



Leading the Way

for the 2nd Quarter and
Half Year ended December 31, 2022



Contents

FINANCIAL STATEMENTS

02	Corporate Information
03	Directors' Review
04	Independent Auditor's Review Report
06	Condensed Interim Statement of Financial Position
08	Condensed Interim Statement of Profit or Loss and other Comprehensive Income
09	Condensed Interim Statement of Changes in Equity
10	Condensed Interim Statement of Cash Flows
11	Selected Notes to the Condensed Interim Financial Statements

GROUP'S CONSOLIDATED FINANCIAL STATEMENTS

22	Consolidated Condensed Interim Statement of Financial Position
24	Consolidated Condensed Interim Statement of Profit or Loss and other Comprehensive Income
25	Consolidated Condensed Interim Statement of Changes in Equity
26	Consolidated Condensed Interim Statement of Cash Flows
27	Selected Notes to the Consolidated Condensed Interim Financial Statements

Corporate Information

BOARD OF DIRECTORS

Chairman

Mr. Sikandar Mustafa Khan

Chief Executive

Mr. Raheel Asghar

Directors

Mr. Sohail Bashir Rana

Mr. Laeeq Uddin Ansari

Mr. Qaiser Saleem

Mr. Saad Iqbal

Mr. Nasar Us Samad Qureshi

Mr. Muhammad Javed Rashid

Mrs. Ambreen Waheed

Company Secretary

Mr. Muhammad Faisal Azeem

Chief Financial Officer

Mr. Sohail A. Nisar

Auditors

EY Ford Rhodes

Chartered Accountants

Legal Advisors

Riaa Barker Gillete

Akhtar Ali & Associates

Ch. Law Associates Inn

Company Share Registrar

Karachi

CDC Share Registrar Services Limited.

CDC House, 99 – B, Block 'B',

S.M.C.H.S., Main Shahra-e-Faisal,

Karachi-74400.

Tel: Customer Support Services (Toll Free)

0800-CDCPL (23275)

Fax: (92-21) 34326053

Email: info@cdcsrsl.com

Website: www.cdcsrsl.com

Lahore

Mezzanine Floor, South Tower, LSE Plaza,

Khayaban-E-Aiwan-E-Iqbal,

Lahore.

Tel: (92-42)- 36362061-66

Islamabad

Room # 410,

4th Floor, ISE Towers, 55-B, Jinnah Avenue,

Blue Area,

Islamabad.

Tel. (92-51) 2895456-9

Bankers

Bank Alfalah Limited.

Habib Bank Limited.

MCB Bank Limited.

Standard Chartered Bank (Pakistan) Limited.

United Bank Limited.

Allied Bank Limited.

Meezan Bank Limited.

The Bank of Punjab

Industrial and Commercial Bank of China limited

REGISTERED OFFICE AND PLANT

9 - km Sheikhpura Road, Distt. Sheikhpura,

Tel: 042-37911021-25

UAN: 111-200-786

Fax: 042-37924166, 37925835

Website: www.millat.com.pk

E-mail: info@millat.com.pk

REGIONAL OFFICES

Karachi

3-A, Faiyaz Centre, Sindhi Muslim

Co-operative Housing Society, Karachi.

Tel: 021-34553752

UAN: 111-200-786

Fax: 021-34556321

Islamabad

H. No. 22, St. No. 41, Sector F-6/1, Islamabad.

Tel: 051-2271470

UAN: 111-200-786

Fax: 051-2270693

Multan Cantt.

Garden Town, (Daulatabad), Shershah Road,

Multan Cantt.

Tel: 061-6537371

Fax: 061-6539271

Sukkur

House No B/106, Akuwat Nagar Society,

Near Gol Masjid, Airport Road, Sukkur.

Tel: 071-5815041

Fax: 071-5815042

Directors' Review

I am pleased to present the interim financial information of the Company for the six months ended December 31, 2022 along with consolidated Interim Financial information of the Millat Group of Companies.

Global battle against inflation has intensified in past few months resulting in contractionary measures taken by federal reserves which made dollar stronger. In Pakistan the economy faced challenging conditions following the floods as well as falling foreign exchange reserves. In such tough times, your company managed to achieve sales of 6,301 units during the first half of fiscal year 2022-23. Resultantly sales volume decreased by 63.5 % as compared to previous period. Sales decreased from Rs. 24.6 billion to Rs. 13.4 billion, representing a decrease of 45.6 %. The EPS of the half year witnessed a decrease to Rs. 7.29 in contrast with EPS Rs. 25.98 for the corresponding period last year.

Spiraling increase of cost of living and tightening financial conditions in most parts of the world is being observed. This along with the Russia-Ukraine war and lingering COVID 19 pandemic all heavily impacted global economies. Countries are struggling to survive in this weakest growth year. Consequently global growth is forecasted to be 3.2% in 2022 comparing to 6% in 2021. In terms of global inflation, a slight fall is expected in 2023 i.e. to 6% which is still well above pre-pandemic levels.

In addition to inflation, our country faced a number of internal challenges which brought the economy down to its knees. Devastating floods and their delayed rehabilitation work in Pakistan add profound risk to the country's economic outlook. In addition, country's foreign exchange reserves took a nose dive and resulted in recording their lowest level in a decade, due to which the country faced challenges in retirement of contracts and LCs. This has resulted in a disruption in the supply chain as well as sharp price increases. The economic outlook will be shaped largely by the restoration of political stability and the continued implementation of reforms. There seems to be no short term solution. Our vending associates are also dependent on their supply chain and facing import restrictions.

Withheld Sales Tax refunds of the tractor industry is another area which has resulted in severe liquidity issues. For your company, Sales Tax refunds of around 6bn still remain outstanding which has resulted in additional financial costs to fund the borrowing needed to continue operations. We hope that the government proceeds with the payments soon to provide much needed relief to the company.

As a consequence of all these issues and the economic climate, your company has struggled in past 6 months with low numbers. Till now your company has managed to keep its supply chain intact merely because of its relations with all its vending associates despite reduced productions and shutdowns. We are however optimistic as we enter into Year 2023 to recover our business operations back to its normal track with anticipated improvement of national and international factors.

On behalf of the Board, I would like to thank and acknowledge untiring efforts made by our employees, vendors and all other stakeholders in sustaining operations.

For and on behalf of the Board



Sikandar Mustafa Khan

Chairman
February 17, 2023
Lahore

INDEPENDENT AUDITOR'S

Review Report

TO THE MEMBERS OF MILLAT TRACTORS LIMITED REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Millat Tractors Limited (the Company) as at 31 December 2022 and the related 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 unconsolidated condensed interim financial statements for the six-month period then ended (here-in-after referred to as the 'unconsolidated condensed 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 condensed interim financial statements based on our review. The figures of the unconsolidated condensed interim statement of comprehensive income for the three-month period ended 31 December 2022 and 2021 have not been reviewed, as we are required to review only the cumulative figures for the six-month period ended 31 December 2022.

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

Other matter

The unconsolidated condensed interim financial statements for the six-month period ended 31 December 2021 and unconsolidated annual financial statements for the year ended 30 June 2022 of the Company were reviewed and audited, respectively, by another firm of chartered accountants. The review report dated 24 February 2022 expressed an unmodified conclusion while the audit report dated 28 September 2022 expressed an unmodified opinion.

The engagement partner on the review resulting in this independent auditor's report is Abdullah Fahad Masood.



EY Ford Rhodes
Chartered Accountants

Lahore: 20 February 2023
UDIN: RR202210177jyxTqpcrw

Unconsolidated Condensed Interim Financial Statements

MILLAT TRACTORS LIMITED

**For the quarter and Six months ended
December 31, 2022 (unaudited)**

Condensed Interim Statement of Financial Position

As at December 31, 2022 (Unaudited)

	Note	(Un-audited) December 31, 2022 (Rupees in thousand)	Restated (Audited) June 30, 2022
EQUITY AND LIABILITIES			
Share Capital And Reserves			
Authorized capital			
200,000,000 (30 June 2022: 200,000,000)			
ordinary shares of Rs 10 each		2,000,000	2,000,000
Issued, subscribed and paid up capital		1,162,415	968,679
Reserves		5,067,933	6,054,078
		6,230,348	7,022,757
Non-Current Liabilities			
Long term deposits		14,233	13,833
Deferred tax liabilities - net		961,814	811,291
Long-term finance - secured	8	1,197,339	36,162
Deferred grant	9	12,861	14,427
		2,186,247	875,713
Current Liabilities			
Accumulating compensated absences		109,890	108,527
Trade and other payables	10	5,063,505	4,683,108
Contract liabilities		2,016,179	6,685,800
Current portion of lease liabilities		-	1,331
Current portion of long-term finance - secured	8	271,414	88,134
Current portion of deferred grant	9	3,196	5,604
Taxation- net		89,688	225,825
Unclaimed dividend		323,702	297,326
Unpaid dividend		18,041	27,695
Short-term borrowings	11	9,565,496	-
		17,461,111	12,123,350
CONTINGENCIES AND COMMITMENTS			
	12	25,877,706	20,021,820

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer

	Note	(Un-audited) December 31, 2022 (Rupees in thousand)	Restated (Audited) June 30, 2022
ASSETS			
Non-Current Assets			
Property, plant and equipment			
Operating fixed assets	13	803,687	775,150
Capital work-in-progress	14	17,262	10,419
Right-of-use assets		615	1,123
Intangible assets		39,300	39,300
Investment property		255,708	255,708
Long term investments	15	6,219,585	4,173,730
Long term loans		2,599	2,412
Employees' defined benefit plan		149,359	143,051
		7,488,115	5,400,893
Current Assets			
Stores, spare parts and loose tools		187,022	182,625
Stock-in-trade		11,369,484	6,758,898
Trade debts		227,681	235,269
Loans and advances	16	57,793	56,176
Trade deposits and short term prepayments		68,057	58,440
Balances with statutory authorities		5,737,559	5,707,842
Other receivables		232,630	115,989
Cash and bank balances	17	509,365	1,505,688
		18,389,591	14,620,927
		25,877,706	20,021,820



Chairman

Condensed Interim Statement of Profit or Loss and Other Comprehensive Income

For the Six months ended December 31, 2022 (unaudited)

	Note	Six months ended December 31,		Three months ended December 31,	
		2022	Restated 2021	2022	Restated 2021
(Rupees in thousand)					
Revenue from contracts with customers - net	18	13,375,154	24,592,063	6,535,201	14,654,016
Cost of sales		(10,984,728)	(20,046,020)	(5,322,183)	(12,178,201)
Gross profit		2,390,426	4,546,043	1,213,018	2,475,815
Distribution and marketing expenses		(488,833)	(444,739)	(255,002)	(215,856)
Administrative expenses		(338,731)	(301,875)	(174,903)	(137,477)
Other operating expenses		(202,791)	(294,983)	(158,397)	(162,039)
		(1,030,355)	(1,041,597)	(588,302)	(515,372)
Other income	19	315,228	577,878	295,784	334,449
Operating profit		1,675,299	4,082,324	920,500	2,294,892
Finance costs		(490,033)	(13,975)	(334,233)	(13,736)
Profit before taxation		1,185,266	4,068,349	586,267	2,281,156
Taxation		(338,110)	(1,048,446)	(189,164)	(573,746)
Profit after taxation for the period		847,156	3,019,903	397,103	1,707,410
Other comprehensive income					
<i>Items that may not be reclassified to profit or loss in subsequent periods:</i>					
Unrealized gain / (loss) on revaluation of investments measured at fair value through other comprehensive income - net of taxation		297,791	(177,362)	316,905	(174,501)
Total comprehensive income for the period		1,144,947	2,842,541	714,008	1,532,909
Earnings per share - basic and diluted (Rupees)		7.29	Restated 25.98	3.42	Restated 14.69

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Chairman

Condensed Interim Statement of Changes in Equity

For the Six months ended December 31, 2022 (unaudited)

	Issued, subscribed and paid up capital	Capital reserves Fair value reserves	Revenue reserves		Total
			General reserves	Unappropriated profit	
(Rupees in thousand)					
Balance as on July 1, 2021					
(audited) – Restated	560,578	3,435,887	2,278,935	2,792,485	9,067,885
Final dividend for the year ended					
June 30, 2021 @ Rs. 50 per share	-	-	-	(2,802,888)	(2,802,888)
Bonus shares issued for the year ended					
June 30, 2021 @ 20% per share	112,116	-	-	(112,116)	-
Profit after taxation for the period – Restated	-	-	-	3,019,903	3,019,903
Other comprehensive loss	-	(177,362)	-	-	(177,362)
Total comprehensive income for the period – Restated	-	(177,362)	-	3,019,903	2,842,541
Balance as on December 31, 2021					
(un-audited) – Restated	672,694	3,258,525	2,278,935	2,897,384	9,107,538
Balance as on July 1, 2022					
(audited) – Restated	968,679	1,612,902	2,278,935	2,162,241	7,022,757
Final dividend for the year ended					
June 30, 2022 @ Rs. 20 per share	-	-	-	(1,937,356)	(1,937,356)
Bonus shares issued for the year ended					
June 30, 2022 @ 20% per share	193,736	-	-	(193,736)	-
Profit after taxation for the period	-	-	-	847,156	847,156
Other comprehensive income – net of taxation	-	297,791	-	-	297,791
Total comprehensive income for the period	-	297,791	-	847,156	1,144,947
Balance as on December 31, 2022					
(un-audited)	1,162,415	1,910,693	2,278,935	878,305	6,230,348

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Chairman

Condensed Interim Statement of Cash Flows

For the Six months ended December 31, 2022 (unaudited)

Note	Six months ended December 31,	
	2022	Restated 2021
(Rupees in thousand)		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,185,266	4,068,349
Adjustment for:		
Depreciation on property, plant and equipment	45,737	44,757
Depreciation charge for the right-of-use assets	508	1,902
Amortization of intangible assets	-	162
Provision for accumulating compensated absences	1,364	3,000
Profit on bank deposits	(28,376)	(17,969)
Dividend income	(241,213)	(379,638)
Loss on foreign currency retranslation	114	1,921
Provision / (reversal) for pension obligation	(2,279)	12,206
Net gain from short term investments	-	(20,762)
Dividend income on mutual funds	-	(101,458)
Finance costs	489,979	13,702
Finance costs on lease liability	54	273
Workers' Profit Participation Fund	63,656	219,020
Amortization of deferred grant	(3,974)	(9,336)
Unwinding of long-term loan	5,212	10,499
Workers' Welfare Fund	24,189	83,228
	354,971	(138,493)
Cash flows from operating activities before working capital changes	1,540,237	3,929,856
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	(4,397)	(30,462)
Stock in trade	(4,610,586)	(1,997,560)
Trade debts	7,588	(21,730)
Loans and advances	(1,617)	32,123
Trade deposits and short term prepayments	(9,617)	1,934
Balances with statutory authorities	(29,717)	(1,595,608)
Other receivables	(116,258)	25,038
Increase / (decrease) in current liabilities:		
Trade and other payables	87,438	322,509
Contract liabilities	(4,669,621)	(5,290,509)
Cashflows used in operations	(9,346,787)	(8,554,265)
Income taxes paid	(473,662)	(1,374,018)
Net increase in long term loans to employees	(187)	(167)
Workers' Profit Participation Fund paid	-	(5,151)
Employee benefits paid	(4,030)	(4,287)
Long term security deposits received	400	400
Finance cost paid	(284,979)	(5,902)
	(762,458)	(1,389,125)
Net cash used in operating activities	(8,569,008)	(6,013,534)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for purchase of property, plant and equipment	(95,258)	(50,215)
Proceeds from disposal of property, plant and equipment	14,141	7,514
Short term investments made	-	(550,000)
Proceeds from sale of short term investments	-	6,435,288
Long term investments made	(1,598,126)	-
Profit on bank deposits received	27,993	18,229
Dividend received	241,213	379,638
Net cash (used in) / generated from investing activities	(1,410,037)	6,240,454
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(1,920,634)	(2,834,451)
Lease liabilities paid	(1,385)	(3,305)
Long term financing received	1,427,606	5,000
Long term financing paid	(88,361)	(70,914)
Net cash used in financing activities	(582,774)	(2,903,670)
Net decrease in cash and cash equivalents	(10,561,819)	(2,676,750)
Cash and cash equivalents at the beginning of the period	1,505,688	1,199,602
Cash and cash equivalents at the end of the period	21	(9,056,131)

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements



Chief Financial Officer



Chief Executive Officer



Chairman

Selected Notes to the Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

1 Legal Status And Nature Of Business

1.1 Millat Tractors Limited (the Company) is a public limited company and was incorporated in Pakistan in 1964 under the Companies Act, 1913 (now the Companies Act, 2017), and is listed on the Pakistan Stock Exchange Limited. The registered office and factory of the Company is situated at 9 km Sheikhpura Road, District Sheikhpura. The Company also has regional offices located in Karachi, Multan, Sukkur and Islamabad.

The Company is principally engaged in assembling and manufacturing of agricultural tractors, implements and multi-application products. The Company is also involved in the sale, implementation and support of Industrial and Financial Systems (IFS) applications in Pakistan and abroad.

2 Statement Of Compliance

2.1 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 Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions and directives issued under the Companies Act, 2017.

Where the provisions of the directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These are the (unconsolidated) separate financial statements of the Company; consolidated financial statements have been presented separately.

3 Basis Of Preparation

3.1 The comparative unconsolidated condensed interim statement of financial position presented in these unconsolidated condensed interim financial statements has been extracted from the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2022, whereas comparative unconsolidated condensed interim statement of profit or loss and comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows have been extracted from the unconsolidated condensed interim financial statements for the six months ended December 31, 2021.

The figures of the six months ended December 31, 2022 are being submitted to the shareholders, and have been subjected to limited scope review by the statutory auditors in accordance with Section 237 of the Companies Act, 2017.

3.2 These unconsolidated condensed interim financial statements do not include all information and disclosures required in the unconsolidated annual audited financial statements and therefore should be read in conjunction with the unconsolidated annual audited financial statements for the year ended June 30, 2022.

4 Basis Of Measurement

These financial statements have been prepared under the historical cost convention except for valuation of certain financial instruments at fair value and recognition of certain employee retirement benefits at present value.

5 Functional And Presentation Currency

The financial statements are presented in Pak Rupees which is the Company's functional and presentation currency.

Selected Notes to the Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

6 Summary Of Significant Accounting Policies

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

The Company adopted following new amendments to the approved accounting standards which became effective during the period, however these are not considered to be relevant or have any significant effect on the financial statements:

New Standards, Interpretations and Amendments

IFRS 3	Reference to conceptual framework — (Amendments)
IAS 16	Property, plant and equipment: Proceeds before intended use — (Amendments)
IAS 37	Onerous contracts - costs of fulfilling a contract — (Amendments)
AIP IFRS 1	First-time Adoption of International Financial Reporting Standards — Subsidiary as a first-time adopter
AIP IFRS 9	Fees in the '10 per cent' test for derecognition of financial liabilities

Standards, interpretation and amendments to published approved accounting standards that are not yet effective:

The following revised standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Interpretation	Effective IASB date	
IAS 1	Classification of liabilities as current or non-current — (Amendments)	January 01, 2023
IAS 8	Definition of accounting estimates — (Amendments)	January 01, 2023
IAS1and IFRS Practice Statement 2	Disclosure of accounting policies — (Amendments)	January 01, 2023
IAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction — (Amendments)	January 01, 2023
IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its associate or Joint Venture — (Amendments)	Not yet finalized

The Company expects that such improvements to the standards will not have any material impact on the Company's unconsolidated condensed interim financial statements in the period of initial application.

In addition to the above standards and amendments, improvements to various accounting standards and conceptual framework have also been issued by the IASB. Such improvements are generally effective for accounting periods beginning on or after January 01, 2022.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standard or Interpretation	Effective IASB date	
IFRS 1	First-time Adoption of International Financial Reporting Standard	July 01, 2009
IFRS 17	Insurance Contracts	January 01, 2023

7 Accounting Estimates And Judgments

The preparation of these unconsolidated condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, incomes and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation are the same as those that applied to the unconsolidated annual audited financial statements for the year ended June 30, 2022.

	Note	(Un-audited) December 31, 2022	(Audited) June 30, 2022
(Rupees in thousand)			
8	Long-Term Finance- Secured		
	Long-term loan	1,468,753	124,296
	Current portion shown under current liabilities	(271,414)	(88,134)
	8.1	<u>1,197,339</u>	<u>36,162</u>
8.1	The reconciliation of the carrying amount is as follows:		
	Opening balance	124,296	291,612
	Loan received during the period / year	1,427,606	5,000
	Modification during the year	–	(3,646)
	Repayments during the year	(88,361)	(182,303)
	Transferred to deferred grant	–	(1,491)
	9		
	Unwinding of discount on liability	5,212	15,124
		<u>1,468,753</u>	<u>124,296</u>
	Less: Current portion shown under current liabilities	(271,414)	(88,134)
	Closing balance	<u>1,197,339</u>	<u>36,162</u>
	8.2 & 8.3 & 8.4		

8.2 This includes amount of loan against facility of Rs 400,000 thousand (30 June 2022: Rs 400,000 thousand) under Refinance Scheme for Payment of Wages and Salaries to Workers and Employees of Business Concerns (the Scheme) announced by State Bank of Pakistan (SBP) to mitigate the effect of COVID-19 on employment in Pakistan. The loan is repayable in 8 equal quarterly installments commencing from January 31, 2021 and carry markup from the rate of 0.15% to 0.4% per annum which is payable quarterly. The loan was initially recognized at amortized cost using prevailing market rate of mark-up for similar instruments. The average discount rate used ranges from 7.41% to 7.66% per annum. The difference between cash received and present value of cash outflows upon initial recognition has been recognized as deferred grant. This facility is secured by first charge on plant and machinery and joint pari passu hypothecation charge over current assets and book debts of the Company.

8.3 This includes amount of loan against facility of Rs 100,000 thousand (30 June 2022: Rs 100,000) obtained under renewable energy finance scheme announced by State Bank of Pakistan (SBP) to promote renewable energy use in Pakistan. They carry standard markup of 2.5% per annum which is payable on quarterly basis. The loan was previously repayable in 40 equal quarterly installments starting from September 30, 2021, however during the last year, the loan facility was modified by the Bank with equal 36 payments payable starting from April 28, 2022. The discount rate used is 11.47% per annum (30 June 2022: 11.47% per annum). This facility is secured by specific and exclusive charge on the purchased machinery and ranking charge over current assets of the Company.

8.4 This includes amount of loan against facility of Rs. 1,500,000 thousand (30 June 2022: Rs Nil) to maintain the Company's ownership stake of 15.86% in Hyundai Nishat Motors (Private) Limited. The

Selected Notes to the Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

loan is repayable in 16 equal quarterly installments commencing from April 1, 2023 and carry markup at the rate of Base rate plus 0.4% per annum which is payable quarterly. Base Rate is defined as the 'average of 3-month offer rate of KIBOR'. The base rate will be set for the first time at the date of initial disbursement and subsequently will be reset on the first working day of each calendar quarter, using the rate prevailing on last working day of preceding calendar quarter. This facility is secured by 1st Exclusive Mortgage charge over land of the Factory situated at 8.8 KM Shekhupura Road Lahore amounting Rs. 2,000,000 thousand (including 25% margin).

	Note	(Un-audited) December 31, 2022	(Audited) June 30, 2022
(Rupees in thousand)			
9	DEFERRED GRANT		
	Opening balance	20,031	29,087
	Received during the period / year	8.1	1,491
	Transferred to profit or loss during the period / year	(3,974)	(14,193)
	Modification during the year	–	3,646
	Closing balance	16,057	20,031
	Represented by:		
	Non-current portion	12,861	14,427
	Current portion	3,196	5,604
		16,057	20,031

9.1 Government grants have been recognized against loans obtained under the SBP refinance scheme of salaries and wages and SBP refinance scheme for renewable energy in lieu of below market-interest rate payable on these loans. There are no unfulfilled conditions or contingencies attached to these grants effecting its recognition at the reporting date.

	(Un-audited) December 31, 2022	(Audited) June 30, 2022
(Rupees in thousand)		
10	TRADE AND OTHER PAYABLES	
	Trade creditors	2,401,618
	Bills payable	505,425
	Accrued liabilities	124,878
	Trademark fee payable	442,400
	Workers' Profit Participation Fund	63,656
	Workers' Welfare Fund	–
	Security deposits	993,516
	Accrued mark-up	338,000
	Others	194,012
		5,063,505
		4,683,108

11 SHORT-TERM BORROWINGS

The effective rate of mark-up on short-term running finance facility ranging from KIBOR less 0.04% to KIBOR plus 0.25% (30 June 2022: KIBOR plus 0.05% to KIBOR plus 0.25%) per annum. The facilities for running finance available from various commercial banks are for the purpose of meeting working

capital requirements. The total limit of short term running financing facilities available from banks aggregate to Rs. 11,700,000 thousand ((30 June 2022: Rs. 6,305,000 thousand) out of which Rs. 2,134,504 thousand ((30 June 2022: 4,132,708 thousand) remained unutilised as of reporting date. Facilities are secured by way of pari passu hypothecation charge over Company's present and future current assets.

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

- a) FBR has issued a show cause notice in respect to a decision of Federal Tax Ombudsman (FTO) regarding short payment of Sales Tax amount to Rs. 6,723 thousand. The matter is still pending for decision by assessing officer. The management and Legal counsel are of the view that this is not a liability of the company and hence no provision has been made in these unconsolidated condensed interim financial statements.

There has been no significant change in the contingencies since the date of preceding published unconsolidated annual audited financial statements for the year ended June 30, 2022 other than disclosed above.

12.2 Commitments

Commitments in respect of outstanding letters of credit are Rs. 685,434 thousand as at December 31, 2022 (June 30, 2022: Rs. 1,359,511 thousand).

	Note	(Un-audited) December 31, 2022 (Rupees in thousand)	(Audited) June 30, 2022
13 OPERATING FIXED ASSETS			
Book value at the start of the period / year		775,150	777,638
Add: Additions during the period/ year	13.1	89,178	118,647
		864,328	896,285
Less: Deletions during the period / year		(14,141)	(29,713)
Adjustments made during the period / year		(763)	(696)
Depreciation charge for the period / year		(45,737)	(90,726)
		(60,641)	(121,135)
Book value at the end of the period / year		803,687	775,150
13.1 Additions during the period / year			
Buildings - On freehold		6,623	1,101
Plant and machinery		7,124	26,741
Tools and equipment		1,074	3,038
Furniture, fixture and office equipment		1,374	7,580
Vehicles		70,913	76,144
Computers		2,070	4,043
		89,178	118,647

Selected Notes to the Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
(Rupees in thousand)			
14	CAPITAL WORK IN PROGRESS		
	Plant and machinery	17,220	10,377
	Office equipment	42	42
		17,262	10,419
14.1	Movement in capital work in progress is as follows:		
	Opening	10,419	45,166
	Additions	59,093	83,487
	Transfer to fixed asset	(52,250)	(118,234)
	Closing	17,262	10,419

		(Un-audited) December 31, 2022	Restated (Audited) June 30, 2022	Restated (Audited) June 30, 2021
(Rupees in thousand)				
15	Long term investments			
	Investment in related parties			
	In subsidiary undertaking - at cost			
	Unquoted			
	Millat Industrial Products Limited	57,375	57,375	57,375
	TIPEG Intertrade DMCC	40,020	40,020	40,020
	Millat Equipment Limited	117,000	117,000	117,000
	Quoted			
	Bolan Castings Limited	76,610	76,610	76,610
	Other investment - at FVOCI			
	Unquoted			
	Arabian Sea Country Club Limited	-	-	-
	Hyundai Nishat Motors (Private) Limited			
	Cost	1,675,423	1,504,903	1,504,903
	Surplus on fair valuation of investment	2,734,289	2,279,927	4,276,935
	Advance against Share subscription	1,427,606	-	-
		5,837,318	3,784,830	5,781,838
	Investment other than related parties - at FVOCI			
	Quoted			
	Baluchistan Wheels Limited			
	Cost	12,145	12,145	12,145
	Surplus on fair valuation of investment	78,717	85,350	89,185
		90,862	97,495	101,330
	Unquoted			
	TCC Management Services (Private) Limited - cost	400	400	400
		6,219,585	4,173,730	6,174,573

15.1 Investment held at cost adjustment - restatement

The Company in financial year ended 30 June 2013, acquired 75% investment in TIPEG Intertrade DMCC, a limited liability Company registered with Dubai Multi Commodities Centre Authority, at an amount of AED 1500 thousand equivalent to Rs. 40,020 thousand and recorded this in separate financial statements as investment in subsidiary at cost in accordance with IAS 27. Subsequently, the Company has erroneously treated this investment as a monetary asset and at each reporting period retranslated and recognized exchange gain / loss in respective periods accumulating to Rs. 44,505 thousand as at 30 June 2022 (30 June 2021: Rs. 24,885 thousand). Under the measurement principle of IAS 21 The Effects of Changes in Foreign Exchange Rates, investment in subsidiary is a non-monetary asset and should be translated at the exchange rate of the transaction date.

The Company, considering requirement of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors, corrected this error by retrospective restatement whereby the previously recognized exchange gains on the above-mentioned investment have been reversed.

Similarly, exchange gain recorded on the investment during the year ended 30 June 2022, amounting to Rs. 19,620 thousand (30 June 2021: Rs. 4,020 thousand) has also been reversed in statement of total comprehensive income and which resulted in decrease in profit for the year ended 30 June 2022 by Rs. 19,620 thousand.

The restatement has impacted the statement of financial position and statement of changes in equity as at and for the year ended 30 June 2021, however, since this error is not considered by management to be material to overall financial statements, therefore a third statement of financial position is not being presented.

15.2 During the period, Hyundai Nishat Motors (Private) Limited issued 17,051 thousand fully paid ordinary shares of Rs. 10 each to the Company against right issue at amount of Rs. 170,519 thousand. The Company owns a total of 167,542 thousand fully paid ordinary shares of Rs. 10 each as of 31 December 2022 (30 June 2022: 150,490 thousand fully paid ordinary shares of Rs. 10 each).

15.3 This represents advance amount paid to Hyundai Nishat Motors (Private) Limited against right issue for which shares are to be transferred in subsequent period.

	(Un-audited) December 31, 2022	(Audited) June 30, 2022
	(Rupees in thousand)	
16 LOANS AND ADVANCES		
Current portion of long term loans to employees	3,878	4,173
Advances to employees - considered good	3,247	2,276
Advances to suppliers - considered good	46,268	52,047
Workers' Welfare Fund	6,690	-
Letter of credit opening charges	195	165
	60,278	58,661
Less: allowance for impairment loss	(2,485)	(2,485)
	57,793	56,176

Selected Notes to the Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
		(Rupees in thousand)	
17	CASH AND BANK BALANCES		
	In hand		
	- Cash	7,070	1,915
	- Cheques	25,760	123,312
	Cash at bank		
	- Current accounts	93,618	132,058
	- Deposits accounts	382,917	1,248,403
		509,365	1,505,688
18	REVENUE FROM CONTRACTS WITH CUSTOMERS		
	Disaggregation of revenue		
	Timing of revenue recognition		
	Local:		
	Tractors	Point-in-time	11,153,313
			23,703,443
	Implements	Point-in-time	60,013
			106,868
	Multi-application products	Point-in-time	217,296
			142,491
	Trading goods	Point-in-time	650,106
			502,709
	IFS services	Point-in-time/ Over time	6,625
			1,629
			12,087,353
			24,457,140
	Export:		
	Tractors	Point-in-time	1,360,443
			364,707
	Implements	Point-in-time	1,296
			-
	Trading goods	Point-in-time	71,996
			46,809
	IFS services	Point-in-time/ Over time	10,820
			1,062
			1,444,555
			412,578
	Less: Commission		(156,754)
			(277,655)
			13,375,154
			24,592,063
19	OTHER INCOME		
	Income from financial assets		
	Dividend income on long-term investments	241,213	379,638
	Dividend income on mutual funds	-	101,458
	Gain on disposal of short-term investments	-	20,762
	Mark-up on bank deposits	28,376	17,969
	Mark-up on early payments	16,705	30,667
		286,294	550,494
	Income from assets other than financial assets	28,934	27,384
		315,228	577,878
20	TRANSACTIONS WITH RELATED PARTIES		

Related parties comprises of associated entities, entities under common control, entities with common directors, major shareholders, post employment benefit plans and key management

personnel, inclusive of directors, and their close family members. The Company in the normal course of business carries out transactions with various related parties on mutually agreed terms and conditions. The period end balances and transactions with related parties, other than those which have been specifically disclosed elsewhere in these unconsolidated condensed interim financial statements are as follows:

		(Un-audited) December 31, 2022	(Un-audited) December 31, 2021
		(Rupees in thousand)	
Relation with undertaking	Nature of transaction		
Subsidiaries	Purchase of components	3,427,994	5,062,830
	Dividend income	232,875	371,941
	Sale of goods	505,433	287,212
	Payment of compensation to staff	10,525	13,171
Associates	Sale of services	6,625	1,629
	Investment made	1,598,126	-
	Dividend income	-	-
Employees' defined benefit plan	Contribution to employees' defined benefit plan	15,300	14,913
	Provident Fund	11,110	10,446
Key management personnel	Remuneration	25,617	37,554
	Disposal of fixed assets	3,049	-

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
		(Rupees in thousand)	
The outstanding balances of such parties are as under:			
Subsidiaries	Payables	631,959	692,189
	Receivables	3,429	4,044
Associates	Receivables	9,315	3,789
	Advance against Purchases	4,947	3,500

		(Un-audited) December 31, 2022	(Un-audited) December 31, 2021
		(Rupees in thousand)	
21	CASH AND CASH EQUIVALENTS		
	Cash and bank balances	17	509,365
	Short term borrowings	11	(9,565,496)
			(9,056,131)
			(1,477,148)

22 Operating Segments

- 22.1 These financial statements have been prepared on the basis of a single reportable segment.
- 22.2 Revenue from sale of tractors represents 92% (December 31, 2021: 97%) of the net sales of the Company.
- 22.3 89% (December 31, 2021: 98%) sales of the Company relate to customers in Pakistan.
- 22.4 All non-current assets of the Company as at December 31, 2022 and June 30, 2022 are located in Pakistan.

23 Fair Value Of Financial Assets And Liabilities

- 23.1 Fair value of financial assets measured at fair value through other comprehensive income is derived from quoted market prices in active markets, if available.
- 23.2 The carrying values of other financial assets and financial liabilities reflected in these unconsolidated condensed interim financial statements approximate to their fair values. Fair value is determined on the basis of objective evidence at end of each reporting period.
- 23.3 Long term investment in the unquoted shares of Hyundai Nishat Motors (Private) Limited (HNMPL) are currently classified as a Level 3 financial asset and measured at fair value on the reporting dates. Due to change in underlying factors, there has been an unrealized gain of Rs 454,362 thousand recognised during the period.

24 Financial Risk Management

- 24.1 The Company's financial risk management objective and policies are consistent with that disclosed in the unconsolidated annual audited financial statements for the year ended June 30, 2022.

25 Subsequent Events

The Board of Directors has declared cash dividend of Rs. 10 per share (June 30, 2022: Rs. 20 per share) and 10% bonus shares (June 30, 2022: 20%) in their meeting held on February 17, 2023.

26 Corresponding figures

Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation , however no significant reclassification has been made except as mentioned below:

Particulars	From	To	30 June 2022
			Rupees in thousand
Advances against vehicle and equipment	Capital work-in-progress	Loans and advances	16,611

27 Date Of Authorization For Issue

These unconsolidated condensed interim financial statements were authorized for issue by the Board of Directors of the Company on February 17, 2023.

28 General

- 28.1 Provisions in respect of Worker's Welfare Fund, Worker's Profit Participation Fund, Employees' defined benefit plan, accumulating compensated absences and taxation are estimated and these are subject to final adjustment in the unconsolidated annual audited financial statements.
- 28.2 The figures of the unconsolidated condensed interim statement of profit or loss and other comprehensive income for the quarters ended December 31, 2022 and 2021 were not subject to limited scope review by the auditors as scope of review covered only cumulative figures.
- 28.3 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

Chief Financial Officer

Chief Executive Officer

Chairman

Consolidated Condensed Interim Financial Statements

MILLAT TRACTORS LIMITED

**For the quarter and Six months ended
December 31, 2022 (unaudited)**

Consolidated Condensed Interim Statement of Financial Position

As at December 31, 2022 (Unaudited)

	Note	(Un-audited) December 31, 2022 (Rupees in thousand)	(Audited) June 30, 2022
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
200,000,000 (2022: 200,000,000)			
ordinary shares of Rs. 10/- each		2,000,000	2,000,000
Issued, subscribed and paid up capital		1,162,415	968,679
Reserves		5,860,051	6,968,395
		7,022,466	7,937,074
Non-controlling interest		863,575	1,084,666
Non-current liabilities			
Long term deposits		18,101	28,719
Deferred taxation net		946,073	796,379
Employees' defined benefit plan		25,639	26,004
Long term finance- secured	5	1,225,195	69,262
Deferred grant	6	15,670	18,106
		2,230,678	938,470
Current liabilities			
Accumulating compensated absences		152,033	145,916
Trade and other payables	7	5,543,036	4,895,782
Contract liabilities		2,046,675	6,739,316
Current portion of lease liabilities			
against right-of-use assets		-	1,331
Current portion of long term finance- secured	5	277,900	162,341
Current portion of deferred grant	6	4,939	8,239
Current portion of long term deposits		-	929
Short term borrowings		11,387,619	1,594,845
Taxation - net		76,782	213,667
Unclaimed dividend		382,828	353,895
Unpaid dividend		67,225	55,378
Mark-up accrued on secured loans		29,919	-
		19,968,956	14,171,639
CONTINGENCIES AND COMMITMENTS			
	8	-	-
		30,085,675	24,131,849

The annexed notes 1 to 23 form an integral part of the consolidated condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer

	Note	(Un-audited) December 31, 2022 (Rupees in thousand)	(Audited) June 30, 2022
ASSETS			
Non-current assets			
Property, plant and equipment			
Operating fixed assets	9	1,776,720	1,790,846
Capital work in progress	10	52,725	41,920
		1,829,445	1,832,766
Intangible asset		48,258	52,510
Right-of-use assets		615	1,123
Goodwill		18,572	18,572
Investment property		255,708	255,708
Long term investments	11	5,948,944	3,860,070
Long term loans		4,005	3,349
Long term deposits		12,427	12,227
Employees' defined benefit plan obligation		168,811	161,421
		8,286,785	6,197,746
Current assets			
Stores and spares		678,332	601,629
Stock in trade		13,275,855	8,658,755
Trade debts		553,543	405,421
Loans and advances	12	217,892	205,866
Other receivables		244,145	96,502
Trade deposits and short term prepayments		79,912	72,952
Balances with statutory authorities		5,738,717	5,786,297
Tax refunds due from the Government		223,544	67,743
Short term investments		-	283,856
Cash and bank balances	13	786,950	1,755,082
		21,798,890	17,934,103
Non-current assets held for sale		-	-
		30,085,675	24,131,849



Chairman

Consolidated Condensed Interim Statement of Profit or Loss and Other Comprehensive Income

For the Six months ended December 31, 2022 (unaudited)

	Note	Six months ended December 31,		Three months ended December 31,	
		2022	2021	2022	2021
(Rupees in thousand)					
Revenue from contracts with customers	15	14,521,397	25,030,712	6,956,331	14,640,246
Cost of sales		(11,715,860)	(19,545,653)	(5,627,970)	(11,699,414)
Gross profit		2,805,537	5,485,059	1,328,361	2,940,832
Distribution and marketing expenses		(556,622)	(506,945)	(290,925)	(245,897)
Administrative expenses		(527,147)	(499,412)	(254,732)	(235,646)
Other operating expenses		(211,726)	(343,833)	(156,315)	(186,774)
		(1,295,495)	(1,350,190)	(701,972)	(668,317)
Other income	16	164,342	322,875	102,514	142,270
Operating profit		1,674,384	4,457,744	728,903	2,414,785
Finance cost		(614,222)	(63,021)	(415,957)	(42,428)
Profit before taxation		1,060,162	4,394,723	312,946	2,372,357
Taxation		(386,516)	(1,247,740)	(187,899)	(674,716)
Profit after tax for the period		673,646	3,146,983	125,047	1,697,641
Other comprehensive income / (loss):					
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:					
Exchange differences on translation of foreign operations		46,760	15,746	106,434	3,369
Unrealized gain / (loss) on revaluation of investments at fair value through other comprehensive income		296,305	(179,371)	319,703	(175,869)
		343,065	(163,625)	426,137	(172,500)
Total comprehensive income for the year		1,016,711	2,983,358	551,184	1,525,141
Attributable to:					
– Equity holders of the holding Company					
Profit after tax		658,975	2,896,473	152,494	1,572,426
Total comprehensive income / (loss) for the period		332,174	(166,482)	412,944	(175,701)
– Non-controlling interests					
Profit after tax		14,671	250,510	(27,447)	125,215
Total comprehensive income / (loss) for the period		10,891	2,857	13,193	3,201
		1,016,711	2,983,358	551,184	1,525,141
			Restated		Restated
Earnings per share - basic and diluted (Rupees)		5.80	27.07	1.08	14.60

Appropriations have been reflected in the statement of changes in equity.

The annexed notes 1 to 23 form an integral part of the consolidated condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Chairman

Consolidated Condensed Interim Statement of Changes in Equity

For the Six months ended December 31, 2022 (unaudited)

	Issued, subscribed and paid up Capital	Revenue reserves		Capital reserves		Non- controlling interests	Total
		General reserves	Unappropriated profit	Exchange translation reserve	Fair value reserve		
(Rupees in thousand)							
Balance as on 01 July 2021 (audited)	560,578	2,475,309	3,458,902	54,833	3,481,970	1,049,532	11,081,124
Net profit for the period	-	-	2,896,473	-	-	250,510	3,146,983
Bonus shares issued for the year ended June 30, 2021 @ 20% per share	112,116	-	(112,116)	-	-	-	-
Final dividend for the year ended 30 June 2021 @ Rs. 50 per share	-	-	(2,802,888)	-	-	-	(2,802,888)
Dividend payment to NCI	-	-	-	-	-	(310,988)	(310,988)
Other comprehensive income for the period	-	-	-	11,810	(178,292)	2,857	(163,625)
	112,116	-	(18,531)	11,810	(178,292)	(57,621)	(130,518)
Balance as on 31 December 2021 (un-audited)	672,694	2,475,309	3,440,371	66,643	3,303,678	991,911	10,950,606
Net profit for the period	-	-	2,468,547	-	-	250,867	2,719,414
Interim dividend for the year ended June 30, 2022 @ Rs. 45 per share	-	-	(3,027,119)	-	-	-	(3,027,119)
Interim bonus shares issued for the year ended June 30, 2022 @ 20% per share	134,539	-	(134,539)	-	-	-	-
Interim bonus shares issued for the year ended June 30, 2022 @ 20% per share	161,446	-	(161,446)	-	-	-	-
Dividend payment to NCI	-	-	-	-	-	(165,559)	(165,559)
Other comprehensive income/ (loss) for the period	-	-	203,959	9,682	(1,645,091)	7,447	(1,424,003)
	295,985	-	(650,598)	9,682	(1,645,091)	92,755	(1,897,267)
Balance as on 30 June 2022 (audited)	968,679	2,475,309	2,789,773	76,325	1,658,587	1,084,666	9,053,339
Balance as on 01 July 2022 (audited)	968,679	2,475,309	2,789,773	76,325	1,658,587	1,084,666	9,053,339
Final dividend for the year ended June 30, 2022 @ Rs. 20 per share	-	-	(1,937,356)	-	-	-	(1,937,356)
Bonus shares issued for the year ended June 30, 2022 @ 20% per share	193,736	-	(193,736)	-	-	-	-
Dividend payment to NCI	-	-	-	-	-	(246,653)	(246,653)
Net profit for the period	-	-	658,975	-	-	14,671	673,646
Other comprehensive income for the period	-	-	-	35,070	297,104	10,891	343,065
	193,736	-	(1,472,117)	35,070	297,104	(221,091)	(1,167,298)
Balance as on 31 December 2022 (un-audited)	1,162,415	2,475,309	1,317,656	111,395	1,955,691	863,575	7,886,041

The annexed notes 1 to 23 form an integral part of the consolidated condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Chairman

Consolidated Condensed Interim Statement of Cash Flows

For the Six months ended December 31, 2022 (unaudited)

Six months ended
December 31,
2022 2021
(Rupees in thousand)

	2022	2021
Cash flows from operating activities		
Profit before taxation	1,060,162	4,394,723
Adjustment for:		
Depreciation on property, plant & equipment	106,737	102,409
Depreciation charge for the right-of-use assets	1,902	1,902
Amortization of intangible assets	2,950	4,323
Provision for accumulated compensated absences	3,798	3,216
Profit on bank deposits	(42,881)	(23,597)
Dividend income	(9,704)	(110,880)
Provision for pension obligation	14,442	14,345
(Gain) / Loss on sale of short term investments	-	(20,762)
Finance cost	614,222	63,021
Workers' Profit Participation Fund	226,342	253,825
Workers' Welfare Fund	84,841	96,676
	1,002,649	384,478
Cash flow from operating activities before working capital changes	2,062,811	4,779,201
Effect on cash flow due to working capital changes		
Decrease / (Increase) in current assets:		
Stores, spare parts and loose tools	(76,703)	(5,032)
Stock in trade	(4,617,100)	(2,421,708)
Trade debts	(148,122)	(105,872)
Loans and advances	(12,026)	(313,976)
Trade deposits and prepayments	(6,960)	2,914
Other receivables	(147,643)	(2,348)
	(5,008,554)	(2,846,022)
Increase / (decrease) in current liabilities:		
Trade and other payables	741,336	479,573
Contract liabilities	(4,692,641)	(5,277,661)
	(8,959,859)	(7,644,110)
Cash used in operations		
Taxes paid - net	(494,834)	(3,147,077)
Net (increase) / decrease in long term loans to employees	(656)	(557)
Workers' Profit Participation Fund paid	(152,420)	(104,749)
Workers' Welfare Fund paid - net	(252,845)	(159,784)
Employee benefits paid - net	(19,878)	(5,192)
Increase in long term security deposits	(11,747)	27,568
Mark-up paid	(584,303)	(51,785)
	(1,516,683)	(3,441,576)
Net cash generated from / (used in) operating activities	(8,413,731)	(6,306,485)
Cash flows from investing activities		
Purchase of property, plant and equipment- net	(120,448)	(119,540)
Short term investments (made) / redeemed - net	-	5,805,398
Long term investments made	(1,748,064)	-
Proceeds from sale of property, plant and equipment	18,334	15,195
Dividend received	9,704	110,880
Profit on bank deposits received	42,881	23,597
Net cash used in investing activities	(1,797,593)	5,835,530
Cash flows from financing activities		
Dividend paid to controlling interests	(1,896,576)	(2,827,503)
Dividend paid to non-controlling interests	(246,653)	(310,988)
Principal payment against lease liabilities	(2,725)	(5,828)
Long term financing (paid) / received	1,265,756	(123,414)
Net cash used in financing activities	(880,198)	(3,267,733)
Net decrease in cash and cash equivalents	(11,091,522)	(3,738,688)
Cash and cash equivalents at the beginning of the period	2,038,938	1,716,674
Short term borrowings at the beginning of the period	(1,594,845)	(530,655)
Foreign exchange difference	46,760	15,746
Cash and cash equivalents at the end of the period	17	(2,536,923)

The annexed notes 1 to 23 form an integral part of the consolidated condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Chairman

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

1. THE GROUP AND ITS ACTIVITIES

Holding Company:

- 1.1 Millat Tractors Limited - the Holding Company is a public limited Company incorporated in Pakistan in 1964 under the Companies Act 2017 (repealed Companies Ordinance, 1984), and is listed on Pakistan Stock Exchange Limited. The registered office of the Company is situated at Sheikhpura Road, District Sheikhpura. The Company is principally engaged in assembling and manufacturing of agricultural tractors, implements and multi-application products.

Subsidiary Companies:

Millat Industrial Products Limited (MIPL), an unlisted public company registered under the Companies Act 2017 (repealed Companies Ordinance, 1984), is a subsidiary of Millat Tractors Limited which holds 64.09% equity. MIPL is engaged in the business of manufacturing of industrial, domestical and vehicular batteries, cells and components.

Tipeg Intertrade DMCC, Dubai, a limited liability company registered with Dubai Multi Commodities Centre Authority, is a subsidiary of Millat Tractors Limited which holds 75% equity. The principal place of business of the company is located at Jumeirah Lake Towers, Dubai-UAE. The company is formed for trading of machinery and heavy equipment.

Millat Equipment Limited (MEL), an unlisted public company registered under the Companies Act 2017 (repealed Companies Ordinance, 1984), is a subsidiary of Millat Tractors Limited which holds 45% equity. MEL is engaged in the business of manufacturing of automotive, agricultural and industrial vehicles parts and components thereof.

Bolan Castings Limited (BCL), a public limited company incorporated in Pakistan under the Companies Act 2017 (repealed Companies Ordinance, 1984), and is listed on Pakistan Stock Exchange, is a subsidiary of Millat Tractors Limited which holds 46.26% equity. BCL is engaged in the business of manufacturing of castings for tractors and automotive parts thereof.

2. 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 Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These interim financial statements are un-audited and being submitted to the shareholders in accordance with Section 228 of the Companies Act, 2017.

3. BASIS OF PREPARATION

- 3.1 These consolidated 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 Group's annual financial statements as at June 30, 2022.

- 3.2 The accounting policies and methods of computation adopted for the preparation of these consolidated condensed interim financial statements are same as those applied in the preparation

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

of the preceding consolidated annual audited financial statements of the Group for the year ended June 30, 2022, except for as disclosed in note 3.3 below.

- 3.3** The Group has adopted following new amendments to the approved accounting standards which became effective during the period, however these are not considered to be relevant or have any significant effect on the financial statements:

New Standards, Interpretations and Amendments

IFRS 3	Reference to conceptual framework — (Amendments)
IAS 16	Property, plant and equipment: Proceeds before intended use — (Amendments)
IAS 37	Onerous contracts - costs of fulfilling a contract — (Amendments)
AIP IFRS 1	First-time Adoption of International Financial Reporting Standards — Subsidiary as a first-time adopter
AIP IFRS 9	Fees in the '10 per cent' test for derecognition of financial liabilities

Standards, interpretation and amendments to published approved accounting standards that are not yet effective:

The following revised standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Interpretation

Standard or Interpretation		Effective IASB date
IAS 1	Classification of liabilities as current or non-current — (Amendments)	January 01, 2023
IAS 8	Definition of accounting estimates — (Amendments)	January 01, 2023
IAS 1 and IFRS Practice Statement 2	Disclosure of accounting policies — (Amendments)	January 01, 2023
IAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction — (Amendments)	January 01, 2023
IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its associate or Joint Venture — (Amendments)	Not yet finalized

The Group expects that such improvements to the standards will not have any material impact on the Group's condensed interim financial statements in the period of initial application.

In addition to the above standards and amendments, improvements to various accounting standards and conceptual framework have also been issued by the IASB. Such improvements are generally effective for accounting periods beginning on or after January 01, 2022.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standard or Interpretation		Effective IASB date
IFRS 1	First-time Adoption of International Financial Reporting Standard	July 01, 2009
IFRS 17	Insurance Contracts	January 01, 2023

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of consolidated condensed interim financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, incomes and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation are the same as those that applied to the consolidated financial statements for the year ended June 30, 2022.

	Note	(Un-audited) December 31, 2022 (Rupees in thousand)	(Audited) June 30, 2022
5	LONG TERM FINANCE- SECURED		
	Long term loan	1,503,095	231,603
	Current portion shown under current liabilities	(277,900)	(162,341)
	5.1	1,225,195	69,262
5.1	The reconciliation of the carrying amount is as follows:		
	Opening balance	231,603	508,436
	Loan received during the period / year	1,427,606	9,931
	Modification during the year	-	(3,646)
	Repayments during the year	(163,802)	(309,384)
	Transferred to deferred grant	-	(1,491)
	Unwinding of discount on liability	7,688	27,757
		1,503,095	231,603
	Less: Current portion shown under current liabilities	(277,900)	(162,341)
	Closing balance	1,225,195	69,262
	5.2 & 5.3 & 5.4		

5.2 This represents amount of loan against facility of Rs 637,500 thousand (2022: Rs 637,500 thousand) under Refinance Scheme for Payment of Wages and Salaries to Workers and Employees of Business Concerns (the Scheme) announced by State Bank of Pakistan (SBP) to mitigate the effect of COVID-19 on employment in Pakistan. The loan is repayable in 8 equal quarterly installments commencing from January 31, 2021 and carry markup from the range of 0.15% to .04% per annum which is payable quarterly. The loan was initially recognized at amortized cost using prevailing market rate of mark-up for similar instruments. The average discount rate used ranges from 7.41% to 8.28% per annum. The difference between cash received and present value of cash outflows upon initial recognition has been recognized as deferred grant.

In case of Millat Tractors Limited, this facility is secured by first charge on plant and machinery and joint pari passu hypothecation charge over current assets and book debts of the Company, in the case of Bolan Castings Limited it is secured by way of hypothecation of plant and machinery and current assets of the Company, while in the case of Millat Equipment Limited it is secured by way of first charge on plant and machinery of the Company.

5.3 This represent amount of loan against facility of Rs 160,000 thousand (2022: Rs 160 thousand) obtained under renewable energy finance scheme announced by State Bank of Pakistan (SBP) to promote renewable energy use in Pakistan. The average discount rate used is 11.47% per annum (2022; 11.47%). The amount is repayable ranging from 20 to 40 equal quarterly installments starting from September 30, 2021 and carry markup of 2.5% per annum which is payable quarterly. This facility is secured by specific and exclusive charge on the purchased machinery in case of Millat Tractors Limited, and first charge over the current assets of Millat Equipment Limited.

In case of Millat Tractors Limited the loan facility was modified by the Bank with equal 36 payments payable starting from April 28, 2022. The modification is considered to be non-substantial and resulting impacts has been recognized in these financial statements accordingly. The difference between cash received and present value of cash outflows upon initial recognition and subsequent modification has been recognized as deferred grant.

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

- 5.4** This includes amount of loan against facility of Rs. 1,500,000 thousand (30 June 2022: Rs Nil) to maintain the Group's ownership stake of 15.86% in Hyundai Nishat Motors (Private) Limited. The loan is repayable in 16 equal quarterly installments commencing from April 1, 2023 and carry markup at the rate of Base rate plus 0.4% per annum which is payable quarterly. Base Rate is defined as the 'average of 3-month offer rate of KIBOR'. The base rate will be set for the first time at the date of initial disbursement and subsequently will be reset on the first working day of each calendar quarter, using the rate prevailing on last working day of preceding calendar quarter. This facility is secured by 1st Exclusive Mortgage charge over land of the Millat Tractor Limited factory situated at 8.8 KM Sheikhpura Road Lahore amounting Rs. 2,000,000 thousand (including 25% margin).

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
		(Rupees in thousand)	
6	DEFERRED GRANT		
	Opening balance	26,345	47,509
	Received during the period / year	–	1,491
	Transferred to profit or loss during the period / year	(5,736)	(24,596)
	Modification during the year	–	1,941
	Closing balance	20,609	26,345
	Represented by:		
	Non-current portion	15,670	18,106
	Current portion	4,939	8,239
		20,609	26,345

- 6.1** Government grants have been recognized against loans obtained under the SBP refinance scheme of salaries and wages and SBP refinance scheme for renewable energy in lieu of below market-interest / return rate payable on these loans. There are no unfulfilled conditions or contingencies attached to these grants effecting its recognition at the reporting date.

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
		(Rupees in thousand)	
7	TRADE AND OTHER PAYABLES		
	Trade creditors	2,736,137	3,271,292
	Bills payable	505,425	341,626
	Accrued liabilities	226,192	351,471
	Trademark fee payable	442,400	290,522
	Workers' Profit Participation Fund	73,922	–
	Workers' Welfare Fund	8,105	176,109
	Security deposits	994,916	16,113
	Others	555,939	448,649
		5,543,036	4,895,782

8 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the contingencies since the date of preceding published annual financial statements except for the following:

FBR has issued a show cause notice to MTL in respect to a decision of FTO regarding short payment of Sales Tax amount to Rs. 6,723 thousand. The matter is still pending for decision by assessing officer. The management and Legal counsel are of the view that this is not a liability of the company and hence no provision has been made in these Financial statements.

Commitments in respect of outstanding letters of credit are Rs. 685,434 thousand (June 30, 2022: Rs 2,241,722 thousand).

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
		(Rupees in thousand)	
9	OPERATING FIXED ASSETS		
	Opening book value	1,790,846	1,793,993
	Add: Additions during the period / year	110,945	251,316
		1,901,791	2,045,309
	Less: Disposals / write offs during the period		
	(at book value)	(18,334)	(38,542)
	Depreciation charged during the period / year	(106,737)	(215,921)
		(125,071)	(254,463)
	Closing book value	1,776,720	1,790,846
9.1	Additions during the period		
	– Buildings on freehold land	9,487	2,411
	– Plant and machinery	12,212	93,717
	– Tools and equipments	7,207	16,862
	– Furniture, fixture and office equipment	4,099	8,462
	– Vehicles	75,760	125,200
	– Computers	2,180	4,664
		110,945	251,316
10	CAPITAL WORK IN PROGRESS		
	Plant and machinery	52,683	25,267
	Advance for factory office equipment	42	42
		52,725	25,309
11	LONG TERM INVESTMENTS		
	Investment at fair value through other comprehensive income- unquoted		
	Cost	1,675,823	1,505,303
	Surplus on revaluation of investment	2,734,289	2,279,927
	Advance against Share subscription	1,427,606	–
		5,837,718	3,785,230
	Investment at fair value through other comprehensive income- quoted		
	Cost	33,995	24,364
	Surplus on revaluation of investment	77,231	94,981
		111,226	119,345
		5,948,944	3,904,575

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

	Note	(Un-audited)	(Audited)
		December 31, 2022	June 30, 2022
		(Rupees in thousand)	
12	LOANS AND ADVANCES		
	Current portion of long term loans to employees	4,640	4,799
	Advances to employees - considered good	6,977	5,690
	Advances to suppliers - considered good	199,390	192,247
	Workers' Welfare Fund	6,690	–
		217,697	202,736
	Advances to suppliers - considered doubtful	2,485	2,485
	Less: Provision for doubtful advances	(2,485)	(2,485)
		–	–
	Letter of credit opening charges	195	3,130
		217,892	205,866
13	CASH AND BANK BALANCES		
	In hand - Cash	7,837	3,048
	In hand - Cheques	25,760	123,312
	Cash at bank - current accounts	277,128	288,008
	Cash at bank - deposits accounts	476,225	1,340,714
	17	786,950	1,755,082

14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise subsidiary companies, companies in which directors are interested, staff retirement funds, directors and key management personnel. Significant transactions with related parties and associated undertakings are as under:

		Six months ended December 31,	
		2022	2021
		(Rupees in thousand)	
Retirement benefit plans	Contribution to staff retirement benefit plans	25,255	21,494
Associated companies	Sale of services	6,625	1,629
	Cost of investments made	1,598,126	–
Key management personnel	Remuneration	93,231	113,339
	Disposal of fixed assets	3,049	–

(Un-audited) (Un-audited)
Six months ended
December 31, December 31,
2022 2021
(Rupees in thousand)

15	Revenue from contracts with customers			
	Disaggregation of revenue	Timing of revenue recognition		
	Local:			
	Tractors	Point-in-time	10,656,901	22,899,862
	Implements and tractor components	Point-in-time	108,848	337,285
	Multi-application products	Point-in-time	217,296	142,491
	Trading goods	Point-in-time	650,106	502,709
	Batteries	Point-in-time	899,973	539,600
	Castings	Point-in-time	46,233	42,802
	IFS services	Point-in-time / Over time	6,625	1,629
			12,585,982	24,466,378
	Export:			
	Tractors	Point-in-time	1,891,183	701,175
	Trading goods and tractor components	Point-in-time	72,634	46,823
	Implements	Point-in-time	1,296	-
	IFS services	Point-in-time / Over time	10,820	1,062
	Batteries	Point-in-time	116,236	92,929
			2,092,169	841,989
	Less: Commission		(156,754)	(277,655)
			14,521,397	25,030,712

(Un-audited) (Un-audited)
Six months ended
December 31, December 31,
2022 2021
(Rupees in thousand)

16	OTHER INCOME	Note		
	Income from financial assets:			
	Dividend Income		9,704	110,880
	Return on commercial bank deposits		42,881	23,597
	Mark-up on early payments		17,935	33,572
	Gain on disposal of short term investments		-	20,762
			70,520	188,811
	Income from assets other than financial assets		126,279	134,064
			196,799	322,875
17	CASH AND CASH EQUIVALENTS			
	Cash and bank balances	13	786,950	689,649
	Short term borrowings		(11,387,619)	(3,226,572)
			(10,600,669)	(2,536,923)

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

18 OPERATING SEGMENT INFORMATION

Business segments

For management purposes, the Group is organized into business units based on their nature of business and has three reportable operating segments as follows:

Tractors
Tractor components
Castings

No other operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its operating segments separately for the purpose of performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with operating profit or loss in the consolidated financial statements.

	Tractors		Tractor components		Castings		Other segments		Inter segment eliminations		Total	
	December 2022	December 2021	December 2022	December 2021	December 2022	December 2021	December 2022	December 2021	December 2022	December 2021	December 2022	December 2021
	Rupees in thousands											
Revenue from contracts with customers	13,375,154	24,592,063	1,737,075	2,899,129	930,209	1,366,702	1,900,779	1,640,450	(3,421,820)	(5,467,632)	14,521,397	25,030,712
Cost of sales	10,984,728	20,046,020	1,574,455	2,255,225	903,990	1,260,251	1,674,507	1,451,789	(3,421,820)	(5,467,632)	11,715,860	19,545,653
Gross profit	2,390,426	4,546,043	162,620	643,904	26,219	106,451	226,272	188,661	-	-	2,805,537	5,485,059
Distribution cost	488,833	444,739	2,359	2,005	23,375	29,996	42,055	30,205	-	-	556,622	506,945
Administrative expenses	338,731	301,875	76,468	88,041	28,777	39,942	83,171	69,554	-	-	527,147	499,412
Other operating expenses	202,791	294,983	2,483	42,446	-	2,561	6,442	3,843	-	-	211,726	343,833
	1,030,355	1,041,597	81,320	132,492	52,152	72,489	131,668	103,602	-	-	1,295,495	1,350,190
Other income	315,228	587,688	54,255	85,134	10,031	13,765	17,703	8,229	(232,875)	(371,941)	164,342	322,875
Operating profit	1,675,239	4,092,134	135,555	596,546	(15,902)	47,717	112,307	93,288	(232,875)	(371,941)	1,674,384	4,457,744
Finance costs	490,033	13,975	84,153	26,126	38,817	22,032	1,219	888	-	-	614,222	63,021
Profit / (loss) before taxation	1,185,266	4,078,159	51,402	570,420	(54,719)	25,685	111,088	92,400	(232,875)	(371,941)	1,060,162	4,394,723
Taxation	338,110	1,051,560	10,326	165,422	11,251	20,759	26,829	9,989	-	-	386,516	1,247,740
Profit / (loss) for the period	847,156	3,026,599	41,076	404,998	(65,970)	4,926	84,259	82,401	(232,875)	(371,941)	673,646	3,146,983

18.1 Inter segment sales and purchases have been eliminated.

18.2 Allocation of assets and liabilities

	Tractors		Tractor components		Castings		Other segments		Inter segment eliminations		Total	
	December 2022	June 2022	December 2022	June 2022	December 2022	June 2022	December 2022	June 2022	December 2022	June 2022	December 2022	June 2022
	Rupees in thousands											
Non-Current assets	7,488,115	5,462,009	701,884	718,443	316,907	327,826	165,892	164,501	(404,595)	(430,528)	8,288,213	6,242,251
Goodwill	-	-	-	-	-	-	-	-	18,572	18,572	18,572	18,572
Current Assets	18,989,591	14,604,316	2,194,735	2,362,277	715,638	820,121	1,194,314	995,875	(635,368)	(634,905)	21,798,800	17,947,684
Total Assets	25,877,706	20,066,325	2,836,629	3,080,720	1,032,545	1,147,947	1,360,206	1,160,376	(1,021,411)	(1,246,861)	30,085,675	24,208,507
Segment operating liabilities												
Non-current liabilities	2,186,247	875,713	122,820	122,346	29,507	28,855	6,252	7,080	(95,525)	(95,524)	2,249,301	938,470
Current liabilities	17,448,205	12,123,350	1,790,545	1,686,185	841,806	890,405	528,727	332,343	(639,452)	(634,157)	19,969,831	14,198,126
Total operating liabilities	19,634,452	12,999,063	1,913,365	1,808,531	871,313	919,260	534,979	339,423	(734,977)	(929,681)	22,219,132	15,136,596

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the Six months ended December 31, 2022 (unaudited)

19 FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

19.1 Fair value of financial assets measured at fair value through other comprehensive income is derived from quoted market prices in active markets, if available.

19.2 The carrying values of other financial assets and financial liabilities reflected in financial statements approximate to their fair values. Fair value is determined on the basis of objective evidence at end of each financial year.

19.3 Long term investment in the unquoted shares of Hyundai Nishat Motors (Private) Limited (HNMP) are currently classified as a Level 3 financial asset and measured at fair value on the reporting dates. However, since there is significant change in the underlying factors therefore, fair value measurement is made in unconsolidated half year December 31, 2022 audited financial statements. details enclosed below.

Date of Valuation : December 31, 2022		Dec 2022		Jun 2022	
		(Rs. In million)		(Rs. In million)	
	No of shares	No of shares	No of shares		
Shares subscribed	1)	167,542,301	1,675	150,490,300	1,505
Fair valuation gain	2)		2,734		2,280
Advance against share subscription	3)		1,428		-
Closing balance			5,837		3,785

MTL holds 15.86% (2022:15.86%) shareholding in Hyundai Nishat Motors as agreed in shareholders agreement.

1) During the period, Hyundai Nishat Motors (Private) Limited issued 17,051 thousand fully paid ordinary shares of Rs. 10 each to the Company against right issue at amount of Rs. 170,519 thousand. The Company owns a total of 167,542 thousand fully paid ordinary shares of Rs. 10 each as of 31 December 2022 (30 June 2022: 150,490 thousand fully paid ordinary shares of Rs. 10 each).

2) Hyundai Nishat value per share changed from Rs. 25.15 to Rs. 26.32, resulting in FV gain of Rs. 454.4 million. Valuation of Hyundai Nishat share price is based on Discounted cashflow method by the management of Hyundai Nishat Motor Pvt LTD.

3) This represents advance amount paid to Hyundai Nishat Motors (Private) Limited against right issue for which shares are to be transferred in subsequent period.

20 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objective and policies are consistent with that disclosed in the consolidated annual audited financial statements for the year ended June 30, 2022.

21 EVENTS AFTER BALANCE SHEET DATE

The Board of Directors has declared cash dividend of Rs. 10 per share (June 30, 2022: Rs. 20 per share) and 10% bonus shares (June 30, 2022: 20%) in their meeting held on February 17, 2023.

22 DATE OF AUTHORISATION FOR ISSUE

This consolidated condensed interim financial statements were authorized for issue by the Board of Directors of the Group on February 17, 2023.

23 CORRESPONDING FIGURES

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

Chief Financial Officer

Chief Executive Officer

Chairman



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