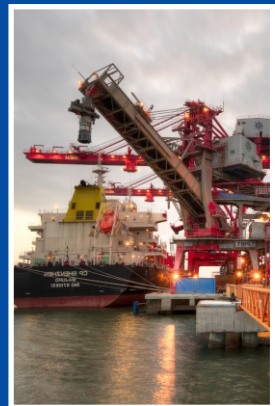




Pakistan International
Bulk Terminal Limited

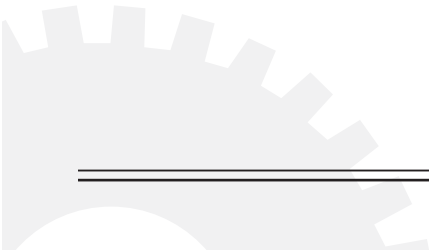
QUARTERLY REPORT

September 30, 2023



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Company Information

Board of Directors

Chairman	Capt. Haleem A. Siddiqui
Chief Executive Officer	Mr. Sharique Azim Siddiqui
Directors	Capt. Zafar Iqbal Awan Mr. M. Masood Ahmed Usmani Syed Nadir Shah Ms. Farah Agha Mr. Nadeem Nisar
Chief Financial Officer	Mr. Arsalan I. Khan, FCA
Company Secretary	Mr. Karim Bux, ACA

Audit Committee

Chairman	Syed Nadir Shah
Members	Capt. Zafar Iqbal Awan Ms. Farah Agha
Chief Internal Auditor & Secretary	Mr. Noman Yousuf

Human Resource & Remuneration Committee

Chairman	Syed Nadir Shah
Members	Mr. Sharique Azim Siddiqui Ms. Farah Agha
Secretary	Mr. Arsalan I. Khan, FCA

Auditor

Yousuf Adil
Chartered Accountants
Cavish Court, A-35 Shahrah-e-Faisal, Block-A,
Bangalore Town, Karachi.

Legal Advisors

Khalid Anwer & Co.
153-K, Sufi Street, Block-2, PECHS, Karachi 75400

Kabraji & Talibuddin
406-407, 4th Floor, The Plaza at II Talwar, Block-9, Clifton, Karachi.

H.B. Corporate - Legal Consulting
Suite # M-97, Mezzanine Floor, Glass Tower, Clifton Road, Karachi.

Bankers

Al-Baraka Bank (Pakistan) Limited	Bank Alfalah Limited
Allied Bank Limited	Meezan Bank Limited
Dubai Islamic Bank Limited	National Bank of Pakistan
Faysal Bank Limited	Samba Bank Limited
JS Bank Limited	Habib Bank Limited
MCB Bank Limited	United Bank Limited

Registrar / Transfer Agent

CDC Share Registrar Services Limited
CDC House, Main Shahrah-e-Faisal, Karachi

Registered Office

2nd Floor, Business Plaza, Mumtaz Hassan Road, Karachi-74000
Pakistan. Tel. 92-21-32400450-3 Fax. 92-21-32400281

Terminal Office

NWIZ/LL/02, North Western Industrial Zone, Port Qasim Authority,
Karachi, Pakistan. Tel: 92-21-34727428

Directors' Report

The Directors are pleased to present the Financial Statements of Pakistan International Bulk Terminal Limited (PIBT) (the Company) for the period ended September 30, 2023.

BUSINESS REVIEW

The Company has entered into a Build Operate Transfer (BOT) contract with Port Qasim Authority (PQA) on November 06, 2010 for construction, development, operations and management of a coal and clinker / cement terminal at Port Muhammad Bin Qasim for a period of thirty years.

During the period, the demand for coal imports has revived, primarily due to measures for economic stabilization undertaken by the Government, such as the lifting of import restrictions, economic stability stimulated by the strengthening of PKR against USD, and increased economic activity. Correspondingly, your Company has handled 1,987,423 tons cargo against 2,133,006 tons in the same period last year which is largely in line with the industry demand for imported coal. The management of the Company is focusing on strategies to bring more efficiency in cargo handling operations, with the objective of providing unparalleled services to its customers.

Financial highlights of the Company for the period ended September 30, 2023 as compared to the same period last year are presented below:

PKR in '000

Particulars	1st Quarter 2023-2024	1st Quarter 2022-2023
Revenue	4,374,570	3,461,958
Gross profit	1,784,897	984,696
Net profit / (loss)	577,383	(437,898)
Profit / (loss) per Share (Rs.)	0.32	(0.25)

While the macroeconomic environment is improving gradually, consistent operational performance at optimized costs and cash flow generation remain the key priorities for the management.

FINANCIAL MATTERS

As disclosed in the annual audited financial statements of the Company for the year ended June 30, 2023, the Company and Foreign Lenders namely International Finance Corporation & OPEC Fund for International Development (together, the foreign lenders) had principally agreed for the deferment of principal repayment due on June 15, 2023 till the next installment date with no effect on the servicing of markup. However, the Company had to classify its loan liabilities as current, in accordance with the applicable accounting and reporting standards, as the Agreement was not executed before the reporting period June 30, 2023, and it did not have an unconditional right to defer its settlement for at least twelve months after that date.

Subsequent to the year end, the Standstill / Suspension Agreement executed on August 01, 2023 with the foreign lenders and the deferred principal amount of USD 3.43 million has been paid on November 02, 2023. Accordingly, the foreign and local loan liabilities have been classified as non-current and current corresponding to the respective maturity profiles as per the original repayment schedules of these loans in these condensed interim financial statements.

GOING FORWARD

Corresponding to the business performance above which is consistent with the industry demand, your Company is committed to enhance shareholders' value while improving the productivity of cargo handling operations with an overall vision to mitigate the environmental and proficiency concerns at the Country's port infrastructure and enhance our shareholders' value.

In the end, the Board of Directors of your Company would like to reiterate their commitment to operate efficiently Pakistan's first state-of-the-art mechanized bulk cargo terminal for the handling of Coal, Clinker & Cement, compliant with international standards of excellence which will curtail environmental pollution and modernize the port infrastructure of the country.

For and on behalf of the Board of Directors

Sharique Azim Siddiqui
Chief Executive Officer
Karachi: November 24, 2023

بیانِ نظما

پاکستان انٹرنیشنل بلک ٹرمینل لمیٹڈ کے مالیاتی گوشوارے برائے اختتامی عرصہ 30-ستمبر 2023 تاظہین کی جانب سے بخوشی پیش کیے جا رہے ہیں۔

کاروباری جائزہ

بندرگاہ محمد بن قاسم پراکونڈ اور سیمنٹ کے ٹرمینل کی تعمیر و ترقی، تعاملات اور انتظامات کے لئے 6-نومبر 2010 کو پورٹ قاسم انٹرنیٹل کے ہمراہ 30 سالہ مدت کے لئے بناؤ، چلاؤ اور منتقل کرو کی بنیاد پر کمپنی ایک معاہدہ میں داخل ہوئی۔

اس عرصے کے دوران، کونسے کی درآمدات کی مانگ بحال ہوئی ہے، بنیادی طور پر حکومت کی جانب سے اقتصادی استحکام کے لیے کیے گئے اقدامات، جیسے کہ درآمدی پابندیوں کا خاتمہ، امریکی ڈالر کے مقابلے میں پاکستانی روپے کی مضبوطی سے اقتصادی استحکام، اور اقتصادی سرگرمیوں میں اضافہ۔ اسی طرح، آپ کی کمپنی نے گزشتہ سال کی اسی مدت میں 2,133,006 ٹن کے مقابلے میں 1,987,423 ٹن کارگو ہینڈل کیا ہے جو کہ درآمدی کونسے کی صنعت کی طلب کے مطابق ہے۔ کمپنی کی انتظامیہ اپنے صارفین کو بے مثال خدمات فراہم کرنے کے مقصد کے ساتھ کارگو ہینڈلنگ آپریشنز میں مزید کارکردگی لانے کی حکمت عملیوں پر توجہ مرکوز کر رہی ہے۔

گزشتہ سال کی اسی مدت کے مقابلے 30 ستمبر 2023 کو ختم ہونے والی مدت کے لیے کمپنی کی مالی جھلکیاں ذیل میں پیش کی گئی ہیں:

پاکستانی روپوں میں '000

تفصیلات	پہلی سہ ماہی 2023-2024	پہلی سہ ماہی 2022-2023
آمدن	4,374,570	3,461,958
مجموعی منافع	1,784,897	984,696
کل کمائی/ (خسارہ)	577,383	(437,898)
کمائی/ (خسارہ) فی حصص (روپیہ)	0.32	(0.25)

جب کہ میکرو اکنامک ماحول بتدریج بہتر ہو رہا ہے، بہتر لاگت اور کیش فلو جزیشن پر مسلسل آپریشنل کارکردگی انتظامیہ کی اہم ترجیحات ہیں۔

مالیاتی امور

جیسا کہ 30 جون 2023 کو ختم ہونے والے سال کے لیے کمپنی کے سالانہ آڈٹ شدہ مالیاتی گوشواروں میں انکشاف کیا گیا ہے، کمپنی اور غیر ملکی قرض دہندگان یعنی انٹرنیشنل فنانس کارپوریشن اور اوپنیک فنڈ برائے بین الاقوامی ترقی (مل کر، غیر ملکی قرض دہندگان) نے پرنسپل کی اتوار کے لیے اصولی طور پر اتفاق کیا تھا۔ 15 جون 2023 کو اگلی قسط کی تاریخ تک ادائیگی واجب الادا ہے جس کا مارک اپ کی سرورسگ پر کوئی اثر نہیں پڑے گا۔ تاہم، کمپنی کو قابل اطلاق اکاؤنٹنگ اور رپورٹنگ کے معیارات کے مطابق اپنے قرض کی واجبات کو کرنٹ کے طور پر درجہ بندی کرنا تھا، کیونکہ معاہدہ رپورٹنگ کی مدت 30 جون 2023 سے پہلے عمل میں نہیں آیا تھا، اور اسے اس تاریخ کے بعد کم از کم بارہ ماہ کے لیے اپنے تصفیے کو موخر کرنے کا غیر مشروط حق حاصل نہیں تھا۔

سال کے اختتام کے بعد، غیر ملکی قرض دہندگان کے ساتھ 10 اگست 2023 کو عمل میں لایا گیا اسٹینڈ اسٹل / معطلی کا معاہدہ اور 3.43 ملین امریکی ڈالر کی موخر رقم 02 نومبر 2023 کو ادا کر دی گئی ہے۔ اس کے مطابق، غیر ملکی اور مقامی قرض کی ذمہ داریوں کو ان کنڈینڈ عبوری مالیاتی بیانات میں ان قرضوں کی اصل ادائیگی کے شیڈول کے مطابق متعلقہ میچورٹی پروفائلز کے مطابق غیر موجودہ اور موجودہ کے طور پر درجہ بندی کیا گیا ہے۔

آگے بڑھتے ہوئے

اوپر دی گئی کاروباری کارکردگی کے مطابق جو صنعت کی طلب سے ہم آہنگ ہے، آپ کی کمپنی ملکی بندرگاہ کے بنیادی ڈھانچے میں ماحولیاتی اور مہارت کے خدشات کو کم کرنے کے مجموعی وزن کے ساتھ کارگو ہینڈلنگ آپریشنز کی پیداواری صلاحیت کو بہتر بنانے کے ساتھ ساتھ شہر ہولڈرز کی قدر کو بڑھانے کے لیے پرعزم ہے۔

آخر میں آپ کی کمپنی کی مجلس نظامہ کونڈ، مکنگر اور سینٹ کی ہینڈلنگ کے لئے پاکستان کے پہلے جدید ترین میکانائزڈ بلک کارگو ٹرمینل کو بین الاقوامی معیارات کے مطابق فعال طریقہ سے چلانے کے اپنے عزم کا اعادہ کرنا چاہیں گے، جو ماحولیاتی آلودگی کو کم کرے گا اور ملکی بندرگاہ کے بنیادی ڈھانچے کو جدید بنائے گا۔

منجانب مجلس نظامہ

شارق عظیم صدیقی

چیف ایگزیکٹو آفیسر

کراچی: 24-نومبر 2023

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023**

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	25,937,553	26,223,448
Intangible assets		301,075	307,177
		26,238,628	26,530,625
CURRENT ASSETS			
Stores and spares		896,449	932,742
Trade debts - unsecured		1,847,239	871,942
Advances, deposits, prepayments and other receivables		191,813	199,387
Taxation – net		3,566,247	3,511,917
Cash and bank balances		1,391,301	627,877
		7,893,049	6,143,865
TOTAL ASSETS		34,131,677	32,674,490
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
2,000,000,000 (June 30, 2023: 2,000,000,000) ordinary shares of Rs. 10/- each		20,000,000	20,000,000
Issued, subscribed and paid-up capital			
1,786,092,772 (June 30, 2023: 1,786,092,772) ordinary shares of Rs. 10/- each fully paid in cash		17,860,928	17,860,928
Accumulated losses		(3,302,964)	(3,916,349)
Surplus on revaluation of property, plant and equipment - net of tax		2,207,064	2,243,066
Other reserves		(7,334)	(7,334)
		16,757,694	16,180,311
NON-CURRENT LIABILITIES			
Long-term financing – secured	8	10,576,962	-
Deferred tax liability - net of tax		758,626	570,955
Deferred liabilities		44,316	43,465
		11,379,904	614,420
CURRENT LIABILITIES			
Trade and other payables		1,882,547	1,897,542
Current maturity of long-term financing – secured	8	3,275,648	13,798,329
Sales tax payable		181,195	88,876
Current portion of deferred liability		12,771	3,947
Accrued interest		641,918	91,065
		5,994,079	15,879,759
CONTINGENCIES AND COMMITMENTS			
	9		
TOTAL EQUITY AND LIABILITIES		34,131,677	32,674,490

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF
PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2023
(UN-AUDITED)**

	Note	Quarter Ended	
		September 30, 2023	September 30, 2022
		(Rupees in '000)	
Revenue – net		4,374,570	3,461,958
Cost of services		(2,589,673)	(2,477,262)
Gross profit		<u>1,784,897</u>	<u>984,696</u>
Administrative and general expenses		(152,310)	(154,075)
Other income		20,503	31,661
Finance costs		(550,854)	(336,010)
Exchange loss		(54,281)	(775,160)
Profit / (loss) before taxation		<u>1,047,955</u>	<u>(248,888)</u>
Taxation	10	(470,572)	(189,010)
Profit / (loss) after taxation		<u>577,383</u>	<u>(437,898)</u>
Other comprehensive income		-	-
Total comprehensive income / (loss) for the period		<u><u>577,383</u></u>	<u><u>(437,898)</u></u>
		(Rupees)	
Profit / (loss) per share – basic and diluted	11	<u><u>0.32</u></u>	<u><u>(0.25)</u></u>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED SEPTEMBER 30, 2023
(UN-AUDITED)**

	Quarter Ended	
	September 30, 2023	September 30, 2022
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	1,047,955	(248,888)
Adjustments for non-cash items and other items:		
Depreciation on operating fixed assets	393,295	459,614
Amortisation	6,101	5,343
Finance costs	550,854	336,010
Exchange loss	54,281	775,160
Staff compensated absences	1,630	4,635
Amortisation of government grant	-	(1,378)
Provision for employees' defined benefit obligation	8,824	9,112
Gain on disposal of operating fixed assets	(3,669)	(1,673)
Profit before working capital changes	1,011,316	1,586,823
Decrease / (Increase) in current assets		
Stores and spares	36,293	(122,893)
Trade debts – unsecured	(975,297)	(477,762)
Advances, deposits, prepayments and other receivables	7,574	95,447
Sales tax refundable	-	146,650
Bank balance under lien	(12,374)	(6,385)
	(943,804)	(364,943)
(Decrease) / increase in current liabilities		
Trade and other payables	(14,995)	455,535
Sales tax payable	92,320	-
Cash generated from operations	1,192,793	1,428,527
Taxes paid	(337,232)	(273,684)
Contribution to defined benefit scheme	-	(15,000)
Finance costs paid	-	(1,435)
Staff compensated absences paid	(779)	(265)
Net cash generated from operating activities	854,782	1,138,142
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(107,747)	(23,265)
Proceeds from sale of operating fixed assets	4,014	1,708
Net cash used in investing activities	(103,733)	(21,557)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long-term financing - secured	-	(26,164)
Net cash used in financing activities	-	(26,164)
Net increase in cash and cash equivalents	751,049	1,090,421
Cash and cash equivalents at the beginning of the period	481,512	267,960
Cash and cash equivalents at the end of the period	1,232,561	1,358,381
Bank balance under lien	158,740	157,685
Cash and bank balances	1,391,301	1,516,066

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(UN-AUDITED)**

	Reserves				Total reserves	Total equity and reserves
	Issued, subscribed and paid-up capital	Surplus on revaluation of property, plant and equipment - net of tax	Accumulated losses	Other reserves - net of tax		
	----- (Rupees in '000) -----					
Balance as at July 01, 2022 (Audited)	17,860,928	5,639,582	(2,093,476)	(12,945)	3,533,161	21,394,089
Net Loss for the period	-	-	(437,898)	-	(437,898)	(437,898)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	(437,898)	-	(437,898)	(437,898)
Surplus on revaluation of property, plant and equipment realised during the year in account of incremental depreciation charged thereon - net of tax	-	(89,766)	89,766	-	-	-
Balance as at September 30, 2022 (Un-audited)	17,860,928	5,549,816	(2,441,608)	(12,945)	3,095,263	20,956,191
Balance as at July 01, 2023 (Audited)	17,860,928	2,243,066	(3,916,349)	(7,334)	(1,680,617)	16,180,311
Net profit for the period	-	-	577,383	-	577,383	577,383
Other comprehensive income - net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	577,383	-	577,383	577,383
Surplus on revaluation on account of property, plant and equipment realised during the period on account of:						
Incremental depreciation charged thereon - net of tax	-	(36,002)	36,002	-	-	-
Balance as at September 30, 2023 (Un-audited)	17,860,928	2,207,064	(3,302,964)	(7,334)	(1,103,234)	16,757,694

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2023
(UN-AUDITED)**

1. THE COMPANY AND ITS OPERATIONS

- 1.1 Pakistan International Bulk Terminal Limited (the Company) was incorporated under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) on March 22, 2010 as a private limited company. Subsequently, it was converted to an unquoted public limited company and later on, listed on the Pakistan Stock Exchange on December 23, 2013.
- 1.2 The Company had entered into a Build Operate Transfer (BOT) contract with Port Qasim Authority (PQA) on November 06, 2010 for the construction, development, operations and management of a coal and clinker / cement terminal at Port Muhammad Bin Qasim for a period of thirty years. After the expiry date, the Company will transfer all the concession assets to PQA as disclosed in note 13 to these condensed interim financial
- 1.3 The Company's registered office is situated at 2nd floor, Business Plaza, Mumtaz Hassan Road, Karachi, and the Company's terminal is situated at NWIZ/LL/02, North Western Industrial Zone, Port Qasim Authority.

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 the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act); and
- Provisions of and directives issued under the Act.

Where the provisions of and directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

The Securities and Exchange Commission of Pakistan (SECP) vide its SRO No. 24 (1) / 2012 dated January 16, 2012 has granted waiver in respect of application of IFRIC 12 — "Service Concession Arrangements" due to the practical difficulties faced by the companies. The impact on the financial results of the Company due to application of IFRIC 12 is disclosed in note 14 to these condensed interim financial statements. Accordingly, the Company has not applied IFRIC 12 in preparation of these condensed interim financial statements.

3. BASIS OF PREPARATION

These condensed interim financial statements are un-audited and are being submitted to the shareholders as required under Section 237 of the Act. These condensed interim financial statements do not include all the information and disclosures required for complete set of financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2023.

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

4. GOING CONCERN ASSUMPTION

During the year ended June 30, 2023, the Company experienced financial difficulties due to the market and macroeconomic conditions affecting the Company's business volumes as disclosed in the annual audited financial statements of the Company. However, in assessing the financial condition and sustainability of future operations of the Company, the management has relied on the improved operational performance of the business, reinstating of the financial liabilities corresponding to their profile maturity, ability to implement the debt restructuring/reprofiling, and the Sponsors' financial support to the Company (if required) to meet the financial obligations and commitments of the Company so that the Company remains a going concern. Based on the analysis above, the management is confident that the Company will be able to continue as a going concern in the foreseeable future, and continue to adopt the going concern basis in preparing these condensed interim financial statements for the period ended September 30, 2023.

5. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements for the year ended June 30, 2023.

6. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses, however, actual results may differ from these estimates. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual financial statements for the year ended June 30, 2023.

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

		September 30, 2023	June 30, 2023
		(Un-audited)	(Audited)
	Note	----- (Rupees in '000) -----	
7. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	7.1	25,803,723	26,089,583
Capital work-in-progress	7.2	133,830	133,865
		<u>25,937,553</u>	<u>26,223,448</u>

7.1 Operating fixed assets

Written down value as at the beginning of the period / year		26,089,583	31,808,856
Transfers during the period / year	7.1.1	107,782	348,412
Reversal of surplus on revaluation		-	(4,194,611)
		<u>26,197,365</u>	<u>27,962,657</u>
Less:			
Disposals during the period / year at written down value		(347)	(28,116)
Depreciation charged during the period / year		<u>(393,295)</u>	<u>(1,844,958)</u>
		<u>25,803,723</u>	<u>26,089,583</u>

7.1.1 Transfers during the period / year:

Port infrastructure	-	10,553
Leasehold improvements	-	21,591
Buildings	8,335	20,368
Cargo handling equipment	-	205,717
Port power generation	18,483	
Terminal equipment	-	35,342
Vehicles	69,500	31,791
Office equipment	2,770	8,707
Furniture and fixture	8,694	14,343
		<u>107,782</u>
		<u>348,412</u>

7.1.2 During the period, the management of the Company reassessed the fair value of core infrastructure assets using the income model approach based on discounted cashflow model (DCF) due to the changes in the macroeconomic environment, industry condition and the potential impacts that such factors may have on the key inputs and assumption used to determine the fair value as disclosed in note 4.1.2 to the annual audited financial statements of the Company for the year ended June 30, 2023. The above reassessment has resulted in an increase in carrying value of these core infrastructure assets. However, the Company being financially prudent has not recognized it in these condensed interim financial statements.

		September 30, 2023	June 30, 2023
		(Un-audited)	(Audited)
		----- (Rupees in '000) -----	
7.2 Capital work-in-progress			
Opening balance		133,865	259,360
Additions during the period / year		107,747	253,232
Transfers to operating fixed assets		(107,782)	(348,412)
Transfer to intangible assets		-	(30,315)
Closing balance		<u>133,830</u>	<u>133,865</u>

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	----- (Rupees in '000) -----	
Opening balance as at period / year	13,798,329	12,060,269
Finance costs	-	2,013,644
Exchange loss	54,281	2,310,140
Less: debt servicing	-	(2,585,724)
Closing balance as at period / year	<u>13,852,610</u>	<u>13,798,329</u>
Current maturity of long term financing	<u>(3,275,648)</u>	<u>(13,798,329)</u>
	<u>10,576,962</u>	<u>-</u>

8. LONG-TERM FINANCING – SECURED

Opening balance as at period / year
Finance costs
Exchange loss
Less: debt servicing
Closing balance as at period / year
Current maturity of long term financing

- 8.1 As disclosed in the annual audited financial statements of the Company for the year ended June 30, 2023, the Company and Foreign Lenders namely International Finance Corporation & OPEC Fund for International Development (together, the foreign lenders) had principally agreed for the deferment of principal repayment due on June 15, 2023 till the next installment date with no effect on the servicing of markup. However, the Company had to classify its loan liabilities as current, in accordance with the applicable accounting and reporting standards, as the Agreement was not executed before the reporting period June 30, 2023, and it did not have an unconditional right to defer its settlement for at least twelve months after that date.

Subsequent to the year end, the Standstill / Suspension Agreement executed on August 01, 2023 with the foreign lenders and the deferred principal amount of USD 3.43 million has been paid on November 02, 2023. Accordingly, the foreign and local loan liabilities have been classified as non-current and current corresponding to the respective maturity profiles as per the original repayment schedules of these loans in these condensed interim financial statements.

- 8.2 The terms and conditions of the long-term financing are as disclosed in the Company's annual audited financial statements for the year ended June 30, 2023.

9. CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

There is no change in the status of the contingencies as disclosed in note 16.1 to the annual audited financial statements of the Company for the year ended June 30, 2023 except for the following:

- 9.1.1 During the year ended June 30, 2023, the Deputy Commissioner Inland Revenue (DCIR) passed an Order demanding Super Tax of Rs. 21.589 million for the Tax Year 2022 under section 4C of the Income Tax Ordinance, 2001 (the Ordinance). The Company filed an appeal challenging the above order before Commissioner Inland Revenue (Appeals) (CIR-A). However, in order to avoid the recovery proceedings and coercive action, the Company deposited 10% of the aforesaid demand under protest to secure automatic stay under Section 140 of the Ordinance. Subsequent to the period ended September 30, 2023, the order-in-original was upheld by CIR-A through an appellate order under Section 129(1) of the Ordinance dated October 20, 2023. The Company being aggrieved, has filed appeal before the Appellate Tribunal Inland Revenue (ATIR), and ATIR granted a stay order against the recovery proceedings.

9.2 Commitments

There is no change in the status of the commitment as disclosed in note 16.2 to the annual audited financial statements of the Company for the year ended June 30, 2023 except for the unexecuted capital expenditure contracts amounting to Rs. 64 million (June 30, 2023: Rs. 102.8 million) and outstanding letter of credits amounting to Rs. 12.4 million (2023: Rs. Nil).

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- (Un-audited) -----	
	----- (Rupees in '000) -----	
10. TAXATION		
Current	282,902	112,454
Deferred	187,671	76,556
	<u>470,573</u>	<u>189,010</u>
11. PROFIT / (LOSS) PER SHARE		
Profit / (loss) after taxation	<u>577,383</u>	<u>(437,898)</u>
	----- (Number of shares) -----	
Weighted average number of ordinary shares outstanding	<u>1,786,092,772</u>	<u>1,786,092,772</u>
Profit / (loss) per share – basic and diluted (Rupee)	<u>0.32</u>	<u>(0.25)</u>

12. TRANSACTIONS WITH RELATED PARTIES

- 12.1** Related parties of the Company comprise companies with common directorship, retirement funds, directors and key management personnel. Detail of related parties with whom the Company has entered into transactions with or has arrangement / agreement in place during the period along with relationship and transactions with related parties, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

Name of related party and relationship	Percentage of holding	Nature of transactions	Septembr 30, 2023	Septembr 30, 2022
			----- (Unaudited) -----	
			---- (Rupees in '000) ----	
Associated companies				
Premier Mercantile Services (Private) Limited	43.30	Rent against office premises	695	695
Portlink International Services (Private) Limited	-	Consultancy services	12,549	10,912
Premier Software (Private) Limited	-	IT support services	339	339
Other related parties				
Key management personnel	-	Remuneration and benefits	37,562	46,587
Staff retirement contribution plan	-	Contribution	6,624	7,483
Defined benefit obligation	-	Contribution	-	15,000
Sponsors	50.48	Securities pledged for facilities	393,535	511,000

- 12.2** Outstanding balance of Portlink International Services (Private) Limited and Premier Mercantile Services (Private) Limited as at September 30, 2023 was Rs. 13.9 million (June 30, 2023: Rs. Nil) and Rs. 0.23 million (June 30, 2023: Rs. 0.46 million) respectively.

13. EXEMPTION FROM APPLICABILITY OF IFRIC 12 "SERVICE CONCESSION ARRANGEMENTS"

As explained in note 1.2, the required disclosure is as follows:

Under IFRIC 12, the consideration required to be made by operator (the Company) for the right to use the asset is to be accounted for as an intangible asset under IAS 38 "Intangible Assets". Had the Company required to follow IFRIC 12 and IAS 38, the effect on these condensed interim financial statements would have been as follows:

September 30, September 30,
2023 2022
 ----- (Unaudited) -----
 ----- (Rupees in '000) -----

Reclassification from property, plant and equipment to intangible assets (Port Concession Rights) – written down value	<u>25,938,805</u>	<u>31,707,510</u>
Reclassification from intangible assets to intangible assets (Port Concession Rights) – written down value	<u>299,942</u>	<u>278,805</u>
Reclassification from stores and spares to intangible assets (Port Concession Rights) – written down value	<u>896,449</u>	<u>833,740</u>
Recognition of intangible assets (Port Concession Rights) on account of rent of backup and waterfront area (rent)	<u>42,891</u>	<u>52,213</u>
Recognition of present value of concession liability on account of intangible assets (rent)	<u>118,034</u>	<u>112,718</u>
Interest expense charged for the period / year on account of intangible assets (rent)	<u>2,694</u>	<u>2,628</u>
Amortisation expense charged for the period / year on account of intangible assets (rent)	<u>476</u>	<u>527</u>
Amortisation expense charged for the period / year on account of concession assets (Intangible assets)	<u>392,046</u>	<u>416,920</u>

14. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on November 24, 2023 by the Board of Directors of the Company.

15. GENERAL

Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

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