

**DADABHOY
CONSTRUCTION
TECHNOLOGY
LIMITED**



**FINANCIAL
STATEMENTS**

FIRST QUARTER REPORT- SEPTEMBER 30, 2018





DADABHOY CONSTRUCTION TECHNOLOGY LIMITED

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DADABHOY CONSTRUCTION TECHNOLOGY LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Non- Executive Directors:

Mr. Muhammad Hussain Dadabhoy
Mr. Fazal Karim Dadabhoy
Malik Shaheer Khalid

Chairman/ Director
Director
Director

Executive Directors:

Mr. Faheem Khan Niazi

Chief Executive Officer

Independent Directors:

Khawaja Mansoor Ali
Mr. Zain Khalid Bhatti
Mr. Ahsan Hassan Khawaja

Director
Director
Director

AUDIT COMMITTEE

Mr. Ahsan Hassan Khawaja
Mr. Muhammad Hussain Dadabhoy
Malik Shaheer Khalid

Chairman
Member
Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Khawaja Mansoor Ali
Mr. Muhammad Hussain Dadabhoy
Malik Shaheer Khalid

Chairman
Member
Member

CHIEF FINANCIAL OFFICER

Mr. Muhammad Aslam Moten

COMPANY SECRETARY

Mr. M. Sohail A. Sheikh

AUDITORS

M/s Reanda Haroon Zakeria &
Company, Chartered Accountants

LEGAL ADVISOR

M/s Khan and Company
408, 4th floor, Asad Chambers, Near
Passport Office Saddar, Karachi

REGISTERED OFFICE

28- 30C/ II, 04 Noor Center, 12th
Lane, Phase VII Ext., DHA, Karachi.
Tel. 021- 35312002, 35312007
Fax. 021- 35312006

SHARE REGISTRAR

F. D. Registrar Services (SMC-Pvt.)
Limited., Suit 1705 – A. 17th Floor
Saima Trade Tower
I.I. Chundrigar Road, Karachi
Tel. 021- 32213243

BANKER

Summit Bank Limited

E- mail:

mhdadabhoygroup@gmail.com

Web:

www.mhdadabhoy.com



DADABHOJ CONSTRUCTION TECHNOLOGY LIMITED

Directors' Report

The Board of Directors of M/s Dadabhoj Construction Technology Limited [DCTL] is pleased to present the quarterly results of the Company for the period ended September 30, 2018 along with Directors' Report to its shareholders.

During the period under review, mark up on short term borrowing and administrative expenses accrued for Rs. 1,403,048/- and Rs. 969,837/- respectively; whereas aggregate administrative expenses for Rs. 1,052,272/- incurred to close of the said period. Hence the figure of 'Loss after tax' appeared as Rs. 2,455,320/- for the quarter ended September 30, 2018.

The accumulated losses of the Company stand at Rs.24,090,194/- for the period under review, compared to the figure of Rs. 21,634,874/- reported as at June 30, 2018. Due to increase in the said accumulated losses, shareholders' equity of the Company becomes negative to Rs.862,194/- as of September 30, 2018.

The directors of your Company have worked out and looking for certain investment opportunities in real estate and properties to generate earnings in the next quarter.

Acknowledgement:

The Board of Directors would like to extend its gratitude to our valued shareholders for their confidence, which they imposed on their Company and we are also thankful to the apex regulator, SECP and the Pakistan Stock Exchange (PSX) for providing us their continuous support and guidance.

The Board also appreciates team of the senior management for their dedication and hard work for maintenance and revival process of the Company in all areas of the activities.

For & On behalf of the Board of Directors:

Faheem Khan Niazi
Chief Executive Officer

October 29, 2018

ڈائریکٹرز کا تجربہ

میسرز دادا بھائی کنسٹرکشن ٹیکنالوجی لمیٹڈ کے ڈائریکٹرز 30 ستمبر 2018 کو ختم ہونے والی سہ ماہی کے مالیاتی بیانات پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

جائزہ لینے والے دورانیہ میں قلیل المیعاد قرضہ جات پر مارک اپ اور انتظامی امور پر اخراجات میں جمع ہونے والی رقم بالترتیب Rs. 1,403,048/- اور Rs. 969,837/- رہی جبکہ انتظامی امور کے مجموعی اخراجات اس سہ ماہی میں Rs. 1,052,272/- رہے۔

کمپنی کے مجموعی نقصانات ختم ہونے والے سہ ماہی پر Rs. 24,090,194/- دیکھے گئے، جبکہ یہ نقصانات ختم ہونے والے سال 30 جون 2018 کو Rs. 21,634,874/- تھے۔ مجموعی نقصانات میں اس اضافے کی وجہ سے کمپنی کی شیئرز ہولڈرز ایکویٹی 30 ستمبر 2018 کو منفی Rs. 862,194/- ہو گئی۔

آپ کی کمپنی کے ڈائریکٹرز نے اس پر کام کیا ہے اور وہ یہ دیکھ بھی رہے ہیں کہ ریئل اسٹیٹ اور جائیداد کی خرید و فروخت میں سرمایہ کاری کر کے اگلے سہ ماہی میں آمدنی حاصل کی جائے۔

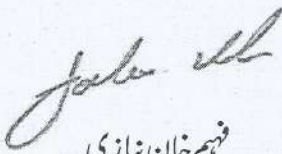
اعتراف:-

بورڈ اپنے قابل قدر حصص یافتگان کا شکریہ ادا کرتا ہے کہ انہوں نے اپنی کمپنی پر اعتماد کا اظہار کیا اور ہم اپنے ایپیکس ریگولیٹر SECP اور Pakistan Stock Exchange (PSX) کے انہوں نے اپنی معمول پر کی جانے والی رہبری اور حمایت مہیا کی۔ بورڈ کمپنی کی مینجمنٹ کو بھی ان کی لگن اور محنت سے کام کرنے کو سراہتا ہے کہ انہوں نے کمپنی کے آپریشن کے بحالی کے عمل کی متعلقہ سرگرمیوں میں اپنا حصہ ڈالا۔

از طرف:

بورڈ آف ڈائریکٹرز

میسرز دادا بھائی کنسٹرکشن ٹیکنالوجی لمیٹڈ



فہیم خان نیازی

چیف ایگزیکٹو

29 اکتوبر 2018


DADABHOY CONSTRUCTION TECHNOLOGY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018

	September 30, 2018 (Un- audited) Rupees	June 30, 2018 (Audited) Rupees
ASSETS		
Current Assets		
Advance against development property	60,000,000	60,000,000
Cash and bank balances	2,761	77,196
Total Assets	60,002,761	60,077,196
EQUITY AND LIABILITIES		
Authorized Capital 5,000,000 Ordinary shares of Rs. 10/- each	<u>50,000,000</u>	<u>50,000,000</u>
Issued, Subscribed and paid up capital 2,322,800 shares of Rs. 10/- each, fully paid up	23,228,000	23,228,000
Accumulated losses	(24,090,194)	(21,634,874)
Shareholders' equity	(862,194)	1,593,126
CURRENT LIABILITIES		
Trade and other payables	1,382,164	404,327
Markup accrued	3,425,991	2,022,943
Short term borrowing	56,056,800	56,056,800
Contingencies and commitments	60,864,955	58,484,070
TOTAL EQUITY AND LIABILITIES	60,002,761	60,077,196

The annexed notes from 1 to 5 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer

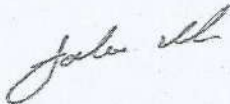


Director

DADABHOY CONSTRUCTION TECHNOLOGY LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN- AUDITED)
FOR THE THREE MONTH PERIOD ENDED SEPTEMBER 30, 2018

	September 30, 2018 Rupees	September 30, 2017 Rupees
Administrative expenses	(1,052,272)	(50,020)
Financial Cost	(1,403,048)	(35)
Operating loss	(2,455,320)	(50,055)
Loss before taxation	(2,455,320)	(50,055)
Taxation net	-	-
Loss after taxation	(2,455,320)	(50,055)
Loss per share	(1.06)	(0.02)

The annexed notes from 1 to 5 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer



Director

DADABHOY CONSTRUCTION TECHNOLOGY LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN- AUDITED)
FOR THE THREE MONTH PERIOD ENDED SEPTEMBER 30, 2018

	September 30, 2018 Rupees	September 30, 2017 Rupees
Loss after taxation	(2,455,320)	(50,055)
Other comprehensive income for the period	-	-
Total comprehensive loss for the period	(2,455,320)	(50,055)

The annexed notes from 1 to 5 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer

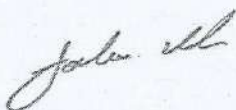


Director

DADABHOY CONSTRUCTION TECHNOLOGY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTH PERIOD ENDED SEPTEMBER 30, 2018

	Share Capital	Accumulated Losses	Shareholders' Equity
	----- (In Rupees) -----		
Balance as at July 01, 2017 - Audited	23,228,000	(64,918,931)	(41,690,931)
Total comprehensive loss for the period	-	(50,055)	(50,055)
Balance as at September 30, 2017	<u>23,228,000</u>	<u>(64,968,986)</u>	<u>(41,740,986)</u>
Balance as at July 01, 2018 - Audited	23,228,000	(21,634,874)	1,593,126
Total comprehensive loss for the period	-	(2,455,320)	(2,455,320)
Balance as at September 30, 2018	<u>23,228,000</u>	<u>(24,090,194)</u>	<u>(862,194)</u>

The annexed notes from 1 to 5 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer

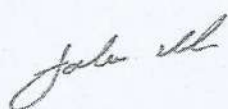


Director

DADABHOY CONSTRUCTION TECHNOLOGY LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOW STATEMENT (UN- AUDITED)
FOR THE THREE MONTH PERIOD ENDED SEPTEMBER 30, 2018

	September 30, 2018 Rupees	September 30, 2017 Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(2,455,320)	(50,055)
Adjustments for:		
Depreciation	-	50,020
Finance cost	1,403,048	35
	<u>1,403,048</u>	<u>50,055</u>
Cash outflow before working capital changes	(1,052,272)	-
Working capital changes:		
Increase in current liabilities		
Trade and other payables	977,837	-
Cash used in operation		
Financial charges paid		(35)
Net cash used in operating activities	<u>(74,435)</u>	<u>(35)</u>
Net decrease in cash and cash equivalents	<u>(74,435)</u>	<u>(35)</u>
Cash and cash equivalents at beginning of the period	77,196	7,236
Cash and cash equivalents at end of the period	<u><u>2,761</u></u>	<u><u>7,201</u></u>

The annexed notes from 1 to 5 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer



Director

DADABHOY CONSTRUCTION TECHNOLOGY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED SEPTEMBER 30, 2018

1 THE COMPANY AND ITS OPERATIONS

1.1 The company was incorporated on April 7, 1981 by the name of Pak German Prefabs Limited (PGPL) as Private Limited Company. Subsequently the Company converted into a Public Limited Company and was listed on Pakistan Stock Exchange Limited (PSX). However, during the financial year 2005, the Company changed its name to Dadabhoj Construction Technology Limited after the merger with its associated company. The principal activity of the Company is to acquire and develop land for construction and sell of properties and to manufacture and sell the sealing chemicals / bonds used in the construction including Hi Bond Cement and allied products. The Company's Registered Office is situated at Suite # 4, 2nd Floor, Plot no. 28-30C/ II, 04 Noor Centre, Khayaban-e-Ittehad, Lane no.12, Phase VII Ext., D.H.A., Karachi.

Trading in shares of the Company was suspended by the Pakistan Stock Exchanges (PSX) on August 01, 2012 due to non compliances with respect to PSX regulations. However, CDC has declared the shares of the Company as eligible security for trading with effect from August 17, 2018 and trading of the shares will be allowed after fulfilling of specified conditions.

1.2 Going Concern Assumption:

During the last year, the Company has disposed off its factory land and building, its operating fixed assets. However, as per auditors' opinion stated in the annual accounts of the Company, the financial statements of June 30, 2018, which indicates the existence of material uncertainty over the Company's ability to continue as a going concern and accordingly, the Company may not be able to realize its assets and settle its liabilities at stated amounts in the normal course of business

However, management of the Company has prepared these financial statements on going concern basis due to the following reasons:

- The Company is in the process of revival for which it has acquired the land for development / construction of residual and commercial units.
- Management structure of the Company has been changed to bring in the expertise and experience which could facilitate the Company in reviving its overall operations.
- The management has also planned to raise the finance from internal as well as external sources to further improve the financial and operational outlook of the Company.

2 SIGNIFICANT EVENTS AFFECTING THE FINANCIAL POSITION

2.1 Due to the applicability of Companies Act, 2017 certain disclosures of the financial statements have been presented in accordance with the Fourth Schedule of the Act as notified by the Securities and Exchange Commission of Pakistan vide S.R.O. 1169 dated November 7, 2017.

3 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

3.1 Statement of Compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Accounting and reporting standards applicable in Pakistan comprise of International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (Act) and provisions and directives issued under the Act. Where provisions of or directives issued under the Act differ from the IFRS Standards, the provisions of or directives issued under the Act have been followed.

3.2 Basis of Measurement

These financial statements have been prepared under the historical cost convention, except otherwise disclosed in these financial statements. Further, accrual basis of accounting is followed except for cash flow information.

3.3 Functional and Presentation Currency

These financial statements are presented in Pak Rupees, which is the functional and presentation currency of the Company.

3.4 Use of estimates and judgments

The preparation of financial statements in conformity with the approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

4 GENERAL

4.1 Figures have been rounded-off nearest to the rupee unless stated otherwise.

4.2 Number of employees as on the balance sheet date were two (2).

5 DATE OF AUTHORISATION FOR ISSUE

These financial statements have been authorized for issue on October 29, 2018 by the Board of Directors of the Company.



Chief Executive



Chief Financial Officer



Director