266
Short term investments	13	460,369,174	318,381,590
Other receivables		117,960,668	117,644,543
Taxation - net		1,157,050,961	1,256,736,585
Cash and bank balances	14	233,043,215	143,565,665
Total current assets		16,450,807,594	14,771,622,139
Total assets		43,541,981,132	40,989,980,862
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
250,000,000 (June 30, 2021: 250,000,000) ordinary shares of Rs. 10 each		2,500,000,000	2,500,000,000
Issued, subscribed and paid-up share capital		663,569,400	663,569,400
Reserves		11,172,204,975	10,611,167,244
Total shareholders' equity		11,835,774,375	11,274,736,644
Non-current liabilities			
Long term finances - secured	15	12,712,710,458	12,890,753,566
Lease liabilities		15,048,467	19,401,180
Deferred liabilities		2,650,841,785	2,291,284,075
Total non-current liabilities		15,378,600,710	15,201,438,821
Current liabilities			
Trade and other payables	16	4,273,722,215	3,993,579,951
Accrued mark-up		184,795,563	162,665,518
Short term finances - secured	17	7,810,680,279	6,063,068,547
Current portion of:			
- long term finances - secured	15	3,776,055,241	3,672,098,318
- Lease liabilities		29,958,394	42,765,702
Unclaimed dividend		2,902,597	2,902,597
Advances from customers - unsecured		249,491,758	576,724,764
Total current liabilities		16,327,606,047	14,513,805,397
Total liabilities		31,706,206,757	29,715,244,218
Total equity and liabilities		43,541,981,132	40,989,980,862
Contingencies and commitments	18		

The annexed selected notes from 1 to 26 form an integral part of these unconsolidated condensed interim financial statements.

Munsarim Saifullah
Chief Executive Officer

Maqsood Ismail
Director

Abdul Qadir
Chief Financial Officer



UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Note	Three-months Period Ended	
		September 30, 2021	September 30, 2020
		----- Rupees -----	
Sales - gross	21.1	15,084,635,161	11,660,232,390
Sales return and discounts		(599,927,830)	(475,340,950)
Export Rebate		19,441,958	5,476,322
		(580,485,872)	(469,864,628)
		14,504,149,289	11,190,367,762
Sales tax		(1,882,419,331)	(1,435,085,214)
Sales - net		12,621,729,958	9,755,282,548
Cost of sales	21.1	(10,363,215,806)	(7,804,965,529)
Gross profit		2,258,514,152	1,950,317,019
Selling and distribution expenses		(1,178,398,583)	(1,088,308,580)
Administrative expenses		(192,746,443)	(152,265,523)
Operating profit		887,369,126	709,742,916
Other operating expenses		(184,140,456)	(127,564,519)
		703,228,670	582,178,397
Other income		368,195,515	43,157,714
		1,071,424,185	625,336,111
Finance cost		(286,535,093)	212,699,331
Profit before taxation		784,889,092	412,636,780
Taxation		(223,851,361)	(113,205,122)
Profit after taxation		561,037,731	299,431,658
Earnings per share - basic & diluted	22	8.45	4.51
Other Comprehensive Income			
Item that will not be reclassified to statement of profit or loss in subsequent period			
Share of other comprehensive income from associated undertaking - net of tax		-	-
Other comprehensive income for the period - net of tax		-	-
Total comprehensive income for the period		561,037,731	299,431,658

The annexed selected notes from 1 to 26 form an integral part of these unconsolidated condensed interim financial statements.

Munsarim Saifullah
Chief Executive Officer

Maqsood Ismail
Director

Abdul Qadir
Chief Financial Officer



UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Total Reserves					Total shareholders' equity
	Capital reserve		Revenue reserve		Total reserves	
	Share premium	Amalgamation reserves	Remeasurement of investment in associated company	Remeasurement of investments at fair value through OCI		
Issued, subscribed and paid-up share capital						
663,569,400	1,472,531,500	916,862,067	41,535,172	-	6,805,286,458	9,236,215,197
Balance as at July 01, 2020						9,899,784,597
Total comprehensive income/(loss) for the period						
Profit for the three months period ended September 30, 2020	-	-	-	-	299,431,658	299,431,658
Total comprehensive income for the period	-	-	-	-	299,431,658	299,431,658
Transaction with owners, recognised directly in equity						
Final cash dividend for the year ended June 30, 2020 @ Rs. 3 per share	-	-	-	-	(199,070,820)	(199,070,820)
Balance as at September 30, 2020	663,569,400	1,472,531,500	916,862,067	41,535,172	9,336,576,035	10,000,145,435
Balance as at July 01, 2021	663,569,400	1,472,531,500	916,862,067	(191,924,445)	(3,857,616)	8,417,555,738
Total comprehensive income/(loss) for the period						
Profit for the three months period ended September 30, 2021	-	-	-	-	561,037,731	561,037,731
Total comprehensive income for the period	-	-	-	-	561,037,731	561,037,731
Balance as at September 30, 2021	663,569,400	1,472,531,500	916,862,067	(191,924,445)	(3,857,616)	8,978,593,469
Total comprehensive income/(loss) for the period						
Profit for the three months period ended September 30, 2021	-	-	-	-	561,037,731	561,037,731
Total comprehensive income for the period	-	-	-	-	561,037,731	561,037,731
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Total comprehensive income for the period	-	-	-	-	561,037,731	561,037,731
Balance as at September 30, 2021	663,569,400	1,472,531,500	916,862,067	(191,924,445)	(3,857,616)	8,978,593,469
Total comprehensive income/(loss) for the period						
Profit for the three months period ended September 30, 2021	-	-	-	-	561,037,731	561,037,731
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Total comprehensive income for the period	-	-	-	-		

The annexed selected notes from 1 to 26 form an integral part of these unconsolidated condensed interim financial statements.

Munsarim Saifullah
Chief Executive Officer

Maqsood Ismail
Director

Abdul Qadir
Chief Financial Officer



UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Note	September 30, 2021	September 30, 2020
		----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations after working capital changes	19	897,808,347	353,187,504
Gratuity paid		9,797,102	(13,508,131)
Income tax (paid) / refund		(136,733,957)	12,792,065
Long term deposits - net of receipts		1,167,500	1,806,300
Net cash generated from operating activities		752,444,788	354,277,738
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure (including CWIP)		(883,552,292)	(1,137,527,356)
Proceeds from disposal of property, plant and equipment		455,098,660	25,134,574
Short term investments		(141,987,584)	-
Long term investments		(633,262,500)	-
Net cash used in investing activities		(1,203,703,716)	(1,112,392,782)
CASH FLOWS FROM FINANCING ACTIVITIES			
(Paid) / receipts from long term financing - net		(74,086,185)	1,192,945,081
Lease repayment - net of sale and lease back		(17,160,021)	(36,357,558)
Interest / mark-up paid		(264,405,048)	258,597,420
Net cash (used in) / generated from financing activities		(355,651,254)	897,990,103
Net (decrease) / increase in cash and cash equivalents		(806,910,182)	139,875,059
Cash and cash equivalents at the beginning of the period		(1,065,726,882)	(1,663,611,508)
Cash and cash equivalents at the end of the period	20	(1,872,637,064)	(1,523,736,449)

The annexed selected notes from 1 to 26 form an integral part of these unconsolidated condensed interim financial statements.



NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND OPERATIONS

Ismail Industries Limited (the Company) was incorporated in Karachi, Pakistan as a private limited company on June 21, 1988. On November 01, 1989 the Company was converted into a public limited company. The registered office of the Company is situated at 17 - Bangalore Town, Shahrah-e-Faisal, Karachi, Pakistan. The shares of the Company are quoted on Pakistan Stock Exchange. Principal activities of the Company are manufacturing and trading of sugar confectionery items, biscuits, potato chips, nutritional products, cast polypropylene (CPP) and biaxially-oriented polyethylene terephthalate (BOPET) film under the brands of 'CandyLand', 'Bisconni', 'Snackcity', 'Ismail Nutrition' and 'Astro films' respectively.

2 SIGNIFICANT EVENTS AND TRANSACTIONS

During the period, Company has made an investment in its associated company M/s. Ismail Resin (Private) Limited (IRPL) amounting to Rs. 633.26 million. All requisite regulatory requirements has been completed and IRPL has become the subsidiary of the Company on September 10, 2021 by subscribing 112,500,000 shares as mentioned in note 9.2 of unconsolidated condensed interim financial statements.

3 STATEMENT OF COMPLIANCE

3.1 These unconsolidated 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 Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- 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.

4 BASIS OF PREPARATION

These unconsolidated condensed interim financial statements of the Company does not include all of the information and disclosure required in the unconsolidated annual financial statements and should be read in conjunction with the unconsolidated annual financial statements of the Company as at and for the year ended June 30, 2021. However, selected explanatory notes are included to explain the events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The figures in these unconsolidated condensed interim financial statements for the three months period ended September 30, 2021 and September 30, 2020 are not audited nor reviewed.

5 SIGNIFICANT ACCOUNTING INFORMATION AND POLICIES

The accounting policies and methods of computation adopted for the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the unconsolidated financial statements of the Company for the year ended June 30, 2021.

6 USE OF JUDGEMENTS AND ESTIMATES AND FINANCIAL RISK MANAGEMENT

The estimates/judgements and associated assumptions used in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the unconsolidated financial statements of the Company for the year ended June 30, 2021.

The Company's financial risk management objectives and policies are consistent with those disclosed in the Company's unconsolidated annual audited financial statements for the year ended June 30, 2021.



7 FUNCTIONAL AND PRESENTATION CURRENCY

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees which is also Company's functional currency and presentation currency.

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
		----- Rupees -----	
8 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	8.1	19,936,429,882	19,820,929,398
Capital work in progress - at cost	8.2	1,125,684,153	976,371,736
		21,062,114,035	20,797,301,134
Right-of-use assets	8.1	67,068,585	82,762,838

8.1 Detail of additions in and disposals of operating fixed assets during the three-months period are as follows:

	(Un-audited)			
	Additions		Disposals	
	----- (at cost) -----		----- (at net book value) -----	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	----- Rupees -----			
Owned assets				
Building on leasehold land	97,319,254	401,616,601	-	-
Leasehold land	-	-	119,676,555	-
Plant and machinery	543,110,142	1,386,054,771	-	-
Furniture and fittings	5,848,820	823,600	-	-
Equipments	6,955,497	14,322,260	-	-
Computers	12,295,000	2,884,684	-	46,552
Vehicles	68,711,166	74,956,618	7,863,173	13,719,656
	734,239,879	1,880,658,534	127,539,728	13,766,208
Right-of-use assets				
Vehicles	-	632,192	-	-
	-	632,192	-	-
	734,239,879	1,881,290,726	127,539,728	13,766,208

8.2 Detail of additions in and transfers from capital work in progress during the three-months period are as follows:

	(Un-audited)			
	Additions		Transfers	
	----- (at cost) -----		----- (at net book value) -----	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	----- Rupees -----			
Civil works	262,563,541	503,958,295	97,319,254	401,616,601
Plant and machinery	529,482,969	521,962,245	545,414,843	1,336,762,413
Electric installation	-	20,753,457	-	52,058,359
	792,046,510	1,046,673,997	642,734,097	1,790,437,373



9	LONG TERM INVESTMENTS	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
			----- Rupees -----	
	<i>Investment in subsidiary companies - unquoted shares</i>			
	Hudson Pharma (Private) Limited	9.1	1,605,984,000	1,605,984,000
	Ismail Resin (Private) Limited	9.2	1,125,000,000	-
			2,730,984,000	<u>1,605,984,000</u>
	<i>Investment in associated undertakings</i>			
	Ismail Resin (Private) Limited	9.2	-	491,737,500
	The Bank of Khyber	9.3	3,180,003,578	<u>3,180,003,578</u>
			5,910,987,578	<u>5,277,725,078</u>

9.1 Hudson Pharma (Private) Limited

The Company holds 160,598,400 (June 2021: 160,598,400) shares of Hudson Pharma (Private) Limited (subsidiary), which is equivalent to 77.71% of total paid up capital of the subsidiary (June 2021: 77.71%). The subsidiary is incorporated under the Companies Act, 2017 as a private limited company. The registered office of the subsidiary is situated at 17 - Bangalore town, Main Shahrah-e-Faisal, Karachi. Principal activities of the subsidiary are manufacturing, processing, compounding, formulating, importing, exporting, packaging, marketing, wholeselling and retailing, trading and selling of all kinds of pharmaceutical drugs and medicines. The shares of subsidiary are not publicly listed on a stock exchange, hence published price quotes are not available. The financial reporting date of subsidiary is June 30.

9.2 Ismail Resin (Private) Limited

The Company holds 112,500,000 (June 2021: nil) shares of Ismail Resin (Private) Limited (subsidiary), which is equivalent to 75% of total paid up capital of the subsidiary (June 2021: 0%). The subsidiary was incorporated in Karachi, Pakistan as a private limited company on January 13, 2021, under the Companies Act, 2017. The registered office of the subsidiary is situated at 17 - Bangalore Town, Main Shahrah-e-Faisal, Karachi, Pakistan. Principal activities of the subsidiary are manufacturing and sale of Polyester Resin. The shares of subsidiary are not publicly listed on a stock exchange, hence published price quotes are not available. The financial reporting date of subsidiary is June 30.

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	----- Rupees -----	
Advance against shares		
- opening balance	491,737,500	-
- increase during the period	633,262,500	491,737,500
Converted into ordinary shares / advance	(1,125,000,000)	-
	-	<u>491,737,500</u>

9.3 The Bank of Khyber

The total shareholding of the Company in the Bank of Khyber (the Bank) is 256,555,982 (June 30, 2021: 256,555,982) shares which represents 24.43% of paid-up capital of the Bank (June 2021: 24.43%). In addition to this, the Company also has representation on the board of directors of the Bank. The Bank concludes its annual financial results on December 31 as required by the State Bank of Pakistan for financial institutions. Adjustment to confirm to the Bank's accounting policies is not warranted as the Bank is not engaged in like transaction under similar circumstances.

The market value of holding in the Bank as on September 30, 2021 was Rs. 3,848.34 million (June 30, 2021: Rs. 4,156.21 million).



The investment is accounted for under the equity method. The aggregate amount of the associate recognized in these financial statements are as follows:

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	----- Rupees -----	
Carrying value at beginning of the period	3,180,003,578	3,441,616,096
Share of profit	-	379,554,402
Dividend received	-	(366,508,547)
Share of other comprehensive (loss)	-	(274,658,373)
	<u>3,180,003,578</u>	<u>3,180,003,578</u>

The Bank of Khyber has not yet concluded its financial results for the quarter ended September 30, 2021. Therefore, share of profit or loss has not been accounted in these unconsolidated condensed interim financial statements.

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	----- Rupees -----	
10 STORES AND SPARES		
Stores and spares - gross	461,158,881	468,102,705
Provision for slow moving stores and spares	(8,591,420)	(8,591,420)
Store and spares - net	<u>452,567,461</u>	<u>459,511,285</u>
11 STOCK-IN-TRADE		
Raw materials	2,345,160,883	3,869,985,980
Packing materials	867,131,375	827,608,134
Work-in-process	344,197,783	232,913,398
Finished goods	2,406,326,228	2,639,927,750
	<u>5,962,816,269</u>	<u>7,570,435,262</u>
12 TRADE DEBTS		
Considered goods		
- secured (export debtors)	1,990,475,631	542,466,672
- unsecured	4,031,127,462	2,904,173,775
	<u>6,021,603,093</u>	<u>3,446,640,447</u>
Allowance for expected credit loss	(100,970,640)	(100,970,640)
Trade debts - net	<u>5,920,632,453</u>	<u>3,345,669,807</u>
13 SHORT TERM INVESTMENTS		
Term finance certificates	194,840,000	194,840,000
Pakistan investment bonds	265,529,174	123,541,590
	<u>460,369,174</u>	<u>318,381,590</u>
14 CASH AND BANK BALANCES		
Cash in hand	43,305,833	4,830,605
Cash with banks in:		
- current accounts - <i>conventional</i>	85,393,082	71,083,473
- current accounts - <i>islamic</i>	104,344,300	67,651,587
	<u>233,043,215</u>	<u>143,565,665</u>

**15 LONG TERM FINANCES - secured**

	(Un-audited)			(Audited)		
	September 30, 2021			June 30, 2021		
	-----Rupees-----					
	Conventional	Islamic	Total	Conventional	Islamic	Total
At beginning of the period / year	13,197,885,437	3,364,966,447	16,562,851,884	11,538,341,345	2,960,340,386	14,498,681,731
Obtained during the period / year	781,164,572	29,506,000	810,670,572	2,562,526,064	645,166,000	3,207,692,064
Repaid during the period / year	(619,015,471)	(265,741,286)	(884,756,757)	(902,981,972)	(240,539,939)	(1,143,521,911)
	13,360,034,538	3,128,731,161	16,488,765,699	13,197,885,437	3,364,966,447	16,562,851,884
Less: Current maturity	(2,763,546,342)	(1,012,508,899)	(3,776,055,241)	(2,575,582,046)	(1,096,516,272)	(3,672,098,318)
	10,596,488,196	2,116,222,262	12,712,710,458	10,622,303,391	2,268,450,175	12,890,753,566

15.1 These represent financings for property, plant and equipment. The above mentioned facilities are secured by way of creation of equitable mortgage and pari-passu / ranking charge over present and future fixed assets of the Company and personal guarantees of directors.

15.2 The Company's total limit for long term loan amounting to Rs. 24,835 million. (June 2021 Rs. 24,835 million)

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
16 TRADE AND OTHER PAYABLES	Note	----- Rupees -----	
Trade creditors		1,555,231,754	1,869,718,370
Other liabilities		2,718,490,461	2,123,861,581
		<u>4,273,722,215</u>	<u>3,993,579,951</u>

17 SHORT TERM FINANCES - secured

Term finances - conventional	17.1	915,000,000	-
Export refinances	17.2	4,790,000,000	4,853,776,000
Running finance utilized under mark-up arrangements	17.3	2,105,680,279	1,209,292,547
		<u>7,810,680,279</u>	<u>6,063,068,547</u>

17.1 These represent facilities for term finances arranged from various banks aggregating to Rs. 1,065 million (June 2021: Rs. 1,005 million). These are secured against pari-passu hypothecation over stocks and book debts of the Company along with the personal guarantees of directors. These carry mark-up at the rates ranging from 7.39% to 7.74% per annum (June 2021: 7.18% to 8.96% per annum).

17.2 These represent facilities for export refinance arranged from various banks aggregating to Rs. 4,950.70 million (June 2021: Rs.4,950.70 million). These are secured against pari-passu hypothecation of stocks, book debts and lien on export letters of credit of the Company along with the personal guarantees of directors. These carry mark-up at the rate 0.25% to 1% above the State Bank of Pakistan (SBP) rate per annum (June 2021: 0.25% to 1% above SBP rate per annum).

17.3 These facilities for running finances available from various banks aggregated to Rs. 3,769.30 million (June 2021: Rs. 3,829.30 million). These are secured against pari-passu hypothecation of stocks and book debts and personal guarantees of directors. These carry mark-up at the rates ranging from 7.61% to 8.26% per annum (June 2021: 7.35% to 8.28% per annum).

18 CONTINGENCIES AND COMMITMENTS**18.1 Contingencies**

There are no material changes in the status of contingencies as reported in note no. 27 to the unconsolidated financial statements of the Company for the year ended June 30, 2021.



		(Un-audited) September 30, 2021	(Audited) June 30, 2021
		----- Rupees -----	
18.2 Commitments			
18.2.1	Outstanding letters of guarantee	<u>2,128,098,843</u>	<u>2,112,978,557</u>
18.2.2	Cross Corporate guarantees issued by the Company on behalf of subsidiary / associated company	<u>4,078,811,644</u>	<u>4,078,811,644</u>
18.2.3	Outstanding letters of credit for:		
	- capital expenditures	<u>2,500,154,134</u>	<u>2,600,935,956</u>
	- raw materials	<u>2,883,208,916</u>	<u>1,018,228,669</u>
19	CASH GENERATED FROM OPERATIONS AFTER WORKING CAPITAL CHANGES	September 30, 2021	September 30, 2020
	Note	----- Rupees -----	
	Profit before taxation	<u>784,889,092</u>	<u>412,636,780</u>
	Adjustments for non-cash and other items:		
	Depreciation	<u>506,893,917</u>	<u>377,271,623</u>
	Amortisation charge	<u>8,398,832</u>	<u>7,539,982</u>
	Gain on disposal of property, plant and equipment - net	<u>(327,558,932)</u>	<u>(11,368,366)</u>
	Provision for staff gratuity scheme - unfunded	<u>31,923,032</u>	<u>13,402,527</u>
	Provision for slow moving stock - raw and packing material	<u>471,235</u>	<u>7,499,999</u>
	Finance cost	<u>286,535,093</u>	<u>212,699,331</u>
	Unrealized exchange loss	<u>29,668,829</u>	<u>7,290,092</u>
	Net increase in working capital	<u>(423,412,751)</u>	<u>(673,784,464)</u>
		<u>897,808,347</u>	<u>353,187,504</u>
19.1	Working capital changes		
	Current assets		
	Decrease / (Increase) in current assets		
	Stores and spares	<u>6,943,824</u>	<u>(45,580,751)</u>
	Stock-in-trade	<u>1,607,147,758</u>	<u>595,817,289</u>
	Trade debts	<u>(2,574,962,646)</u>	<u>(243,741,172)</u>
	Loans and advances	<u>(579,802,633)</u>	<u>(21,199,290)</u>
	Trade deposits and short term prepayments	<u>(6,887,358)</u>	<u>(19,451,365)</u>
	Other receivables	<u>(316,125)</u>	<u>(5,472,748)</u>
		<u>(1,547,877,180)</u>	<u>260,371,963</u>
	Current liabilities		
	(Decrease) / Increase in current liabilities		
	Trade and other payables	<u>600,473,435</u>	<u>(365,443,514)</u>
	Short term finance - secured	<u>851,224,000</u>	<u>(500,371,829)</u>
	Advances from customers	<u>(327,233,006)</u>	<u>(68,341,084)</u>
		<u>1,124,464,429</u>	<u>(934,156,427)</u>
	Net Increase in working capital	<u>(423,412,751)</u>	<u>(673,784,464)</u>
20	CASH AND CASH EQUIVALENTS		
	Cash and bank balances	<u>233,043,215</u>	<u>77,958,384</u>
	Running finances under mark-up arrangements	<u>(2,105,680,279)</u>	<u>(1,601,694,833)</u>
		<u>(1,872,637,064)</u>	<u>(1,523,736,449)</u>

A segment is a distinguishable component of the Company that is engaged in business activities from which the Company earns revenues and incurs expenses and its results are regularly reviewed by the management to make decision about resources to be allocated to the segment and assess its performance. Further, discrete financial information is available for each segment.

Based on internal management reporting structure and products produced and sold, the Company is organized into the following two operating segments:

- Food processing
- Plastic film

Segment revenues, segment results, costs, assets and liabilities for the period are as follows:

	Three-months Period Ended					
	Food Processing			Plastic Film		Total
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	Rupees -----					
Sales						
Local	8,317,842,400	7,487,978,948	3,690,769,470	1,915,146,846	12,008,611,870	9,403,125,794
Export	2,635,300,968	2,150,770,393	440,722,323	106,336,203	3,076,023,291	2,257,106,596
Export rebates	19,292,079	5,476,322	149,879	-	19,441,958	5,476,322
	10,972,435,447	9,644,225,663	4,131,641,672	2,021,483,049	15,104,077,119	11,665,708,712
Less:						
Sales return and discounts	(590,401,682)	(473,632,679)	(9,526,148)	(1,708,271)	(599,927,830)	(475,340,950)
Sales tax	(1,328,308,495)	(1,145,117,163)	(554,110,836)	(289,968,051)	(1,882,419,331)	(1,435,085,214)
	(1,918,710,177)	(1,618,749,842)	(563,636,984)	(291,676,322)	(2,482,347,161)	(1,910,426,164)
Net sales	9,053,725,270	8,025,475,821	3,568,004,688	1,729,806,727	12,621,729,958	9,755,282,548
Cost of sales	(7,320,159,051)	(6,358,795,689)	(3,043,056,755)	(1,446,169,840)	(10,363,215,806)	(7,804,965,529)
Selling and distribution expenses	(1,054,332,170)	(1,021,963,465)	(124,066,413)	(66,345,115)	(1,178,398,583)	(1,088,308,580)
Administrative expenses	(163,100,508)	(119,258,369)	(29,645,935)	(33,007,154)	(192,746,443)	(152,265,523)
	(8,537,591,729)	(7,500,017,523)	(3,196,769,103)	(1,545,522,109)	(11,737,360,832)	(9,045,539,632)
Segment result	516,133,541	525,458,298	371,235,585	184,284,618	887,369,126	709,742,916
Unallocated income and expenses						
Other operating income					368,195,515	43,157,714
Finance cost					(286,535,093)	(212,699,331)
Other operating expenses					(184,140,456)	(127,564,519)
Profit before taxation					784,889,092	412,636,780
Income tax expense					(223,851,361)	(113,205,122)
Profit after taxation					561,037,731	299,431,658
			(Un-audited)	(Audited)	(Un-audited)	(Audited)
			September 30, 2021	June 30, 2021	September 30, 2021	June 30, 2021
			Rupees -----			
Segment assets	20,349,915,463	21,499,513,848	16,528,118,476	13,469,484,469	36,878,033,939	34,968,998,317
Unallocated assets	-	-	-	-	6,663,947,193	6,020,982,545
	20,349,915,463	21,499,513,848	16,528,118,476	13,469,484,469	43,541,981,132	40,989,980,862
Segment liabilities	6,784,015,205	4,053,474,176	5,737,577,207	7,192,773,585	12,521,592,412	11,246,247,761
Unallocated liabilities	-	-	-	-	19,184,614,345	18,468,996,456
	6,784,015,205	4,053,474,176	5,737,577,207	7,192,773,585	31,706,206,757	29,715,244,218
Inter-segment pricing						

Transactions among the business segments are recorded at estimated cost.

The Company's export sales have been primarily made to countries in the Middle East, Africa and South Asia. However, no material amount of export sales have been made to any one or more particular countries.



		(Un-audited) September 30, 2021	(Audited) June 30, 2021
		Rupees	
21.8 Reconciliation of reportable segment Assets and liabilities	Note		
Assets			
Total assets for reportable segments	21.2	36,878,033,939	34,968,998,317
Administrative capital assets		752,959,615	743,257,467
Long term investment	9	5,910,987,578	5,277,725,078
Total assets		43,541,981,132	40,989,980,862
Liabilities			
Total liabilities for reportable segments	21.4	12,521,592,412	11,246,247,761
Deferred liabilities		2,650,841,785	1,843,977,690
Long term finance - secured	15	16,488,765,699	16,562,851,884
Lease liabilities		45,006,861	62,166,882
Total liabilities		31,706,206,757	29,715,244,218
		(Un-audited) September 30, 2021	(Un-audited) September 30, 2020
22 EARNINGS PER SHARE - Basic and Diluted		Rupees	
Basic earnings per share			
Profit for the period		561,037,731	299,431,658
		Number	
Weighted average number of ordinary shares during the period		66,356,940	66,356,940
		Rupees	
Basic earnings per share		8.45	4.51
23 TRANSACTIONS AND BALANCES WITH RELATED PARTIES			
Detail of transactions and balances with related parties during the period, other than those which have been specifically disclosed elsewhere in the unconsolidated condensed interim financial statements are as follows:			
		(Un-audited) September 30, 2021	(Un-audited) September 30, 2020
Transactions		Rupees	
Ismail Resin (Private) Limited.		633,262,500	-
(Subsidiary Company - 75% shareholding)			
Plastiflex Films (Private) Limited			
<i>Common Directorship</i>			
- Purchase of raw & packing materials		10,333,999	15,435,917
- Metallization service		(6,713,723)	(5,664,618)
- Recovery against sales		5,741,675	3,617,184
- Payment against purchases		(6,165,651)	(23,696,179)
Others			
Remuneration to directors and other key management personnel:			
Chief Executive Officer		3,491,667	3,200,000
Directors		2,929,166	2,613,475
Executives		136,929,709	123,578,033
		143,350,542	129,391,508
		(Un-audited) September 30, 2021	(Audited) June 30, 2021
Balances		Rupees	
Plastiflex Films (Private) Limited			
-Payable to associate		5,156,387	1,960,087



24 FAIR VALUE MEASUREMENT

The Company's financial risk management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended June 30, 2021. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended June 30, 2021.

The carrying values of financial assets and liabilities approximate their fair values. The table below analyzes financial assets that are measured at fair value, by valuation method.

The different levels have been defined as follows:

- Level 1 : Quoted prices in active markets for identical assets and liabilities;
- Level 2 : Observable inputs; and
- Level 3 : Unobservable inputs

The Company held the following financial assets at fair value;

	September 30, 2021			Total	June 30, 2021
	(Level 1)	(Level 2)	(Level 3)		
	-----Rupees-----				
Investment in associated undertaking	3,180,003,578	-	-	3,180,003,578	3,180,003,578
Financial investments: fair value through OCI	194,840,000	265,529,174	-	460,369,174	318,381,590
	3,374,843,578	265,529,174	-	3,640,372,752	3,498,385,168

25 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the unconsolidated financial statements for the year ended June 30, 2021.

26 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 25, 2021 by the Board of the Company.

**CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD
ENDED SEPTEMBER 30, 2021**



CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2021

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Note	----- Rupees -----	
ASSETS			
Non-current assets			
Property, plant and equipment	8	23,447,856,436	21,817,195,645
Right-of-use assets	8	67,068,585	82,762,838
Intangible assets		25,331,950	33,730,783
Good will		12,173,560	11,959,187
Long term investments	9	3,180,003,578	3,671,741,078
Long term deposits		31,813,930	31,458,748
Total non-current assets		26,764,248,039	25,648,848,279
Current assets			
Stores and spares	10	478,114,020	481,325,971
Stock-in-trade	11	6,118,216,708	7,723,683,283
Trade debts	12	5,975,646,325	3,393,522,541
Loans and advances		2,295,649,318	1,633,606,052
Trade deposits and short term prepayments		51,813,585	39,453,161
Short term investments	13	819,720,645	318,381,590
Other receivables		119,679,235	117,644,543
Taxation - net		1,184,175,635	1,273,215,243
Cash and bank balances	14	396,568,729	158,547,846
Total current assets		17,439,584,200	15,139,380,230
Total assets		44,203,832,239	40,788,228,509
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
250,000,000 (June 30, 2021: 250,000,000) ordinary shares of Rs. 10 each		2,500,000,000	2,500,000,000
Issued, subscribed and paid-up share capital		663,569,400	663,569,400
Non-controlling interest		474,167,785	116,036,838
Reserves		10,188,579,293	9,686,368,083
Total shareholders' equity		11,326,316,478	10,465,974,321
Non-current liabilities			
Long term finances - secured	15	13,275,536,400	13,115,268,004
Lease liabilities		15,048,467	19,401,180
Deferred liabilities		2,813,849,157	2,316,501,620
Total non-current liabilities		16,104,434,024	15,451,170,804
Current liabilities			
Trade and other payables	16	4,369,654,115	4,033,432,976
Accrued mark-up		190,301,369	166,153,705
Short term finances - secured	17	7,960,680,279	6,168,068,547
Current portion of:			
- long term finances - secured	15	3,970,093,219	3,878,636,296
- lease liabilities		29,958,394	42,765,702
Unclaimed dividend		2,902,597	2,902,597
Advances from customers - unsecured		249,491,764	579,123,561
Total current liabilities		16,773,081,737	14,871,083,384
Total liabilities		32,877,515,761	30,322,254,188
Total equity and liabilities		44,203,832,239	40,788,228,509
Contingencies and commitments			
	18		

The annexed selected notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.

Munsarim Saifullah
Chief Executive Officer

Maqsood Ismail
Director

Abdul Qadir
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Note	Three-months Period Ended	
		September 30, 2021	September 30, 2020
		----- Rupees -----	
Sales - gross	21.1	15,164,843,223	11,697,364,494
Sales returns & discounts		(612,814,891)	(483,652,543)
Export Rebate		19,441,958	5,476,322
		(593,372,933)	(478,176,221)
		14,571,470,290	11,219,188,273
Sales tax		(1,882,419,331)	(1,435,085,214)
Net sales		12,689,050,959	9,784,103,059
Cost of sales	21.1	(10,426,588,595)	(7,852,735,724)
Gross profit		2,262,462,364	1,931,367,335
Selling and distribution expenses		(1,216,207,095)	(1,148,617,405)
Administrative expenses		(226,468,456)	(181,095,845)
Operating profit		819,786,813	601,654,085
Other operating expenses		(182,473,184)	(127,714,521)
		637,313,629	473,939,564
Other income		368,504,943	46,922,037
		1,005,818,572	520,861,601
Finance cost		(296,625,054)	(221,056,911)
Profit before taxation		709,193,518	299,804,690
Taxation		(223,851,361)	(113,205,122)
Profit after taxation		485,342,157	186,599,568
Profit for the period attributable to:			
Shareholders of the Holding Company		502,211,210	211,744,324
Non-controlling interest		(16,869,053)	(25,144,756)
		485,342,157	186,599,568
Earnings per share - basic and diluted	22	7.57	3.19
Other Comprehensive Income		-	-
Item that will not be reclassified to statement of profit or loss in subsequent period			
Share of other comprehensive income from associated undertaking - net of tax		-	-
Other comprehensive income for the period - net of tax		-	-
Total comprehensive income for the period		485,342,157	186,599,568
Total Comprehensive income for the period attributable to:			
Shareholders of the Holding Company		502,211,210	211,744,324
Non-controlling interest		(16,869,053)	(25,144,756)
		485,342,157	186,599,568

The annexed selected notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.



CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Total Reserves						Non-Controlling Interest	Total shareholders' equity	
	Capital reserve		Revenue reserve		Total reserves				
	Share premium	Amalgamation reserves	Remeasurement of investment in associated company	Remeasurement of investments at fair value through OCI		Unappropriated profit			
Issued, subscribed and paid-up share capital									
----- Rupees -----									
Balance as at July 01, 2020	663,569,400	1,472,531,500	916,862,067	41,535,172	-	6,158,470,644	8,589,399,383	195,749,872	9,448,718,655
Profit for the three months period ended September 30, 2020	-	-	-	-	-	211,744,324	211,744,324	(25,144,756)	186,599,568
Total comprehensive income / (loss) for the period	-	-	-	-	-	211,744,324	211,744,324	(25,144,756)	186,599,568
Transaction with owners, recognised directly in equity									
Final cash dividend for the year ended June 30, 2020 @ Rs. 3 per share	-	-	-	-	-	(199,070,820)	(199,070,820)	-	(199,070,820)
Balance as at September 30, 2020	663,569,400	1,472,531,500	916,862,067	41,535,172	-	6,171,144,148	8,602,072,887	170,605,116	9,436,247,403
Balance as at July 01, 2021	663,569,400	1,472,531,500	916,862,067	(191,924,445)	(3,857,616)	7,492,756,577	9,686,368,083	116,036,838	10,465,974,321
Profit / (loss) for the three months ended September 30, 2021	-	-	-	-	-	502,211,210	502,211,210	(16,869,053)	485,342,157
Total comprehensive income / (loss) for the period	-	-	-	-	-	502,211,210	502,211,210	(16,869,053)	485,342,157
NCI generated on acquisition	-	-	-	-	-	-	-	375,000,000	375,000,000
Balance as at September 30, 2021	663,569,400	1,472,531,500	916,862,067	(191,924,445)	(3,857,616)	7,994,967,787	10,188,579,293	474,167,785	11,326,316,478

The annexed selected notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.

Munsarim Saifullah
Chief Executive Officer

Maqsood Ismail
Director

Abdul Qadir
Chief Financial Officer



**CONSOLIDATED CONDENSED INTERIM STATEMENT OF
CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021**

	Note	September 30, 2021	September 30, 2020
		----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations after working capital changes	19	998,101,195	290,845,585
Gratuity paid		(15,464,525)	(14,147,923)
Income taxes (paid) / refund		(147,594,346)	24,696,161
Long term deposits - net of (paid) / receipts		(355,182)	1,556,300
Net cash generated from operating activities		834,687,142	302,950,123
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure (including CWIP)		(2,276,439,004)	(1,143,779,877)
Proceeds from disposal of property, plant and equipment		455,898,660	25,762,568
Short term investments		(501,339,055)	(246,469,777)
Share deposit money		491,737,500	-
Net cash used in investing activities		(1,830,141,899)	(1,364,487,086)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from long term financing - net		251,725,319	1,227,232,633
Receipts from NCI		375,000,000	-
Lease repayment - net of sale and lease back		(17,160,021)	(36,357,558)
Interest / mark-up paid		(272,477,390)	(268,026,950)
Net cash generated from financing activities		337,087,908	922,848,125
Net decrease in cash and cash equivalents		(658,366,849)	(138,688,838)
Cash and cash equivalents at the beginning of the period		(1,050,744,701)	(1,355,922,287)
Cash and cash equivalents at the end of the period	20	(1,709,111,550)	(1,494,611,125)

The annexed selected notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.



NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND OPERATIONS

1.1 The Group consist of:

Holding Company: Ismail Industries Limited

Subsidiary Companies: Hudson Pharma (Private) Limited and Ismail Resin (Private) Limited

a) Ismail Industries Limited

The Holding Company was incorporated in Karachi, Pakistan as a private limited company on June 21, 1988. On November 01, 1989 the Holding Company was converted into a public limited company. The registered office of the Holding Company is situated at 17 - Bangalore Town, Main Shahrah-e-Faisal, Karachi, Pakistan. The shares of the Holding Company are quoted on Pakistan Stock Exchange. The principal activities of the Holding Company are manufacturing and trading of sugar confectionery items, biscuits, potato chips, nutritional products, cast polypropylene (CPP) and biaxially-oriented polyethylene terephthalate (BOPET) film under the brands of 'CandyLand', 'Bisconni', 'Snackcity', Ismail nutrition and 'Astro films' respectively.

b) Hudson Pharma (Private) Limited

The subsidiary company was incorporated in Pakistan as a private limited company on May 5, 2010, under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of the subsidiary company is located at 17 - Bangalore Town, Main Shahrah-e-Faisal, Karachi. Principal activities of the company are manufacturing, processing, compounding, formulating, importing, exporting, packaging, marketing, wholesale and retail, trading and selling of all kinds of pharmaceutical, animal health, allied consumer products, drugs and medicines.

c) Ismail Resin (Private) Limited

The subsidiary company was incorporated in Karachi, Pakistan on January 13, 2021, under the Companies Act, 2017 as a private limited company. The registered office/ head office of the subsidiary company is situated at 17 - Bangalore Town, Main Shahrah-e-Faisal, Karachi, Pakistan. Principal activities of the Company are manufacturing and selling of Polyester Resin.

2 SIGNIFICANT EVENTS AND TRANSACTIONS

During the period, the Holding Company has made an investment in its associated company Ms. Ismail Resin (Private) Limited (IRPL) amounting to Rs. 633.26 million. All requisite regulatory requirements has been completed and IRPL has become the subsidiary of the Holding Company on September 10, 2021.

3 STATEMENT OF COMPLIANCE

These consolidated 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 Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- 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.

4 BASIS OF PREPARATION

These consolidated condensed interim financial statements of the group does not include all of the information and disclosures required in the consolidated annual financial statements and should be read in conjunction with the consolidated annual financial statements of the group as at and for the year ended June 30, 2021. However, selected explanatory notes are included to explain the events and transactions that are significant to an understanding of the changes in the group's financial position and performance since the last annual financial statements.

The figures in these consolidated condensed interim financial statements for the three month period ended September 30, 2021 and September 30, 2020 are not audited nor reviewed.

5 SIGNIFICANT ACCOUNTING INFORMATION AND POLICIES

The accounting policies and methods of computation adopted for the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the consolidated financial statements for the year ended June 30, 2021.

6 USE OF JUDGEMENTS AND ESTIMATES

The estimates/judgements and associated assumptions used in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the consolidated financial statements of the Company for the year ended June 30, 2021.

The Group's financial risk management objectives and policies are consistent with those disclosed in the Group's consolidated annual audited financial statements for the year ended June 30, 2021.

7 FUNCTIONAL AND PRESENTATION CURRENCY

These consolidated condensed interim financial statements are presented in Pakistani Rupees which is also Group's functional currency and presentation currency.

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
		----- Rupees -----	
8 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	8.1	20,909,082,857	20,818,215,632
Capital work in progress - at cost	8.2	2,538,773,579	998,980,013
		<u>23,447,856,436</u>	<u>21,817,195,645</u>
Right-of-use assets	8.1	<u>67,068,585</u>	<u>82,762,838</u>

8.1 Detail of additions in and disposals of operating fixed assets during the three-months period are as follows:

	(Un-audited)			
	Additions		Disposals	
	----- (at cost) -----		----- (at net book value) -----	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	----- Rupees -----			
Owned assets				
Building on leasehold land	97,319,254	401,616,601	-	-
Leasehold land	-	-	119,676,555	-
Plant and machinery	543,110,142	1,386,054,771	-	-
Furniture & Fittings	6,121,820	823,600	-	-
Equipments	7,944,277	14,492,760	-	-
Computers	13,438,782	3,031,684	-	46,552
Vehicles	68,711,166	74,956,618	8,353,745	14,133,024
	<u>736,645,441</u>	<u>1,880,976,034</u>	<u>128,030,300</u>	<u>14,179,576</u>
Right-of-use assets				
Vehicles	-	632,192	-	-
	<u>-</u>	<u>632,192</u>	<u>-</u>	<u>-</u>
	<u>736,645,441</u>	<u>1,881,608,226</u>	<u>128,030,300</u>	<u>14,179,576</u>



8.2 Detail of additions in and transfers from capital work in progress during the three-months period are as follows:

	(Un-audited)			
	Additions		Transfers	
	----- (at cost) -----		----- (at net book value) -----	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	----- Rupees -----			
Civil works	323,484,231	504,364,295	97,319,254	401,616,601
Land	879,580,000	-	-	-
Plant and machinery	921,397,331	527,491,269	545,414,843	1,336,762,413
Equipments and fittings	58,066,096	-	-	-
Electric installation	-	20,753,457	-	52,058,359
	2,182,527,658	1,052,609,021	642,734,097	1,790,437,373

9 LONG TERM INVESTMENTS

Note ----- Rupees -----

Investment in associated undertaking

Share deposit money		-	491,737,500
The Bank of Khyber	9.1	3,180,003,578	3,180,003,578
		3,180,003,578	3,671,741,078

9.1 The Bank of Khyber

The total shareholding of the Holding Company in the Bank of Khyber (the Bank) is 256,555,982 (June 30, 2021: 256,555,982) shares which represents 24.43% of paid-up capital of the Bank (June 2021: 24.43%). In addition to this, the Holding Company also has representation on the board of directors of the Bank. The Bank concludes its annual financial results on December 31 as required by the State Bank of Pakistan for financial institutions. Adjustment to confirm to the Bank's accounting policies is not warranted as the Bank is not engaged in like transaction under similar circumstances.

The market value of holding in the Bank as on September 30, 2021 was Rs. 3,848.34 million (June 30, 2021: Rs. 4,156.21 million).

This investment is accounted for under the equity method. The aggregate amount of the associate recognized in these consolidated condensed interim financial statements are as follows:

	(Un-audited)	(Audited)
	September 30, 2021	June 30, 2021
	----- Rupees -----	
Carrying value at beginning of the period	3,180,003,578	3,441,616,096
Share of profit	-	379,554,402
Dividend received	-	(366,508,547)
Share of other comprehensive loss	-	(274,658,373)
	3,180,003,578	3,180,003,578

The Bank of Khyber has not yet concluded its financial results for the quarter ended September 30, 2021. Therefore share of profit or loss has not been accounted for in these consolidated condensed interim financial statements.



	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	----- Rupees -----	
10 STORES AND SPARES		
Stores and spares - gross	486,705,440	489,917,391
Provision for slow moving spare parts	(8,591,420)	(8,591,420)
Stores and spares - net	478,114,020	481,325,971
11 STOCK-IN-TRADE		
Raw materials	2,403,627,960	3,929,756,610
Packing materials	887,250,922	842,685,060
Work-in-process	344,197,783	232,913,397
Finished goods	2,483,140,043	2,718,328,216
	6,118,216,708	7,723,683,283
12 TRADE DEBTS		
Considered goods		
- secured (export debtors)	1,990,475,631	542,466,672
- unsecured (local)	4,086,141,334	2,952,026,509
Trade debts - gross	6,076,616,965	3,494,493,181
Allowance for expected credit loss	(100,970,640)	(100,970,640)
Trade debts - net	5,975,646,325	3,393,522,541
13 SHORT TERM INVESTMENTS		
Term Finance Certificates	194,840,000	194,840,000
Pakistan Investment Bonds	265,529,174	123,541,590
Term deposits	359,351,471	-
	819,720,645	318,381,590
14 CASH AND BANK BALANCES		
Cash in hand	44,079,178	5,518,264
Cash with banks in:		
- current accounts- <i>conventional</i>	247,907,515	84,939,262
- current accounts- <i>islamic</i>	104,582,036	68,090,320
	396,568,729	158,547,846
15 LONG TERM FINANCES - secured		

	(Un-audited)			(Audited)		
	September 30, 2021			June 30, 2021		
	-----Rupees-----					
	Conventional	Islamic	Total	Conventional	Islamic	Total
At beginning of the period / year	13,468,937,853	3,524,966,447	16,993,904,300	11,787,468,392	3,130,340,386	14,917,808,778
Obtained during the period / year	1,158,610,574	29,506,000	1,188,116,574	2,632,138,529	645,166,000	3,277,304,529
Repaid during the period / year	(660,649,969)	(275,741,286)	(936,391,255)	(950,669,068)	(250,539,939)	(1,201,209,007)
	13,966,898,458	3,278,731,161	17,245,629,619	13,468,937,853	3,524,966,447	16,993,904,300
Less: Current maturity	(2,917,584,320)	(1,052,508,899)	(3,970,093,219)	(2,742,120,024)	(1,136,516,272)	(3,878,636,296)
	11,049,314,138	2,226,222,262	13,275,536,400	10,726,817,829	2,388,450,175	13,115,268,004

15.1 These represent financings for property, plant and equipment. The above mentioned facilities are secured by way of creation of equitable mortgage and pari-passu / ranking charge over present and future fixed assets of the Group and personal guarantees of directors.

15.2 The Group's total limit for long term loan amounting to Rs. 29,262 million. (June 2021 Rs. 25,762 million)



		(Un-audited) September 30, 2021	(Audited) June 30, 2021
		Rupees	
16	TRADE AND OTHER PAYABLES	Note	
	Trade creditors		1,599,730,084
	Other liabilities		2,769,924,031
			4,369,654,115
17	SHORT TERM FINANCES - secured		
	Term finances - conventional	17.1	915,000,000
	Term finances - islamic	17.2	150,000,000
	Export refinances	17.3	4,790,000,000
	Running finance utilized under mark-up arrangements	17.4	2,105,680,279
			7,960,680,279
17.1	These represent facilities for term finances arranged from various banks aggregating to Rs. 1,065 million (June 2021: Rs. 1,005 million). These are secured against pari-passu hypothecation over stocks and book debts of the Group along with the personal guarantees of directors. These carry mark-up at the rates ranging from 7.39% to 7.74% per annum (June 2021: 7.18% to 8.96% per annum).		
17.2	These represent facilities for term finances arranged from various banks aggregating to Rs. 450 million (June 2021: Rs. 450 million). These are secured against pari-passu hypothecation over stocks and book debts of the Group along with the personal guarantees of directors. These carry mark-up base rates 6 months KIBOR + 0.40% per annum (June 2021: 6.81% to 8.63% per annum).		
17.3	These represent facilities for export refinance arranged from various banks aggregating to Rs. 4,950.70 million (June 2021: Rs. 4975.70 million). These are secured against pari-passu hypothecation of stocks, book debts and lien on export letters of credit of the Group along with the personal guarantees of directors. These carry mark-up at the rate 0.25% to 1% above the State Bank of Pakistan (SBP) rate per annum (June 2021: 0.25% to 1% above SBP rate per annum).		
17.4	These facilities for running finances available from various banks aggregated to Rs. 3,769.30 million (June 2021: Rs. 3,829.30 million). These are secured against pari-passu hypothecation of stocks and book debts and personal guarantees of the directors. These carry mark-up at the rates ranging from 7.61% to 8.26% per annum (June 2021: 7.35% to 8.28% per annum).		
18	CONTINGENCIES AND COMMITMENTS		
18.1	Contingencies		
	There are no material changes in the status of contingencies as reported in note no. 29 to the consolidated financial statements of the Company for the year ended June 30, 2021.		
		(Un-audited) September 30, 2021	(Audited) June 30, 2021
		Rupees	
18.2	Commitments		
18.2.1	Outstanding letters of guarantee	2,128,098,843	2,113,128,557
18.2.2	Outstanding letters of credit for:		
	- capital expenditures	2,500,154,134	2,850,901,463
	- raw materials	2,883,208,916	1,018,228,669



19	CASH GENERATED FROM OPERATIONS AFTER WORKING CAPITAL CHANGES	Note	September 30, 2021	September 30, 2020
			----- Rupees -----	
	Profit before taxation		709,193,518	299,804,690
	Adjustments for non-cash and other items:			
	Depreciation		533,442,167	406,270,181
	Amortisation charge		8,398,832	7,539,982
	Gain on disposal of property, plant and equipment - net		(327,868,360)	(11,582,992)
	Provision for staff gratuity scheme - unfunded		35,880,282	15,416,562
	Provision for slow moving raw & packing materials		471,235	7,499,999
	Finance cost		296,625,054	220,965,585
	Unrealized exchange loss		29,668,829	7,290,092
	Net increase in working capital	19.1	(287,710,362)	(662,358,515)
			<u>998,101,195</u>	<u>290,845,584</u>
19.1	Working capital changes			
	Current assets			
	Decrease / (Increase) in current assets			
	Stores and spares		3,211,951	(45,378,225)
	Stock-in-trade		1,604,995,340	599,140,299
	Trade debts		(2,582,123,784)	(241,273,058)
	Loans and advances		(662,043,266)	(31,969,526)
	Trade deposits and short term prepayments		(12,360,424)	(20,115,492)
	Other receivables		(2,034,692)	(5,472,748)
			<u>(1,650,354,875)</u>	<u>254,931,250</u>
	Current liabilities			
	Increase / (Decrease) in current liabilities			
	Trade and other payables		796,052,310	(348,576,852)
	Short term finances - secured		896,224,000	(500,371,829)
	Advances from customers		(329,631,797)	(68,341,084)
			<u>1,362,644,513</u>	<u>(917,289,765)</u>
	Net increase in working capital		<u>(287,710,362)</u>	<u>(662,358,515)</u>
20	CASH AND CASH EQUIVALENTS			
	Cash and bank balances	14	396,568,729	107,083,708
	Running finances under mark-up arrangements	17	(2,105,680,279)	(1,601,694,833)
			<u>(1,709,111,550)</u>	<u>(1,494,611,125)</u>

A segment is a distinguishable component of the Group that is engaged in business activities from which the Group earns revenues and incurs expenses and its results are regularly reviewed by the management to make decision about resources to be allocated to the segment and assess its performance. Further, discrete financial information is available for each segment.

- Food processing
- Plastic film
- Pharmaceutical segment
- Resin segment

Segment revenue, segment result, costs, assets and liabilities for the period are as follows:

	(Un-audited)													
	Food Processing			Plastic Film		Pharmaceutical Segment			Resin Segment			Total		
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	Rupees													
Sales														
Local	8,317,842,400	7,487,978,948	3,690,769,470	1,915,146,846	80,208,062	37,132,104	-	-	-	-	12,088,819,932	9,440,257,898	-	-
Export	2,635,300,968	2,150,770,393	440,722,323	106,336,203	-	-	-	-	-	-	3,076,023,291	2,257,106,596	-	-
Export rebates	19,292,079	5,476,322	149,879	-	-	-	-	-	-	-	19,441,958	5,476,322	-	-
	10,972,435,447	9,644,225,663	4,131,641,672	2,021,483,049	80,208,062	37,132,104	-	-	-	-	15,184,285,181	11,702,840,810	-	-
Less:														
Sales return and discounts	(590,401,682)	(473,632,679)	(9,526,148)	(1,708,271)	(12,887,061)	(8,311,593)	-	-	-	-	(612,814,891)	(483,652,543)	-	-
Sales tax	(1,328,308,495)	(1,145,117,163)	(354,110,836)	(289,968,051)	(12,887,061)	(8,311,593)	-	-	-	-	(1,882,419,331)	(1,435,085,514)	-	-
	(1,918,710,177)	(1,618,749,842)	(563,636,984)	(291,676,322)	(12,887,061)	(8,311,593)	-	-	-	-	(2,495,234,222)	(1,918,737,570)	-	-
Net sales	9,053,725,270	8,025,475,821	3,568,004,688	1,729,806,727	67,321,001	28,820,511	-	-	-	-	12,689,050,959	9,784,103,059	-	-
Cost of sales	(7,320,159,051)	(6,358,795,689)	(3,043,056,755)	(1,446,169,840)	(63,372,789)	(47,770,195)	-	-	-	-	(10,426,588,595)	(7,852,735,724)	-	-
Selling and distribution expenses	(1,058,332,170)	(1,021,963,465)	(124,066,413)	(66,345,115)	(37,808,512)	(60,308,825)	-	-	-	-	(1,216,207,095)	(1,148,617,405)	-	-
Administrative expenses	(163,100,508)	(119,238,369)	(29,645,935)	(33,007,154)	(33,722,013)	(28,830,322)	-	-	-	-	(226,468,456)	(181,095,874)	-	-
	(8,537,591,729)	(7,500,017,523)	(3,196,769,103)	(1,545,522,109)	(134,903,314)	(136,909,342)	-	-	-	-	(11,860,264,146)	(9,182,448,974)	-	-
Segment result	516,133,541	525,458,298	371,235,585	184,284,618	(67,582,313)	(108,088,831)	-	-	-	-	819,786,813	601,654,085	-	-
Unallocated income and expenses														
Other operating income											368,504,943	46,922,037		
Other operating expenses											(182,473,184)	(127,714,521)		
Finance cost											(296,625,054)	(221,056,911)		
Profit before taxation											709,193,518	299,804,690		
Income tax expense											(223,851,361)	(113,205,122)		
Profit after taxation											485,342,157	186,599,568		
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	Food Processing			Plastic Film		Pharmaceutical Segment			Resin Segment			Total		
	September 30, 2021	June 30, 2021	September 30, 2021	June 30, 2021	September 30, 2021	June 30, 2021	September 30, 2021	June 30, 2021	September 30, 2021	June 30, 2021	September 30, 2021	June 30, 2021	September 30, 2021	June 30, 2021
	Rupees													
Segment assets	20,349,915,463	21,499,513,848	16,528,118,476	13,469,484,469	1,577,588,594	1,404,231,647	-	-	-	-	40,270,869,046	36,373,229,964	-	-
Unallocated assets	20,349,915,463	21,499,513,848	16,528,118,476	13,469,484,469	1,577,588,594	1,404,231,647	-	-	-	-	3,932,963,193	4,414,998,545	-	-
											44,203,832,239	40,788,228,509		
Segment liabilities	6,784,015,205	4,053,474,175	5,737,577,207	7,192,773,585	247,041,446	175,957,555	-	-	-	-	12,773,930,123	11,422,205,316	-	-
Unallocated liabilities	6,784,015,205	4,053,474,175	5,737,577,207	7,192,773,585	247,041,446	175,957,555	-	-	-	-	20,040,048,872	18,900,048,872	-	-
											32,877,515,760	30,322,254,188		

Inter-segment pricing

Transactions among the business segments are recorded at estimated cost.

The Holding Company's export sales have been primarily made to countries in the Middle East, Africa and South Asia. However, no material amount of export sales have been made to any one or more particular countries.

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
		Rupees	
21.8	Reconciliation of reportable segment Assets and liabilities		
	Assets		
	Total assets for reportable segments	40,270,869,046	36,373,229,964
	Unallocated capital assets	752,959,615	743,257,467
	Long term investment	3,180,003,578	3,671,741,078
	Total assets	44,203,832,239	40,788,228,509
	Liabilities		
	Total liabilities for reportable segments	12,773,030,123	11,422,205,316
	Deferred liabilities	2,813,849,157	1,843,977,690
	Long term finance	17,245,629,619	16,993,904,300
	Lease liabilities	45,006,861	62,166,882
	Total liabilities	32,877,515,760	30,322,254,188
22	EARNINGS PER SHARE - Basic and Diluted	(Un-audited) September 30, 2021	(Un-audited) September 30, 2020
	Earnings per share - basic	Rupees	
	Profit for the period	502,211,210	211,744,324
		Number	
	Weighted average number of ordinary shares during the period	66,356,940	66,356,940
		Rupees	
	Basic earnings per share	7.57	3.19
23	TRANSACTIONS AND BALANCES WITH RELATED PARTIES		
	Details of transactions and balances with related parties during the period, other than those which have been specifically disclosed elsewhere in the consolidated condensed interim financial statements are as follows:		
		(Un-audited) September 30, 2021	(Un-audited) September 30, 2020
	Transactions	Rupees	
	Plastiflex Films (Private) Limited		
	<i>Close family relationship</i>		
	- Purchase of raw & packing materials	10,333,999	15,435,917
	- Metallization service	(6,713,723)	(5,664,618)
	- Recovery against sales	5,741,675	3,617,184
	- Payment against purchases	(6,165,651)	(23,696,179)
	Others		
	Remuneration to directors and other key management personnel:		
	Chief Executive Officer	5,891,667	5,300,000
	Directors	2,929,166	2,613,475
	Executives	146,217,369	134,223,533
		155,038,202	142,137,008
	Balances	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Plastiflex Films (Private) Limited	Rupees	
	-Payable to associate	5,156,387	1,960,087



24 FAIR VALUE MEASUREMENT

The Group's financial risk management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended June 30, 2021. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Group for the year ended June 30, 2021.

The carrying values of financial assets and liabilities approximate their fair values. The table below analyzes financial assets that are measured at fair value, by valuation method.

The different levels have been defined as follows:

- Level 1 : Quoted prices in active markets for identical assets and liabilities;
- Level 2 : Observable inputs; and
- Level 3 : Unobservable inputs

The Group held the following financial assets at fair value;

	September 30, 2021			Total	June 30, 2021
	(Level 1)	(Level 2)	(Level 3)		
	-----Rupees-----				
Investment in associated undertaking	3,180,003,578	-	-	3,180,003,578	3,180,003,578
Financial investments: fair value through OCI	194,840,000	624,880,645	-	819,720,645	318,381,590
	3,374,843,578	624,880,645	-	3,999,724,223	3,498,385,168

25 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements for the year ended June 30, 2021.

26 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on October 25, 2021 by the Board of the Group.

Munsarim Saifullah
Chief Executive Officer

Maqsood Ismail
Director

Abdul Qadir
Chief Financial Officer



ISMAIL INDUSTRIES LIMITED

HEAD OFFICE

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FACTORIES

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UNIT 2: B-140, H.I.T.E., HUB, BALUCHISTAN, PAKISTAN.
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UNIT 3: G-1, H.I.T.E., HUB, BALUCHISTAN, PAKISTAN.
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UNIT 4: G-22, 23, H.I.T.E., HUB, BALUCHISTAN, PAKISTAN.
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UNIT 5: 38-C, 39, 39-A, 42-C, SUNDAR INDUSTRIAL ESTATE,
RAIWIND ROAD, LAHORE, PAKISTAN. TEL: (92-42) 36340972

UNIT 6: D-91, D-92 & D-94, NORTH WESTERN INDUSTRIAL ZONE,
PORT QASIM AUTHORITY, KARACHI. TEL: (92-21) 3415416/9-70, FAX: (92-21) 34154176

UNIT 7: E-164 TO E-168, NORTH WESTERN INDUSTRIAL ZONE,
PORT QASIM AUTHORITY, KARACHI. TEL: (92-21) 34154171-73, FAX: (92-21) 34154176

UNIT 8: E-154 TO E-157, NORTH WESTERN INDUSTRIAL ZONE,
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UNIT 9: G-1A, H.I.T.E., HUB, BALUCHISTAN, PAKISTAN.
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