

**CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
DECEMBER 31, 2022**



ICC Industries Limited

ICC INDUSTRIES LIMITED

COMPANY INFORMATION

Board of Directors

- Mr. Javaid S. Siddiqi Chief Executive/Director
- Mr. Pervaiz S. Siddiqi Chairman/Director
- Mrs. Fauzia Javaid Director
- Mr. Salman Javaid Siddiqi Director
- Mr. Asim Pervaiz Siddiqi Director
- Mr. Arif Mahmud Khan Independent Director
- Mr. Naveed Hashim Rizvi Independent Director

Audit Committee

- Mr. Arif Mahmud Khan Chairman
- Mr. Salman Javaid Siddiqi Member
- Mr. Pervaiz S. Siddiqi Member

HR&R Committee

- Mr. Naveed Hashim Rizvi Chairman
- Mr. Pervaiz S. Siddiqi Member
- Mr. Asim Pervaiz Siddiqi Member

Chief Financial Officer

- Mr. Javed Rashid

Company Secretary

- Mr. Shahid Ali Ahmad

Auditors

- Grant Thornton Anjum Rahman
Chartered Accountants
01-Inter Floor, Eden Centre
Jail Road, Lahore.

Bankers

- MCB Bank Limited
- Faysal Bank Limited
- Bank AL Habib Limited
- United Bank Limited
- Allied Bank Limited
- Habib Metropolitan Bank Limited

Legal Advisor

- Intiaz Siddiqi Associates
179/180-A, Scotch Corner, Upper Mall Scheme,
Lahore-Pakistan. Tel: 042-35758573-35758574
Fax: 042-35758572

Shares Registrar

- Corplink (Pvt.) Ltd.
Wings Arcade, 1-K Commercial Model Town,
Lahore.
Ph: 042-35916714, 35916719
Fax : 042-35869037

Registered Office

242-A, Anand Road,
Upper Mall, Lahore.
Ph: 042-35751765-67
Fax : 042-35789206
Web site : www.icctextiles.com

Factory

32-K.M. Lahore-Multan
Road, Sunder, Distt.Lahore.
Ph: 042-35975426-27
Fax : 042-35975428

ICC INDUSTRIES LIMITED

DIRECTORS' REPORT TO THE MEMBERS

On behalf of the Board of Directors, we hereby present the condensed interim financial statements of the company for the half year ended on December 31, 2022.

The company earned a profit after tax amounting to Rs. 2.858 million on revenue of Rs. 27.395 million, comprising rental income, as against profit after tax of Rs. 55.434 million against revenue of Rs. 11.902 million in the corresponding period resulting in profit per share of Rs. 0.10 (Jul-Dec 2021 profit per share of Rs. 1.85). Following factors influenced the company's performance during the period:

- Change in fair value of investment property amounts to Rs. 86.656 million (Jul – Dec 2021: Rs.90.316 million).
- Rental income has been increased from Rs. 11.902 million to Rs. 27.395 million due to renting out additional vacant covered area of factory buildings.
- Other income includes amortization of directors' interest free loans Rs. Nil (Dec 2021: Rs.5.334 million).
- Finance cost includes Rs. 79.997 million (Dec 2021: Rs. Nil) being loss on modification of terms of interest free loans amounting to Rs. 321.531 million, provided by directors during May 2013 to June 2016, which is just a book entry having no financial impact.

Without qualifying their conclusion, in their review report to the members, the auditors have drawn attention to note 1.2 of the condensed interim financial statements which describes that Company's accumulated loss stood at Rs. 751.842 million and at the end of the period its current liabilities exceeded its current assets by Rs. 305.586 million. These conditions indicate existence of a material uncertainty that may cast significant doubt about the entity's ability to continue as a going concern. Considering continuous support from sponsors / directors, the management's commitment and plan drawn up by the management elaborated in the cited note of the financial statements, we are of the view that there are no significant doubts about the company's ability to continue as a going concern. Therefore, these condensed interim financial statements have been prepared on going concern basis.

Global recession, Russia-Ukraine war, current political instability, high inflation, reduced foreign exchange reserves, weakening PKR against USD, aggressive taxation measures, and projected hike in electricity prices has adversely affected the Pakistan economy as well as business viability. The business of ICC Industries has also suffered and some of our tenants have, recently, terminated their rental agreements. However, considering finalization of agreement with IMF, we expect gradual improvement in business environment in the country in future.

As always, our dedicated work force deserves appreciation for good work.

For and on behalf of the Board of Directors



SALMAN JAVAID SIDDIQI

Director



JAVAID S. SIDDIQI

Chief Executive Officer

LAHORE:

February 28, 2023

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of ICC INDUSTRIES LIMITED

Report on review of condensed interim financial statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **ICC Industries Limited** as at **December 31, 2022** and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this 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 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, is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Material Uncertainty Relating to Going Concern

We draw attention to note 1.2 in the interim financial statements which describes that as at December 31, 2022, the Company's current liabilities exceeded its current assets by Rs. 305.586 million and its accumulated losses stood at Rs. 751.842 million. These factors, along with other matters as set forth in note 1.2 indicate existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Other Matter

The figures of condensed interim statement of profit or loss and other comprehensive income for the quarters ended December 31, 2022 and 2021 have not been reviewed as we are required to review only the cumulative figures for the half year ended December 31, 2022.

The engagement partner on the review resulting in the independent auditor's report is Imran Afzal.


Grant Thornton Anjum Rahman
Chartered Accountants
Lahore

Dated: February 28, 2023
UDIN: RR2022102125i8g0kQPD

ICC INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2022

		Un-audited Dec 31, 2022	Audited Jun 30, 2022
EQUITY AND LIABILITIES			
EQUITY			
Authorized share capital			
Shares of Rs. 10 each		320,000,000	320,000,000
Issued, subscribed and paid-up share capital		300,011,200	300,011,200
Loan from directors	6	701,979,634	380,448,411
Capital reserves			
Surplus on revaluation of property, plant and equipment		567,166,875	567,241,652
Revenue reserves			
Accumulated loss		(751,841,875)	(754,774,269)
		817,315,834	492,926,994
NON CURRENT LIABILITIES			
Long term financing from directors	7	-	241,534,418
Deferred liabilities	8	76,282,457	73,850,397
		76,282,457	315,384,815
CURRENT LIABILITIES			
Trade and other payables		107,961,188	107,543,378
Security deposits		12,626,295	12,626,295
Accrued interest / mark-up		179,400,294	176,470,983
Short term borrowings		35,784,202	36,501,052
Unclaimed dividend		1,662,656	1,662,656
		337,434,635	334,804,364
TOTAL EQUITY AND LIABILITIES		1,231,032,926	1,143,116,173
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	9	8,197,612	8,511,877
Investment properties		1,189,489,985	1,102,834,285
Long term loans and advances		27,000	17,500
Long term deposits		1,469,034	1,469,034
		1,199,183,631	1,112,832,696
CURRENT ASSETS			
Stores, spares and loose tools		4,276,696	4,270,008
Trade debts		42,646	42,646
Loans and advances		3,414,943	2,833,373
Short term prepayments and other receivables		693,055	1,486,836
Tax refunds due from Government-net		17,562,880	18,755,437
Cash and bank balances		5,859,075	2,895,177
		31,849,295	30,283,477
TOTAL ASSETS		1,231,032,926	1,143,116,173
CONTINGENCIES AND COMMITMENTS	10		

The annexed notes from 1 to 18 form an integral part of these interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

ICC INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	Half Year Ended		Quarter Ended	
		31 Dec 2022 Rupees	31 Dec 2021 Rupees	31 Dec 2022 Rupees	31 Dec 2021 Rupees
REVENUE (RENTAL INCOME)		27,394,632	11,901,630	13,790,790	9,832,510
DIRECT COST	11	(6,181,457)	(5,003,372)	(3,074,733)	(2,933,074)
		21,213,175	6,898,258	10,716,057	6,899,436
OPERATING EXPENSES :					
ADMINISTRATIVE EXPENSES		(15,288,432)	(12,435,438)	(7,943,710)	(6,495,353)
OTHER EXPENSES		(468,370)	(454,534)	(231,548)	(225,272)
		(15,756,802)	(12,889,972)	(8,175,258)	(6,720,625)
		5,456,373	(5,991,714)	2,540,799	178,811
OTHER INCOME		-	5,339,745	-	4,710,553
OPERATING PROFIT/(LOSS)		5,456,373	(651,969)	2,540,799	4,889,364
FINANCE COST	12	(83,247,222)	(31,636,736)	(75,841,282)	(16,833,897)
CHANGE IN FAIR VALE OF INVESTMENT PROPERTIES		86,655,700	90,315,735	86,655,700	90,315,735
PROFIT BEFORE TAXATION		8,864,851	58,027,030	13,355,217	78,371,202
TAXATION	13	(6,007,234)	(2,592,578)	(3,024,218)	(2,295,227)
PROFIT AFTER TAXATION		2,857,617	55,434,452	10,330,999	76,075,975
OTHER COMPREHENSIVE INCOME					
Items that may be reclassified subsequently to profit or loss		-	-	-	-
Items that will not be reclassified to profit or loss		-	-	-	-
TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		2,857,617	55,434,452	10,330,999	76,075,975
EARNING PER SHARE - BASIC AND DILUTED		0.10	1.85	0.34	2.54

The annexed notes from 1 to 18 form an integral part of these interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

ICC INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2022

<i>Particulars</i>	<i>Issued, subscribed and paid-up share capital Rupees</i>	<i>Capital Reserves - Revaluation surplus Rupees</i>	<i>Revenue Reserves - Accumulated Losses Rupees</i>	<i>Loans from Directors Rupees</i>	<i>Total equity Rupees</i>
Balance as at July 01, 2021	300,011,200	567,389,985	(759,522,288)	-	107,878,898
Net profit for the period	-	-	55,434,452	-	55,434,452
Other comprehensive income for the period	-	-	-	-	-
assets - net of tax	-	-	55,434,452	-	55,434,452
Balance as at December 31, 2021	300,011,200	567,315,209	(704,013,060)	-	163,313,349
Balance as at July 01, 2022	300,011,200	567,241,653	(754,774,269)	380,448,411	492,926,995
Profit for the period after taxation	-	-	2,857,617	-	2,857,617
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive profit for the period	-	-	2,857,617	-	2,857,617
Transfer to accumulated loss on account of Incremental depreciation and disposal of revalued assets - net of tax	-	(74,777)	74,777	-	-
Increase in directors loan during the period	-	-	-	321,531,223	321,531,223
Balance as at December 31, 2022	300,011,200	567,166,876	(751,841,875)	701,979,634	817,315,835

The annexed notes from 1 to 18 form an integral part of these interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

ICC INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	December 31, 2022 Rupees	December 31, 2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations:	16	9,095,328	29,011,723
Finance costs paid		(321,101)	(4,247,860)
(Decrease) in short term borrowings		(4,845,219)	(2,577,432)
Gratuity paid		(163,760)	(471,600)
		3,765,248	21,714,831
CASH FLOWS FROM INVESTING ACTIVITIES			
Increase in long term advances and deposits		(9,500)	(11,000)
Proceeds from sale of property, plant and equipment & assets held for sale		-	2,136,752
Purchase of property plant and equipment		(75,000)	-
Net cash (used in) / from investing activities		(84,500)	2,125,752
CASH FLOWS FROM FINANCING ACTIVITIES			
(Decrease) in short term borrowings		(716,849)	-
Repayment of proceeds from long term financings (directors)		-	(14,000,000)
Net cash used in financing activities		(716,849)	(14,000,000)
Net increase(decrease) in cash and cash equivalents		2,963,898	9,840,583
Cash and cash equivalents at the beginning of the period		2,895,177	1,849,042
Cash and cash equivalents at the end of the period		5,859,075	11,689,625

The annexed notes from 1 to 18 form an integral part of these interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

ICC INDUSTRIES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1 THE COMPANY AND ITS OPERATIONS

1.1 ICC Industries Limited (Formerly ICC Textiles Limited) "the Company" was incorporated in Pakistan on May 25, 1989 as a public limited Company under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017). The shares of the Company are listed on the Pakistan Stock Exchange. The principal activity of the Company is renting out vacant buildings and / or open area of the Company's premises located at 32-Km Multan Road, Sundar, Lahore.

1.2 The Company's current liabilities have exceeded its current assets by Rs. 305.586 million and its accumulated loss stood at Rs. 751.842 million. These conditions indicate existence of a material uncertainty that may cast significant doubt about the entity's ability to continue as a going concern. Continuation of the Company as a going concern is dependent on its ability to attain satisfactory levels of profitability in the future and continuous financial support from its lenders and sponsors.

These condensed interim financial statements have been prepared on going concern basis on the grounds that the Company will be able to achieve satisfactory levels of profitability in the future based on following plans drawn up by the management for this purpose and by bringing its liabilities to serviceable levels and availability of adequate working capital through adequate financial support from its lenders and sponsors.

To substantiate its going concern assumptions:

- i** In order to consolidate the Company's resources, due to uncertainty in securing industrial gas connection, which was essential for cheaper and continuous gas based electricity, the Company had disposed off all its textile machinery comprising of looms and allied equipment.
- ii** The Company has rented out major portion of its factory buildings and labour colony to generate cash flows;
- iii** Bank borrowings had been fully repaid;
- iv** During the year 2015, the Company had also repaid long term loan amounting to Rs. 14.896 million and had reduced the running finance facilities from Rs. 480 million to Rs. 330 million, as 37 sulzer looms were disposed off and one director of the Company sold his property to MCB Bank Limited under buy-back arrangement, and advanced such proceeds amounting to Rs. 140 million as long term loan to the Company for partial settlement of the finance facilities;
- v** Directors of the Company have extended further long term interest free loans over the period to meet working capital requirements of the Company. The sponsors of the Company would continue such support in future;
- vi** Few directors of the Company had also invested Rs. 321.531 million through long term interest free loans during May 2013 to June 2016 to meet working capital requirements of the Company. During the period, terms of these loans have also been modified and now such all loans are payable at the discretion of the Company instead of June 30, 2025 which are repayable at the discretion of the company.

ICC INDUSTRIES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022

- vii During 2013, the Board of Directors of ICC (Private) Limited, an associated undertaking, had decided to write off following outstanding loans advanced to the Company:
- Long term interest free loans amounting to Rs. 189.150 million with carrying value, in ICC Industries Limited books, amounting to Rs. 48.801 million; and
 - Short term interest bearing loans amounting to Rs. 30.850 million.

2 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by International Accounting Standard 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 requirements of IAS 34, provisions of and directives issued under the Companies Act 2017 have been followed.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for preparation of these condensed interim financial statements is the same as those applied in preparation of the financial statements for the year ended June 30, 2022.

For valuation of unfunded gratuity scheme (defined benefit plan), the Company follows a consistent practice of conducting actuarial valuation annually at each year end and also considers that above does not have material impact on the Company's condensed interim statement of profit or loss and basic & diluted earning / (loss) per share.

Any new standards, amendments to approved accounting standards and interpretation of IFRSs that became effective during the current accounting period were either considered not relevant to the Company's operations or did not have any significant effect on the accounting policies of the Company.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

Basis of judgments and estimates made by the management in preparation of these condensed interim financial statements are same as those applied to the preceding annual published financial statements of the Company for the year ended June 30, 2022.

5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the financial statements of the Company for the year ended June 30, 2022.

6 Loan from directors

		Un-audited Dec 31, 2022 Rupees	Audited Jun 30, 2022 Rupees
Loan - 1	7	321,531,223	-
Loan - 3		5,000,000	5,000,000
Loan - 4		140,000,000	140,000,000
Loan - 5		235,448,411	235,448,411
		<u>701,979,634</u>	<u>380,448,411</u>

These are interest free loans and are repayable at the discretion of the Company.

ICC INDUSTRIES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Un-audited Dec 31, 2022 Rupees	Audited Jun 30, 2022 Rupees
7 LONG TERM FINANCING FROM DIRECTORS- Unsecured		
Interest free Loans - 1		
Original Principal	321,531,223	321,531,223
Less: Present Value adjustment	206,132,600	206,132,600
	115,398,623	115,398,623
Add: Interest charged to profit or loss (Unwinding of discount)	126,135,795	126,135,795
	241,534,418	241,534,418
7.1.1		
Add: Loss on modification of terms of directors loans	79,996,805	-
	321,531,223	241,534,418
7.1.2		
Less: Reclassified to loans from directors (equity)	321,531,223	-
	-	241,534,418

7.1.1 These interest free loans had been measured at amortized cost by using weighted average interest rate ranging from 8.06% to 11.64%. (June 2022: 8.06% to 11.64%).

7.1.2 These interest free loans were repayable to directors in lump sum on June 30, 2025. During the period, terms of these loans have been modified and now these are repayable at discretion of the Company.

	Un-audited Dec 31, 2022 Rupees	Audited Jun 30, 2022 Rupees
8 DEFERRED LIABILITIES		
Staff retirement benefits-gratuity	35,781,887	33,319,285
Deferred taxation	40,500,570	40,531,112
	76,282,457	73,850,397

9 PROPERTY, PLANT AND EQUIPMENT **9.1 OPERATING FIXED ASSETS**

Written down value - opening	8,511,877	6,904,838
Add: Purchases during the period / year	75,000	2,308,450
	8,586,877	9,213,288
Depreciation charge for the period / year	389,265	701,411
	8,197,612	8,511,877

ICC INDUSTRIES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022

10 CONTINGENCIES AND COMMITMENTS

10.1 Contingencies

There is no significant change in status of contingencies as disclosed in the preceding annual audited financial statements of the Company for the year ended June 30, 2022.

10.2 Commitments

There were no commitments to report as at 31 Dec 2022. (June 30, 2022: Rs. Nil).

	Half Year Ended		Quarter Ended	
	December 31, 2022 Rupees	December 31, 2021 Rupees	December 31, 2022 Rupees	December 31, 2021 Rupees
11 DIRECT COST				
Salaries and other overheads	5,938,285	4,851,122	2,927,462	2,856,949
Depreciation	243,172	152,250	147,271	76,125
	6,181,457	5,003,372	3,074,733	2,933,074

	Note	Un-audited	Un-audited
		Dec 31, 2022 Rupees	Dec 31, 2021 Rupees
12 FINANCE COST			
Loss on modification of terms of loans	7	79,996,809	-
Mark up on loan obtained from directors-related parties		-	7,675,789
Mark up on loan obtained from associated company		3,248,313	1,839,072
Unwinding of PV adjustment on loan amortization			22,117,862
Bank charges		2,100	4,013
		83,247,222	31,636,736
13 TAXATION			
Current		6,037,777	2,623,119
Deferred tax		(30,543)	(30,541)
		6,007,234	2,592,578

14 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated undertakings, directors and their close family members, key management personnel and major shareholders of the Company. Transactions with related parties are as follows:

	Un-audited Dec 31, 2022 Rupees	Un-audited Dec 31, 2021 Rupees
Long term financing obtained from directors	-	38,000,000
Long term financing repaid to directors	-	52,000,000
Interest on loan obtained from ICC (Pvt.) Limited	3,248,313	1,839,072
Interest on loan obtained from directors	-	7,675,789
Reimbursable expenses incurred on behalf of ICC (Pvt.) Limited	2,575,785	3,569,234
Reimbursable expenses incurred by ICC (Pvt.) Limited	-	15,552
Unwinding of discount on interest free loan obtained from directors	-	22,117,862
Present value adjustment on interest free loans obtained from directors	-	5,334,192
Loss on modification of terms of loans	79,996,809	-

ICC INDUSTRIES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022

Balances with related parties, except elsewhere stated in this condensed interim financial statements:

	Un-audited	Audited
	Dec 31, 2022 Rupees	Jun 30, 2022 Rupees
Short term borrowings - ICC (Pvt) Limited	35,784,203	35,784,203
Accrued interest on loans (Directors and ICC (Pvt.) Limited)	179,400,295	176,470,984
Trade and other payables - ICC (Pvt.) Limited	146,112	136,655
Remuneration payable to CEO	48,493,614	44,276,778
Remuneration payable to Executives	2,400,000	2,600,000

Chief Executive Officer and Executives are also entitled for retirement benefits under un-funded gratuity scheme.

15 FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Description	Carrying amount				Fair Value				
	Fair value through profit/loss	Fair value through OCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total	
.....Rs.....				Rs.....				
December 31, 2022 (Un-audited)									
Financial assets not measured at fair value									
Loans and advances	-	-	3,137,463	3,137,463	-	-	-	-	
Trade debts	-	-	42,646	42,646	-	-	-	-	
Cash and bank balances	-	-	5,859,075	5,859,075	-	-	-	-	
	-	-	9,039,184	9,039,184	-	-	-	-	
Financial liabilities not measured at fair value									
Trade and other payables	-	-	107,961,188	107,961,188	-	-	-	-	
Unclaimed dividend	-	-	1,662,656	1,662,656	-	-	-	-	
Security deposits	-	-	12,626,295	12,626,295	-	-	-	-	
Accrued interest / markup	-	-	179,400,294	179,400,294	-	-	-	-	
Short term borrowings	-	-	35,784,202	35,784,202	-	-	-	-	
	-	-	337,434,635	337,434,635	-	-	-	-	
.....Rs.....				Rs.....				
June 30, 2022 (Audited)									
Financial assets not measured at fair value									
Long term deposits	-	-	1,469,034	1,469,034	-	-	-	-	
Long term loans and advances	-	-	17,500	17,500	-	-	-	-	
Loans and advances	-	-	2,571,991	2,571,991	-	-	-	-	
Trade debt	-	-	42,646	42,646	-	-	-	-	
Cash and bank balances	-	-	2,895,177	2,895,177	-	-	-	-	
	-	-	6,996,348	6,996,348	-	-	-	-	
Financial liabilities not measured at fair value									
Long term financing from directors	-	-	241,534,418	241,534,418	-	-	-	-	
Trade and other payables	-	-	107,543,378	107,543,378	-	-	-	-	
Unclaimed dividend	-	-	1,662,656	1,662,656	-	-	-	-	
Security deposits	-	-	12,626,295	12,626,295	-	-	-	-	
Mark-up accrued	-	-	176,470,983	176,470,983	-	-	-	-	
Short term borrowings	-	-	36,501,052	36,501,052	-	-	-	-	
	-	-	576,338,782	576,338,782	-	-	-	-	

ICC INDUSTRIES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Note	Un-audited	Un-audited
		Dec 31, 2022	Dec 31, 2021
		Rupees	Rupees
16 CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period before taxation		8,864,851	58,027,030
Adjustments for:			
Depreciation		389,265	310,135
Loss on disposal of assets		-	(5,552)
Loss on modification of terms of loans	7	79,996,805	22,117,862
Amortization of interest free loans		-	(5,334,193)
Change in fair value of investment properties		(86,655,700)	(90,315,735)
Staff gratuity		2,626,361	1,775,112
Finance cost		3,250,413	9,518,874
		(392,856)	(61,933,497)
		8,471,995	(3,906,467)
(Increase) / Decrease in current assets			
Stores, spares and loose tools		6,688	(12,578)
Trade debts		-	46,008
Loans and advances		581,570	742
Short term prepayments and other receivables		(793,781)	14,316,117
		(205,523)	14,350,289
Increase / (Decrease) in current liabilities			
Trade and other payables		417,810	7,966,088
Security deposits		-	10,601,813
		417,810	18,567,901
Cash generated from operations		9,095,328	29,011,723

17 GENERAL

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

17.2 Figures have been rounded off to the nearest rupee.

17.3 Corresponding figures are re-arranged and / or restated, wherever considered necessary, for the purpose of better presentation of the condensed interim financial statements. However, no significant re-arrangement has been made in these condensed interim financial statements.

18 DATE OF AUTHORIZATION

These condensed interim financial statements were authorised for issue on February 28, 2023 by the Board of directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer

آئی سی سی انڈسٹریز لمیٹڈ

ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے ہم 31 دسمبر 2022 کو ختم ہونے والی ششماہی کی غیر محاسب شدہ عبوری معلومات پیش کرتے ہیں۔

مذکورہ عرصے کے دوران ادارے کی مجموعی فروخت 27.395 ملین روپے، اور بعد از ٹیکس منافع 2.858 ملین روپے رہا جبکہ گزشتہ سال اسی مدت کے دوران مجموعی فروخت 11.902 ملین روپے اور بعد از ٹیکس منافع 55.434 ملین روپے رہا۔ مجموعی فروخت کر یہ داری آمدنی پر مشتمل ہے مندرجہ ذیل عوامل نے کمپنی کی کارکردگی کو متاثر کیا ہے:

- انویسٹمنٹ پراپرٹی کی مارکیٹ مالیت میں اضافہ 86.656 ملین روپے (2021: 90.316 ملین روپے) رہا۔

- کرایہ داری آمدن، مزید عمارت کرائے پر دینے کی وجہ سے 11.902 ملین روپے سے بڑھ کر 27.395 ملین روپے ہو گئی۔

- ڈائریکٹرز کے مہیا کردہ 321.531 ملین روپے کے بلا سٹو قرضوں کی واپسی کی تاریخ جو کہ 30 جون 2025 تھی کو تبدیل کیا گیا ہے اور اب ان قرضوں کی واپسی کمپنی کی مرضی پر منحصر ہے نتیجاً ان قرضوں کو اصل کیش ویلیو پر equity میں گروپ کیا گیا ہے اور امورٹائزیشن کی یک لخت واپسی کی وجہ سے finance cost 79.997 ملین روپے سے بڑھ گئی ہے جو کہ صرف ایک book entry ہے۔

ادارے کے آڈیٹرز نے اپنی رپورٹ میں، اپنی رائے کو مشروط کئے بغیر، آپ کی توجہ مالی حسابات کی رپورٹ کے 1.2 نوٹ کی طرف مبذول کرائی ہے جس کے مطابق کمپنی کے موجودہ جاری واجبات اس کے موجودہ جاری اثاثوں سے 305.586 ملین روپے زیادہ ہیں اور ادارے کا موجودہ مجموعی خسارہ 751.842 ملین روپے ہے۔ یہ غیر یقینی حالات ادارے کے جاری رہنے کی صلاحیت بارے قابل ذکر شکوک و شبہات کی جانب اشارہ کرتے ہیں۔

یہ مالی رپورٹ ایک جاری کاروباری ادارے کی بنیاد پر تیار کی گئی ہے کیونکہ ادارہ مستقبل میں تسلی بخش منافع کمانے کی صلاحیت رکھتا ہے جس کا دارومدار ڈائریکٹرز کی جانب سے کاروباری سرمایہ فراہم کرنے پر ہے۔ اس مقصد کے لئے ڈائریکٹرز نے ادارے کے وسائل کو مجتمع کرتے ہوئے اور بینک کے واجبات کو ختم کرنے کے لئے نوٹ نمبر 1.2 میں دیئے گئے اقدامات کئے ہیں۔

ملک کے مالی حالات کے مد نظر تمام کاروباری طرح متاثر ہوئے ہیں اور ہمارے کچھ کرایہ داروں نے اپنے کرایہ داری کے معاہدے منسوخ کر دیئے ہیں۔ جبکہ آئی ایم ایف (IMF) سے پاکستان کے معاملات تقریباً طے ہو چکے ہیں ہم ملک کے مالی حالات میں بہتری کے مد نظر مستقبل میں بہتر کرایہ داری آمدنی کی توقع کر سکتے ہیں۔

کمپنی کے ڈائریکٹرز ملازمین کی سخت محنت اور کام کے ساتھ لگن کے معترف ہیں۔

منجانب بورڈ آف ڈائریکٹرز



جاوید شفیق صدیقی

چیف ایگزیکٹو آفیسر



سلمان جاوید صدیقی

ڈائریکٹر

لاہور

فروری 28، 2023