

# QUARTERLY REPORT

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CONDENSED INTERIM  
FINANCIAL INFORMATION  
FOR THE QUARTER ENDED  
31ST MARCH 2023

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## COMPANY INFORMATION

### BOARD OF DIRECTORS

Mr. Abdul Aziz Jamal	Chairman
Mr. Husein Aziz Jamal	Chief Executive Officer
Mr. Abdul Rashid Jamal	Non-Executive Director
Ms. Saman Aziz Jamal	Executive Director
Mr. Muhammed Ali Rashid	Non-Executive Director
Mr. Akhtar Wasim Dar	Independent Director
Mr. Malik Muneer	Independent Director

### CHIEF FINANCIAL OFFICER

Mr. M. Anwar Kaludi

### COMPANY SECRETARY

Mr. Muhammed Aslam Moten

### BOARD OF AUDIT COMMITTEE

Mr. Akhtar Wasim Dar	Chairman
Mr. Abdul Rashid Jamal	Member
Mr. Malik Muneer	Member
Mr. Mirza Akhtar Shikoh	Secretary

### HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Akhtar Wasim Dar	Chairman
Mr. Abdul Rashid Jamal	Member
Mr. Malik Muneer	Member
Mr. Shan ul Haq	Secretary

### BANKERS

Habib Metropolitan Bank Limited  
MCB Bank Limited  
Soneri Bank Limited  
Dubai Islamic Bank Limited

### AUDITORS

Reanda Haroon Zakaria & Co.  
Chartered Accountants

### LEGAL ADVISOR

Ms. Marium Badar

### REGISTERED & HEAD OFFICE

HT-8, Landhi Industrial & Trading Estate,  
Landhi, Karachi-75120.

### SHARE REGISTRAR

C & K Management Associates (Pvt) Limited  
404, Trade Towers, Near Hotel Metropole,  
Abdullah Haroon Road, Karachi.

### E-Mail

[sales@husein.com](mailto:sales@husein.com)

### URL

[www.husein.com](http://www.husein.com)



## DIRECTORS' REPORT TO THE MEMBERS

In the name of Allah the Most Merciful and the Most Benevolent.

### Dear Shareholders

The Directors of Husein industries Limited are pleased to present the third quarterly report for the period ended on 31st March, 2023. These Accounts are presented in accordance with the requirements of Companies Act, 2017.

The comparative Financial Results of the Company are summarized Below :-

Financial Results	For the Nine Months Ended March 31	
	2023	2022
	(Rupees )	
Revenue	96,009,251	121,124,814
Cost of sales	(33,904,565)	(41,820,966)
Operating profit /(loss)	62,104,686	79,303,848
Administrative expenses	(24,664,887)	(25,422,682)
Other Income	479,732	59,550
Finance costs	(33,290,678)	(17,259,675)
Income taxation	1,343,995	(6,238,348)
Profit / (loss) after Taxation	5,972,848	30,442,692
Earning per share (Basic and Diluted)	0.56	2.86

For the nine months period ended on March 31 2023, your company's revenues was Rs. 96.009 million as compared to Rs. 121.125 million in the corresponding period last year. Gross profit of the company was decreased to Rs. 62.104 million from Rs. 79.304 million in the corresponding period of last year owing to decrease in revenue. Administrative expenses during period was decreased to Rs. 24.665 million as compared to Rs. 25.423 million in the corresponding period. Finance costs were substantially increased to Rs. 33.290 million owing to increase in interest rate as compared to Rs. 17.259 million in the corresponding period. Whereas net profit was reduced to Rs. 5.973 million as compared to profit of Rs. 30.443 million in the corresponding period due to decrease in revenue and increase in financial costs during the period under review.


As mentioned earlier in previous Directors' Reports, your Directors have converted one of its properties into a commercial cum Residential project namely 'Jamal Garden" we expect major development during the next year. With a dearth of affordable housing in the city, we expect business to thrive in the next five years.

### ACKNOWLEDGEMENT

Your Directors are pleased to record their appreciation for the continued dedications, commitment and loyalty with the Company and Trust & Confidence shown in the Management of the Company. Your Directors are also thankful to all stakeholders for the loyalty they have shown during turbulent times.

The Directors of your company are also pleased to record their appreciation for the assistance and continued support of the various Government Departments, Bankers, Customers and Shareholders.

### For and On behalf of the Board

  
Abdul Aziz Jamal  
Chairman

  
Husein Jamal  
Chief Executive officer

Karachi: April 28, 2023

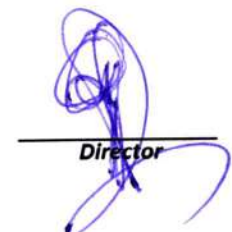


**HUSEIN INDUSTRIES LIMITED**  
**STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT MARCH 31, 2023**

	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	----- (Rupees) -----	
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	709,081,216	275,978,348
Long term investments	16,347,220	487,473
Long term deposits	1,316,096	1,316,096
Deferred taxation - net	-	-
	<b>726,744,532</b>	<b>277,781,917</b>
<b>Current Assets</b>		
Development Property	100,059,583	77,304,885
Trade debts	1,677,643	797,926
Advances and Prepayments	222,945	156,330
Tax refund due from the Government	5,976,060	5,976,060
Cash and bank balances	13,721,121	14,907,590
	<b>121,657,352</b>	<b>99,142,791</b>
<b>Total Assets</b>	<b>848,401,884</b>	<b>376,924,708</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Share Capital and Reserves</b>		
Authorised Share Capital 15,000,000 Ordinary shares of Rs. 10 each	<b>150,000,000</b>	<b>150,000,000</b>
<b>Share Capital</b>		
Issued, subscribed and paid up capital	106,258,520	106,258,520
<b>Capital Reserves</b>		
Share Premium	33,858,000	33,858,000
Revaluation surplus on property, plant and equipment	494,404,169	177,635,000
	<b>528,262,169</b>	<b>211,493,000</b>
<b>Revenue Reserves</b>		
General reserve	292,142,000	292,142,000
Accumulated losses	(1,095,835,614)	(1,109,930,748)
	<b>(803,693,614)</b>	<b>(817,788,748)</b>
<b>Shareholder's equity</b>	<b>(169,172,925)</b>	<b>(500,037,228)</b>
<b>Non-Current Liabilities</b>		
Deferred tax liability	127,725,813	-
<b>Current Liabilities</b>		
Trade and other payables	178,552,843	181,160,162
Contract liabilities	254,799,285	262,743,450
Short term borrowings	278,485,490	278,485,490
Mark-up-accrued	89,506,724	56,222,899
Unclaimed dividend	10,825,985	21,710,187
Provision for taxation	77,678,669	76,639,748
	<b>889,848,996</b>	<b>876,961,936</b>
<b>Contingencies and Commitments</b>	-	-
<b>Total Equity and Liabilities</b>	<b>848,401,884</b>	<b>376,924,708</b>

  
Chief Executive officer

  
Chief Financial Officer

  
Director



**HUSEIN INDUSTRIES LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND COMPERHENSIVE INCOME (UN - AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2023**

	FOR THE QUARTER		FOR THE NINE MONTHS	
	JAN-MAR 2023	JAN-MAR 2022	JUL-MAR 2023	JUL-MAR 2022
	----- (Rupees) -----			
Revenue	34,439,354	40,784,649	96,009,251	121,124,814
Cost of sales and expenses	(9,970,895)	(7,564,750)	(33,904,565)	(41,820,966)
Gross profit	24,468,459	33,219,899	62,104,686	79,303,848
Administrative expenses	(7,906,399)	(6,393,597)	(24,664,887)	(25,422,682)
Operating profit	16,562,060	26,826,301	37,439,799	53,881,165
Finance cost	(11,615,031)	(5,556,774)	(33,290,678)	(17,259,675)
Other income	359,087	16,483	479,732	59,550
Profit before taxation	5,306,116	21,286,010	4,628,853	36,681,040
Taxation -net	(26,706)	(3,618,622)	1,343,995	(6,238,348)
Profit after taxation	5,279,410	17,667,388	5,972,848	30,442,692
Other comprehensive income for the period				
Item that will not be reclassified to profit or loss in subsequent period / years(s)				
Surplus on revaluation arising during their period			457,593,598	
Less: deferred tax thereon			(132,702,143)	
			324,891,455	
Total comprehensive income for the period	5,279,410	17,667,388	330,864,303	30,442,692
Earning per share	0.50	1.66	0.56	2.86

  
Chief Executive officer

  
Chief Financial Officer


  
Director



**HUSEIN INDUSTRIES LIMITED**  
**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2023**

	Capital		Reserves		Revenue		Shareholder's Equity
	Ordinary Share capital	Share Premium	Surplus on revaluation of property	General Reserves	Accumulated losses	Total reserves	
Rupees							
Balance as at July 01, 2021	106,258,520	33,858,000	177,635,000	292,142,000	(1,169,926,267)	(666,291,267)	(560,032,747)
Profit for the period	-	-	-	-	30,442,692	30,442,692	30,442,692
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	30,442,692	30,442,692	30,442,692
	106,258,520	33,858,000	177,635,000	292,142,000	(1,139,483,575)	(635,848,575)	(529,590,055)
Balance as at March 31, 2022	106,258,520	33,858,000	177,635,000	292,142,000	(1,139,483,575)	(635,848,575)	(529,590,055)
	106,258,520	33,858,000	177,635,000	292,142,000	(1,109,930,748)	(606,295,748)	(500,037,228)
Balance as at July 01, 2022	106,258,520	33,858,000	177,635,000	292,142,000	(1,109,930,748)	(606,295,748)	(500,037,228)
Profit for the period	-	-	-	-	5,972,848	5,972,848	5,972,848
Other comprehensive income for the period	-	-	324,891,455	-	-	324,891,455	324,891,455
Transferred from surplus on revaluation of property on account of incremental depreciation -net of deferred tax	-	-	(8,122,286)	-	8,122,286	-	-
Total Comprehensive Income for Income for the period			316,769,169		14,095,134	330,864,303	330,864,303
Balance as at March 31, 2023	106,258,520	33,858,000	494,404,169	292,142,000	(1,095,835,614)	(275,431,445)	(169,172,925)

  
 Chief Executive Officer

  
 Chief Financial Officer

  
 Director



**HUSEIN INDUSTRIES LIMITED**  
**STATEMENT OF CASH FLOWS (UN - AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2023**

	<b>MARCH 31</b> <b>2023</b> <b>(Unaudited)</b>	<b>MARCH 31</b> <b>2022</b> <b>(Unaudited)</b>
	---- (Rupees) ----	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Loss)/ Profit before taxation	4,628,853	36,681,040
Adjustments for :		
Depreciation	24,531,857	6,384,599
Interest on gratuity payable	1,524,215	(1,355,322)
Remeasurement gain on investment	(88,347)	(30,985)
Dividend Income	(19,194)	(17,138)
Finance cost	33,290,678	17,259,674
	<u>59,239,209</u>	<u>22,240,828</u>
Cash generated from operating activities before working capital changes	63,868,062	58,921,868
(Increase) / decrease in current assets		
Development property	(22,754,698)	(43,259,317)
Prepayments	(66,615)	(87,811)
Trade debts	(879,717)	4,470,603
	<u>(23,701,030)</u>	<u>(38,876,525)</u>
Increase / (decrease) in current liabilities		
Trade and other payables	(3,212,927)	(10,636,243)
Contract liabilities	(7,944,165)	(5,904,999)
	<u>(11,157,092)</u>	<u>(15,185,920)</u>
Net cash generated / (used in) from operations	29,009,940	4,859,423
Taxes paid - net	(2,593,414)	(6,294,973)
Gratuity paid	(919,145)	-
Financial charges paid	(6,854)	(8,467)
Net cash generated / (used in) from operating activities	<u>25,490,527</u>	<u>(1,444,017)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure incurred	-	(14,640,520)
Long term Investment	(15,771,400)	-
Dividend received	19,194	17,138
Advance against purchase of vehicles	(40,589)	-
Dividend paid	(10,884,201)	-
Net cash used in investing activities	<u>(26,676,996)</u>	<u>(14,623,382)</u>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short term borrowings obtained - net	-	(1,220,262)
Net cash generated from financing activities	-	(1,220,262)
Net Increase / (decrease) in cash and cash equivalents (A+B+C)	(1,186,469)	(17,287,661)
Cash and cash equivalent at beginning of the period	14,907,590	28,123,648
Cash and cash equivalent at end of the period	<u>13,721,121</u>	<u>10,835,987</u>

  
Chief Executive officer

  
Chief Financial Officer

  
Director



**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION  
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

**1 BASIS OF PREPARATION**

**1.1 Statement of compliance**

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

- 1.2** These interim financial statements are unaudited and being submitted to shareholders, as required by Section 237 of the Companies Act, 2017. The figures included in the condensed interim statement of profit or loss and other comprehensive income for the quarters ended March 31, 2023 and March 31, 2022 and the notes forming part thereof.
- 1.3** These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with Company's annual audited financial statements for the year ended June 30, 2022. The accounting policies and methods of computations adopted for the preparation of these interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended June 30, 2022. Selected explanatory notes are included to explain events and transactions that are significant to and understanding of the changes in the Company's financial position and performance since the last annual financial statements.

**2 ACCOUNTING POLICIES**

- 2.1** The significant accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2022.
- 2.2** There are certain International Financial Reporting Standards, amendments to published standards and interpretations that are mandatory for the financial year beginning on July 01, 2022. These are considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in these condensed interim financial statements.
- 2.3** Taxes on income in the interim periods are accrued using tax rate that would be applicable to expected annual profit or loss.
- 2.4 Functional and presentation currency**

These interim financial statements is presented in Pak rupees, which is the functional and presentation currency for the Company.

**3 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT**

The preparation of these condensed interim financial statements are in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including the expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During the preparation of these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited annual financial statements of the Company for the year ended June 30, 2022.

The Company's financial risk management objectives and policies are consistent with those disclosed in the Company's annual audited financial statements for the year ended June 30, 2022.





	<b>March 31, 2023 (Rupees)</b>	<b>June 30, '2022 (Rupees)</b>
<b>4 PROPERTY, PLANT AND EQUIPMENT</b>		
Opening written down value	<b>269,978,348</b>	270,184,704
Additions during the period	<b>6,041,127</b>	8,730,210
Surplus on revaluation of building on lease hold land	<b>457,593,598</b>	-
Disposals during the period/year	<b>-</b>	(34,008)
	<b>733,613,073</b>	278,880,906
Depreciation charge for the period/year	<b>(24,531,857)</b>	(8,902,558)
Closing written down value	<b>709,081,216</b>	269,978,348

#### **5 CORRESPONDING FIGURES**

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', corresponding figures in the condensed interim statement of financial position comprise of balances as per the audited annual financial statements of the Company for year ended June 30, 2022 and the corresponding figures in the condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity comprise of balances of comparable period as per the condensed interim financial statements of the Company for the nine months period ended March 31, 2022.

#### **6 AUTHORIZATION**

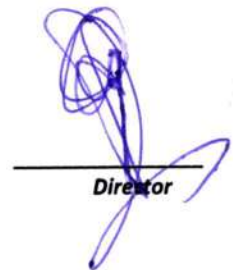
These financial statements have been authorized for issue on April 28, 2023 by the Board of Directors of the Company.

#### **7 GENERAL**

Figures have been rounded off to rupees, unless otherwise stated.

  
\_\_\_\_\_  
Chief Executive officer

  
\_\_\_\_\_  
Chief Financial officer

  
\_\_\_\_\_  
Director