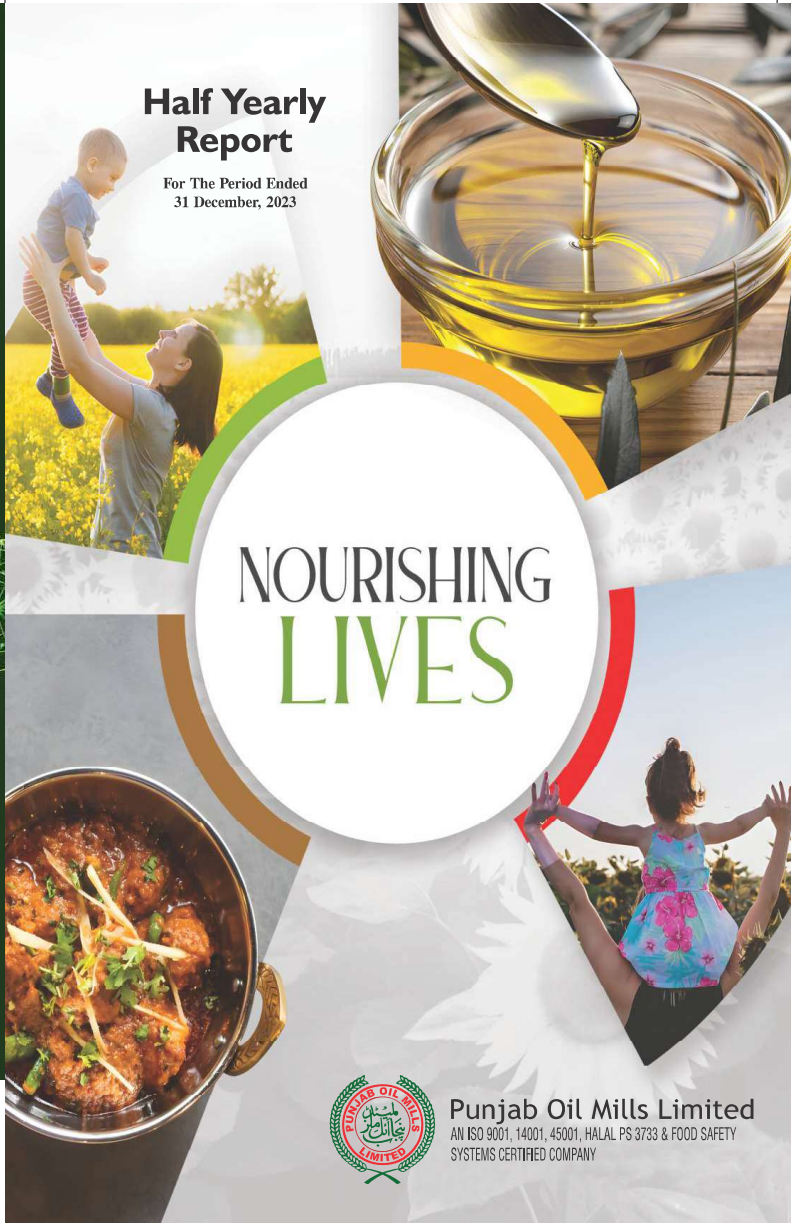




Contact Information
 Plot No. 26, 27, 28 Industrial Triangle, Kahuta Road, Islamabad.
 Ph: 051- 4490017-21 | info@punjaboilmills.com | www.punjaboilmills.com

Join us on Social Media

CANOLIVE	TRU BRU	Naturelle
www.canolive.com.pk		naturellecookingoil.com
facebook.com/OliveYourLife	facebook.com/trubrucoffee	facebook.com/naturellepk
instagram.com/canoliveoil		instagram.com/naturellepk



Half Yearly Report
 For The Period Ended
 31 December, 2023

NOURISHING LIVES

Punjab Oil Mills Limited
 AN ISO 9001, 14001, 45001, HALAL PS 3733 & FOOD SAFETY SYSTEMS CERTIFIED COMPANY



Manufacturers of



Punjab Oil Mills Limited

CONTENTS

Company Information	1
Directors' Review Report.....	2-3
Auditors' Review Report.....	4
Condensed Interim Statement of Financial Position.....	5
Condensed Interim Statement of Profit or Loss Account.....	6
Condensed Interim Statement of Comprehensive Income.....	7
Condensed Interim Statement of Cash Flows	8
Condensed Interim Statement of Changes in Equity.....	9
Notes to the Condensed Interim Financial Information	10-12



Punjab Oil Mills Limited



Half Yearly Report



Punjab Oil Mills Limited

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Tahir Jahangir Mr. Usman Ilahi Malik Mr. Jillani Jahangir Mr. Furqan Anwar Batla Mrs. Munizae Jahangir Miss Mehrunisa Malik Mr. Firasat Ali Mr. Saif Ali Rastgar	Chairman Chief Executive Officer Executive Director Non-Executive Director Non-Executive Director Non-Executive Director Independent Director Independent Director
AUDIT COMMITTEE	Mr. Firasat Ali Mr. Furqan Anwar Batla Miss Mehrunisa Malik	Chairman Member Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	Mr. Saif Ali Rastgar Mr. Usman Ilahi Malik Mr. Jillani Jahangir Mr. Furqan Anwar Batla Mrs. Munizae Jahangir	Chairman Member Member Member Member
MANAGEMENT COMMITTEE	Mr. Tahir Jahangir Mr. Usman Ilahi Malik Mr. Jillani Jahangir Mr. Furqan Anwar Batla Miss Mehrunisa Malik	Chairman Member Member Member Member
CHIEF FINANCIAL OFFICER	Mr. Muhammad Saeed Malik	
COMPANY SECRETARY	Rana Shakeel Shaukat	
HEAD OF INTERNAL AUDIT	Mr. Shahzad Haider Khan	
AUDITORS	Crowe Hussain Chaudhry & Co Chartered Accountants	
LEGAL ADVISORS	A.G.H.S Law Associates	
BANKERS	JS. Bank Limited MCB Bank Limited Habib Metropolitan Bank Limited Faysal Bank Limited Bank Al-Habib Limited	
REGISTERED OFFICE/WORKS	Plot No. 26-28, Industrial Triangle, Kahuta Road, Islamabad Tel: 051 -4490017-20, Fax: 051-4490016 & 4492803 Email: corporate@punjaboilmills.com Website: www.punjaboilmills.com	
HEAD OFFICE	19-A/1, Block E-II, Gulberg III, Lahore. Tel: 042-35761585-6 Email: corporate@punjaboilmills.com	
SHARE REGISTRAR OFFICE	M/s Corplink (Private) Limited Wings Arcade, I-K, Commercial Model Town, Lahore Tel: 042 -35916714, 35916719 Fax: 042 -35869037 Email: corplink786@gmail.com	



Directors' Review Report

Operating Performance

In the HY under review (HY FY2024), the company's revenue for the 6 months decreased by 14.4% compared to the same period last year. This was due to both lower selling prices and lower sales volume.

However, despite lower revenue, our gross margins improved significantly to 12.2% from 8.0%. Hence, our gross profits went up by 29.7% for the 6 months under review. The improvement at the gross level was mainly due to lower raw material inventory cost relative to the average selling prices when compared to same period last year.

Over-all operating expenses increased by 22.1% for the period. Main reason for this increase was the 25.8% increase in selling and distribution expenses followed by a 17.9% increase in administrative costs. Selling expenses increased mainly due to higher provisioning for advertisement expenses for the period under review, which was up by 79.2% compared to same period last year. Administrative expenses were up primarily due to higher traveling and conveyance costs on account on inflation in fuel prices.

Even though the operating expenses were higher, our operating margin still went up to 3.2% from 1.7% due to improvement at the gross level. As a result, our operating profit increased by 57.9% for the period under review compared to same period last year.

Other charges being a function of operating profit increased with higher operating profit. Finance costs increased sharply mainly due to higher interest rates which were up by 39% for the period under review. On the flip side, higher interest rates enabled us to earn a better return on bank deposits, leading to a 70.6% increase in operating income.

Due to better operating margins and higher other income, our profit before tax went up by 75.9% for the half-year. This improvement was however nullified by the minimum turn over tax which effectively imposed a 98.7% tax rate on the company.

As a result, the company posted a nominal after-tax profit of PKR 0.65 million for the 6 months.

Outlook for the Year

As we had pointed out in your QTR1 review, high inflation has eroded the buying



Punjab Oil Mills Limited

power of consumers, which is having an impact on the sales of products in the premium segment. With increasing competition in this segment and ever-increasing cost of doing business, we foresee aggressive pricing policies and higher marketing spent to maintain and regain volumes, which is likely to put pressure on margins. However, if the oil and currency markets remain stable, better volumes should improve profitability in the medium term.

We are also pleased to announce that phase-1 of our planned solar energy plant (225.5 KWH) commenced operation in this half-year. This was put at a cost of PKR 37.344 mn after approval from the board and financed through our own cash flows. At this time phase 2 of similar size is being planned to further reduce reliance on the grid and save on energy costs. Our small-scale canning plant was also commissioned during the period under review, and sales of some canned food products has commenced in February 2024. The margins of these products are encouraging and if our initial foray into this field is successful, it could be an avenue to further diversify our revenue and profit stream.

While we continue to explore avenues to grow our business, we realize that investment into our core brands is also necessary; especially in the current scenario of tough competition and depressed economic conditions. Any investments into capex expenditures will also have to be considered and chosen carefully to maintain our growth and improvement plans without effecting ongoing operations.

Acknowledgements

We would like to take this opportunity to thank our customers, suppliers and bankers for their continued support and cooperation towards the progress of the company. We hope that this support would continue in the future as well.

We would also like to thank our dedicated and talented team of executives, staff and workers for the hard work put in during the period. We expect continued efforts from our employees to achieve better results in the next three months.

And last, but not the least, the management is thankful to the board for its strong support and guidance in executing the vision and objectives set for the company.

For & on behalf of the board

(USMAN ILAHI MALIK)
CHIEF EXECUTIVE OFFICER

(TAHIR JAHANGIR)
CHAIRMAN

Islamabad:
Date: February 29, 2024



Punjab Oil Mills Limited

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF PUNJAB OIL MILLS LIMITED ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **PUNJAB OIL MILLS LIMITED** ("the Company") as at December 31, 2023 and the related condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to and forming part of the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "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 financial statements based on our review.

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 the 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.

Other Matter

The figures of the condensed interim statement of profit or loss account and the condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

The condensed interim financial statements for the half year ended December 31, 2022 and the annual financial statements for the year ended June 30, 2023 of the Company were reviewed and audited, by another firm of the chartered accountants who expressed an unmodified conclusion and opinion thereon vide their reports dated February 27, 2023 and September 23, 2023, respectively.

The engagement partner on the audit resulting in this independent auditor's review report is Muhammad Nasir Muneer.

Half Yearly Report

Lahore
Dated: February 29, 2024
UDIN: RR202310169CJ30whyWN

CROWE HUSSAIN CHAUDHURY & CO.
Chartered Accountants



Punjab Oil Mills Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER, 2023 (UN-AUDITED)

	Note	December 31, 2023 (Un-audited) Rupees	June 30, 2023 (Audited) Rupees
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital 10,000,000 (2023: 10,000,000) ordinary shares of Rupees 10/- each		100,000,000	100,000,000
Issued, subscribed and paid up share capital		77,625,380	77,625,380
Capital reserves		23,137,159	23,137,159
Surplus on revaluation of property, plant and equipment - net of tax		1,752,126,147	1,763,923,335
Revenue reserves		940,139,779	939,339,446
		2,793,028,465	2,804,025,320
Non Current Liabilities			
Deferred liabilities		186,034,476	180,910,764
Lease liabilities		13,679,393	15,208,278
		199,713,869	196,119,042
Current Liabilities			
Trade and other payables		518,668,068	543,316,627
Short term borrowings		676,980,790	672,937,117
Current portion of non-current liabilities		3,177,631	3,003,164
Accrued mark up		23,021,702	15,103,420
Unclaimed dividends		10,164,886	9,921,030
Provision for taxation		165,823,263	244,377,180
		1,397,836,340	1,488,658,538
Contingencies and Commitments	4	-	-
		4,390,578,674	4,488,802,900
ASSETS			
Non Current Assets			
Property, plant and equipment	5	2,069,796,198	2,085,221,101
Right of use assets		17,640,845	19,600,939
Capital work in progress	6	22,461,614	5,234,783
Long term deposits		119,958,850	106,721,300
Long term loans		3,482,775	4,018,587
		2,233,340,282	2,220,796,710
Current Assets			
Stores, spare parts and loose tools		169,505,154	171,509,638
Stock in trade		588,375,313	768,261,975
Trade debts		1,047,544,175	827,167,108
Loans and advances		91,444,896	62,354,139
Trade deposits and short term prepayments		11,662,305	28,659,924
Other receivables		10,197,724	69,191,518
Advance income tax		211,653,729	269,489,428
Cash and bank balances		26,855,096	71,372,460
		2,157,238,392	2,268,006,190
		4,390,578,674	4,488,802,900

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).

Half Yearly Report


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR / CHAIRMAN



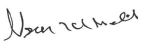
Punjab Oil Mills Limited

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT
FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER, 2023 (UN-AUDITED)**

	Half Year Ended		Quarter Ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	-----Un-audited-----			
Note	Rupees	Rupees	Rupees	Rupees
Sales - net	3,861,900,779	4,509,402,890	1,797,389,305	2,229,676,412
Cost of sales	(3,391,211,797)	(4,146,534,612)	(1,596,795,901)	(2,085,174,492)
Gross Profit	<u>470,688,982</u>	<u>362,868,278</u>	<u>200,593,404</u>	<u>144,501,920</u>
Operating Expenses				
Selling and distribution cost	(190,831,332)	(151,699,752)	(91,556,893)	(59,548,089)
Administrative expenses	(157,924,158)	(133,968,515)	(82,323,572)	(67,305,547)
	<u>(348,755,490)</u>	<u>(285,668,267)</u>	<u>(173,880,465)</u>	<u>(126,853,636)</u>
Operating Profit	<u>121,933,492</u>	<u>77,200,011</u>	<u>26,712,939</u>	<u>17,648,284</u>
Finance cost	(88,561,735)	(58,344,849)	(46,039,743)	(33,956,598)
Other charges	(4,516,446)	(2,803,189)	821,088	455,875
	<u>(93,078,181)</u>	<u>(61,148,038)</u>	<u>(45,218,655)</u>	<u>(33,500,723)</u>
Other income	<u>20,113,059</u>	<u>11,787,358</u>	<u>2,532,980</u>	<u>4,521,209</u>
Profit / (Loss) before Taxation	<u>48,968,370</u>	<u>27,839,331</u>	<u>(15,972,736)</u>	<u>(11,331,230)</u>
Taxation	(48,321,418)	(56,418,419)	(22,515,025)	(27,910,141)
Net Profit / (Loss) for the Period	<u>646,952</u>	<u>(28,579,088)</u>	<u>(38,487,761)</u>	<u>(39,241,371)</u>
Earnings per Share - Basic and Diluted	7			
	<u>0.08</u>	<u>(5.20)</u>	<u>(4.96)</u>	<u>(7.13)</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).

Half Yearly Report


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR / CHAIRMAN



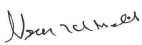
Punjab Oil Mills Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER, 2023 (UN-AUDITED)

	Half Year Ended		Quarter Ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	Rupees	Rupees	Rupees	Rupees
Net Profit/(Loss) for the Period	646,952	(28,579,088)	(38,487,761)	(39,241,371)
Other Comprehensive Income for the Period				
<i>Items that will not be reclassified subsequently to profit or loss</i>	-	-	-	-
<i>Items that may be reclassified subsequently to profit or loss</i>	-	-	-	-
Total Comprehensive Income / (Loss) for the Period	<u>646,952</u>	<u>(28,579,088)</u>	<u>(38,487,761)</u>	<u>(39,241,371)</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).

Half Yearly Report


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR / CHAIRMAN



Punjab Oil Mills Limited

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER, 2023 (UN-AUDITED)

	December 31, 2023 Un-audited Rupees	December 31, 2022 Un-audited Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	48,968,370	27,839,331
Adjustment for:		
▪ Workers' profit participation fund	2,654,420	1,515,889
▪ Workers' welfare fund	1,053,526	599,086
▪ Provision for staff retirement benefits	10,948,280	9,247,972
▪ Depreciation	27,596,583	22,442,062
▪ Amortization	-	3,707,400
▪ Finance cost	88,561,735	58,344,849
	130,814,544	95,857,258
Operating Profit before working capital changes	179,782,914	123,696,589
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	2,004,484	(5,670,351)
Stock in trade	179,886,662	24,131,409
Trade debts	(220,377,067)	48,452,428
Loan and advances	(29,090,757)	24,824,423
Trade deposits and short term prepayments	16,997,619	12,427,702
Short term investment	-	8,000,000
Other receivables	58,993,794	(3,807,223)
Increase / (decrease) in current liabilities	(20,636,931)	(367,661,742)
Trade and other payables	(12,222,196)	(259,303,354)
	167,560,718	(135,606,765)
Cash Generated from / (Used in) Operations	167,560,718	(135,606,765)
Workers' profit participation fund paid	(8,131,664)	(9,575,779)
Staff retirement benefits paid	(5,824,568)	(4,478,070)
Finance cost paid	(78,139,417)	(48,385,739)
Income tax paid	(69,039,636)	(95,095,645)
Dividend paid	(11,399,951)	(3,873,804)
Net Cash Used in Operating Activities	(172,535,236)	(161,409,037)
	(4,974,518)	(297,015,802)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(10,211,586)	(6,581,297)
Lease rentals paid	(3,446,365)	(463,218)
Capital work in progress	(17,226,831)	(3,959,586)
Long term deposits	(13,237,549)	(22,654,900)
Net Cash Used in Investing Activities	(44,122,331)	(33,659,001)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term borrowings	-	(10,093,359)
Long term loans- receipts	535,812	-
Short term borrowings - net	4,043,673	383,650,125
Net Cash Generated from Financing Activities	4,579,485	373,556,766
Net (Decrease) / Increase in Cash and Cash Equivalents	(44,517,364)	42,881,963
Cash and Cash Equivalents at the beginning of the Period	71,372,460	63,595,725
Cash and Cash Equivalents at the End of the Period	26,855,096	106,477,688

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).

Half Yearly Report

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR / CHAIRMAN



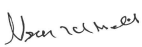
Punjab Oil Mills Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER, 2023 (UN-AUDITED)

	Issued, Subscribed and Paid up Share Capital	Capital Reserves	Revaluation Surplus	Revenue Reserves		Total
				General Reserves	Unappropriated Profit	
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at 01 July 2022	53,906,520	23,137,159	1,782,650,951	8,600,000	900,874,371	2,769,169,001
Loss for the half year ended 31 December 2022	-	-	-	-	(28,579,088)	(28,579,088)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	(28,579,088)	(28,579,088)
Transfer from surplus on revaluation of property, plant and equipment on account of						
- Incremental depreciation - net of deferred tax	-	-	(9,363,808)	-	9,363,808	-
Transaction with owners recorded directly in equity - Distributions						
20% Bonus shares issued for the year 2022	10,781,300	-	-	-	(10,781,300)	-
20% Final cash dividend for the year 2022	-	-	-	-	(10,781,304)	(10,781,304)
	10,781,300	-	-	-	(21,562,604)	(10,781,304)
Balance as at 31 December 2022	<u>64,687,820</u>	<u>23,137,159</u>	<u>1,773,287,143</u>	<u>8,600,000</u>	<u>860,096,487</u>	<u>2,729,808,609</u>
Profit for the half year ended 30 June 2023	-	-	-	-	71,577,189	71,577,189
Other comprehensive income	-	-	-	-	2,639,522	2,639,522
Total comprehensive income for the period	-	-	-	-	74,216,711	74,216,711
Transfer from surplus on revaluation of property, plant and equipment on account of						
- Incremental depreciation - net of deferred tax	-	-	(9,363,808)	-	9,363,808	-
Transaction with owners recorded directly in equity - Distributions						
20% Interim bonus shares issued for the year 2023	12,937,560	-	-	-	(12,937,560)	-
Balance as at 30 June 2023	<u>77,625,380</u>	<u>23,137,159</u>	<u>1,763,923,335</u>	<u>8,600,000</u>	<u>930,739,446</u>	<u>2,804,025,320</u>
Profit for the half year ended 31 December 2023	-	-	-	-	646,952	646,952
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	646,952	646,952
Transfer from surplus on revaluation of property, plant and equipment on account of						
- Incremental depreciation - net of deferred tax	-	-	(11,797,188)	-	11,797,188	-
Transaction with owners recorded directly in equity - Distributions						
15% Interim cash dividend issued for the year 2023	-	-	-	-	(11,643,807)	(11,643,807)
Balance as at 31 December 2023	<u>77,625,380</u>	<u>23,137,159</u>	<u>1,752,126,147</u>	<u>8,600,000</u>	<u>931,539,779</u>	<u>2,793,028,465</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).

Half Yearly Report


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR / CHAIRMAN



Punjab Oil Mills Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER, 2023 (UN-AUDITED)

Note 1

The Company and its Operations

Punjab Oil Mills Limited ('the Company') was incorporated in Pakistan as a Public Limited Company on 05 February 1981. The Company is listed on Pakistan Stock Exchange Limited. The registered office and Plant of the company are located at Plot No. 26, 27 and 28, Industrial Triangle, Kahuta Road, Islamabad, Pakistan. The head office of the company is located at 19-A/1, Block E-11, Gulberg III, Lahore, Pakistan.

The Company is principally engaged in the manufacturing and sale of Ghee, Cooking Oil, Specialty Fats, Laundry Soap, Mushroom and Coffee.

Note 2

Basis of Preparation

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

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

2.2 These condensed interim financial statements should be read in conjunction with annual audited financial statements for the year ended June 30, 2023. Comparative statement of financial position is extracted from annual audited financial statements for the year ended June 30, 2023 whereas comparative statement of profit or loss account, comparative statement of comprehensive income and comparative statement of cash flows are extracted from unaudited condensed interim financial statements for the half year ended December 31, 2022.

2.3 These condensed interim financial statements are unaudited and have been subjected to limited scope review by the auditors as required by Section 237 of the Companies Act, 2017. The figures for the quarters ended on December 31, 2022 and 2023 presented in the condensed interim financial statements have not been reviewed by the external auditors.

2.4 The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by the management in applying accounting policies and key sources of estimation were the same as those that were applied to the financial statements for the year ended June 30, 2023.

2.5 These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentational currency. All the figures have been rounded off to the nearest rupees, unless otherwise stated.

Note 3

Summary of Significant Accounting Policies

The accounting policies and methods adopted in the preparation of these condensed interim (Un-audited) financial statements are the same as those applied in the preparation of annual audited financial statements of the Company for the preceding financial year ended on June 30, 2023.

Note 4

Contingencies and Commitments

4.1 Contingencies

There is no material change in the status of contingencies as reported in the financial statements of the Company for the year ended June 30, 2023.

4.2 Commitments

Letters of credit other than for capital expenditure as at the statement of financial position date amounted to Rs.59,762 million (30 June 2023: Rs. 338,71 million).



Punjab Oil Mills Limited

Note 5

Property, Plant and Equipment

		December 31, 2023	June 30, 2023
	Note	(Un-audited) Rupees	(Audited) Rupees
Property, plant and equipment	5.1	<u>2,069,796,198</u>	<u>2,085,221,101</u>
5.1 Movement of operating fixed assets			
Written down value		2,085,221,101	2,124,245,065
Additions during the period / year	5.1.1	10,211,586	17,587,020
Disposal during the period / year		-	4,940,414
		<u>2,095,432,687</u>	<u>2,136,891,671</u>
Less: Depreciation charged during the period / year		(25,636,489)	(51,670,570)
Closing book value		<u>2,069,796,198</u>	<u>2,085,221,101</u>
5.1.1 Addition during the period / year			
Plant and machinery		9,271,686	3,158,613
Guest house furniture and machinery		834,500	-
Office equipment		-	14,227,907
Furniture and fixtures		105,400	200,500
		<u>10,211,586</u>	<u>17,587,020</u>

Note 6

Capital Work in Progress

		December 31, 2023	June 30, 2023
		(Un-audited) Rupees	(Audited) Rupees
Opening balance		5,234,783	-
Additions during the year		17,226,831	5,234,783
Closing balance		<u>22,461,614</u>	<u>5,234,783</u>

Note 7

Earnings Per Share - Basic and Diluted

	Six months period ended		Three months period ended	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
Basic earning per share:				
Profit / (loss) for the period	646,951	(28,579,088)	(38,487,761)	(39,241,371)
Weighted average number of ordinary shares	8,086,893	5,499,942	7,759,629	5,499,942
Earnings / (loss) per share- basic and diluted	0.08	(5.20)	(4.96)	(7.13)

7.1 Diluted earnings per share

There is no dilution effect on the earnings per share of the Company as the Company does not have any convertible instruments in issue as at the reporting date (2023: Nil) that would have any effect on the earnings per share if the option to convert is exercised.

Note 8

Balances and Transactions with Related Parties

Related parties comprise of parent and associated companies, directors of the Company, companies in which directors also hold directorship, related companies, key management personnel and staff retirement benefit funds. The Company in the normal course of business carries out transactions with various related parties. Detail of related parties (with whom the Company has transacted) along with relationship and transactions with related parties, other than those which have been disclosed elsewhere in these financial statements, are as follows:



Punjab Oil Mills Limited

Transactions with related parties during the period

Related party	Relationship	Nature of Transaction	December 31, 2023	December 31, 2022
			(Un-audited) Rupees	(Un-audited) Rupees
Hala Enterprises Limited	Associated company	Sharing of expenses	1,210,972	1,023,753
		Receipts during the period	567,726	822,507
Premier Garments Limited	Associated company	Amount received	535,812	-
		Markup earned	561,798	-
Outstanding Balance as at			December 31, 2023	June 30, 2023
			(Un-audited) Rupees	(Audited) Rupees
Hala Enterprises Limited	Associated company		5,434,443	4,791,197
Premier Garments Limited	Associated company		4,643,701	5,179,513

Note 9

Financial Risk Management

The Company's financial risk management objectives and policies are consistent with those disclosed in preceding audited annual financial statements for the year ended June 30, 2023.

Note 10

Date of Authorization for Issue

These condensed interim financial statements (un-audited) were authorized and approved by the Board of Directors of the Company for issuance on February 29, 2024.

Note 11

General

Corresponding figures have been re-arranged / re-classified wherever necessary to facilitate comparison. However, no material reclassifications / rearrangements have been made in these condensed interim financial statements (un-audited).

Half Yearly Report


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR / CHAIRMAN

