

DADABHOY SACK LIMITED
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED
SEPTEMBER 30, 2023

DADABHOY SACK LIMITED
CONDENSED STATEMENT OF FINANCIAL POSITION
As At Quarter Ended September 30, 2023

| | | Un-audited September 30, 2023 Rupees | Audited June 30, 2023 Rupees |
|---|------|---|---------------------------------------|
| | Note | | |
| <u>ASSETS</u> | | | |
| Non-Current Assets | | | |
| Property, plant and equipment | 4 | 46,118,655 | 46,955,031 |
| Current Assets | | | |
| Inventory | | - | - |
| Bank balance | 5 | 3,440 | 3,440 |
| | | 3,440 | 3,440 |
| Total Assets | | 46,122,095 | 46,958,471 |
| <u>EQUITY AND LIABILITIES</u> | | | |
| Authorized Capital | | | |
| 10,000,000 Ordinary shares of Rs. 10 each | | 100,000,000 | 100,000,000 |
| Issued, subscribed and paid up capital | | 40,000,000 | 40,000,000 |
| Capital reserves | | | |
| Surplus on revaluation of property, plant and equipment | | 30,926,697 | 30,926,697 |
| Accumulated losses | | (38,422,393) | (37,432,717) |
| Shareholders' equity | | 32,504,304 | 33,493,980 |
| Non Current Liabilities | | | |
| Deferred liabilities | | 8,617,234 | 8,617,234 |
| Current Liabilities | | | |
| Accrued and other payables | | 2,912,217 | 2,758,917 |
| Short term borrowings | 6 | 1,672,690 | 1,672,690 |
| Unclaimed dividend | | 415,650 | 415,650 |
| | | 5,000,557 | 4,847,257 |
| Contingencies and commitments | | | |
| Total Equity and Liabilities | | 46,122,095 | 46,958,471 |

The annexed notes from 1 to 8 form an integral part of these condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

DADABHOY SACK LIMITED
CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For the Quarter Ended September 30, 2023

| | <i>Capital Reserve</i> | | | <i>Total</i> |
|--|------------------------|--|-------------------------------|-------------------|
| | <i>Share Capital</i> | <i>Surplus on Revaluation of Property, Plant and Equipment</i> | <i>Accumulated Losses</i> | |
| | ----- Rupees----- | | | |
| Balance as at June 30, 2022 | 40,000,000 | 32,877,160 | (36,261,677) | 36,615,484 |
| Net loss for the period | - | - | (1,188,106) | (1,188,106) |
| Other comprehensive income for the period | - | - | - | - |
| Total comprehensive loss for the period | - | - | (1,188,106) | (1,188,106) |
| Balance as at September 30, 2022 (Un-audited) | 40,000,000 | 32,877,160 | (37,449,783) | 35,427,377 |
| Balance as at June 30, 2023 | 40,000,000 | 30,926,697 | (37,432,717) | 33,493,980 |
| Net loss for the period | - | - | (989,676) | (989,676) |
| Other comprehensive income for the period | - | - | - | - |
| Total comprehensive loss for the period | - | - | (989,676) | (989,676) |
| Balance as at September 30, 2023 (Un-audited) | 40,000,000 | 30,926,697 | (38,422,393) | 32,504,304 |

Capital reserves will be utilized for any purpose only after they are realized and transferred to unappropriated profits. However, these reserves can be individually offset against losses arising in future periods (if any) from revalued assets.

The annexed notes from 1 to 8 form an integral part of these condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

DADABHOY SACK LIMITED
Condensed Interim Statement of Profit or Loss (Unaudited)
For the Quarter Ended September 30, 2023

| | Quarter-ended September 30, 2023 <i>Rupees</i> | Quarter-ended September 30, 2022 <i>Rupees</i> |
|--|---|---|
| Sales | - | - |
| Cost of goods sold | - | - |
| Gross loss | - | - |
| Administrative expenses | (989,676) | (1,188,106) |
| Loss before taxation | (989,676) | (1,188,106) |
| Taxation | - | - |
| Loss after taxation | (989,676) | (1,188,106) |
| Other comprehensive income for the period | - | - |
| Total comprehensive loss for the period | (989,676) | (1,188,106) |
| Loss per share - basic and diluted | (0.25) | (0.30) |

The annexed notes from 1 to 8 form an integral part of these condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

DADABHOY SACK LIMITED
CONDENSED STATEMENT OF CASH FLOWS (UN-AUDITED)
For the Quarter Ended September 30, 2023

| | <i>Note</i> | Quarter-ended September 30, 2023 Rupees | Quarter-ended September 30, 2022 Rupees |
|---|-------------|--|--|
| A. CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Loss before taxation | | (989,676) | (1,188,106) |
| Adjustments for: | | | |
| Depreciation | 4 | 836,376 | 929,306 |
| Cash outflows before working capital changes | | (153,300) | (258,800) |
| Working capital changes: | | | |
| Increase in current assets | | | |
| Inventory | | - | - |
| Increase in current liabilities | | | |
| Accrued and other payables | | 153,300 | 258,800 |
| Cash used in operations | | - | - |
| Finance cost paid | | - | - |
| Net cash used in operating activities | | - | - |
| B. CASH FLOW FROM FINANCING ACTIVITIES | | | |
| Short term borrowings obtained | | - | - |
| Net cash generated from financing activities | | - | - |
| Net increase in cash and cash equivalents | | - | - |
| Cash and cash equivalents at beginning of the period | | 3,440 | 2,847 |
| Cash and cash equivalents at end of the period | 5 | 3,440 | 2,847 |

The annexed notes from 1 to 8 form an integral part of these condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

DADABHOY SACK LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-Audited)

For the Quarter Ended September 30, 2023

1 STATUS AND NATURE OF BUSINESS

1.1 The Company was incorporated on September 27, 1983 as a Private Limited Company by the name of Paperpro Industries (Private) Limited. The Company was converted into Public Limited Company on October 27, 1994 and its name was changed to Dadabhoy Sack Limited on January 19, 1995 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The principal activity of the Company is the manufacturing and sale of paper bags. In February 1996, the Company was listed at Stock Exchanges of Karachi and Lahore (now the Pakistan Stock Exchange Limited - PSX). The Company's registered office is situated at suite # 4, 2nd floor, plot no. 28-30/C, noor centre, Khayaban-e-Ittehad, Lane no.12, Phase VII, D.H.A., Karachi, Sindh. Manufacturing facility of the Company is located at Deh, Hatal Buth, Thana Bula Khan, Main Super Highway, Jamshoro, Sindh.

Trading in shares of the Company was suspended by the Stock Exchanges on October 26, 2009 due to non compliances with respect to listing regulations.

1.2 Going Concern Assumption:

During the current period, the Company has incurred loss after taxation amounting to Rs. 0.99 million (September 30, 2023: Rs. 1.188 million) rising its accumulated losses to Rs. 38.422 million (June 30, 2022: 37.433 million). Further, current liabilities of the Company exceeded its current assets by Rs. 4.997 (June 30, 2022: 4.844 million). The operations of the Company were closed since financial year 2008 due to which the Company was facing financial and operational difficulties and was unable to discharge its liabilities in due course of business. The Company is reporting nil sales since then and is totally dependent on the financial support of its Directors.

The management of the Company has prepared these condensed interim financial statements on going concern basis due to the following reasons:

- a)** The Company has revaluation surplus on fixed assets amounting to Rs. 30.927 million (June 30, 2022: 30.927 million) as on the balance sheet date, which is almost equivalent to the amount of accumulated losses of the company as stated above.
- b)** The DSL is also seeking finance from external sources to fulfill the working capital requirements.

2 BASIS OF PREPARATION OF CONDENSED INTERIM FINANCIAL STATEMENTS

2.1 Statement of compliance

These condensed interim financial statements of the Company for the quarter ended 30 September 2023 have been prepared in accordance with the requirements of International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. The disclosures in the condensed interim financial statements do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended 30 June 2023. Comparative statement of financial position is extracted from annual financial statements as of 30 June 2023 whereas comparative condensed interim profit or loss, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are extracted from unaudited condensed interim financial statements for the quarter ended 30 September 2022.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

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

The preparation of these condensed interim 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.

The estimates and judgements applied by the management in preparation of these condensed interim financial statements is same as those applied in preparation of annual financial statements of the Company for the year ended 30 June 2023.

DADABHOY SACK LIMITED**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-Audited)****For the Quarter Ended September 30, 2023**

| | Un-audited September 30, 2023 Rupees | Audited June 30, 2023 Rupees |
|---|---|---|
| 4 PROPERTY, PLANT & EQUIPMENT | | |
| Opening book value | 46,955,031 | 50,672,257 |
| Less: Reversal of revaluation surplus | - | - |
| Less: Depreciation charged during the period / year | (836,376) | (3,717,226) |
| Closing book value | 46,118,655 | 46,955,031 |
| 5 BANK BALANCE | | |
| - in current account | 3,440 | 3,440 |
| 6 SHORT TERM BORROWINGS | | |
| - From Related Parties - unsecured | | |
| From Directors | 6.1 1,672,690 | 1,672,690 |

6.1 The loan is unsecured, interest free and repayable on demand. Loan was given by the Director to facilitate the Company for fulfilling its working capital requirements. The treatment has been done in accordance with the guidelines given under Technical Release (TR) 32 "Accounting Directors' Loan" as issued by the Institute of Chartered Accountants of Pakistan (ICAP).

7 GENERAL

- Figures have been rounded off to the nearest Rupee.
- Corresponding figures have been re-arranged, where necessary, for the purpose of comparison.

8 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on 30 October, 2023 by the Board of Directors of the Company.

**Chief Executive****Chief Financial Officer****Director**