

# QUARTERLY REPORT

CONDENSED INTERIM FINANCIAL  
INFORMATION FOR THE QUARTER ENDED  
31st MARCH 2024

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## COMPANY INFORMATION

<b>BOARD OF DIRECTORS</b>	Mr. Abdul Aziz Jamal Mr. Husein Aziz Jamal Mr. Abdul Rashid Jamal Ms. Saman Aziz Jamal Mr. Muhammed Ali Rashid Mr. Akhtar Wasim Dar Mr. Malik Muneer	Chairman Chief Executive Officer Non-Executive Director Executive Director Non-Executive Director Independent Director Independent Director
<b>CHIEF FINANCIAL OFFICER</b>	Mr. M. Anwar Kaludi	
<b>COMPANY SECRETARY</b>	Mr. Muhammed Aslam Moten	
<b>BOARD OF AUDIT COMMITTEE</b>	Mr. Akhtar Wasim Dar Mr. Abdul Rashid Jamal Mr. Malik Muneer Mr. Mirza Akhtar Shikoh	Chairman Member Member Secretary
<b>HUMAN RESOURCE AND REMUNERATION COMMITTEE</b>	Mr. Akhtar Wasim Dar Mr. Abdul Rashid Jamal Mr. Malik Muneer Mr. Shan ul Haq	Chairman Member Member Secretary
<b>BANKERS</b>	Habib Metropolitan Bank Limited MCB Bank Limited Soneri Bank Limited Dubai Islamic Bank Limited	
<b>AUDITORS</b>	Reanda Haroon Zakaria & Co. Chartered Accountants	
<b>LEGAL ADVISOR</b>	Ms. Marium Badar	
<b>REGISTERED &amp; HEAD OFFICE</b>	HT-8, Landhi Industrial & Trading Estate, Landhi, Karachi-75120.	
<b>SHARE REGISTRAR</b>	C & K Management Associates (Pvt) Limited 404, Trade Towers, Near Hotel Metropole, Abdullah Haroon Road, Karachi.	
<b>E-Mail</b>	Sales@husein.com	
<b>URL</b>	www.husein.com	



## DIRECTORS' REPORT

The Board of Directors of Husein Industries Limited is honored to present the third quarterly report for the period ended on 31st March 2024.

**Financial Performance** These Accounts are presented in accordance with the requirements of Companies Act, 2017. Outlined below is a summary of the Company's performance for the third quarterly report for the period ended on 31st March 2024:

	2024	2023
	<u>Rupees</u>	
Revenue	<b>212,843,008</b>	96,009,251
Cost of sales	<b>(128,510,371)</b>	(33,904,565)
<b>Operating profit /(loss)</b>	<b>84,332,638</b>	62,104,686
Administrative expenses	<b>(27,706,003)</b>	(24,664,887)
Other Income	<b>1,399,945</b>	479,732
Finance costs	<b>(45,906,533)</b>	(33,290,678)
Income taxation	<b>113,892</b>	1,343,995
<b>Profit / (loss) after Taxation</b>	<b>12,233,939</b>	5,972,848
Earnings per share (Basic and Diluted)	<b>1.15</b>	0.56

**Financial Overview** For the nine months period ended on March 31, 2024, your company's revenues was Rs. 212.843 million as compared to Rs. 96.009 million in the corresponding period last year. Gross profit of the company was increased to Rs. 84.332 million from Rs. 62.104 million in the corresponding period last year owing to increase in revenue. Administrative expenses during the period were increased to Rs. 27.706 million as compared to Rs.24.664 million in the corresponding period last year. Finance costs were substantially increased to Rs. 45.906 million owing to increase in interest rate as compared to Rs. 33.290 million in the corresponding period last year. Whereas net profit increased to Rs. 12.233 million as compared to profit of Rs. 5.972 million in the corresponding period due to increase in revenue during the period under review.

As mentioned earlier in previous Directors' Reports, your directors have converted one of their 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 5 years.

**Future Outlook** The prevailing international economic and political landscape continues to exert significant influence on businesses operating in Pakistan, with uncertainties prevailing on multiple fronts. Given these prevailing conditions, Husein Industries Limited remains vigilant and adaptive, cognizant of the need to navigate through potential headwinds. While acknowledging the challenging external environment, the Company is committed to leveraging its core strengths, including cost leadership and market diversification, to sustain its competitive edge.

However, with a new government in place and promised reforms on the horizon, the real estate sector in Pakistan anticipates a promising outlook for 2024. The envisaged economic optimism and political stability, coupled with emerging trends, set the stage for recovery and growth. As Pakistan undergoes this period of transition, the Real Estate sector stands as a key driver of economic growth and prosperity. By harnessing its potential and capitalizing on emerging opportunities, the sector can play a pivotal role in shaping a brighter future for the country and its citizens.



**Vote of Thanks** Your directors are pleased to record their appreciation for the continued dedication, commitment and loyalty to the Company and trust and 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.



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**Abdul Aziz Jamal**  
Chairman



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**Husein Jamal**  
Chief Executive Officer

Karachi: April 26, 2024

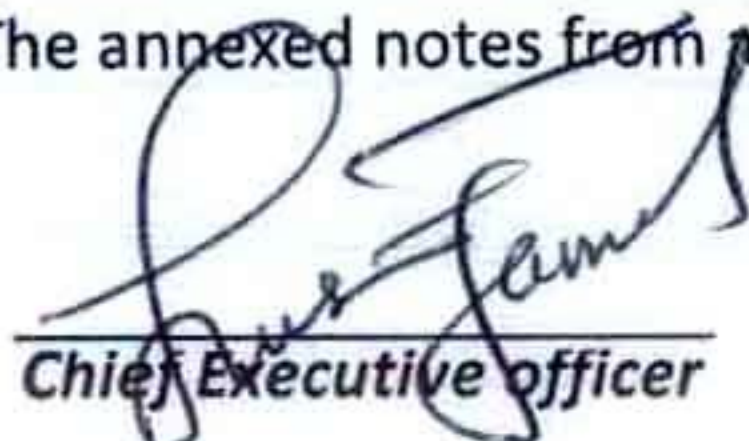





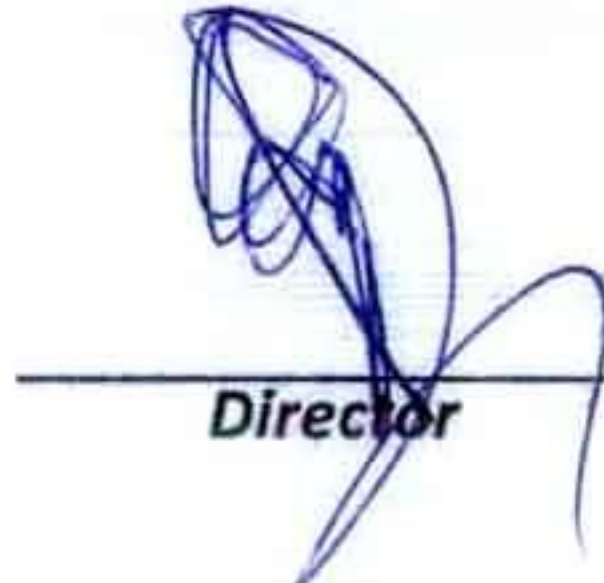
**HUSEIN INDUSTRIES LIMITED**  
**STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT MARCH 31, 2024**

	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	----- (Rupees) -----	
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	725,309,803	748,148,064
Long term investments	627,918	611,987
Long term deposits	1,316,096	1,316,096
Deferred taxation - net	-	-
	<b>727,253,817</b>	<b>750,076,147</b>
<b>Current Assets</b>		
Short term investment	1,476,459	16,362,506
Development Property	98,653,940	87,713,467
Trade debts	1,327,356	2,231,356
Advances and Prepayments	16,615,209	156,132
Tax refund due from the Government	5,976,060	5,976,060
Cash and bank balances	2,358,018	13,904,119
	<b>126,407,042</b>	<b>126,343,640</b>
<b>Total Assets</b>	<b>853,660,859</b>	<b>876,419,787</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	<b>106,258,520</b>	<b>106,258,520</b>
<b>Capital Reserves</b>		
Share Premium	33,858,000	33,858,000
Surplus on revaluation of property	522,043,624	533,617,882
	<b>555,901,624</b>	<b>567,475,882</b>
<b>Revenue Reserves</b>		
General reserve	292,142,000	292,142,000
Accumulated losses	(1,048,811,163)	(1,072,619,360)
	<b>(756,669,163)</b>	<b>(780,477,360)</b>
<b>Shareholder's equity</b>	<b>(94,509,019)</b>	<b>(106,742,958)</b>
<b>Non-Current Liability</b>		
Deferred tax liability	<b>121,339,522</b>	<b>126,067,036</b>
<b>Current Liabilities</b>		
Trade and other payables	173,237,843	172,706,267
Contract liabilities	152,859,878	232,765,497
Short term borrowings	276,435,490	276,435,490
Mark-up accrued	139,277,045	93,380,278
Unclaimed dividend	5,168,429	5,168,429
Provision for taxation	79,851,671	76,639,748
	<b>826,830,356</b>	<b>857,095,709</b>
<b>Contingencies and Commitments</b>	-	-
<b>Total Equity and Liabilities</b>	<b>853,660,859</b>	<b>876,419,787</b>

The annexed notes form an integral part of these financial statements

  
Chief Executive Officer

  
Chief Financial Officer

  
Director

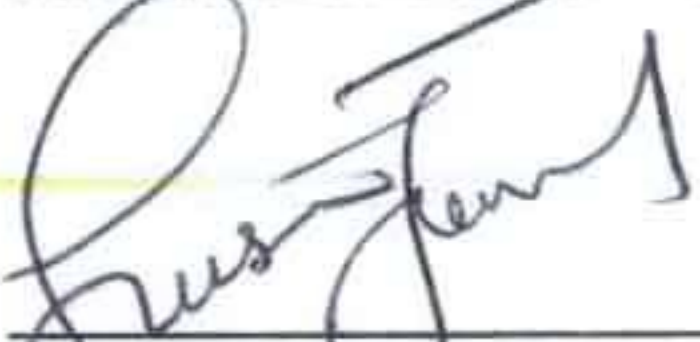




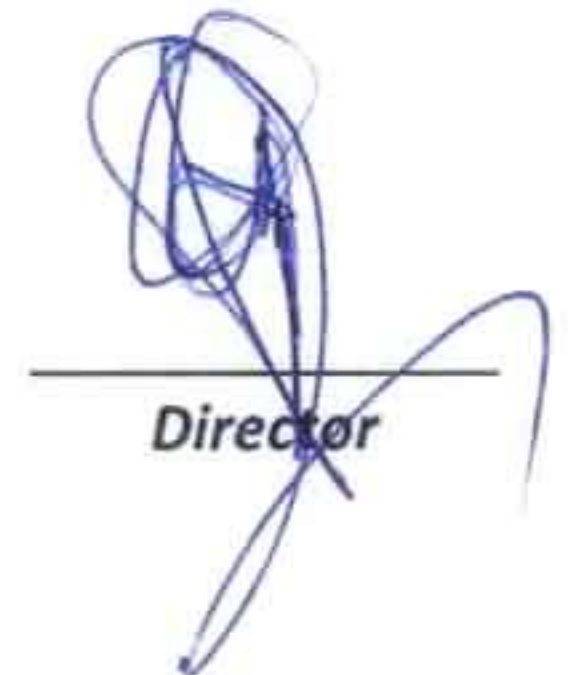
**HUSEIN INDUSTRIES LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND COMPERHENSIVE INCOME (UN - AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2024**

	FOR THE QUARTER		FOR THE NINE MONTHS	
	JAN-MAR 2024	JAN-MAR 2023	JUL-MAR 2024	JUL-MAR 2023
	----- (Rupees) -----			
Revenue	46,186,857	34,439,354	212,843,008	96,009,251
Cost of sales and expenses	<u>(12,565,459)</u>	<u>(9,970,895)</u>	<u>(128,510,371)</u>	<u>(33,904,565)</u>
<b>Gross profit</b>	<b>33,621,399</b>	<b>24,468,459</b>	<b>84,332,638</b>	<b>62,104,686</b>
Administrative expenses	<u>(9,494,922)</u>	<u>(7,906,399)</u>	<u>(27,706,003)</u>	<u>(24,664,887)</u>
<b>Operating profit</b>	<b>24,126,477</b>	<b>16,562,060</b>	<b>56,626,635</b>	<b>37,439,799</b>
Finance cost	<u>(14,549,934)</u>	<u>(11,615,031)</u>	<u>(45,906,533)</u>	<u>(33,290,678)</u>
Other income	<u>408,254</u>	<u>359,087</u>	<u>1,399,945</u>	<u>479,732</u>
<b>Profit before taxation</b>	<b>9,984,797</b>	<b>5,306,116</b>	<b>12,120,047</b>	<b>4,628,853</b>
Taxation -net	<u>(785,246)</u>	<u>(26,706)</u>	<u>113,892</u>	<u>1,343,995</u>
<b>Profit after taxation</b>	<b>9,199,551</b>	<b>5,279,410</b>	<b>12,233,939</b>	<b>5,972,848</b>
Other comprehensive income for the period	-	-	-	
Item that wil not be reclassified to profit or loss in subsequent period / years(s)				
Surplus on revaluation arising during the period	-	-	-	457,593,598
Less: deferred tax thereon	-	-	-	(132,702,143)
	-	-	-	324,891,455
<b>Total comprehensive Income for the period</b>	<u><u>9,199,551</u></u>	<u><u>5,279,410</u></u>	<u><u>12,233,939</u></u>	<u><u>330,864,303</u></u>
<b>Earning per share</b>	<u><u>0.87</u></u>	<u><u>0.50</u></u>	<u><u>1.15</u></u>	<u><u>0.56</u></u>

The annexed notes form an integral part of these financial statements

  
Chief Executive officer

  
Chief Financial Officer

  
Director





**HUSEIN INDUSTRIES LIMITED**  
**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2024**

	Reserves						Shareholders' Equity
	Ordinary Share capital	Share Premium	Capital Surplus on revaluation of property,	General reserves	Revenue Accumulated losses	Total reserves	
Rupees							
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							
Transfer from surplus on revaluation of property on account of Incremental depreciaton -net of deferred tax			324,891,455 (8,122,286)		8,122,286	324,891,455	324,891,455
<b>Total Comprehensive income for the period</b>			316,769,169		14,095,134	330,864,303	330,864,303
Balance as at March 31, 2021	106,258,520	33,858,000	494,404,169	292,142,000	(1,095,835,614)	(275,431,445)	(169,172,925)
<b>Balance as at July 01, 2023</b>	<b>106,258,520</b>	<b>33,858,000</b>	<b>533,617,882</b>	<b>292,142,000</b>	<b>(1,072,619,360)</b>	<b>(213,001,478)</b>	<b>(106,742,958)</b>
Profit for the period	-	-	-		12,233,939	12,233,939	12,233,939
Other comprehensive income for the period	-	-	-		-	-	
Transferred from surplus on revaluation of property on account of incremental depreciation - net of deferred tax	-	-	(11,574,258)		11,574,258	-	
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>(11,574,258)</b>	<b>-</b>	<b>23,808,197</b>	<b>12,233,939</b>	<b>12,233,939</b>
<b>Balance as at March 31, 2024</b>	<b>106,258,520</b>	<b>33,858,000</b>	<b>522,043,624</b>	<b>292,142,000</b>	<b>(1,048,811,163)</b>	<b>(200,767,539)</b>	<b>(94,509,019)</b>

\* Represents share premium received in the preceding years and is held for utilization of purposes as stated in Section 81 of the Companies Act, 2017.


\*\* The revaluation surplus on property is not a available for distribution to the share holders of the Companies unless realized and transferred to accumulated profits. However, these reserves can be individually off set against losses arising in future periods (if any) from revalued assets.

\*\*\*Represents appropriation of profit in preceding years.

The annexed notes form an integral part of these financial statements.

  
 Chief Executive Officer

  
 Chief Financial Officer

  
 Director

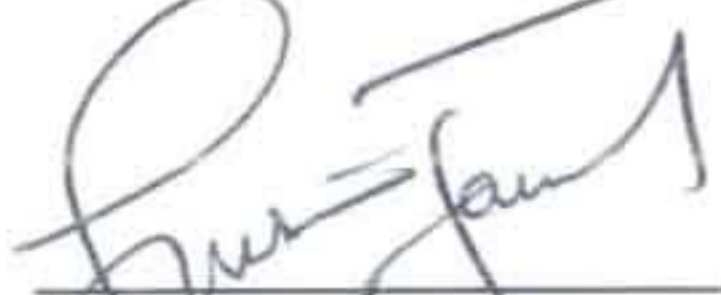





**HUSEIN INDUSTRIES LIMITED**  
**STATEMENT OF CASH FLOWS (UN - AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31,2024**

	MARCH 31 2024 (Unaudited)	MARCH 31 2023 (Unaudited)
	---- (Rupees) ----	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	12,120,047	4,628,853
<b>Adjustments for :</b>		
Depreciation	22,838,261	24,531,857
Interest on gratuity payable	1,629,108	1,524,215
Remeasurement gain on investment	(15,932)	(88,347)
Dividend Income	-	(19,194)
Finance cost	45,906,533	33,290,678
	<u>70,357,970</u>	<u>59,239,209</u>
<b>Cash generated from operations activities before working capital changes</b>	<b>82,478,017</b>	<b>63,868,062</b>
<b>(Increase) / decrease in current assets</b>		
Development property	(10,940,473)	(22,754,698)
Prepayments	(16,459,077)	(66,615)
Trade debts	904,000	(879,717)
	<u>(26,495,550)</u>	<u>(23,701,030)</u>
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	(825,132)	(3,212,927)
Contract liabilities	(79,905,619)	(7,944,165)
	<u>(80,730,751)</u>	<u>(11,157,092)</u>
<b>Net cash (used in ) / generated from operations</b>	<b>(24,748,284)</b>	<b>29,009,940</b>
Taxes paid - net	(1,401,698)	(2,593,414)
Gratuity paid	(272,400)	(919,145)
Financial charges paid	(9,766)	(6,854)
<b>Net cash (used in ) / generated from operating activities</b>	<b>(26,432,148)</b>	<b>25,490,527</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Short term investment	14,886,047	(15,771,400)
Advance against purchase of vehicles	-	(40,589)
Dividend received	-	19,194
Dividend paid	-	(10,884,201)
<b>Net cash generated from / (used in) investing activities</b>	<b>14,886,047</b>	<b>(26,676,996)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short term borrowings obtained - net	-	-
<b>Net cash (used in) financing activities</b>	<b>-</b>	<b>-</b>
<b>Net Increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(11,546,101)</b>	<b>(1,186,469)</b>
<b>Cash and cash equivalent at beginning of the period</b>	<b>13,904,119</b>	<b>14,907,590</b>
<b>Cash and cash equivalent at end of the period</b>	<b>2,358,018</b>	<b>13,721,121</b>

The annexed notes form an integral part of these financial statements

  
Chief Executive Officer

  
Chief Financial Officer

  
Director





**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION  
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024**

**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, 2024 and March 31, 2023 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, 2023. 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, 2023. 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, 2023.

**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, 2023. 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, 2023.

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, 2023.

	'March 31, 2024 (Rupees)	June 30, 2023 (Rupees)
<b>4 Property, plant and equipment</b>		
Opening written down value	748,148,064	269,978,348
Additions during the period	-	6,040,589
Surplus on revaluation of building on lease hold land	-	504,929,598
	<u>748,148,064</u>	<u>780,948,535</u>
Depreciation charge for the period	<u>(22,838,261)</u>	<u>(32,800,471)</u>
Closing written down value	<u>725,309,803</u>	<u>748,148,064</u>

5 During the period under review, sale of goods and services to associated undertaking was Rs. Nil

### 6 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, 2023 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, 2023.

### 7 AUTHORIZATION

These financial statements have been authorized for issue on April 26, 2024 by the Board of Directors of the Company.

### 8 GENERAL

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



Chief Executive officer



Chief Financial officer



Director