

Thal Limited

Condensed Interim Financial Statements
For the Period Ended December 31, 2020
(Un-audited)



Thal Limited

TABLE OF CONTENTS

	Page No.
Directors' Review Report	3
Unconsolidated Condensed Interim Financial Statements	
Independent Auditor's Review Report to the Members	8
Statement of Financial Position	9
Statement of Profit and Loss	10
Statement of Comprehensive Income	11
Statement of Changes in Equity	12
Statement of Cash Flows	13
Notes to the Unconsolidated Condensed Interim Financial Statements	14
Consolidated Condensed Interim Financial Statements	
Statement of Financial Position	20
Statement of Profit and Loss	21
Statement of Comprehensive Income	22
Statement of Changes in Equity	23
Statement of Cash Flows	24
Notes to the Consolidated Condensed Interim Financial Statements	25
Directors' Review Report in Urdu	33
Corporate Information	41

Thal Limited

Directors' Review Report to the Shareholders

On behalf of the Board of Directors, I am pleased to share the Directors' Review along with unaudited interim condensed financial statements for the period ended December 31, 2020.

Financial Highlights

Rupees in million, except Earnings Per Share

	<i>Standalone</i>		<i>Consolidated</i>	
	half year ended		half year ended	
	Dec 31, 2020	Dec 31, 2019	Dec 31, 2020	Dec 31, 2019
Sales	11,335	7,884	12,347	8,244
Profit Before Taxes	2,113	1,238	3,373	2,241
Profit After Taxes	1,592	940	2,607	1,683
Earnings Per Share (Rs.)	19.65	11.60	29.55	18.84

Performance Overview

For the half year ended December 31, 2020, Thal Limited (the Company) posted sales revenue of Rs. 11.3 billion, up Rs. 3.4 billion (44%) compared to Rs. 7.9 billion in the corresponding period last year. The basic & diluted earnings per share (EPS) for the current period was Rs. 19.65 compared to Rs. 11.60 in the corresponding period last year.

The Board has approved an interim cash dividend of Rs. 4.00/- per share i.e. 80% for the half year ended December 31, 2020.

Business Brief – Engineering Segment

The Company's engineering segment comprises the Thermal Systems, Engine Components and Electric Systems Business. These business segments primarily focus on manufacturing of automotive parts.

During the six-month period ended December 31, 2020, the turnover of the engineering segment was Rs 7.2 billion, an increase of Rs. 2.9 billion (67%) as compared to Rs. 4.3 billion during the same period last year. Significant growth is on account of an upsurge in demand of locally assembled vehicles. Consumer demand for the automotive is picking up gradually since September 2020 and is expected to remain bullish during second half of the fiscal year. Meanwhile, as local manufacturers were recovering from the growing consumer demand post COVID-19 lockdown, a new challenge in the form of a constriction of parts availability presented itself. This was owing to a disruption in international supply chain due to congestions at ports and shortages of containers. The individual businesses were successful in avoiding disruption to their customers by efficiently managing their supply chain despite shipment delays of raw materials. The situation is predicted to ease by April 2021.

Management is cognizant of major factors in the economic and political spheres while taking essential measures to sustain the growth trajectory. By focusing on strengthening the localization expertise, management is working hand in hand with existing and new Original Equipment Manufacturers (OEM) to collaborate proactively in upcoming projects.

A minor fire incident occurred in January 2021, in the radiator fin forming machine, at the premises of our Thermal Systems Business. Through existing safety protocols, the fire was quickly brought under control and no damage was done to stock, plant or machinery. Alhumdulillah, no person was affected by the incident. While damage was done to the aforesaid machine, no disruption to business continuity was ensured through management's efforts. However, the Company's supply chain might be impacted

and until the damaged machinery is restored, the deficiency in supply will have to be fulfilled through import of relevant inventory at a higher cost.

The management shall continue its focus on improving health, safety, and environmental initiatives through continuous process improvements.

Business Brief – Building Material & Allied Product Segment

Sales revenue of the Building Material & Allied Product Segment for the half year ended December 31, 2020, grew by 23% to Rs. 4.3 billion, up by Rs. 0.8 billion, compared to Rs. 3.5 billion during the same period last year.

Jute Business

During the first half of FY2020/21, the jute business was able to grow sales volumes and market share. With a continued focus on export, the business succeeded in developing a number of new markets of jute internationally, resulting in an increase of export sales volumes by 21%, compared to the same period last year. Local trade sales have also grown as compared to same period last year.

The business faced a significant challenge from a very poor jute crop this year in Bangladesh and India, which constrained jute availability and drove raw material prices to record highs. With timely action, the business managed to substantially cover raw material requirements for the year and also increase selling prices in the local and international markets to subside the cost impact of increasing raw jute prices. Operating margins were sustained and overhead and operating costs were also kept in control.

The outlook for the second half of FY2020/21 is expected to be challenging owing to an acute shortage of jute and a continuous rise in raw jute prices. However, export demand remains strong and we will continue to grow in the international markets. In the local market, we foresee a strong demand of grain sacks for wheat packaging in the coming season. Despite significant challenges in obtaining jute supplies from Bangladesh, the business is making every effort to procure raw materials to meet the increasing demand.

Papersack Business

Demand from this business remained strong due to the government's incentive package for the construction sector creating an increased demand for cement packaging. The business was able to capitalize on this with additional capacity from the recently commissioned new line. During the first half of the year, volumes and revenue grew significantly by 25% and 17%, respectively compared to the same period last year.

In line with packaging demand from the cement segment, the Company is also investing Rs.1.8 billion in a manufacturing line for woven polypropylene bags (WPP). This will allow us to tap into the growing demand for WPP bags, locally and internationally from the cement, fertilizer and various other sectors.

Volumes of other segments such as food grade packaging, industrial bags, and retail bags continued to increase owing to the shift in consumer behavior to higher takeaways and home deliveries from restaurants and pent-up demand following earlier COVID-19 related closures.

Profitability of the business improved in all segments, mainly due to higher volumes and a tight control on raw material & operating costs. With continuous follow up with government authorities, the Company was able finally able to get rationalization on custom duty on our imported raw materials through the Finance Act 2020.

The outlook for the remainder of the year remains positive as we are expecting demand for cement sacks and other products to be stable. Management is focused on cost efficiencies, and increasing our customer base and market share. However, the rising price of paper in international markets and

exorbitant increase in freight charges, coupled with shipment delays and logistical challenges will pose significant challenges in the coming months.

Laminates Business

The laminates business operates under the brand name "Formite" in three major segments: High Pressure Laminates (HPL), Compact Laminates and Lamination Boards. The brand is known for its quality and adherence to corporate values.

Post COVID-19 lockdown and the introduction of an incentive package for the construction sector, demand in all segments of the business showed robust growth. With improved quality the business was able to maintain sales momentum during the period and also add new customers to both the local and export markets.

Due to enhanced focus on cost efficiencies, improved sales and supply chain management, the business was able to deliver considerably better results as compared to same period last year. However, significant delays in transshipments of key raw materials did create supply shortages despite endeavoring to maintain safety stock of raw materials.

Efforts on enhancing brand visibility, product and line extensions by introducing new variants and proactive customer mapping are continuing to ensure future success. Improving plant efficiency and product quality by investing in improving boiler systems and press parts is also a key priority. This will further improve quality of our products, optimize capacity and delivery timelines. The on-going growth in the construction and allied building materials related industries gives us confidence that the laminates business will continue to deliver growth for the foreseeable future.

Subsidiaries

Thal Boshoku Pakistan (Private) Limited

During the half year ended December 31, 2020, the business showed a substantial increase in its sales revenue. The main reason for this increase is due to sales from the seat plant that started operations in February 2020.

With the increase in volumes, prices, quality and product diversification, the business has been able to improve its presence in the market. The high-quality seats manufactured by the seat plant have been recognized by the customers. The business has been able to generate positive cash flows and improve its liquidity position with a reduced reliance on external borrowings.

On the operations side, all customer supplies requirements were met in time with ZERO DEFECTS, and the customers rated the business in the "Green Zone" throughout the year. Focus remained on improving production efficiency and kaizen.

Outlook for the future of the business looks challenging due to continued pressure on the local economy. However, the automotive sector has been seen some form of a resurgence of demand from the OEM's. In addition, the new OEM entrants have started local production which has created further opportunities to diversify the customer base. The business is also taking steps towards to increase its product offering by working towards increasing its localization portfolio, along with development of new products within the auto parts industry.

Habib-Metro Pakistan (Private) Limited

The main business of Habib-Metro Pakistan (Private) Limited ("HMPL") is to own and manage properties. Thal Limited holds 60% shareholding in HMPL while the remainder 40% is held by Metro Cash & Carry International Holding B.V. The business is exploring various opportunities to complement the cash & carry retail rental business and to enhance enterprise value from its store locations.

During the quarter, HMPL approved an interim dividend of Rs. 147 million for payment to the Company.

Makro-Habib Pakistan Limited

Makro Habib Pakistan Limited ("MHPL") is a wholly owned subsidiary of Thal Limited that owns the Makro Saddar store. The Honorable Supreme Court of Pakistan dismissed MHPL's Review Petition for the Saddar store and as a consequence, the Saddar store was closed down on September 11, 2015.

Subsequently, on December 9, 2015 the Honorable Supreme Court of Pakistan accepted the request of Army Welfare Trust (AWT) for restoration of its Review Petition. In the hearing held on February 2, 2016 the Honorable Chief Justice commented that while reviewing AWT's Review Petition, both MHPL and Ministry of Defense will also get a chance to argue their points on merit as they are respondents in AWT's Review Petition.

AWT's Review Petition was fixed for hearing on October 17, 2017 before a new bench. However, there were no proceedings during the hearing on account of adjournment filed by the counsel representing Shehri KWSB.

The matter is being pursued to fix the next hearing and the business shall continue to seek a favorable resolution.

Health, Safety and Environment

The safety and well-being of our people remains a primary focus and the business is continuing to take all precautionary measures during this pandemic to ensure a safe working environment for its employees.

Investment in Power Sector

Sindh Engro Coal Mining Company

Sindh Engro Coal Mining ("SECMC") is a joint venture between the Government of Sindh, Thal Limited, Engro Powergen Limited, The Hub Power Company Limited, Habib Bank Limited ("HBL"), CMEC Thar Mining Investments Limited and SPI Mengdong. It is engaged in developing Pakistan's first open pit mining project at Thar Coal Block II.

Despite a very challenging 2020 calendar year due to COVID-19, SECMC operated smoothly and supplied 3.8 million tons of coal to Engro Powergen Thar Limited. SECMC also recorded 10 million safe man hours without work loss due to injury and holds one of the strongest health, safety, and environment (HSE) standards for mines worldwide. Whilst SECMC has generated positive cash flows over the period, it is restricted from declaring any dividends under its financing agreements until achievement of Project Completion Date (PCD) which is subject to 'true up' and approval of SECMC's COD stage tariff petition by the Thar Coal and Energy Board. SECMC management is targeting achievement of PCD in Q3 of CY2021.

SECMC successfully achieved the financial close for expansion of its mining operations to 7.6 million tons per annum (mtpa) on December 31, 2019. For Phase II, SECMC has entered into Coal Supply Agreements with ThalNova Power Thar (Private) Limited and Thar Energy Limited to supply additional 1.9 mtpa of lignite to each of 330 MW power plant.

The Project Company is now striving to achieve commercial operations date for Phase II in 2022. Thal Ltd. owns 11.9% ordinary shareholding in SECMC.

ThalNova Power Thar (Private) Limited

ThalNova Power Thar (Private) Limited ("ThalNova") is a joint venture between Thal Power (Private) Limited, Nova Powergen Limited (subsidiary of Novatex Ltd.) and The Hub Power Company Limited to set up a 330 MW mine mouth coal-fired power generation plant located at Thar, Sindh. This power plant will be run on indigenous coal extracted from the mine operated by SECMC.

China Machinery & Engineering Corporation ("CMEC") has been appointed as the EPC Contractor. ThalNova has entered into Coal Supply Agreement (CSA) with SECMC to supply 1.9 mtpa of lignite. It has also entered into a Power Purchase Agreement (PPA) with the Central Power Purchase Agency (Guarantee) Limited. ("CPPA") and the Implementation Agreement ("IA") with Private Power Infrastructure Board (PPIB).

The Power Plant is listed under Priority Projects under the China Pakistan Economic Corridor (CPEC) and its financing is being led by China Development Bank and HBL.

ThalNova achieved its financial close on September 30, 2020. The project is expected to come online in 2022. Thal Ltd. owns 26% ordinary shareholding in ThalNova through its wholly owned subsidiary Thal Power (Private) Limited.

Acknowledgement

We would like to thank and convey our appreciation in these challenging times to our Board of Directors, customers, dealers, bankers, joint ventures and technical partners for their continued support and confidence in the Company. We also want to recognize the efforts of all our fellow employees who have worked with commitment to achieve the results.

On behalf of the Board



Muhammad Tayyab Ahmad Tareen
Chief Executive



Salman Burney
Director

Karachi: February 24, 2021

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF THAL LIMITED

REPORT ON REVIEW OF UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of **Thal Limited** (the Company) as at **31 December 2020**, and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the financial statements for the six-months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed 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 unconsolidated condensed interim financial statements based on our review. The figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income and the notes forming part thereof for the three-months period ended 31 December 2020 and 2019 have not been reviewed, as we are required to review only the cumulative figures of the six-months period ended 31 December 2020.

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 unconsolidated condensed interim financial statements is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Arslan Khalid.



Chartered Accountants

Place: Karachi

Date: 25 February 2021

THAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2020

	Note	December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	3,250,151	3,118,492
Intangible assets		148,319	172,696
Investment property		988	990
Long-term investments	6	5,892,795	5,795,615
Long-term loans	7	2,086,536	1,927,286
Long-term deposits		16,379	16,259
Deferred tax asset		152,221	204,927
		11,547,389	11,236,265
CURRENT ASSETS			
Stores, spares and loose tools		125,974	127,155
Stock-in-trade	8	6,688,657	5,553,816
Trade debts	9	2,881,264	2,507,538
Loans and advances		47,102	42,056
Trade deposits and short-term prepayments		294,823	186,006
Interest accrued		27,789	15,679
Other receivables		343,424	185,009
Short-term investments	10	3,105,125	1,201,165
Cash and bank balances		1,804,619	3,061,598
		15,318,777	12,880,022
		26,866,166	24,116,287
TOTAL ASSETS			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 200,000,000 (June 30, 2020: 200,000,000) ordinary shares of Rs. 5/- each		1,000,000	1,000,000
Issued, subscribed and paid-up capital 81,029,909 (June 30, 2020: 81,029,909) ordinary shares of Rs. 5/- each		405,150	405,150
Reserves		21,901,766	20,496,003
		22,306,916	20,901,153
NON-CURRENT LIABILITIES			
Long-term deposits and liability	11	14,635	1,463
Long-term borrowings		99,570	149,355
Lease liabilities	12	109,599	-
		223,804	150,818
CURRENT LIABILITIES			
Trade and other payables		3,672,024	2,684,480
Accrued mark-up		3,392	263
Unclaimed dividend		83,063	66,197
Unpaid dividend		32,916	45,252
Current portion of long-term borrowings		99,571	49,786
Current portion of lease liabilities	12	14,956	8,443
Short-term financing	13	361,000	145,000
Income tax - net	14	10,886	23,022
Sales tax payable		57,638	41,873
		4,335,446	3,064,316
CONTINGENCIES AND COMMITMENTS			
	15		
TOTAL EQUITY AND LIABILITIES		26,866,166	24,116,287

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

THAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED DECEMBER 31, 2020
(UN-AUDITED)

	Half-year ended		Quarter ended	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Note	(Rupees in thousands)		(Rupees in thousands)	
Revenue – net	11,334,574	7,884,059	6,277,210	3,885,901
Cost of sales	(9,412,679)	(6,772,081)	(5,141,060)	(3,122,097)
Gross profit	1,921,895	1,111,978	1,136,150	763,804
Distribution and selling expenses	(128,356)	(100,986)	(71,130)	(50,771)
Administrative expenses	(399,325)	(365,517)	(205,542)	(186,742)
Other charges	(136,611)	(83,127)	(71,127)	(62,994)
	(664,292)	(549,630)	(347,799)	(300,507)
Other income	16 869,578	682,355	404,500	493,545
Operating profit	2,127,181	1,244,703	1,192,851	956,842
Finance cost	(14,108)	(6,501)	(7,755)	(3,927)
Profit before taxation	2,113,073	1,238,202	1,185,096	952,915
Taxation	(520,884)	(297,979)	(309,649)	(207,081)
Profit after taxation	1,592,189	940,223	875,447	745,834
	Rupees	Rupees	Rupees	Rupees
Basic and diluted earnings per share	19.65	11.60	10.80	9.20

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

THAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2020
(UN-AUDITED)

	<u>Half-year ended</u>		<u>Quarter ended</u>	
	<u>December 31,</u> <u>2020</u> (Rupees in thousands)	<u>December 31,</u> <u>2019</u> (Rupees in thousands)	<u>December 31,</u> <u>2020</u> (Rupees in thousands)	<u>December 31,</u> <u>2019</u> (Rupees in thousands)
Profit after taxation	1,592,189	940,223	875,447	745,834
Other comprehensive income				
Item that will not be reclassified to unconsolidated statement of profit or loss in subsequent periods;				
Gain on revaluation of long-term investments classified at fair value through other comprehensive income (FVOCI)	97,180	32,003	19,340	36,101
Total comprehensive income	<u><u>1,689,369</u></u>	<u><u>972,226</u></u>	<u><u>894,787</u></u>	<u><u>781,935</u></u>

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer

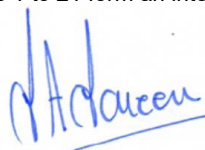
Director

Chief Financial Officer

THAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2020

	RESERVES					Total Equity
	Issued, subscribed & paid-up capital	Capital	Revenue			
			General Reserve	Unappropriated profit	Gain on revaluation of investments classified at FVOCI	
----- (Rupees in '000) -----						
Balance as at June 30, 2019	405,150	55,704	15,123,499	2,950,242	94,631	18,629,226
Transfer to general reserve	-	-	2,506,500	(2,506,500)	-	-
Final dividend @ Rs. 5.5 per share for the year ended June 30, 2019	-	-	-	(445,666)	-	(445,666)
Profit after taxation	-	-	-	940,223	-	940,223
Other comprehensive income	-	-	-	-	32,003	32,003
Total comprehensive income	-	-	-	940,223	32,003	972,226
Balance as at December 31, 2019 (Un-audited)	405,150	55,704	17,629,999	938,299	126,634	19,155,786
Balance as at June 30, 2020 (Audited)	405,150	1,006,915	17,629,999	1,743,690	115,399	20,901,153
Transfer to general reserve	-	-	1,460,000	(1,460,000)	-	-
Final dividend @ Rs. 3.5 per share for the year ended June 30, 2020	-	-	-	(283,606)	-	(283,606)
Profit after taxation	-	-	-	1,592,189	-	1,592,189
Other comprehensive income	-	-	-	-	97,180	97,180
Total comprehensive income	-	-	-	1,592,189	97,180	1,689,369
Balance as at December 31, 2020 (Un-audited)	405,150	1,006,915	19,089,999	1,592,273	212,579	22,306,916

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director

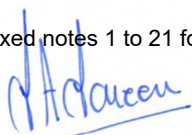


Chief Financial Officer

THAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2020
(UN-AUDITED)

	Half-year ended	
	December 31, 2020	December 31, 2019
	(Rupees in thousands)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,113,073	1,238,202
Adjustments for non-cash charges and other items:		
Depreciation on:		
- Right-of-use assets	2,952	2,952
- Others	246,389	196,005
Gain on disposal of operating fixed assets	(5,844)	(4,443)
Amortization	30,276	16,124
Finance cost of:		
- Lease liabilities	586	1,037
- Others	13,522	5,464
Dividend income	(415,049)	(497,186)
Interest income	(58,195)	(122,911)
Gain on revaluation / redemption of investments classified at fair value through profit or loss	(47,823)	(12,355)
Reversal of allowance for expected credit losses	(97,940)	48,803
Provision charge / (reversal) for obsolescence of inventories	49,045	(36,711)
Provision for impairment on loan to a subsidiary company	4,500	-
Provision for retirement benefits	4,157	3,857
	(273,424)	(399,364)
Increase in current assets		
Stores, spares and loose tools	(2,843)	(12,164)
Stock-in-trade	(1,179,862)	(346,559)
Trade debts	(275,786)	272,133
Loans and advances	(5,046)	(70,595)
Trade deposits and short-term prepayments	(108,817)	205,173
Other receivables	(158,415)	(67,348)
	(1,730,769)	(19,360)
Decrease / (increase) in current liabilities		
Trade and other payables	991,540	(126,416)
Sales tax payable	15,765	49,960
	1,007,305	(76,456)
Cash generated from operations	1,116,185	743,022
Finance costs paid	(10,979)	(6,468)
Retirement benefits paid	(8,153)	(7,519)
Income tax paid	(480,314)	(331,774)
Long-term deposits - net	13,052	(262)
Net cash generated from operating activities	629,791	396,999
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(262,329)	(1,148,776)
Additions to intangible assets	(5,899)	(72,071)
Proceeds from disposal of operating fixed assets	7,509	8,871
Long-term loans to subsidiaries	(163,750)	-
Dividend income received	415,049	497,186
Interest income received	43,355	125,193
Long-term investments made	-	(404,691)
Short-term investments - net	(1,853,407)	684,023
Net cash used in investing activities	(1,819,472)	(310,265)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(279,076)	(440,294)
Lease liability paid	(4,222)	(3,257)
Net cash used in financing activities	(283,298)	(443,551)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,472,979)	(356,817)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	2,916,598	1,657,208
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	1,443,619	1,300,391
Cash and bank balances	1,804,619	1,400,391
Short-term financing - net	(361,000)	(100,000)
	1,443,619	1,300,391

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

THAL LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2020
(UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

1.1 Thal Limited (the Company) was incorporated on January 31, 1966 as a public company limited by shares and is listed on the Pakistan Stock Exchange Limited.

The Company is engaged in the manufacture of jute goods, engineering goods, papersack and laminate sheets. The jute operations are located at Muzaffargarh, Punjab, engineering operations at Karachi, Sindh, papersack operations at Hub, Balochistan and Gadoon, Khyber Pakhtunkhwa and laminate operations at Hub, Balochistan. The registered / head office of the Company is situated at 4th Floor, House of Habib, 3-Jinnah Co-operative Housing Society, Block 7/8, Shahrah-e-Faisal, Karachi.

1.2 These unconsolidated condensed interim financial statements are separate condensed interim financial statements of the Company in which investments in subsidiaries and associates are accounted for at cost and are not consolidated or accounted for by using equity method of accounting.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These unconsolidated 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 Standards 34; 'Interim Financial Reporting', (IAS 34) issued by International Accounting Standard Board (IASB) as notified under the Companies Act, 2017 (the Act),
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Act; and
- Provisions of and directives issued under the Act.

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

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2020.

These unconsolidated condensed interim financial statements are unaudited but subject to a limited scope review by the statutory auditors in accordance with the requirements of section 237 of the Act.

The figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income for the quarters ended December 31, 2020 and December 31, 2019 and notes forming part thereof have not been reviewed by the statutory auditors of the Company, as they have reviewed the cumulative figures for the six months ended December 31, 2020 and December 31, 2019.

2.2 Adoption of amendments and framework effective during the period

The Company has adopted the following amendments of IFRSs and the framework for financial reporting which became effective for the current period:

Amendments and framework:

- IFRS 3 - Definition of a Business (amendments);
- IFRS 9 / IAS 39 / IFRS 7 - Interest Rate Benchmark Reform (amendments);
- IAS 1 / IAS 8 - Definition of Material (amendments);
- IFRS 16 - COVID 19 Related Rent Concessions (amendments); and
- The Conceptual Framework for Financial Reporting issued on March 29, 2018

The IASB has issued the revised Conceptual Framework for Financial Reporting (the Conceptual Framework) in March 2018 which is effective for annual periods beginning on or after January 01, 2020 for preparers of financial statements who develop accounting policies based on the Conceptual Framework. The revised Conceptual Framework is not a standard, and none of the concepts override those in any standard or any requirements in a standard. The purpose of the Conceptual Framework is to assist IASB in developing standards, to help preparers develop consistent accounting policies if there is no applicable standard in place and to assist all parties to understand and interpret the standards.

The adoption of the above amendments and framework did not have any effect on the unconsolidated condensed interim financial statements.

3. ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the Company's annual audited financial statements for the year ended June 30, 2020.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these unconsolidated condensed interim financial statements are in conformity with the approved accounting standards which requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates, assumptions and judgements 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. However, actual results may differ from these estimates and assumptions.

During the preparation of these unconsolidated condensed interim financial statements, the significant judgements made by management in applying Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the audited annual financial statements for the year ended June 30, 2020.

	Note	December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets			
- owned	5.1	2,879,196	3,051,373
- right-of-use assets	5.2	123,287	5,905
Capital work-in-progress	5.3	247,668	61,214
		3,250,151	3,118,492

5.1 Details of additions and disposals are as follows:

	Note	Additions at cost		Disposals at net book value	
		Half-year ended December 31,		Half-year ended December 31,	
		2020 (Un-audited)	2019	2020 (Un-audited)	2019
----- (Rupees in thousands) -----					
Factory building		11,138	33,393	-	-
Non-factory building		11,934	-	-	-
Plant and machinery		12,814	49,265	156	-
Furniture and fittings		570	1,685	3	13
Vehicles		106	6,049	1,299	4,057
Office and mills equipment		5,897	13,650	140	207
Computer equipment		6,712	46,352	67	149
Jigs and fixtures		26,704	11,442	-	-
	5.1.1	75,875	161,836	1,665	4,426

5.1.1 Includes transfers from capital work-in-progress amounting to Rs. 15.927 million (December 31, 2019: Rs.46.559 million).

5.2 During the period, the Company has reassessed the lease term of certain leased properties and have also entered into a contract for an office space of which the lease term is expected to be atleast 5 years. As a result the lease liability and corresponding right-of-use asset has increased by Rs. 120.334 million.

5.3 Details of additions at cost are as follows:

	December 31, 2020 (Un-audited) (Rupees in thousands)	December 31, 2019 (Audited)
Factory building	-	62,406
Plant and machinery	184,668	986,155
Furniture and fittings	-	2,746
Office and mills equipment	12,233	18,867
Computer equipment	-	1,180
Jigs and fixtures	5,480	5,017
	202,381	1,076,371

	December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
6. LONG-TERM INVESTMENTS		
<u>Investments in related parties - at cost</u>		
Subsidiaries	3,180,009	3,180,009
Associates	<u>2,445,559</u>	<u>2,445,559</u>
	5,625,568	5,625,568
<u>Other investments - at fair value through other comprehensive income</u>		
Listed shares	<u>267,227</u>	<u>170,047</u>
	<u>5,892,795</u>	<u>5,795,615</u>

7. LONG-TERM LOANS

This includes interest free loan amounting to Rs 1,811.536 million (June 30, 2020: Rs 1,652.286 million) provided to Thal Power (Private) Limited for investment in ThalNova Power Thar (Private) Limited (TNTPL) which is a company developing a coal based power plant. During the period the Company granted further loan of Rs. 159.250 million to Thal Power (Private) Limited and the loan is likely to be converted into equity based on the progress achieved by TNTPL in its underlying project.

Subsequent to year end, the Board of Directors of TPL in its meeting held on January 23, 2021 announced right issue of 190,000 ordinary shares at an issue price of Rs. 10,000 per share which were fully subscribed by the Company. Using the proceeds received from the issuance of right shares, TPL repaid the loan provided by the Company.

The balance commitment of investment amounts to USD 21.7 million in PKR equivalent. TNTPL achieved its financial close on September 30, 2020.

	Note	December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
8. STOCK-IN-TRADE			
Raw material:			
- In hand		3,584,366	4,038,282
- In transit		<u>1,760,507</u>	<u>668,214</u>
		5,344,873	4,706,496
Work-in-process		392,063	377,192
Finished goods		1,179,228	652,073
Less: Provision for obsolescence		<u>(227,507)</u>	<u>(181,945)</u>
		<u>6,688,657</u>	<u>5,553,816</u>
9. TRADE DEBTS			
Considered good		2,996,730	2,720,944
Allowance for expected credit losses		<u>(115,466)</u>	<u>(213,406)</u>
		<u>2,881,264</u>	<u>2,507,538</u>

10. SHORT-TERM INVESTMENTS

At fair value through profit or loss

Mutual Funds		2,702,245	1,201,165
Pakistan Investment Bond	10.1	<u>402,880</u>	-
		<u>3,105,125</u>	<u>1,201,165</u>

10.1 This carries interest at the rate of 7.70% per annum and will mature latest by May 2028.

11. LONG-TERM DEPOSITS AND LIABILITY

Long-term deposits		1,463	1,463
Long-term liability	11.1	18,667	-
Current portion of long-term liability		<u>(5,495)</u>	-
		<u>14,635</u>	<u>1,463</u>

11.1 This includes liability recorded against Gas Infrastructure Development Cess (GIDC) reclassified from trade and other payables pursuant to the decision of Honorable Supreme Court dated August 13, 2020 wherein it held that the levy of GIDC is constitutional and payable in 48 equal monthly installments.

		December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
12. LEASE LIABILITY	Note		
Opening balance		8,443	-
Impact of initial adoption of IFRS-16		-	14,956
Adjustment	5.2	120,334	-
Accretion of interest		586	2,073
Lease rentals paid		<u>(4,808)</u>	<u>(8,586)</u>
Closing balance		124,555	8,443
Less: Current maturity		<u>(14,956)</u>	<u>(8,443)</u>
		<u><u>109,599</u></u>	<u><u>-</u></u>

13. SHORT TERM FINANCING - secured

This represents Export Refinance Facility availed by the Company from commercial banks. The total amount of facility is Rs. 361 million and carries markup at 3% per annum. The facility is secured against a joint Pari Passu hypothecation charge on all present and future stocks, book debts and certain receivables of the Company. The portion of the facility utilized to date amounts to Rs. 361 million and is repayable within a maximum period of 180 days.

		December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
14. INCOME TAX – net	Note		
Group Tax Relief adjustments	14.1	(684,120)	(683,879)
Group Taxation adjustments	14.2	46,730	46,197
Income tax provision less tax payments – net	14.3	<u>648,276</u>	<u>660,704</u>
		<u><u>10,886</u></u>	<u><u>23,022</u></u>

14.1 In terms of the provisions of Section 59B of the Income Tax Ordinance, 2001 (the Ordinance), a subsidiary company may surrender its tax losses in favour of its holding company for set off against the income of its holding company subject to certain conditions as prescribed under the Ordinance.

Accordingly, the Company adjusted its tax liabilities for the tax years 2008 to 2010 by acquiring the losses of its subsidiary company and consequently an aggregate sum of Rs. 593.466 million equivalent to the tax value of the losses acquired had been paid to the subsidiary company.

The original assessments of the Company for the tax years 2008 to 2010 were amended under Section 122(5A) of the Ordinance by the tax authorities by disallowing Group Relief claimed by the Company under Section 59B of the Ordinance aggregating to Rs.593.466 million. The Company preferred appeals against the said amended assessments before the Commissioner Inland Revenue (Appeals) who vide his orders dated 10th June 2011 and 11th July 2011 has held that the Company is entitled to Group Relief under Section 59B of the Ordinance. However, the tax department filed an appeal before the Appellate Tribunal Inland Revenue (ATIR) against the Commissioner Inland Revenue (Appeals) (CIR) Order. The ATIR has passed an order in favour of the Company for the above tax years. In response, the Tax department filed reference application / appeal against the order of ATIR before the High Court of Sindh and with the Chairman ATIR which are under the process of hearings.

In addition to the above, the Company had also acquired the tax losses of Thal Boshoku Pakistan (Private) Limited (TBPK) in tax year 2020 and 2019 amounting to Rs. 175.331 million and Rs 135.224 million, respectively, for set off against its tax liability.

14.2 In terms of provision of Section 59AA of Income Tax Ordinance, 2001 (the Ordinance), the Company and its wholly owned subsidiaries namely Makro-Habib Pakistan Limited and Thal Power (Private) Limited have irrevocably opted to be taxed as a single fiscal unit. Accordingly, the tax loss and tax transferred by each subsidiary amounts to Rs. 1.949 million and Rs. 2.482 million (June 30, 2020: Rs. 30.553 million) respectively.

14.3 Includes adjustment of tax challans acquired from Makro-Habib Pakistan Limited and Thal Power (Private) Limited amounting to Rs 0.022 million (June 30, 2020: Rs 0.081 million) and Rs 2.243 million (June 30, 2020: Rs 5.293 million), respectively.

15. CONTINGENCIES AND COMMITMENTS

15.1 Contingencies

There were no material changes in the status of contingencies as reported in the audited unconsolidated financial statements for the year ended June 30, 2020 except as disclosed in note 14.1 to these unconsolidated condensed interim financial statements.

		December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
15.2 Commitments			
15.2.1 Post dated cheques have been issued to Collector of Custom		<u>30,842</u>	<u>107,630</u>
15.2.2 Outstanding letters of credit for import of raw material and plant and machinery		<u>2,968,485</u>	<u>719,972</u>
15.2.3 Letter of guarantees issued by banks on behalf of the Company in respect of financial commitments of the Company	15.2.8	<u>3,852,557</u>	<u>3,960,800</u>
15.2.4 Commitments in respect of raw material		<u>675,293</u>	<u>576,655</u>
15.2.5 Commitments in respect of capital expenditure		<u>915,871</u>	<u>28,655</u>
15.2.6 Commitments for rentals under Ijarah (lease) agreements			
Within one year		37,828	32,330
After one year but not later than five years		<u>32,763</u>	<u>33,375</u>
	15.2.9	<u>70,591</u>	<u>65,705</u>
15.2.7 Commitments in respect of investments are disclosed in note 7 to these unconsolidated condensed interim financial statements.			
15.2.8 These guarantees are secured against certain items of property, plant and equipment of the company.			
15.2.9 These are secured by on-demand promissory notes of Rs. 127.246 million (June 30, 2020: Rs 106.364 million)			

16. OTHER INCOME

This includes dividend income, cost reimburseable allowed by a customer and reversal of allowance for expected credit losses amounting to Rs. 415.049 million, Rs. 189.628 million and Rs. 97.940 million (December 31, 2019: Rs. 497.190 million, Rs. 44.265 million and nil) respectively.

17. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise of subsidiaries, associates, employee benefit funds, directors and key management personnel. Detail of transactions with related parties during the period are as under:

Relationship	Nature of transactions	Half-year ended	
		December 31, 2020 (Un-audited) (Rupees in thousands)	December 31, 2019
Subsidiaries	Professional services acquired	83,337	78,689
	Dividend income	254,658	207,216
	Purchase of goods	781	48
	Loan to subsidiaries	9,000	-
	Interest income on loan to subsidiary	10,999	-
	Service fee	16,200	16,200
	Tax profit / loss and challans acquired	2,210	4,486
	Sale of assets	-	4,413
Associates	Sales of goods	5,398,746	3,128,100
	Dividend income	95,026	184,294
	Insurance premium	18,845	15,684
	Purchase of assets	-	176
	Insurance claim received	3,069	3,601
	Rent received	1,416	1,416
Employee benefit funds	Contribution to provident fund	23,287	19,562
	Contribution to retirement benefit fund	4,157	4,066
Key management personnel	Remuneration paid	41,955	33,421
Directors	Directors' meeting fee paid	1,100	1,200

18. FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES

The Company's activities expose it to a variety of financial risks. These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the annual unconsolidated financial statements of the Company for the year ended June 30, 2020. There have been no changes in any risk management policies since the year end.

19. FAIR VALUE OF FINANCIAL INSTRUMENTS

There were no transfers amongst levels during the period.

20. GENERAL AND NON-ADJUSTING EVENT AFTER BALANCE SHEET DATE

20.1 General

20.1.1 Figures have been rounded off to the nearest thousand Rupee, unless otherwise stated.

20.1.2 Corresponding figures have been re-classified for the purpose of better presentation and comparisons, wherever necessary. However, there are no material reclassifications to report.

20.2 Non-adjusting event after balance sheet date

20.2.1 Non-adjusting event after balance sheet date other than that disclosed in note 7 to these unconsolidated condensed interim financial statements is as under:

The Board of Directors in their meeting held on February 24, 2021 declared interim cash dividend amounting to Rs. 4.00/- per share.

21. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on February 24, 2021 by the Board of Directors of the Company.

Chief Executive Officer

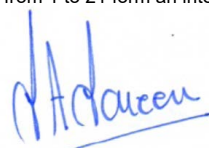
Director

Chief Financial Officer

THAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2020

	Note	December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	4,304,975	4,223,380
Intangible assets		153,240	178,827
Investment property		6,612,733	6,725,717
Long-term investments	6	8,782,179	7,822,309
Long-term deposits		20,554	20,431
Long-term prepayments		22,501	22,501
Deferred tax asset - net		23,254	73,434
		19,919,436	19,066,599
CURRENT ASSETS			
Stores, spares and loose tools		160,511	142,151
Stock-in-trade	7	7,113,176	5,945,770
Trade debts	8	3,028,005	2,639,796
Loans and advances		65,222	50,181
Trade deposits and short-term prepayments		314,500	191,928
Interest accrued		8,263	7,375
Other receivables		347,574	203,527
Short-term investments	9	7,545,173	5,303,376
Sales tax refundable		49,049	60,688
Cash and bank balances		2,227,553	3,606,460
		20,859,026	18,151,252
TOTAL ASSETS		40,778,462	37,217,851
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 200,000,000 (June 30, 2018: 200,000,000) ordinary shares of Rs.5 each		1,000,000	1,000,000
Issued, subscribed and paid-up capital 81,029,909 (June 30, 2018: 81,029,909) ordinary shares of Rs. 5/- each		405,150	405,150
Share deposit money		12	12
Reserves		26,906,126	24,696,764
Equity attributable to equity holders' of the parent		27,311,288	25,101,926
Non-controlling interest		6,494,841	6,451,573
		33,806,129	31,553,499
NON-CURRENT LIABILITIES			
Long-term deposits and liability	10	340,117	328,860
Long-term borrowings		343,758	394,638
Lease liabilities	11	949,005	779,054
		1,632,880	1,502,552
CURRENT LIABILITIES			
Trade and other payables		4,294,982	3,172,046
Unclaimed dividend		83,063	66,197
Unpaid dividend		32,916	45,252
Accrued markup		12,833	6,803
Income Tax - net	12	237,161	260,554
Current portion of long-term borrowings		99,571	49,786
Current portion of lease liabilities	11	17,368	103,648
Short-term borrowings	13	544,332	438,000
Deferred income		17,227	19,514
		5,339,453	4,161,800
CONTINGENCIES AND COMMITMENTS	14		
TOTAL EQUITIES AND LIABILITIES		40,778,462	37,217,851

The annexed notes from 1 to 21 form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

THAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS
FOR THE PERIOD ENDED DECEMBER 31, 2020
(UN-AUDITED)

	Half-year ended		Quarter ended	
	December 31, 2020 (Rupees in thousands)	December 31, 2019	December 31, 2020 (Rupees in thousands)	December 31, 2019
Revenue - net	12,346,699	8,243,769	6,832,769	4,057,265
Cost of sales	<u>(10,420,167)</u>	<u>(7,298,647)</u>	<u>(5,667,377)</u>	<u>(3,464,426)</u>
Gross Profit	1,926,532	945,122	1,165,392	592,839
Distribution costs	<u>(134,557)</u>	<u>(103,270)</u>	<u>(74,490)</u>	<u>(51,830)</u>
Administrative expenses	<u>(636,479)</u>	<u>(616,036)</u>	<u>(326,561)</u>	<u>(235,202)</u>
Other charges	<u>(136,841)</u>	<u>(83,127)</u>	<u>(66,627)</u>	<u>(63,035)</u>
	<u>(907,877)</u>	<u>(802,433)</u>	<u>(467,678)</u>	<u>(350,067)</u>
Other income	15 1,637,105	1,531,905	777,575	801,022
Operating Profit	2,655,760	1,674,594	1,475,289	1,043,794
Finance costs	<u>(86,321)</u>	<u>(84,652)</u>	<u>(43,131)</u>	<u>(44,779)</u>
	<u>2,569,439</u>	<u>1,589,942</u>	<u>1,432,158</u>	<u>999,015</u>
Share of net profit of associates - after tax	803,092	651,371	121,738	378,781
Profit before taxation	3,372,531	2,241,313	1,553,896	1,377,796
Taxation	<u>(765,346)</u>	<u>(558,385)</u>	<u>(432,649)</u>	<u>(345,228)</u>
Profit after taxation	2,607,185	1,682,928	1,121,247	1,032,568
Attributable to:				
- Equity holders of the Holding Company	2,394,145	1,526,483	1,002,158	956,084
- Non-controlling interest	213,040	156,445	119,089	76,484
	<u>2,607,185</u>	<u>1,682,928</u>	<u>1,121,247</u>	<u>1,032,568</u>
	Rupees	Rupees	Rupees	Rupees
Basic and diluted earnings per share attributable to the equity holders of the Holding Company	<u>29.55</u>	<u>18.84</u>	<u>12.37</u>	<u>11.80</u>

The annexed notes from 1 to 21 form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

THAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2020
(UN-AUDITED)

	Half-year ended		Quarter ended	
	December 31, 2020 (Rupees in thousands)	December 31, 2019	December 31, 2020 (Rupees in thousands)	December 31, 2019
Profit after taxation	2,607,185	1,682,928	1,121,247	1,032,568
Other comprehensive income				
(Loss) / gain on revaluation of investments at fair value through other comprehensive income	97,180	32,003	19,340	36,101
Share of actuarial loss on remeasurement of defined benefit plans of associates	1,643	(10,091)	5,930	(5,082)
Total comprehensive income for the period, net of tax	<u>2,706,008</u>	<u>1,704,840</u>	<u>1,146,517</u>	<u>1,063,587</u>
Attributable to:				
- Equity holders of the Holding Company	2,492,968	1,548,395	1,027,428	987,103
- Non-controlling interest	213,040	156,445	119,089	76,484
	<u>2,706,008</u>	<u>1,704,840</u>	<u>1,146,517</u>	<u>1,063,587</u>

The annexed notes from 1 to 21 form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

THAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2020

	Issued, subscribed & paid-up capital	Share deposit money	RESERVES				Non-controlling interest	Total equity
			Capital	Revenue				
				General Reserve	Unappropriated profit	Gain on revaluation of investments classified at FVOCI		
Rupees in '000								
Balance as at June 30, 2019	405,150	12	67,929	15,165,374	7,032,374	94,634	6,459,266	29,224,739
Transfer to general reserve	-	-	-	2,506,500	(2,506,500)	-	-	-
Final dividend @ Rs 5.5 per share for the year ended June 30, 2019	-	-	-	-	(445,666)	-	-	(445,666)
Subsidiary Company								
Final dividend @ Rs. 0.399/- per share for the year ended June 30, 2019	-	-	-	-	-	-	(46,184)	(46,184)
Interim dividend @ Rs. 0.676/- per share for the period ended September 30, 2019	-	-	-	-	-	-	(91,960)	(91,960)
Profit for the period	-	-	-	-	1,526,483	-	156,445	1,682,928
Other comprehensive income	-	-	-	-	(10,091)	32,003	-	21,912
Total comprehensive income	-	-	-	-	1,516,392	32,003	156,445	1,704,840
Balance as at December 31, 2019 (unaudited)	405,150	12	67,929	17,671,874	5,596,600	126,637	6,477,567	30,345,769
Balance as at June 30, 2020	405,150	12	67,929	17,671,874	6,841,559	115,402	6,451,573	31,553,499
Transfer to general reserve	-	-	-	1,460,000	(1,460,000)	-	-	-
Final dividend @ Rs 3.5 per share for the year ended June 30, 2020	-	-	-	-	(283,606)	-	-	(283,606)
Subsidiary Company								
Final dividend @ Rs. 0.623/- per share for the year ended June 30, 2020	-	-	-	-	-	-	(84,705)	(84,705)
Interim dividend @ Rs. 0.625/- per share for the period ended September 30, 2020	-	-	-	-	-	-	(85,067)	(85,067)
Profit for the period	-	-	-	-	2,394,145	-	213,040	2,607,185
Other comprehensive income	-	-	-	-	1,643	97,180	-	98,823
Total comprehensive income	-	-	-	-	2,395,788	97,180	213,040	2,706,008
Balance as at December 31, 2020 (Unaudited)	405,150	12	67,929	19,131,874	7,493,741	212,582	6,494,841	33,806,129

The annexed notes from 1 to 21 form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Director

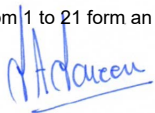


Chief Financial Officer

THAL LIMITED
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE PERIOD ENDED DECEMBER 31, 2020
(UN-AUDITED)

	Half-year ended	
	December 31, 2020	December 31, 2019
(Rupees in thousands)		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,372,531	2,241,313
Adjustments for non-cash charges and other items:		
Depreciation on:		
- Right-of-use assets	18,102	15,822
- Others	461,960	409,579
Provision for impairment of property, plant and equipment	4,730	-
Gain on disposal of property, plant and equipment	(6,629)	(4,508)
Gain on disposal of investment property	(7,432)	2,630
Amortisation	31,981	16,627
Share in profit of associates - after taxation	(803,092)	(651,371)
Finance cost of:		
- Lease liabilities	55,071	52,937
- Others	31,250	31,715
Dividend income	(168,476)	(283,242)
Interest income	(117,103)	(213,321)
Gain on revaluation / redemption of investments classified at fair value through profit or loss	(47,823)	(16,902)
(Reversal) / Provision for expected credit loss	(87,804)	48,803
Provision charge / (reversal) for obsolescence of inventories	50,320	(36,711)
Provision for retirement benefits	4,157	3,857
Exchange gain on long-term borrowing	(1,095)	-
	<u>(581,883)</u>	<u>(624,085)</u>
	2,790,648	1,617,228
(Increase) / decrease in current assets		
Stores, spares and loose tools	(22,797)	(15,712)
Stock-in-trade	(1,213,289)	(434,454)
Trade debts	(300,405)	300,421
Loans and advances	(15,041)	(116,153)
Trade deposits and short-term prepayments	(122,572)	186,527
Other receivables	(144,047)	(42,901)
Sales tax refundable	11,639	26,843
Increase / (decrease) in current liabilities		
Deferred income	(2,287)	3,352
Trade and other payables	1,126,639	(42,977)
	<u>(682,160)</u>	<u>(135,054)</u>
Cash generated from operations	2,108,488	1,482,174
Finance costs paid	(80,291)	(84,147)
Retirement benefits paid	(7,860)	(7,519)
Income tax paid	(738,559)	(585,961)
Long-term loans	-	1,998
Long-term deposits - net	11,134	3,341
Net cash used in operating activities	<u>1,292,912</u>	<u>809,886</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(277,501)	(1,185,593)
Additions to investment property	(58,163)	(25,615)
Additions to intangible assets	(6,394)	(77,789)
Proceeds from disposal of property, plant and equipment	16,656	14,664
Dividends received	263,502	327,323
Interest income received	170,886	200,465
Long-term investments made	(152,981)	(404,691)
Short-term investments - net	(2,248,645)	(73,545)
Net cash generated from investing activities	<u>(2,292,640)</u>	<u>(1,224,781)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(448,848)	(578,438)
Lease liability paid	(36,663)	(41,304)
Net cash used in financing activities	<u>(485,511)</u>	<u>(619,742)</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(1,485,239)</u>	<u>(1,034,637)</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	3,168,460	2,842,777
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>1,683,221</u>	<u>1,808,140</u>
Cash and bank balances	2,227,553	2,377,072
Short-term borrowings	(544,332)	(568,932)
	<u>1,683,221</u>	<u>1,808,140</u>

The annexed notes from 1 to 21 form an integral part of these consolidated condensed interim financial statements.


Chief Executive


Director


Chief Financial Officer

THAL LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2020
(UN-AUDITED)

1. THE GROUP AND ITS OPERATIONS

1.1 Thal Limited (the Holding Company) was incorporated on January 31, 1966 as a public company limited by shares and is listed on the Pakistan Stock Exchange.

The Holding Company is engaged in the manufacture of jute goods, engineering goods, papersacks and laminate sheets. The registered office of the holding company is situated at 4th Floor, House of Habib, 3 Jinnah Co-operative Housing Society, Block 7/8, Sharae Faisal, Karachi.

The Group comprises of the Holding Company and its subsidiaries, Noble Computer Services (Private) Limited, Pakistan Industrial Aids (Private) Limited, Makro-Habib Pakistan Limited, Habib METRO Pakistan (Private) Limited, Thal Boshoku Pakistan (Private) Limited, Thal Power (Private) Limited and Thal Electrical (Private) Limited.

- Noble Computer Services (Private) Limited is engaged in providing Internal Audit Services, I.T. related Services, Advisory Services, H.R Services and Management Services.

- Pakistan Industrial Aids (Private) Limited is engaged in trading of various products.

- Makro-Habib Pakistan Limited is engaged in a chain of wholesale / retail cash and carry stores.

- Habib METRO Pakistan (Private) Limited's main business is to own and manage properties.

- Thal Boshoku Pakistan (Private) Limited is engaged in the manufacturing of Air cleaner set assembly, Seat track sub assembly and Seat side frame sub assembly for automobiles.

- Thal Power (Private) Limited has entered into a joint venture agreement with M/s Novatex for collaboration to develop a 330 MW Coal-fired Power Generation Plant at Thar, Sindh.

- Thal Electrical (Private) Limited was incorporated in Pakistan on January 12, 2018 as a private limited company.

These subsidiaries have been consolidated in these consolidated condensed interim financial statements.

1.2 Geographical location and address of business units

Holding Company:

The registered office of the Holding Company is situated at 4th Floor, House of Habib, 3 Jinnah Co-operative Housing Society, Block 7/8, Sharae Faisal, Karachi.

Plants

The Jute operations are located at Muzaffargarh, Punjab.

Engineering operations are located at Korangi and Port Qasim, Karachi, Sindh

Papersack operations are located at Hub, Balochistan and Gadoon, Khyber Pakhtunkhwa.

Laminate operations are located at Hub, Balochistan

Subsidiaries:

Noble Computer Services (Private) Limited operations are located at 2nd Floor, House of Habib, 3-Jinnah Co-operative Housing Society, Block 7/8, Sharae Faisal, Karachi,

Pakistan Industrial Aids (Private) Limited operations are located at - Plot number 192, Korangi Industrial area, Sector 22, Karachi.

Makro-Habib Pakistan Limited is located at 2nd, House of Habib - 3- Jinnah Co-Operative Housing Society, Sharae Faisal, Karachi.

Habib METRO Pakistan (Private) Limited operations are located at Mezzanine Floor, House of Habib, 3-Jinnah Co-operative Housing Society, Block 7/8, Sharae Faisal, Karachi.

Thal Boshoku Pakistan (Private) Limited operations are located at - Plot number SP-C, North Western Industrial Road, Port Qasim, Karachi.

Thal Power (Private) Limited operations are located at 4th Floor, House of Habib, 3-Jinnah Co-operative Housing Society, Block 7/8, Sharae Faisal, Karachi.

Thal Electrical (Private) Limited operations are located at 4th Floor, House of Habib, 3-Jinnah Co-operative Housing Society, Block 7/8, Sharae Faisal, Karachi.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These consolidated 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 Standards 34; 'Interim Financial Reporting', (IAS 34) issued by International Accounting Standard Board (IASB) as notified under the Companies Act, 2017 (the Act),
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Act; and
- Provisions of and directives issued under the Act.

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

These consolidated condensed interim financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's audited consolidated financial statements for the year ended June 30, 2020.

2.2 Adoption of amendments and framework effective during the period

The Company has adopted the following amendments of IFRSs and the framework for financial reporting which became effective for the current period:

Amendments and framework:

- IFRS 3 - Definition of a Business (amendments);
- IFRS 9 / IAS 39 / IFRS 7 - Interest Rate Benchmark Reform (amendments);
- IAS 1 / IAS 8 - Definition of Material (amendments);
- IFRS 16 - COVID 19 Related Rent Concessions (amendments); and
- The Conceptual Framework for Financial Reporting issued on March 29, 2018

The IASB has issued the revised Conceptual Framework for Financial Reporting (the Conceptual Framework) in March 2018 which is effective for annual periods beginning on or after January 01, 2020 for preparers of financial statements who develop accounting policies based on the Conceptual Framework. The revised Conceptual Framework is not a standard, and none of the concepts override those in any standard or any requirements in a standard. The purpose of the Conceptual Framework is to assist IASB in developing standards, to help preparers develop consistent accounting policies if there is no applicable standard in place and to assist all parties to understand and interpret the standards.

The adoption of the above amendments and framework did not have any effect on the consolidated condensed interim financial statements.

3 ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended June 30, 2020.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these consolidated condensed interim financial statements are in conformity with the approved accounting standards which requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates, assumptions and judgements 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. However, actual results may differ from these estimates and assumptions.

During the preparation of these consolidated condensed interim financial statements, the significant judgements made by management in applying Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the audited annual financial statements for the year ended June 30, 2020.

5 PROPERTY, PLANT AND EQUIPMENT

	Note	December 31, 2020 (Un-audited) (Rupees in thousands)	June 30, 2020 (Audited)
Operating fixed assets			
- owned	5.1	3,928,113	4,149,718
- right-of-use assets	5.2	129,194	12,448
Capital work-in-progress	5.3	247,668	61,214
		<u>4,304,975</u>	<u>4,223,380</u>

5.1 Details of additions and disposals are as follows:

	Additions at cost		Deletions at book value	
	Half-year ended December 31,		Half-year ended December 31,	
	2020 (Un-audited)	2019 (Un-audited)	2020 (Un-audited)	2019 (Un-audited)
	------(Rupees in thousands)-----			
Factory building	11,138	33,766	-	-
Non-factory building	11,934	-	-	-
Plant and machinery	16,695	57,165	156	-
Furniture and fittings	570	3,637	3	13
Vehicles	3,675	10,740	1,967	2,396
Office and mills equipment	8,911	19,049	146	27
Computer equipment	11,022	50,025	323	91
Jigs and Fixtures	27,101	19,007	-	-
	<u>91,046</u>	<u>193,389</u>	<u>2,595</u>	<u>2,527</u>

5.1.1

Includes transfers from capital work-in-progress amounting to Rs. 15.927 million (December 31, 2019: Rs.268.202 million).

5.2 During the period, the Company has reassessed the lease term of certain leased properties and have also entered into a contract for an office space of which the lease term is expected to be atleast 5 years. As a result the lease liability and corresponding right-of-use asset has increased by Rs. 120.334 million.

5.3 Details of additions at cost are as follows:

	December 31, 2020 (Un-audited) (Rupees in thousands)	December 31, 2020 (Audited)
Factory building	-	62,406
Plant and machinery	184,668	986,155
Furniture and fittings	-	2,746
Office and mills equipment	12,233	18,867
Computer equipment	-	1,180
Jigs and fixtures	5,480	5,017
	<u>202,381</u>	<u>1,076,371</u>

		December 31, 2020 (Un-audited)	June 30, 2020 (Audited)
		(Rupees in thousands)	
6	LONG-TERM INVESTMENTS		
	<u>Investment in related parties</u>		
	Investment in associates - equity accounting	6.1 8,514,952	7,652,262
	<u>Other investments - at fair value through other comprehensive income</u>		
	Listed shares	<u>267,227</u>	<u>170,047</u>
		<u>8,782,179</u>	<u>7,822,309</u>
6.1	This includes investment in ThalNova Power Thar (Private) Limited (TNTPL) which is a company developing a coal based power plant. During the period the Group invested Rs 152.981 million in TNTPL and upto the statement of financial position date it has invested Rs. 1,687.515 million acquiring 168,751,415 ordinary shares having face value of Rs. 10 each. The balance commitment of the investment is USD 21.7 million in PKR equivalent. TNTPL achieved financial close on September 30, 2020.		
		December 31, 2020	June 30, 2020
		(Un-audited)	(Audited)
		(Rupees in thousands)	
7	STOCK-IN-TRADE		
	Raw material		
	- In hand	3,828,568	4,390,214
	- In transit	<u>1,928,123</u>	<u>699,877</u>
		<u>5,756,691</u>	<u>5,090,091</u>
	Work-in-process	392,063	377,192
	Finished goods	1,206,063	673,704
	Less: Provision for obsolescence	<u>(241,641)</u>	<u>(195,217)</u>
		<u>7,113,176</u>	<u>5,945,770</u>
8	TRADE DEBTS		
	Considered good	3,146,220	2,855,951
	Allowance for expected credit losses	<u>(118,215)</u>	<u>(216,155)</u>
		<u>3,028,005</u>	<u>2,639,796</u>
9	SHORT-TERM INVESTMENTS		
	At amortised cost		
	Term deposit receipts	154,660	155,048
	Treasury bills	<u>657,449</u>	<u>1,127,229</u>
		<u>812,109</u>	<u>1,282,277</u>
	At fair value through profit or loss		
	Mutual Funds	6,085,184	3,776,099
	Term finance certificate	245,000	245,000
	Pakistan Investment Bond	402,880	-
		<u>6,733,064</u>	<u>4,021,099</u>
		<u>7,545,173</u>	<u>5,303,376</u>
9.1	This carries interest at the rate of 7.70% per annum and will mature latest by May 2028.		

		December 31, 2020	June 30, 2020
	Note	(Un-audited)	(Audited)
(Rupees in thousands)			
10 LONG-TERM DEPOSITS AND LIABILITY			
Long-term deposits		326,945	328,860
Long-term liability	10.1	18,667	-
Current portion of		(5,495)	-
		<u>340,117</u>	<u>328,860</u>

10.1 This includes liability recorded against Gas Infrastructure Development Cess (GIDC) reclassified from trade and other payables pursuant to the decision of Honorable Supreme Court dated August 13, 2020 wherein it held that the levy of GIDC is constitutional and payable in 48 equal monthly installments.

		December 31, 2020	June 30, 2020
	Note	(Un-audited)	(Audited)
(Rupees in thousands)			
11 LEASE LIABILITY			
Opening balance		882,702	-
Impact of initial adoption of IFRS-16		-	838,123
Additions during the year		-	34,420
Adjustment	5.2	120,334	-
Accretion of interest		55,071	108,602
Lease rentals paid		(91,734)	(98,443)
Closing balance		966,373	882,702
Less: Current maturity		(17,368)	(103,648)
		<u>949,005</u>	<u>779,054</u>

12 INCOME TAX - Net

Group Tax Relief adjustments	12.1	(684,120)	(683,879)
Group Taxation adjustments	12.2	46,730	46,197
Income Tax provision less tax payments - net	12.3	874,551	898,236
		<u>237,161</u>	<u>260,554</u>

12.1 In terms of the provisions of Section 59B of the Income Tax Ordinance, 2001 (the Ordinance), a subsidiary company may surrender its tax losses in favour of its Holding Company for set off against the income of its Holding Company subject to certain conditions as prescribed under the Ordinance.

Accordingly, the Holding Company has adjusted its tax liabilities for the tax years 2008-2010 by acquiring the losses of its subsidiary company and consequently an aggregate sum of Rs. 593.466 million equivalent to the tax value of the losses acquired has been paid to the subsidiary company.

The original assessments of the Holding Company for the tax years 2008 to 2010 were amended under Section 122(5A) of the Ordinance by the tax authorities by disallowing Group Relief claimed by the Holding Company under Section 59B of the Ordinance aggregating to Rs. 593.466 million. The Holding Company preferred appeals against the said amended assessments before the Commissioner Inland Revenue (Appeals) who vide his orders dated 10th June 2011 and 11th July 2011 has held that the Holding Company is entitled to Group Relief under Section 59B of the Ordinance. However, the tax department filed an appeal before the Appellate Tribunal Inland Revenue (ATIR) against the Commissioner Inland Revenue (Appeal) (CIR) Order. The ATIR has passed an order in favour of the Holding Company for the above tax years; the Tax department filed reference application / appeal against the order of ATIR before the High Court of Sindh and with the Chairman ATIR which are under the process of hearings.

In addition to the above, the Holding Company had also acquired the tax losses of Thal Boshoku Pakistan (Private) Limited (TBPK) in tax year 2020 and 2019 amounting to Rs. 175.331 million and Rs 135.224 million, respectively, for set off against its tax liability.

12.2 In terms of provision of Section 59AA of Income Tax Ordinance, 2001 (the Ordinance), the Holding Company and its wholly owned subsidiaries namely Makro-Habib Pakistan Limited and Thal Power (Private) Limited have irrevocably opted to be taxed as a single fiscal unit. Accordingly, the tax loss and tax transferred by each subsidiary amounts to Rs. 1.949 million and Rs. 2.482 million (June 30, 2020: Rs. 30.553 million) respectively.

12.3 Includes adjustment of tax challans acquired from Makro-Habib Pakistan Limited and Thal Power (Private) Limited amounting to Rs 0.022 million (June 30, 2020: Rs 0.081 million) and Rs 2.243 million (June 30, 2020: Rs 5.293 million), respectively.

Note	December 31,	June 30,		
	2020 (Un-audited)	2020 (Audited)		
(Rupees in thousands)				
13	SHORT TERM FINANCING - secured			
	Export Refinance Scheme	13.1	361,000	145,000
	Running Finance		183,332	293,000
			<u>544,332</u>	<u>438,000</u>

13.1 This represents Export Refinance Facility availed by the Holding Company from commercial banks. The total amount of facility is Rs. 361 million and carries markup at 3% per annum. The facility is secured against a joint Pari Passu hypothecation charge on all present and future stocks, book debts and certain receivables of the Holding Company. The portion of the facility utilized to date amounts to Rs. 361 million and is repayable within a maximum period of 180 days.

14 CONTINGENCIES AND COMMITMENTS

14.1 Contingencies

There were no material changes in the status of contingencies as reported in the annual consolidated financial statements for the year ended June 30, 2020.

Note	December 31,	June 30,		
	2020 (Un-audited)	2020 (Audited)		
(Rupees in thousands)				
14.2	Commitments			
14.2.1	Post dated cheques have been issued to Collector of Custom		<u>44,623</u>	<u>120,792</u>
14.2.2	Outstanding letters of credit for import of raw material and plant and machinery		<u>3,019,323</u>	<u>770,899</u>
14.2.3	Letter of guarantees issued by banks on behalf of the Company in respect of financial commitments of the Company	14.2.9	<u>7,613,093</u>	<u>3,987,251</u>
14.2.4	Commitments in respect of raw material		<u>675,293</u>	<u>576,655</u>
14.2.5	Commitments in respect of capital expenditure		<u>915,871</u>	<u>28,655</u>
14.2.6	Commitments for rentals under Ijarah (lease) agreements			
	Within one year		44,477	38,979
	After one year but not later than five years		50,390	51,002
		14.2.10	<u>94,867</u>	<u>89,981</u>
14.2.7	Commitments for rentals under operating lease agreements in respect of Land			
	Within one year		81,414	81,414
	After one year but not later than five years		431,013	431,013
	After five years		1,873,712	1,873,712
			<u>2,386,139</u>	<u>2,386,139</u>
14.2.8	Commitments in respect of investments are disclosed in note 6 to these consolidated condensed interim financial statements.			
14.2.9	These guarantees are secured against certain items of property, plant and equipment of the company.			
14.2.10	These are secured by on-demand promissory notes of Rs. 127.246 million (June 30, 2020: Rs 106.364 million).			

15 OTHER INCOME

This includes dividend income, rental, licence and signage income, cost reimburseable allowed by a customer and reversal of allowance for expected credit losses amounting to Rs. 168.476 million, Rs. 968.809 million, Rs. 189.628 million and 87.804 (December 31, 2019: Rs. 283.242 million, Rs. 915.364 million, Rs 44.265 and nil) respectively.

16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties of the Group comprise associates, retirement funds, directors and key management personnel. Detail of transactions and balances with related parties during the period, other than those disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

Relationship	Nature of transactions	Half-year ended	
		December 31, 2020	December 31, 2019
		(Un-audited)	
		Rupees in thousand	
Associates	Sales of goods	6,205,303	3,184,035
	Dividend income received	95,026	184,294
	Dividend paid	169,772	138,144
	Professional services rendered	103,525	110,422
	Rent / licence fee received	858,128	797,661
	Insurance premium paid	21,733	17,697
	Insurance claim received	4,312	3,648
	Supplies purchased	459,733	246,522
	Purchase of assets	-	3,331
	Sales of assets	-	1,000
Employee benefit plans	Contribution to provident fund	29,299	25,248
	Contribution to retirement benefit fund	4,157	4,066
Key management personnel	Remuneration paid	75,556	78,360
Directors	Directors' meeting fee paid	1,100	1,200

17 FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES

The Group's activities expose it to a variety of financial risks. These consolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 30 June 2020. There have been no changes in any risk management policies since the year end.

18 FAIR VALUE OF FINANCIAL INSTRUMENTS

There were no transfers amongst levels during the period.

19 SEGMENT ANALYSIS

Half-year ended										
December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	
Engineering		Building material and allied products		Real estate management & others		Elimination		Total		
-----Rupees in thousand-----										
SALES REVENUE	7,913,368	4,570,031	4,316,038	3,544,250	201,411	203,395	(84,118)	(73,907)	12,346,699	8,243,769
SEGMENT RESULT	1,163,125	499,829	795,482	366,683	687,523	624,697	-	114	2,646,130	1,491,323
Unallocated corporate (expenses) / income:										
Administrative & distribution costs									(451,637)	(416,563)
Other charges									(136,841)	(83,127)
Other income									598,108	682,961
Operating profit									2,655,760	1,674,594
Finance cost									(86,321)	(84,652)
Share in profit of associates									803,092	651,371
Taxation									(765,346)	(558,385)
Profit after taxation									2,607,185	1,682,928

Quarter ended										
December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	
Engineering		Building material and allied products		Real estate management & others		Elimination		Total		
-----Rupees in thousand-----										
SALES REVENUE	4,443,030	2,120,256	2,330,485	1,869,391	101,507	103,214	(42,253)	(35,596)	6,832,769	4,057,265
SEGMENT RESULT	709,009	453,255	467,382	195,401	353,765	313,163	-	-	1,530,156	961,819
Unallocated corporate (expenses) / income:										
Administrative & distribution costs									(241,944)	(212,715)
Other charges									(66,627)	(63,035)
Other income									253,704	357,725
Operating profit									1,475,289	1,043,794
Finance cost									(43,131)	(44,779)
Share in profit of associates									121,738	378,781
Taxation									(432,649)	(345,228)
Profit after taxation									1,121,247	1,032,568

20 GENERAL AND NON-ADJUSTING EVENT AFTER REPORTING DATE

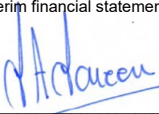
20.1 Figures have been rounded off to the nearest thousands.

20.2 Corresponding figures have been re-classified for the purpose of better presentation and comparisons, wherever necessary. However, there are no material reclassifications to report.

20.3 The Board of Directors of the Holding Company has recommended interim cash dividend of Rs. 4.00/- per share for the half year ended December 31, 2020, in its meeting held on February 24, 2021. These consolidated condensed interim financial statements do not include the effect of the above interim cash dividend which will be accounted for as a subsequent event.

21 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on February 24, 2021 by the Board of Directors of the Holding Company.


Chief Executive


Director


Chief Financial Officer

تھل لمیٹڈ

ڈائریکٹرز کی جائزہ رپورٹ برائے شیئر ہولڈرز

بورڈ آف ڈائریکٹرز کی جانب سے میں ڈائریکٹرز کا جائزہ بشمول 31 دسمبر 2020 کو ختم ہونے والی مدت کے لئے غیر آڈٹ شدہ عبوری مجموعی مالیاتی حسابات پیش کرتے ہوئے خوشی محسوس کر رہا ہوں۔

فتاویٰ کی خاص خاص باتیں

روپے بلین میں (مع سوائے آمدنی فی شیئر)				
کنسالڈیٹڈ		اسٹینڈالون		
برائے ششماہی مدت مختتمہ 31 دسمبر 2019	برائے ششماہی مدت مختتمہ 31 دسمبر 2020	برائے ششماہی مدت مختتمہ 31 دسمبر 2019	برائے ششماہی مدت مختتمہ 31 دسمبر 2020	
8,244	12,347	7,884	11,335	سیلز
2,241	3,373	1,238	2,113	قبل از ٹیکس منافع
1,683	2,607	940	1,592	بعد از ٹیکس منافع
18.84	29.55	11.60	19.65	فی شیئر آمدنی (روپے میں)

کارکردگی کا جائزہ

31 دسمبر 2020 کو ختم ہونے والی سہ ماہی کیلئے تھل لمیٹڈ (دی کمپنی) نے 11.3 بلین روپے کا سیلز آمدنی ظاہر کی جو گزشتہ سال کی اسی سہ ماہی کے 7.9 بلین روپے کے مقابلے میں 3.4 بلین روپے (44 فیصد) زائد ہے۔ بنیادی اور خالص آمدنی فی شیئر (ای پی ایس) برائے رواں سہ ماہی 19.65 روپے رہی جو اس کے مقابلے میں گزشتہ سال کی اس سہ ماہی میں 11.60 روپے تھی۔

بورڈ نے 31 دسمبر 2020 کو ختم ہونے والی ششماہی کیلئے 4.00 روپے فی شیئر یعنی 80 فیصد کے عبوری نقد منافع منقسمہ کی منظوری دی۔

کاروبار کی مختصر صورتحال - انجینئرنگ کا شعبہ

کمپنی کا شعبہ انجینئرنگ تھل سسٹم، انجن کمپونینٹس اور الیکٹریک سسٹمز بزنس پر مشتمل ہے، کاروبار کے یہ شعبہ جات بنیادی طور پر آٹوموٹیو پارٹس کی تیاری پر توجہ دیتے ہیں۔

31 دسمبر 2020 کو ختم ہونے والی ششماہی کیلئے کے دوران شعبہ انجینئرنگ کا ٹرن اوور 7.2 بلین روپے تھا جو گزشتہ سال کی اسی مدت کے دوران کے حجم 4.3 بلین روپے کے مقابلے میں 2.9 بلین روپے (67 فیصد) کا اضافہ ہے۔ مقامی اسمبل شدہ گاڑیوں کی طلب میں نمایاں حد تک اضافہ ہو رہا ہے۔ ستمبر 2020 سے گاڑیوں کیلئے صارفین کی طلب بتدریج بڑھ رہی ہے اور توقع ہے کہ رواں مالی سال کی دوسری ششماہی کے دوران تیزی کا رجحان برقرار رہے گا۔ اسی دوران COVID-19 کو لاک ڈاؤن کے بعد صارفین کی بڑھتی ہوئی تعداد کے نتیجے میں مقامی مینوفیکچررز بھی بحال ہو رہے تھے تو انہیں پارٹس کی دستیابی میں قلت کی صورت میں ایک نئے چیلنج کا سامنا کرنا پڑا۔ اس کی وجہ بندرگاہوں میں گنجائش کی کمی اور کنٹینر کی قلت کے سبب بین الاقوامی سپلائی کی چین کا متاثر ہونا تھی۔ انفرادی کاروبار خام مال کی سپلائی میں تاخیر کے باوجود اپنی سپلائی چین برقرار رکھنے کے معقول بندوبست کے باعث اپنے صارفین کو اثرات سے محفوظ رکھنے میں کامیاب رہے۔ توقع ہے کہ اپریل 2021 میں صورتحال بہتر ہو جائے گی۔

انتظامیہ معاشی اور سیاسی پہلوؤں میں چند نمایاں عناصر کے حوالے سے تشویش میں مبتلا ہے تاہم بہتری کا رجحان برقرار رکھنے کے لئے ضروری اقدامات کئے جا رہے ہیں۔ مقامی سطح پر صلاحیتوں اور مہارتوں میں استحکام لانے پر توجہ دینے کے ذریعے انتظامیہ آنے والے پروجیکٹس میں فعال شراکت کے لئے موجودہ اور نئے اور پینل ایکویپمنٹ مینوفیکچررز (OEM) کے ساتھ قریبی روابط استوار کر کے کام کر رہی ہے۔

جنوری 2021 میں آتشزدگی کا ایک معمولی واقعہ ہمارے تھرمل سسٹمز بزنس کی پریمیسز میں ریڈی ایٹرن فارمنگ مشین میں پیش آیا۔ موجودہ حفاظتی آلات کے ذریعے آگ پر فوری قابو پایا گیا اور اسٹاک، پلانٹ یا مشینری کو کوئی نقصان نہیں پہنچا۔ الحمد للہ اس حادثے میں کوئی فرد بھی متاثر نہیں ہوا۔ مذکورہ مشین کو نقصان پہنچنے کی وجہ سے کاروباری سرگرمیاں بھی انتظامیہ کی بروقت کوششوں کے باعث متاثر نہیں ہوئیں۔ تاہم کمپنی کی سپلائی چین قدر متاثر ہوئی اور متاثرہ مشینری کی بحالی تک سپلائی میں کمی کو متعلقہ انویٹری کی زائد قیمت پر درآمد کے ذریعے پورا کیا جا رہا ہے۔

انتظامیہ تمام تر افعال اور کارکردگی کے شعبوں میں مستقل بہتری کے عمل کے ذریعے صحت، تحفظ اور مالیاتی اقدامات کو بہتر بنانے پر توجہ دیتی رہے گی۔

کاروباری جائزہ - تعمیراتی سامان اور اس سے متعلق مصنوعات کا شعبہ

تعمیراتی سامان اور منسلکہ مصنوعات کے شعبے کا سیکلر ریویو برائے 31 دسمبر 2020 کو ختم ہونے والی ششماہی کیلئے 23 فیصد تک بڑھ کر 4.3 بلین روپے ہو گیا جو گزشتہ سال کی اسی مدت میں مقابلتاً 3.5 بلین روپے رہا تھا۔

جوٹ بزنس

2020-21 کی پہلی ششماہی کے دوران جوٹ بزنس اپنی فروخت اور مارکیٹ شیئر کا حجم برقرار رکھنے میں کامیاب رہا۔ برآمدات پر توجہ برقرار رکھنے کے ساتھ کاروبار بین الاقوامی سطح پر جوٹ کی نئی مارکیٹیں تلاش کرنے میں بھی کامیاب رہا جس کے نتیجے میں گزشتہ سال کی اسی مدت کے مقابلے میں برآمدی حجم 21 فیصد تک بڑھ گیا۔ مقامی تجارت بھی گزشتہ سال کی اسی مدت کے مقابلے میں نمایاں حد تک بڑھ گئی۔

کاروبار کو اس سال کے دوران بنگلہ دیش اور بھارت میں جوٹ کی انتہائی خراب فصل کے سبب نمایاں چیلنج کا سامنا کرنا پڑا جس کی وجہ سے جوٹ کی دستیابی میں رکاوٹ پڑی اور خام مال کے نرخ ریکارڈ بلند سطح پر پہنچ گئے۔ بروقت کارروائی کے ساتھ کاروبار نے سال کیلئے خام مال کی ضروریات کا ممکنہ حد تک انتظام کر لیا اور بڑھتے ہوئے خام جوٹ کے نرخوں کے اثرات کو کم کرنے کیلئے مقامی اور بین الاقوامی مارکیٹوں میں فروخت کے نرخ بھی بڑھائے۔ آپینٹنگ کی شرحیں برقرار رہیں اور اوور ہیڈ و آپرینٹنگ اخراجات کو بھی کنٹرول میں رکھا گیا۔

مالیاتی سال 2020-21 کی دوسری ششماہی کے لئے آؤٹ لک جوٹ کی حقیقی قلت اور خام جوٹ کے نرخوں میں مسلسل اضافے کی وجہ سے چیلنجنگ رہنے کا امکان ہے۔ تاہم برآمدی طلب مستحکم ہے اور ہم بین الاقوامی مارکیٹوں میں دائرہ کار بڑھانے پر توجہ دیتے رہیں گے۔ مقامی مارکیٹ میں ہم آنے والے سیزن میں گندم کی پیکیجنگ کے لئے اناج کی بوریوں کی مستحکم طلب کی امید رکھتے ہیں۔ بنگلہ دیش سے جوٹ کی فراہمی میں نمایاں مشکلات کے باوجود بڑھتی ہوئی طلب کو پورا کرنے کیلئے یہ کاروبار خام مال کے حصول کیلئے اپنی کوششیں جاری رکھے گا۔

پیپر سیک بزنس

ہمارے مرکزی کاروباری شعبے یعنی سیمنٹ کی صنعت سے طلب بھی تعمیراتی شعبے کیلئے حکومت کے مراعاتی پیکیج کے سبب مستحکم رہی ہے۔ یہ کاروبار حالیہ تشکیل کردہ نئی لائن سے اضافی گنجائش کے ساتھ بہتری کی جانب گامزن ہو گیا ہے۔ سال کی پہلی ششماہی کے دوران حجم اور آمدنی میں گزشتہ سال کی اسی مدت کے مقابلے میں بالترتیب 25 فیصد اور 17 فیصد کا نمایاں اضافہ ریکارڈ کیا گیا۔

سیمنٹ کے شعبے سے پیکیجنگ کی طلب کو مدنظر رکھتے ہوئے کمپنی نے وون پولی پرائپلین بیگز (WPP) کے لئے مینوفیکچرنگ کے شعبے میں 1.8 بلین روپے کی سرمایہ کاری بھی کی۔ اس سے سیمنٹ، فرٹیلائزر اور دیگر مختلف شعبوں میں مقامی اور بین الاقوامی سطح پر WPP بیگز کیلئے بڑھتی ہوئی طلب کو پورا کرنے میں مدد ملے گی۔

دیگر شعبہ جات مثلاً فوڈ گریڈ پیکیجنگ، صنعتی پیگنگ اور ریٹیل بیگز کا حجم سارفین کی جانب سے ریسٹورینٹس سے ٹیک اوے اور

ہوم ڈیلیوریز کے بڑھتے ہوئے رجحان کے سبب مستقل طور پر بڑھ رہا ہے اور COVID-19 سے متعلق لاک ڈاؤن اور دیگر بندشوں کی وجہ سے بھی طلب میں کافی اضافہ ہوا ہے۔

تمام شعبہ جات میں کاروباری بہتری کی وجہ سے منافع میں اضافہ ہوا جس کی بنیادی وجہ بلند تر سیلز حجم، خام مال اور آپریٹنگ پر سخت کنٹرول ہے۔ سرکاری حکام کے ساتھ مستقل روابط کے ذریعے کمپنی فنانس ایکٹ 2020 کے ذریعے ہمارے درآمد شدہ خام مال پر کسٹم ڈیوٹی میں حتمی طور پر رعایت حاصل کر لی گئی۔

سال کی باقیماندہ مدت کیلئے آؤٹ لک مثبت رہے گا جیسا کہ ہمیں امید ہے کہ سیمنٹ کی بوریوں اور دیگر مصنوعات کیلئے طلب مستحکم ہوگی۔ انتظامیہ باکفایت پیداواری عمل اور صارفین کا دائرہ کار اور مارکیٹ شیئرز بڑھانے پر توجہ مرکوز کئے ہوئے ہے۔ تاہم بین الاقوامی مارکیٹوں میں کاغذ کی قیمت میں اضافے اور فریٹ میں نمایاں اضافے مع سپینٹ میں تاخیر و لاجسٹک چیلنجز آنے والے مہینوں میں برقرار رہیں گے۔

لیمینٹس برنس

لیمینٹس برنس تین اہم شعبوں ہائی پریشر لیمینٹس (ایچ پی ایل)، کمپیکٹ لیمینٹس اور لیمینٹیشن بورڈز میں ”فارما میٹ“ کے برانڈ نام کے تحت سرگرم عمل ہے۔ یہ برانڈ اپنے معیار اور کارپوریٹ اقدار کو برقرار رکھنے کے ضمن میں ایک نمایاں مقام کا حامل ہے۔

COVID-19 (کورنا وائرس) لاک ڈاؤن کے بعد اور تعمیراتی سیکٹر کے لئے مراعاتی پیکج کو متعارف کرانے کے بعد تمام شعبہ جات میں نمایاں حد تک گروتھ بڑھی ہے، معیار میں بہتری کے ساتھ کاروبار اس مدت کے دوران فروخت کا حجم برقرار رہنے میں کامیاب رہا اور مقامی و برآمدی مارکیٹوں میں نئے صارفین کا اضافہ بھی ہوا۔

باکفایت پیداواری عمل پر اضافی توجہ کے باعث بہتر سیلز اور سپلائی چین مینجمنٹ کی تشکیل کی منصوبہ بندی کی وجہ سے کاروبار گزشتہ سال کی اسی مدت کے مقابلے میں بہتر نتائج فراہم کرنے میں کامیاب رہا۔ تاہم نمایاں خام مال کی ٹرانس سپینٹ میں نمایاں تاخیر کی وجہ سے خام مال کا مناسب اسٹاک رکھنے کی کوششوں کے باوجود سپلائی کی قلت کا سامنا رہا۔

برانڈ کو نمایاں رکھنے، نئی مصنوعات کو متعارف کرانے کے ذریعے پروڈکٹ اور لائن میں توسیع اور صارفین کے دائرہ کار میں توسیع کی کوششوں کے ذریعے مستقبل میں کامیابی کو یقینی بنانے کی توقع کی جا رہی ہے۔ پلانٹ کی کارکردگی اور پروڈکٹ کے معیار میں بہتری کیلئے بوائز سسٹم اور پریس پارٹس کی بہتری میں سرمایہ کاری بھی اولین ترجیح ہے۔ اس سے ہماری پروڈکٹ کے معیار میں مزید بہتری کے ساتھ گنجائش اور فراہمی کے دورانیے میں بہتری آئے گی۔ تعمیرات اور منسلک بلڈنگ میٹریل سے منسلک صنعتوں میں ترقی کے جاری عمل سے ہمیں یہ اعتماد حاصل ہوا کہ لیمینٹس کا کاروبار مستقبل قریب میں تیزی سے ترقی کے سفر پر گامزن ہو جائے گا۔

ذیلی ادارے

تھل بوشو کو پاکستان (پرائیویٹ) لمیٹڈ

31 دسمبر 2020 کو ختم ہونے والی ششماہی کے دوران کمپنی نے سیلز آمدنی میں نمایاں اضافہ ظاہر کیا۔ اس اضافے کی بنیادی وجہ فروری 2020 میں سیٹ پلانٹ کے آپریشن کے آغاز کی وجہ سے سیلز میں اضافہ تھا۔

تجم، نرخوں، معیار اور پروڈکٹ میں توسیع ہو جانے کے ساتھ یہ کاروبار مارکیٹ میں اپنی موجودگی کو بہتر بنانے میں کامیاب ہوا ہے۔ سیٹ پلانٹ کی جانب سے تیار کردہ اعلیٰ معیار کی سیٹوں کو صارفین نے بے حد پسند کیا۔ یہ کاروبار مثبت کیش فلو حاصل کرنے اور بیرونی قرضہ جات پر انحصار کم کر کے اپنی لیکویڈیٹی پوزیشن بنانے میں کامیاب رہا۔

آپریشن کی جانب صارفین کو سپلائرز کی تمام تر ضروریات ”زیر نقائص“ کے ساتھ ہر وقت مکمل کی جاری ہیں اور صارفین نے کاروبار کو پورے سال کے دوران ”گرین زون“ کا درجہ دیا۔ پروڈکٹ کی بروقت فراہمی اور کارٹن (ضروری امور) پر توجہ برقرار رہے گی۔

کاروبار کے مستقبل کا منظر نامہ مقامی معیشت پر مستقل دباؤ کے باعث چیلنجنگ نظر آتا ہے۔ تاہم اور ای ایجز سے طلب میں اضافے کی وجہ سے آٹو سیلٹر میں کچھ بہتری کے آثار ہیں۔ علاوہ ازیں نئے او ای ایم کی آمد سے مقامی پروڈکشن کا آغاز ہو گیا ہے جس سے صارفین کے دائرہ کار میں توسیع کے ساتھ نئے مواقع بھی ہو رہے ہیں۔ کاروبار مقامی صنعت کے اپنے پورٹ فولیو میں اضافے کے لئے کام کرنے کے ذریعے اپنی مصنوعات کی پیشکش میں اضافے بشمول آٹو پارٹس کی صنعت کے اندر نئی پروڈکٹس کے فروغ کے ضمن میں بھی اقدامات کر رہی ہے۔

حبیب۔ میٹرو پاکستان (پرائیویٹ) لمیٹڈ

حبیب میٹرو پاکستان (پرائیویٹ) لمیٹڈ ”ایچ ایم پی ایل“ کا مرکزی کاروبار جائیداد کی ملکیت اور اس کا انتظام سنبھالنا ہے۔ تھل لمیٹڈ ایچ ایم پی ایل کمپنی میں 60 فیصد شیئر ہولڈنگ کی حامل ہے جبکہ باقیماندہ 40 فیصد میٹرو کیش اینڈ کیری انٹرنیشنل ہولڈنگ پی۔وی۔ کے پاس ہیں۔ کاروبار مختلف مواقعوں کی تلاش میں مصروف عمل ہے تاکہ کیش اینڈ کیری ریٹیل ریٹیل بزنس کو فروغ دیا جاسکے اور اپنے اسٹور لوکیشنز سے ادارے میں مزید توسیع دی جائے۔

سہ ماہی کے دوران ایچ ایم پی ایل نے کمپنی کے لئے ادائیگی کے سلسلے میں 147 ملین روپے کی حتمی منافع منقسمہ کی منظوری دی۔

میکرو۔ حبیب پاکستان لمیٹڈ

میکرو حبیب پاکستان لمیٹڈ (ایچ ایم پی ایل) تھل لمیٹڈ کا مکمل ملکیتی ذیلی ادارہ ہے جو میکرو صدر اسٹور کی ملکیت بھی رکھتا

ہے۔ معزز سپریم کورٹ آف پاکستان نے 11 ستمبر 2015 کو ایم ایچ پی ایل کی نظرثانی پیشین مسترد کردی اور اس کے نتیجے میں صدر اسٹور بند کر دیا گیا۔

بعد میں 9 دسمبر 2015 کو ہونے والی ایک پیش رفت کے طور پر فاضل سپریم کورٹ آف پاکستان نے نظرثانی پیشین کی بحالی کے لئے آر می ویلفیئر ٹرسٹ (اے ڈبلیو ٹی) کی درخواست کو منظور کر لیا۔ اپنی 2 فروری 2016 کی سماعت میں معزز چیف جسٹس نے اے ڈبلیو ٹی کی نظرثانی درخواست کا جائزہ لیتے ہوئے تبصرہ کیا کہ ایم ایچ پی ایل اور وزارتِ دفاع دونوں کو میرٹ پر اپنے نکات پر بحث میں حصہ لینے کا موقع دیا جائے گا جیسا کہ یہ دونوں اے ڈبلیو ٹی کی نظرثانی پیشین میں جو ابداران ہیں۔

اے ڈبلیو ٹی کی نظرثانی پیشین کی سماعت پہلے ایک نئے بیج کے روبرو 17 اکتوبر 2017 کو مقرر کی گئی تھی تاہم شہری اور کے ڈبلیو ایس بی کی نمائندگی کرنے والی کونسل کی جانب سے داخل کردہ التواء کی درخواست کے باعث سماعت کے دوران مزید کوئی کارروائی نہ ہو سکی۔

یہ معاملہ ابھی اگلی سماعت کیلئے زیر التواء ہے اور کاروبار کو امید ہے کہ کوئی مناسب حل نکل آئے گا۔

صحت، تحفظ اور ماحول

اپنے ملازمین کا تحفظ اور فلاح و بہبود پر ہماری ہمیشہ توجہ رہی ہے اور کاروباری امور کے دوران انتظامیہ نے اپنے ملازمین کیلئے حالیہ وبائی صورتحال میں کام کرنے کے محفوظ ماحول کی فراہمی کیلئے تمام ترقیاتی اقدامات کئے۔

پاور سیکٹر میں سرمایہ کاری

سندھ اینگری و کول مائننگ کمپنی لمیٹڈ

سندھ اینگری و کول مائننگ ("ایس ای سی ایم سی") حکومت سندھ، تھل لمیٹڈ، اینگری و پاور جن لمیٹڈ، حب پاور کمپنی لمیٹڈ، حبیب بینک لمیٹڈ ("ایچ بی ایل")، سی ایم ای سی تھر مائننگ انویسٹمنٹس لمیٹڈ اور ایس پی آئی مینڈ ونگ کے مابین ایک جوائنٹ وینچر ہے۔ یہ تھر کول بلاک-II میں پاکستان کے پہلے اوپن پٹ مائننگ پروجیکٹ کو تیار کرنے میں سرگرم عمل ہے۔

COVID-19 (کورونا وائرس) کے باعث 2020 کا سال انتہائی چیلنجنگ رہنے کے باوجود ایس ای سی ایم سی باسہولت طریقے سے مصروف عمل رہی اور اینگری و پاور جن تھر لمیٹڈ جوائنٹ وینچر کو 3.8 ملین ٹن کوئلہ فراہم کیا۔ ایس ای سی ایم سی نے عالمگیر سطح پر کانوں میں کام کیلئے ایچ ایس پی اسٹینڈرڈ، صحت، تحفظ اور ماحولیات پر سختی کے ساتھ عمل کرتے ہوئے کسی محنت کش کے زخمی ہونے سے کام کے نقصان کو محفوظ رکھتے ہوئے 10 ملین محفوظ افرادی قوت کے گھنٹے مکمل کئے۔

اگرچہ ایس ای سی ایم سے نے اس مدت کے اندر مثبت کیش فلوز حاصل کیا تاہم اسے اس کے فنانس ایگریمنٹس کے تحت پروڈکشن کی تکمیل کی تاریخ (پی سی ڈی) کے حصول تک کسی بھی منافع منقسمہ کے اعلان سے محفوظ رکھا گیا جو کہ تقویمی سال 2021 کی تیسری سہ ماہی میں ہدف شدہ پی سی ڈی کے حصول میں تھر کول اینڈ انرجی بورڈ، ایس ای سی ایم کی جانب سے ”ٹرواب اور ایس ای سی ایم کے سی او ڈی اسٹیج ٹیرف پیش سے مشروط ہے۔

ایس ای سی ایم نے کامیابی کے ساتھ 31 دسمبر 2019 کو 7.6 ملین ٹن سالانہ (ایم ٹی پی اے) کے لئے اپنے کان کنی کے آپریشنز کی توسیع کیلئے فنانشل کلوزر حاصل کر لیا۔ فیئر-II کے لئے ایس ای سی ایم سی تھل نوواپاور تھر (پرائیویٹ) لمیٹڈ اور تھر انرجی لمیٹڈ کے ساتھ کول سپلائی ایگریمنٹس کر چکی ہے۔ تھر انرجی لمیٹڈ 330 میگا واٹ پاور پلانٹس کو 1.9 ایم ٹی پی اے اضافی لگنائٹ فراہم کرے گا۔

پروجیکٹ کمپنی اب 2022 میں فیئر-II کیلئے تجارتی آپریشنز کی تاریخ کے حصول کیلئے کوشاں ہے۔ تھل لمیٹڈ ایس ای سی ایم سی میں 11.9 فیصد عمومی شیئر ہولڈنگ کا حامل ہے۔

تھل نوواپاور تھر پرائیویٹ لمیٹڈ

تھل نوواپاور تھر پرائیویٹ لمیٹڈ (”تھل نووا“) تھل پاور (پرائیویٹ) لمیٹڈ، نوواپاور جن لمیٹڈ (نووا ٹیکس لمیٹڈ کے ذیلی ادارے) اور حب پاور کمپنی کے درمیان ایک مشترکہ منصوبہ ہے جو تھر سندھ میں واقع 330 میگا واٹ مائن ماؤتھ کول فائرڈ پاور جنریشن پلانٹ قائم کرنے کیلئے ہے۔ یہ پاور پلانٹ ایس ای سی ایم سی کی جانب سے چلائی جانے والی مائن سے نکالے جانے والے دیسی کوئلے سے چلایا جائے گا۔

چائینہ مشینری اینڈ انجینئرنگ کارپوریشن (”سی ایم ای سی“) کو بطور ای پی سی مقرر کیا گیا ہے۔ تھل نووا کول سپلائی ایگریمنٹ (سی ایس اے) میں 1.9 mtpa لگنائٹ کی فراہمی کیلئے ایس ای سی ایم سی کے ساتھ شامل ہوا ہے۔ یہ سینیٹرل پاور پراجیز ایجنسی (گارنٹی) لمیٹڈ (سی پی پی اے) کے ساتھ پاور پراجیز ایگریمنٹ (پی پی اے) اور پرائیویٹ پاور انفراسٹرکچر بورڈ (پی پی آئی بی) کے ساتھ امپلی مینٹیشن ایگریمنٹ (”آئی اے“) معاہدوں کی بھی حامل ہے۔

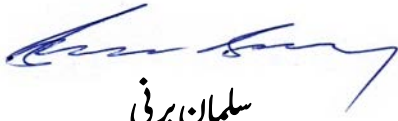
پاور پلانٹ چائینا پاکستان اکنامک کوریڈور (سی۔ پیک) کے تحت ترجیحی پروجیکٹس کے طور پر لسٹڈ ہے اور اس کی فنانسنگ چائنا ڈیولپمنٹ بینک اور ایچ بی ایل کی ذمہ داری پر کی جا رہی ہے۔

تھل نووا نے 30 ستمبر 2020 میں اپنا فنانشل کلوزر حاصل کر لیا تھا۔ توقع ہے کہ پروجیکٹ کا باقاعدہ آغاز 2022 میں ہو جائے گا۔ تھل لمیٹڈ اپنے مکمل ملکیتی ذیلی ادارے تھل پاور (پرائیویٹ) لمیٹڈ کے ذریعے تھل نووا میں 26 فیصد عمومی شیئرز کا حامل ہے۔

اظہارِ تشکر

ہم اس کٹھن اور چیلنجنگ صورتحال کا مقابلہ کرنے پر اپنے بورڈ آف ڈائریکٹرز، صارفین، ڈیلرز، بینکرز، جوائنٹ ونپرز اور ٹیکنیکل شراکت کاروں کے ان کی مستقل معاونت اور کمپنی پر ان کے بھرپور اعتماد پر انہیں خراج تحسین پیش کرنے کے ساتھ ان کا شکریہ بھی ادا کرنا چاہتے ہیں۔ ہم اپنے تمام ملازمین کی کاوشوں اور جدوجہد کو بھی تسلیم کرتے ہوئے ان کے مشکور ہیں جنہوں نے ان نتائج کے حصول میں اپنا بھرپور کردار ادا کیا۔

منجانب بورڈ



سلمان برنی
ڈائریکٹر



محمد طیب احمد ترین
چیف ایگزیکٹو

کراچی: مورخہ: 24 فروری 2021

CORPORATE INFORMATION

Board of Directors

Rafiq M. Habib	Chairman - Non-Executive
Muhammad Tayyab Ahmad Tareen	Chief Executive
Asif Qadir	Independent Director
Aliya Saeeda Khan	Independent Director
Mohamedali R. Habib	Non-Executive Director
Imran Ali Habib	Non-Executive Director
Salman Burney	Non-Executive Director

Chief Financial Officer

Shahid Saleem

Company Secretary

Salman Khalid

Audit Committee

Asif Qadir	Chairman - Independent
Mohamedali R. Habib	Member
Imran Ali Habib	Member
Salman Burney	Member

Human Resource & Remuneration Committee

Asif Qadir	Chairman - Independent
Mohamedali R. Habib	Member
Salman Burney	Member
Muhammad Tayyab Ahmad Tareen	Member

External Auditors

EY Ford Rhodes Chartered Accountants

Legal Advisors

A. K. Brohi & Co., Karachi
Fazleghani Advocates, Karachi
K. A. Wahab & Co., Karachi

Tax Advisors

EY Ford Rhodes Chartered Accountants

Bankers

Habib Bank Limited
Standard Chartered Bank (Pakistan) Limited
United Bank Limited
National Bank of Pakistan
Habib Metropolitan Bank Limited
Meezan Bank Limited
Al Baraka Bank (Pakistan) Limited
Bank Al-Habib Limited
Faysal Bank Limited
Industrial & Commercial Bank of China Limited
Telenor Microfinance Bank Limited

Registered Office

4th Floor, House of Habib
3-Jinnah Cooperative Housing Society, Block 7/8
Sharae Faisal, Karachi - 75350
PABX: 92(21) 3431-2030, 3431-2185
Fax: 92(21) 3431-2318, 3439-0868

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[Web: www.thallimited.com](http://www.thallimited.com)

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