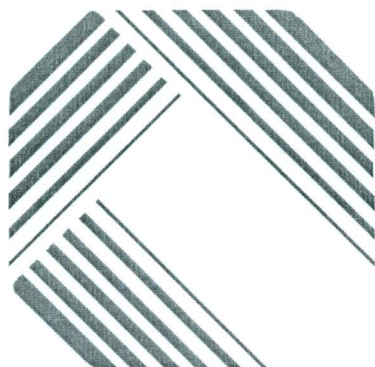


(UN-AUDITED)

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE NINE MONTHS ENDED
MARCH 31, 2021**



ICC Industries Limited
(Formerly ICC Textiles Limited)

COMPANY INFORMATION

Board of Directors

Mr. Javaid S. Siddiqi
Mr. Pervaiz S. Siddiqi
Mrs. Fauzia Javaid
Mr. Salman Javaid Siddiqi
Mr. Asim Pervaiz Siddiqi
Mr. Adnan Javaid Siddiqi
Mr. Arsalan Javaid Siddiqi

Chief Executive
Chairman

Audit Committee

Mr. Salman Javaid Siddiqi
Mr. Pervaiz S. Siddiqi
Mrs. Fauzia Javaid

Chairman
Member
Member

HR&R Committee

Mr. Pervaiz S. Siddiqi
Mr. Javaid S. Siddiqi
Mr. Asim Pervaiz Siddiqi

Chairman
Member
Member

Company Secretary

Mr. Shahid Ali Ahmad

Chief Financial Officer

Mr. Javed Rashid

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

Imtiaz 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

DIRECTORS' REPORT TO THE MEMBERS

On behalf of the Board of Directors, I hereby present the condensed interim financial statements of the company for the period nine months ended March 31, 2021.

The company suffered a loss after tax amounting to Rs. 15.870 million on revenue of Rs. 5.726 million comprising rental income as against after tax loss of Rs. 14.312 million against revenue of Rs. 27.714 million in the corresponding period resulting in loss per share of Rs. 0.53 (Jul-Mar 2020 Rs. 0.48 loss per share). Following factors influenced the company's performance during the period:

- Other income includes amortization of interest free loans Rs. 1.054 million (2020: Rs. 59.036 million)
- Finance cost decreased by Rs. 18.334 million i.e from Rs. 63.552 million to Rs. 45.218 million.
- Positive Change in fair value of investment property amounts to Rs. 50.010 million (2020: Rs. NIL)

As reported in recent directors report to the members, our rental business was adversely affected due to the spread of Covid pandemic resulting in slow down of business activity in the country. Our rental income was substantially reduced as some of our tenants had terminated their rental agreements.

We are focusing on renting out available covered area including space vacated during Covid19. While business had gradually started to pick, but once again, response is lukewarm due to the arrival of third wave of Covid19, which appears to be gaining momentum in Pakistan.

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

For and on behalf of the Board of Directors

Lahore: Dated Apr 29, 2021


Chief Executive Officer


Director

ICC INDUSTRIES LIMITED

(Formerly ICC TEXTILES LIMITED)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2021

EQUITY AND LIABILITIES	Note	Mar 2021 Rupees	Jun 2020 Rupees
SHARE CAPITAL			
Authorised share capital 32,000,000 ordinary shares (June 2020: 32,000,000) of Rs.10 each		320,000,000	320,000,000
Issued, Subscribed & Paid up share capital 30,001,120 ordinary shares (June 2020: 30,001,120) of Rs.10 each fully paid in cash		300,011,200	300,011,200
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - NET OF TAX		567,725,840	568,462,515
ACCUMULATED LOSS		(739,406,546)	(724,272,986)
		<u>128,330,494</u>	<u>144,200,729</u>
NON CURRENT LIABILITIES			
Long term financing from directors	5	571,769,487	539,392,610
Deferred liabilities	6	77,220,617	74,474,464
		<u>648,990,104</u>	<u>613,867,074</u>
CURRENT LIABILITIES			
Trade and other payables		103,991,728	91,850,752
Security deposits		1,409,925	2,363,923
Accrued mark-up		143,488,203	131,176,347
Short term borrowings		35,784,203	36,247,864
Un-claimed dividend		1,662,656	1,662,656
		<u>286,336,715</u>	<u>263,301,542</u>
CONTINGENCIES AND COMMITMENTS			
	7	<u>1,063,657,313</u>	<u>1,021,369,345</u>
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	8	7,066,031	8,154,124
Investment property	9	1,012,518,550	962,418,550
Long term loans and advances		0	5,000
Long term deposits		1,469,034	1,469,034
		<u>1,021,053,615</u>	<u>972,046,708</u>
CURRENT ASSETS			
Stores, spares and loose tools		4,450,033	4,450,577
Trade debts		170,196	1,439,907
Loans and advances		1,111,021	925,227
Short term prepayments and other receivables		639,897	572,159
Tax refunds due from Government		29,657,353	32,882,669
Cash and bank balances		1,440,051	754,388
		<u>37,468,551</u>	<u>41,024,927</u>
Non-current assets classified as held for sale	10	5,135,147	8,297,910
		<u>1,063,657,313</u>	<u>1,021,369,545</u>

The annexed notes form an integral part of these financial statements.



Chief Executive Officer



Director



Lahore: Dated Apr 29, 2021

ICC INDUSTRIES LIMITED

(Formerly ICC TEXTILES LIMITED)

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE NINE MONTHS AND QUARTER ENDED MAR 31, 2021

Note	Jul 2020 to Mar 2021 Rupees	Jul 2019 to Mar 2020 Rupees	Jan-Mar 2021 Rupees	Jan-Mar 2020 Rupees
	5,726,120	27,714,472	2,067,000	9,295,680
11	(6,411,445)	(7,770,639)	(2,018,262)	(2,320,710)
	(685,325)	19,943,833	48,738	6,974,970
	(19,599,960)	(21,587,925)	(6,752,440)	(6,819,083)
	(712,034)	(3,513,426)	(210,144)	(224,906)
12	1,206,254	59,039,308	270,794	59,039,308
	(19,791,065)	53,881,790	(6,643,052)	58,970,289
13	(45,218,029)	(63,552,492)	(15,278,302)	(21,200,384)
	50,100,000	-	-	-
	(14,909,094)	(9,670,702)	(21,921,354)	37,769,905
14	(961,141)	(4,641,588)	(55,013)	(1,941,890)
	(15,870,235)	(14,312,290)	(21,976,367)	35,828,015
	-	-	-	-
OTHER COMPREHENSIVE INCOME				
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Items that will not be reclassified to profit or loss:				
Revaluation surplus arisen on property, plant and equipment (net of tax)	-	-	-	-
Revaluation decrease in non-current assets classified as held for sale (net of tax)	-	-	-	-
	-	-	-	-
TOTAL OTHER COMPREHENSIVE LOSS FOR THE PERIOD	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(15,870,235)	(14,312,290)	(21,976,367)	35,828,015
LOSS PER SHARE- BASIC AND DILUTED	(0.53)	(0.48)	(0.73)	1.19

STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED MARCH 31, 2021

	Paid-up Capital Rupees	Revaluation Surplus Rupees	Accumulated (Loss) Rupees	Total Rupees
Balance as at July 01, 2019	300,011,200	572,329,952	(730,220,156)	142,120,996
Other comprehensive income for the period	-	0	-	-
Net loss for the period	-	-	(14,312,290)	(14,312,290)
Total comprehensive income for the period	-	-	(14,312,289.93)	(14,312,289.93)
Incremental depreciation - net of tax	0	(3,197,298)	3,197,298	-
Balance as at March 31, 2020	300,011,200	569,132,654	(741,335,148)	127,808,706
Balance as at July 01, 2020	300,011,200	568,462,515	(724,272,986)	144,200,729
Other comprehensive income for the period	-	0	-	0
Net loss for the period	-	0	(15,870,235)	(15,870,235)
Total comprehensive income for the period	-	-	(15,870,235)	(15,870,235)
Incremental depreciation - net of tax	-	(736,675)	736,675	-
Balance as at March 31, 2021	300,011,200	567,725,840	(739,406,546)	128,330,494

The annexed notes form an integral part of these financial statements.

Lahore: Dated Apr 29, 2021

Chief Executive Officer

Director

Chief Financial Officer

ICC INDUSTRIES LIMITED

(Formerly ICC TEXTILES LIMITED)

STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED MARCH 31, 2021

Note	Jul 2020 to Mar 2021 Rupees	Jul 2019 to Mar 2020 Rupees
CASH FLOW FROM OPERATING ACTIVITIES	(4,966,227)	5,251,655
Financial charges paid	(4,745,921)	(2,874,378)
Taxes paid	2,163,279	(3,361,525)
Gratuity paid	(477,500)	(1,026,236)
	(3,060,142)	(7,262,139)
Net cash flow from operating activities	(A) (8,026,369)	(2,010,484)
CASH FLOW FROM INVESTING ACTIVITIES		
Long term loans & advances	5,000	66,000
Sale proceeds of property, plant and equipment & assets held for sale	3,900,000	1,900,000
Fixed capital expenditure	-	(43,830)
Net cash flow from investing activities	(B) 3,905,000	1,922,170
CASH FLOW FROM FINANCING ACTIVITIES		
Short term borrowings - Secured	(463,660)	153,281
Long term financing from commercial banks-Secured	-	-
Long term loans from directors	5,270,690	330,000
Net cash flow from financing activities	(C) 4,807,030	483,281
Net Increase/(Decrease) in cash and bank balances	(A+B+C) 685,661	394,967
Cash & bank balances at the beginning of the period	754,388	973,834
Cash & bank balances at the end of the period	1,440,050	1,368,802

The annexed notes form an integral part of these financial statements.

Lahore: Dated Apr 29, 2021

Chief Executive Officer

Director

Chief Financial Officer

ICC INDUSTRIES LIMITED

(Formerly ICC TEXTILES LIMITED)

NOTES TO THE CONDENSED FINANCIAL INFORMATION FOR THE NINE MONTHS ENDED MARCH 31, 2021

- These accounts have been prepared in accordance with the requirements of International Accounting Standard No. 34 "Interim Financial Reporting" and The financial information is being submitted to the shareholders as required by Section 237 of The Companies Act, 2017.
- As major portion of company's revenue is comprising rental income, accordingly, the company, with the approval of members and SECP, has changed its name from "ICC Textiles Limited" to "ICC Industries Limited".
- The accounts are being submitted to the shareholders as required by Section 237 of The Companies Act, 2017.
- The accounting policies adopted for the preparation of the accounts are the same as those of applied in the preparation of the preceding annual published financial statements of the company for the year ended June 30, 2020.

5 LONG TERM FINANCING FROM DIRECTORS- Unsecured

		Mar 2021 Rupees	Jun 2020 Rupees
Interest free loan - 1	5.1	214,472,682	199,734,727
Interest bearing loan - 2	5.2	65,000,000	65,000,000
Interest bearing loan - 3	5.3	140,000,000	140,000,000
	5.4	152,296,805	134,657,883
		571,769,487	539,392,610
5.1	Original Loan amounts	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 and loss account	99,074,059	84,336,104
		214,472,682	199,734,727
5.1.1	These interest free loans are repayable in lump sum on June 30, 2025 (2018: June 30, 2025)		
5.1.2	These interest free loans have been measured at amortized cost by using the weighted average interest rate ranging from 8.06% to 11.64%.		
5.2	The loan carry mark-up @ One Month KIBOR plus 2% and repayable in lump sum on June 30, 2025.		
5.3	The loan carry mark-up @ One Month KIBOR plus 2% and repayable in lump sum on June 30, 2025.		
5.4	Interest free loans:	195,397,517	190,126,827
	Less: Present value adjustment	60,636,229	59,582,163
		134,761,288	130,544,664
	Add: Interest charged to profit and loss account	17,535,517	4,113,219
		152,296,805	134,657,883
5.4.1	These interest free loans are repayable in lump sum on March 31, 2023. These interest free loans have been measured		
5.4.2	at amortized cost by using the weighted average interest rate ranging from 9.45% to 13.42%.		

6 DEFERRED LIABILITIES		
Staff retirement benefits	36,491,738	33,444,690
Deferred taxation	40,728,879	41,029,774
	<u>77,220,617</u>	<u>74,474,464</u>

7 CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There are no other significant activities since June 30, 2020 affecting financial statements.

	Un-audited	Audited
	Mar 2021	Jun 2020
	Rupees	Rupees
8 PROPERTY, PLANT AND EQUIPMENT		
8.1 OPERATING FIXED ASSETS		
Written down value - opening	8,154,124	12,295,695
Add: Revaluation during the period	-	593,303
Add: Cost of additions during the period/year	-	88,830
	<u>8,154,124</u>	<u>12,977,828</u>
Disposals during the period / year (W.D.V.)	8.2 <u>585,336</u>	3,312,419
Depreciation charge for the period / year	<u>502,757</u>	1,511,285
	<u>1,088,093</u>	4,823,704
	<u>7,066,031</u>	<u>8,154,124</u>
8.2 Disposals during the period / year		
Cost	595,000	1,239,815
Less: Accumulated depreciation	(9,664)	(1,194,572)
Written down value	<u>585,336</u>	<u>45,243</u>
9 INVESTMENT PROPERTY		
Opening Balance:		
Free hold land	792,081,000	772,375,000
Buildings on freehold land	170,337,550	171,973,225
	<u>962,418,550</u>	<u>944,348,225</u>
Change in fair value during the period		
Free hold land	50,100,000	4,175,000
Buildings on freehold land	-	(1,635,675)
	<u>50,100,000</u>	<u>2,539,325</u>
Other charges (recognition of related liabilities) during the period	-	15,531,000
Closing Balance		
Free hold land	842,181,000	792,081,000
Buildings on freehold land	170,337,550	170,337,550
	<u>1,012,518,550</u>	<u>962,418,550</u>

10 NON- CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

This represents realizable value of following assets classified as held for sale. The proceeds will be utilized to settle / reduce banks' finance facilities in order to reduce dependency on external debts and finance cost of the Company, as per plan approved by the Board of directors:

	Un-audited	Audited
Note	Mar 2021	Jun 2020
	Rupees	Rupees
Plant and equipment:		
Textiles allied equipment:	10.1 <u>5,135,147</u>	8,297,910
10.1 Opening balance:	8,297,710	11,638,675
Carrying value of assets disposed off during the period / year	(3,162,563)	(1,408,220)
Decrease in revaluation surplus	-	(1,932,545)
Closing balance	<u>5,135,147</u>	<u>8,297,910</u>

11 DIRECT COST

	Jul 20 - Mar 21	Jul 19 - Mar 20
	Rupees	Rupees
Salaries, wages and other benefits	4,566,193	4,949,193
Depreciation	236,386	871,746
Others	1,608,866	1,949,700
	<u>6,411,445</u>	<u>7,770,639</u>

12 OTHER INCOME

Interest income		87	2,500
Profit on sale of fixed assets		152,101	-
Amortization of interest free loans from directors	5.3	1,054,066	59,036,808
		<u>1,206,254</u>	<u>59,039,308</u>

13 FINANCE COST

Mark up on long term loans from directors	14,469,875	45,908,525
Mark up on loan from associated company	2,583,481	4,250,757
Unwinding of discount	28,160,253	13,384,307
Bank charges	4,420	8,903
	<u>45,218,029</u>	<u>63,552,492</u>

14 TAXATION

- Current	1,262,037	5,947,526
- Deferred	(300,896)	(1,305,938)
	<u>961,141</u>	<u>4,641,588</u>

15 CASH FLOW FROM OPERATING ACTIVITIES

	Jul 20 - Mar 21 Rupees	Jul 19 - Mar 20 Rupees
Loss) before taxation	(14,909,094)	(9,670,703)
Adjustments for:		
Depreciation	502,757	1,172,357
(Gain)/Loss on disposal of property plant and equipment	(152,101)	2,789,777
Amortization of interest free loans	(1,054,066)	(59,036,808)
Impairment of assets classified as held for sale	-	-
Unwinding of discount	28,160,253	13,384,307
Change in fair value of investment property	(50,100,000)	-
Staff gratuity	3,524,548	4,086,531
Financial cost	17,057,776	50,168,185
	<u>(2,060,833)</u>	<u>12,564,349</u>
	<u>(16,969,927)</u>	<u>2,893,646</u>
(Increase) / Decrease in current assets		
Stores, spares and loose tools	544	146,067
Stock in trade	-	-
Trade debts	1,269,711	(1,937,567)
Loans and advances	(185,795)	(117,616)
Short term prepayments & other receivables	(267,738)	114,420
	<u>816,722</u>	<u>(1,794,696)</u>
Increase / (Decrease) in current liabilities		
Trade and other payables	12,140,976	6,833,718
Security deposits	(953,998)	(2,681,013)
Net cash used in operations	<u>(4,966,227)</u>	<u>5,251,655</u>

16 DATE OF AUTHORISATION

These accounts have been approved by the Board of Directors on April 28, 2021.

17 COMPARATIVE FIGURES

- have been rounded off to the nearest rupee.
- have been re-arranged and / or reclassified, wherever considered necessary. However, no significant reclassification has been made in these financial statements.

Lahore: Dated Apr 29, 2021

Chief Executive Officer

Director

Chief Financial Officer

ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے ہم 31 مارچ 2021 کو ختم ہونے والی نو ماہی کی غیر بحاسب شدہ عبوری معلومات پیش کرتے ہیں۔

مذکورہ عرصے کے دوران ادارے کی مجموعی فروخت 5.726 ملین روپے، اور بعد از ٹیکس نقصان 15.870 ملین روپے رہا جبکہ گزشتہ سال اسی مدت کے دوران مجموعی فروخت 27.714 ملین روپے، اور بعد از ٹیکس نقصان 14.312 ملین روپے رہا۔ مجموعی فروخت کرپہ داری آمدنی پر مشتمل ہے۔ کمپنی کا کرایہ داری کاروبار COVID-19 کی وجہ سے بری طرح متاثر ہوا ہے کیونکہ اس وبا کی وجہ سے ملک میں کاروباری سرگرمیاں مانتہ پچھلی ہیں۔ ہماری آمدنی خاص کم ہو گئی ہے اور ہمارے کچھ کرایہ داروں نے کرایہ داری معاہدوں کی تسلیح کر دی ہے۔

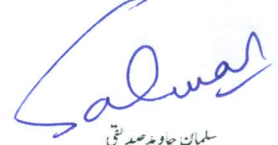
ہماری توجہ خالی شدہ اور پہلے سے خالی رہنے کو کرایہ پر دیکر آمدنی میں اضافی پر مرکوز ہے لیکن نتائج ہماری توقع کے مطابق نہیں کیونکہ COVID-19 کی تیسری لہرائی شدت کے ساتھ جاری ہے۔

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

مخائبہ بورڈ آف ڈائریکٹرز



چاویہ شفیق صدیقی
چیف ایگزیکٹو آفیسر



سلمان چاویہ صدیقی
ڈائریکٹر

لاہور

اپریل 29، 2021