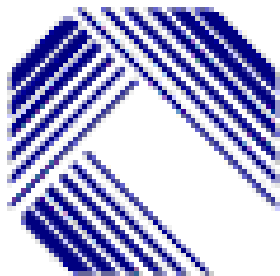


**INTERIM FINANCIAL INFORMATION
FOR THE 1ST QUARTER ENDED
SEPTEMBER 30, 2022
(UN-AUDITED)**



ICC Industries Limited

DIRECTORS' REPORT TO THE MEMBERS

On behalf of the Board of Directors, we hereby present the interim financial information of the company for the 1st quarter ended on September 30, 2022.

The company suffered a loss after tax amounting to Rs. 7.473 million and registered revenue of Rs. 13.604 million as against after tax loss of Rs. 16.794 million against revenue of Rs. 2.101 million in the corresponding period resulting in loss per share of Rs. 0.25 (Jul 2021 - Sep 2021 Rs. 0.56 loss per share). Increase in revenue, comprising of rental income, is due to renting out of additional vacant covered area of factory buildings.

As reported in our recent directors' report to the members, our rental business was adversely affected during first quarter of last year due to Covid19 spread, resulting in slow down of business activity in the country. Our rental income remained reduced as some of our tenants had terminated their rental agreements. However, as the pandemic situation has been almost phased out and we are able to rent out major portion of our factory buildings in November, 2021, thus our results have been substantially improved. It is worth mentioning here that finance cost of Rs. 7.506 million includes un-winding effect of already amortized directors interest free loans, which is just a book entry having no financial impact.

The directors appreciate the continued commitment, dedication and hard work shown by the employees of the company.

For and on behalf of the Board of Directors



PERVAIZ S. SIDDIQI
Director



JAVAI D S. SIDDIQI
Chief Executive Officer

Lahore:
Dated: October 29, 2022

STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2022

| EQUITY AND LIABILITIES | Note | September 2022 Rupees | June 2022 Rupees |
|--|-------------|----------------------------------|-----------------------------|
| SHARE CAPITAL | | | |
| Authorised share capital | | | |
| 32,000,000 ordinary shares (June 2022: 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 2022: 30,001,120) of Rs.10 each fully paid in cash | | 300,011,200 | 300,011,200 |
| DIRECTORS LOANS - Unsecured | 4 | 380,448,411 | 380,448,411 |
| SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - NET OF TAX | | 567,204,265 | 567,241,652 |
| ACCUMULATED LOSS | | (762,210,266) | (754,774,269) |
| | | 485,453,610 | 492,926,994 |
| NON CURRENT LIABILITIES | | | |
| Long term financing from directors | 5 | 247,349,970 | 241,534,418 |
| Deferred liabilities | | 74,984,548 | 73,850,397 |
| | | 322,334,518 | 315,384,815 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 107,734,378 | 107,543,377 |
| Security deposits | | 12,626,295 | 12,625,295 |
| Accrued mark-up | | 177,904,303 | 176,470,983 |
| Short term borrowings | | 35,784,203 | 36,501,052 |
| Un-claimed dividend | | 1,662,656 | 1,662,656 |
| | | 335,711,835 | 334,803,363 |
| CONTINGENCIES AND COMMITMENTS | 6 | 1,143,499,963 | 1,143,115,172 |
| ASSETS | | | |
| NON CURRENT ASSETS | | | |
| Property, plant and equipment | | 8,417,929 | 8,511,877 |
| Investment property | | 1,102,834,285 | 1,102,834,285 |
| Long term loans and advances | | 30,250 | 17,500 |
| Long term deposits | | 1,469,034 | 1,469,034 |
| | | 1,112,751,498 | 1,112,832,696 |
| CURRENT ASSETS | | | |
| Stores, spares and loose tools | | 4,272,873 | 4,270,007 |
| Stock in trade | | 0 | 0 |
| Loans and advances | | 2,958,869 | 2,833,373 |
| Short term prepayments and other receivables | | 1,334,792 | 1,529,482 |
| Tax refunds due from Government | | 18,251,499 | 18,755,437 |
| Cash and bank balances | | 3,930,429 | 2,895,177 |
| | | 30,748,462 | 30,283,476 |
| Non-current assets classified as held for sale | | 0 | 0 |
| | | 1,143,499,960 | 1,143,116,172 |

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



Chief Executive Officer



Director



Chief Financial Officer

**STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR
THE QUARTER ENDED SEP 30, 2022**

| | Note | Jul-Sep 2022 Rupees | Jul-Sep 2021 Rupees |
|-----------------------------------|------|---------------------------|---------------------------|
| REVENUE | 8 | 13,603,842 | 2,101,450 |
| DIRECT COST | 9 | (3,106,724) | (2,070,298) |
| GROSS (LOSS) / PROFIT | | 10,497,118 | 31,152 |
| ADMINISTRATION COST | | (7,344,723) | (5,940,085) |
| OTHER EXPENSES | | (236,823) | (229,262) |
| OTHER INCOME | | - | 5,339,745 |
| OPERATING LOSS | | 2,915,572 | (798,451) |
| FINANCE COST | 10 | (7,405,940) | (15,547,586) |
| LOSS BEFORE TAXATION | | (4,490,368) | (16,346,036) |
| TAXATION | 11 | (2,983,016) | (447,889) |
| LOSS AFTER TAXATION | | (7,473,384) | (16,793,925) |
| OTHER COMPREHENSIVE INCOME | | - | - |
| TOTAL COMPREHENSIVE INCOME | | (7,473,384) | (16,793,925) |
| LOSS PER SHARE- BASIC AND DILUTED | | (0.25) | (0.56) |

**STATEMENT OF CHANGES IN
EQUITY FOR THE QUARTER
ENDED SEPTEMBER 30, 2022**

| | Paid-up Capital Rupees | Revaluation Surplus Rupees | Accumulated (Loss) Rupees | Total Rupees |
|---|------------------------------|----------------------------------|---------------------------------|-----------------|
| Balance as at June 30, 2021 | 300,011,200 | 567,389,985 | (759,522,289) | 107,878,896 |
| Other comprehensive income for the period | | | - | - |
| Net loss for the period | | | (16,793,925) | (16,793,925) |
| Incremental depreciation - net of tax | | (37,388) | 37,388 | 0 |
| Balance as at September 30, 2021 | 300,011,200 | 567,352,597 | (776,278,826) | 91,084,971 |
| Balance as at June 30, 2022 | 300,011,200 | 567,241,653 | (754,774,270) | 112,478,583 |
| Other comprehensive income for the period | | | - | - |
| Net loss for the period | | | (7,473,384) | (7,473,384) |
| Incremental depreciation - net of tax | | (37,388) | 37,388 | 0 |
| Balance as at September 30, 2022 | 300,011,200 | 567,204,265 | (762,210,266) | 105,005,199 |

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



Chief Executive Officer



Director



Chief Financial Officer

Lahore: Dated Oct 29, 2022

**STATEMENT OF CASH FLOWS FOR THE
THE QUARTER ENDED SEP 30, 2022**

| | Note | Jul-Sep 2022 Rupees | Jul-Sep 2021 Rupees |
|---|------------|---------------------------|---------------------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Net cash (used in) / generated from operations | 12 | 4,655,031 | 11,781,076 |
| Financial charges paid | | (157,069) | (301,304) |
| Taxes paid | | (2,494,349) | (499,333) |
| Gratuity paid | | (163,760) | (71,200) |
| | | (2,815,178) | (871,837) |
| Net cash (used in) / generated from operating activities | (A) | 1,839,852 | 10,909,239 |
| CASH FLOW FROM INVESTING ACTIVITIES | | | |
| Long term loans & advances | | (12,750) | - |
| Sale proceeds of property, plant and equipment & assets held for sale | | - | 2,136,752 |
| Fixed capital expenditure | | (75,000) | - |
| Net cash flow from investing activities | (B) | (87,750) | 2,136,752 |
| CASH FLOW FROM FINANCING ACTIVITIES | | | |
| Short term borrowings - Secured | | (716,849) | - |
| Long term loans from directors | | - | (14,000,000) |
| Net cash flow from financing activities | (C) | (716,849) | (14,000,000) |
| Net Increase in cash and bank balances | (A+B+C) | 1,035,253 | (954,009) |
| Cash & bank balances at the beginning of the period | | 2,895,177 | 1,849,042 |
| Cash & bank balances at the end of the period | | 3,930,431 | 895,034 |

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



Lahore: Dated Oct 29, 2022 Chief Executive Officer



Director



Chief Financial Officer

**NOTES TO THE FINANCIAL STATEMENTS FOR THE
THE QUARTER ENDED SEP 30, 2022**

- These accounts have been prepared in accordance with the requirements of International Accounting Standard No. 34 "Interim Financial Reporting".
- 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, 2022.

| | Sep, 2022 Rupees | Jun, 2022 Rupees |
|--------------------------------------|---------------------|---------------------|
| 4 DIRECTORS LOANS - Unsecured | | |
| Loan - 3 | 140,000,000 | 140,000,000 |
| Loan - 4 | 5,000,000 | 5,000,000 |
| Loan - 5 | 235,448,411 | 235,448,411 |
| | 380,448,411 | 380,448,411 |

This represents unsecured interest free loans advanced to meet the liquidity requirements of the company and loans are repayable at the discretion of the company.

5 LONG TERM FINANCING FROM DIRECTORS- Unsecured
Interest free loan

| | | |
|--|--------------------|--------------------|
| 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 | 131,951,347 | 126,135,795 |
| | 247,349,970 | 241,534,418 |



- 5.1.1** These interest free loans are repayable in lump sum on June 30, 2025 (2021: June 30, 2025).
5.1.2 These long term interest free loans have been measured at amortized cost by applying weighted average interest ranging from 8.06% to 11.64% (2021: 8.06% to 11.64%).

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There are no other significant activities since June 30, 2022 affecting financial statements.

7 ADDITIONS / DELETIONS IN FIXED ASSETS DURING THE PERIOD

| | Jul-Sep 2022 Rupees | Jul-Sep 2021 Rupees |
|-------------------------------------|------------------------------------|------------------------------------|
| Written down value - opening | 8,511,877 | 6,904,838 |
| Cost of addition | 75,000 | - |
| Disposal during the year - WDV | - | - |
| Depreciation charge for the period | 168,948 | 155,068 |
| | 168,948 | 155,068 |
| | 8,417,929 | 6,749,770 |
| 7.1 Disposal during the period: | | |
| Cost | - | - |
| Less: Accumulated depreciation | - | - |
| | - | - |
| 8 REVENUE | | |
| Rental income | 13,603,842 | 2,101,450 |
| 9 DIRECT COST | | |
| Salaries, wages and benefits | 1,952,856 | 1,424,714 |
| Fuel and power | 482,679 | 518,828 |
| Repair & maintenance | 575,289 | 50,631 |
| Deprecia Depreciation | 95,901 | 76,125 |
| | 3,106,724 | 2,070,298 |
| 10 FINANCE COST | | |
| Mark-up on: | | |
| - Financing from directors | - | 3,882,272 |
| - Financing from associated company | 1,589,407 | 880,330 |
| Unwinding of discount | 5,815,552 | 10,783,680 |
| Bank charges | 981 | 1,304 |
| | 7,405,940 | 15,547,586 |
| 11 TAXATION | | |
| - Current | 2,998,287 | 463,160 |
| - Deferred | (15,271) | (15,271) |
| | 2,983,016 | 447,889 |

| 12 CASH FLOW FROM OPERATING ACTIVITIES | Jul-Sep 2022 Rupees | Jul-Sep 2021 Rupees |
|--|------------------------------------|------------------------------------|
| (Loss) before taxation | (4,490,368) | (16,346,036) |
| Adjustments for: | | |
| Depreciation | 168,948 | 155,068 |
| (Gain)/Loss on disposal of property plant and equipment | - | (5,552) |
| Amortization of interest free loans | - | (5,334,193) |
| Unwinding of discount | 5,815,552 | 10,783,680 |
| Staff gratuity | 1,313,182 | 887,556 |
| Financial cost | 1,590,388 | 4,763,906 |
| | 8,888,070 | 11,250,464 |
| | 4,397,702 | (5,095,572) |
| (Increase) / Decrease in current assets | | |
| Stores, spares and loose tools | 2,866 | (169) |
| Stock in trade | - | - |
| Trade debts | - | 46,008 |
| Loans and advances | 125,495 | (69,311) |
| Short term prepayments & other receivables | (194,690) | 14,348,036 |
| Sales tax refundable | - | 363,248 |
| | (66,328) | 14,687,812 |
| Increase / (Decrease) in current liabilities | | |
| Trade and other payables | 191,001 | 2,876,743 |
| Security deposits | - | (687,907) |
| Net cash generated from operations | 4,655,031 | 11,781,076 |

13 DATE OF AUTHORISATION

These accounts have been approved by the Board of Directors on October 29, 2022.

14 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 Oct 29, 2022



Chief Executive Officer



Director



Chief Financial Officer

آئی سی سی انڈسٹریز لمیٹڈ

ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے ہم 30 ستمبر 2022 کو ختم ہونے والی سہ ماہی کی غیر محاسب شدہ عبوری معلومات پیش کرتے ہیں۔

مذکورہ عرصے کے دوران ادارے کی مجموعی فروخت 13.604 ملین روپے، اور بعد از ٹیکس خسارہ 7.473 ملین روپے رہا جبکہ گزشتہ سال اسی مدت کے دوران مجموعی فروخت 2.101 ملین روپے اور بعد از ٹیکس خسارہ 16.794 ملین روپے رہا۔ مجموعی فروخت جو کہ کریداری آمدنی پر مشتمل ہے میں اضافے کی وجہ مزید خالی عمارت کو کرایہ پر دینا ہے

جیسا کہ اپنی آخری ڈائریکٹرز رپورٹ میں بتایا گیا کہ ماضی قریب میں کمپنی کا کار بار COVID-19 کی وبا پھیلنے کی وجہ سے بری طرح متاثر ہوا اور ہمارے کچھ کرایہ داروں نے اپنے کرایہ داری کے معاہدے منسوخ کر دیئے۔ اب جب کہ COVID-19 کے اثرات تقریباً ختم ہو چکے ہیں اور ہم اپنی ملز کی خالی عمارت کا بڑا حصہ نومبر 2021 سے کرائے پر دینے میں کامیاب رہے ہیں اسی لئے بہتر مالی نتائج پیش کر رہے ہیں۔ یہ بتانا بھی اہم ہوگا کہ ہمارے مالی اخراجات جو کہ 7.506 ملین روپے ہیں میں un-winding of amortized loans بھی شامل ہے جو کہ ایک book entry ہے جس کا کوئی مالی اثر نہیں ہے۔

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



پرویز شفیق صدیقی

چیئر مین

لاہور

اکتوبر 29، 2022