



Imperial Limited

*Condensed Interim
Financial Information
For the First Quarter Ended
(December 31, 2020)
(Un-Audited)*



Imperial Limited



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Imperial Limited

Corporate Information

Board of Directors	Mr. Waqar Ibn Zahoor Bandey Mr. Naveed M. Sheikh Malik Sohail Ahmed Mr. Muhammad Tariq Mr. Shahzad Ullah Khan Mr. Najam Faiz Mrs. Fakhra Chaudhry	- Chairman - Director/CEO - Director - Director - Director - Director - Director
Audit Committee	Mr. Najam Faiz Mr. Muhammad Tariq Mr. Shahzad Ullah Khan	- Chairman - Member - Member
HR & Remuneration Committee	Mr. Shahzad Ullah Khan Malik Sohail Ahmed Mrs. Fakhra Chaudhry	- Chairman - Member - Member
Chief Financial Officer	Mr. Makhdoom Faisal Javed	
Head of Internal Audit	Mr. Ali Hassan	
Company Secretary	Mr. Mubashhar Asif	
Financial Institutions	BankIslami Pakistan Limited Dubai Islamic Bank Pakistan Limited Silk Bank Limited Soneri Bank Limited	
Auditors	Tariq Abdul Ghani Maqbool & Co. Chartered Accountants	
Legal Advisors	Ms. Aniqua Sheikh Advocate	
Registered Office	M. Ismail Aiwan - e - Science Building, 205 Ferozepur Road Lahore-54600 Ph # + 92 (042) 3575-8970 + 92 (042) 3575-1308 Fax # + 92 (042) 3576-3247	
Shares Registrar	Hameed Majeed Associates (Pvt) Limited H.M. House, 7-Bank Square, Lahore. Ph # + 92 (042) 3723-5081-2 Fax # + 92 (042) 3735-8817	
Production Facilities	Karmanwala, Tehsil Phalia Distt. Mandi Bahauddin Ph # + 92 (546) 541-151/54 Fax # + 92 (546) 541-162	





Imperial Limited

DIRECTORS' REVIEW

Dear Members

Interim un-audited financial statements for the period ended December 31, 2020 are being presented in accordance with the requirements of International Accounting Standards, Companies Act, 2017 and Rule Book of Pakistan Stock Exchange Limited.

During the period under review your Company earned revenue of Rs. 70.533 Million against revenue of Rs. 100.713 Million in the corresponding period last year against placement of funds with various financial institutions. Operating Profit after administrative and other expenses comes to at Rs. 47.902 (2019: Rs. 76.366 Million). Your Company earned Net Profit of Rs. 41.017 Million against Net Profit of Rs. 68.007 Million last year for the same period. Earning for the quarter under review is Rs. 0.41 per share (2019: Rs. 0.69).

The Company is pursuing the new Business Plan as approved by the shareholders. The funds realized upon disposal of Assets located at Phalia will be utilized in line with the Principal Line of Business of the Company. Main bottlenecks causing delay in disposal of Assets include impediments like gigantic size of transaction & prevailing sluggish macro-economic condition sand COVID-19 in the country and around the Globe. However, the Management remains optimistic about the disposal of the remaining assets in the forthcoming months.

For and on behalf of the Board

Waqar Ibn Zahoor Bandey
Chairman

Naveed M. Sheikh
Director

Lahore
January 29, 2021



Imperial Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2020

		Un-Audited 31-Dec-20 (Rupees in '000')	Audited 30-Sep-20 (Rupees in '000')
EQUITY AND LIABILITIES			
Share Capital And Reserves			
Authorized share capital			
100,000,000 (2020: 100,000,000)			
ordinary shares of Rupees 10 each		1,000,000	1,000,000
Issued, subscribed and paid-up share capital	7	990,200	990,200
Surplus on revaluation of property, plant and equipment			
- net of deferred tax	8	5,528,996	5,528,996
Unappropriated profit		3,517,124	3,476,107
		10,036,320	9,995,303
LIABILITIES			
Non-Current Liabilities			
Deferred liabilities	9	1,831,144	1,831,144
Current Liabilities			
Trade and other payables		602,633	602,412
Contingencies and commitments	10	-	-
		12,470,097	12,428,859
ASSETS			
Non-Current Assets			
Property, plant and equipment	11	101,129	101,169
Current Assets			
Stores, spares and loose tools		220,685	220,685
Trade debts		463	463
Loan and advances		179,516	172,985
Trade deposits and other receivables		54,979	73,199
Short term investments		101,438	50,111
Tax refunds due from government		149,407	136,247
Cash and bank balances		2,922,666	2,934,186
		3,629,154	3,587,876
Non current assets held for sale	12	8,739,814	8,739,814
		12,470,097	12,428,859

The annexed notes from 01 to 16 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



Imperial Limited

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-Audited)
FOR THE FIRST QUARTER ENDED DECEMBER 31, 2020

	Note	DECEMBER 31,	
		2020	2019
		Rupees in thousands	
Profit and loss - continuing operations :			
Income from Investment		70,533	100,713
Gross profit		70,533	100,713
Administrative expenses		(22,796)	(24,835)
		47,737	75,878
Other operating expenses		-	-
Other operating income		165	488
Profit / (loss) from operations		47,902	76,366
Finance cost		(3)	(4)
Profit / (loss) before taxation		47,899	76,362
Taxation		(205)	-
Profit / (loss) after taxation- continuing operations		47,694	76,362
Profit / (loss) after taxation- discontinued operation ¹³		(6,677)	(8,355)
Profit / (loss) after taxation		41,017	68,007
Earning per share - basic and diluted		0.41	0.69

The annexed notes from 01 to 16 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



Imperial Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-Audited)

FOR THE FIRST QUARTER ENDED DECEMBER 31, 2020

	DECEMBER 31,	
	2020	2019
	Rupees in thousands	
Profit / (Loss) for the year - continuing operations	47,694	76,362
Profit / (loss) for the year - discontinued operations	(6,677)	(8,355)
Other comprehensive income / (loss)	-	-
Total comprehensive Income for the year	41,017	68,007

The annexed notes from 01 to 16 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



Imperial Limited

CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-Audited)

FOR THE FIRST QUARTER ENDED DECEMBER 31, 2020

	Note DECEMBER 31,	
	2020	2019
	Rupees in thousands	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	47,899	76,362
Adjustments for:		
Finance cost	-	-
Depreciation of property, plant and equipment	2,593	902
Gain on sale of operating fixed assets	-	(489)
Provision for staff retirement benefits - gratuity	-	-
	<u>2,593</u>	<u>413</u>
Operating profit / (loss) before working capital changes	50,492	76,775
Changes in working capital:		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	-	-
Trade debts	-	-
Loan and advances	(6,531)	31,482
Trade deposits and other receivables	18,220	(116)
Increase / (decrease) in current liabilities:	11,689	31,366
Trade and other payables	221	(22,982)
Net working capital changes	<u>11,910</u>	<u>8,384</u>
Finance cost paid	-	-
Staff retirement benefits - gratuity paid	-	-
Income tax paid	(13,365)	(15,087)
	<u>(13,365)</u>	<u>(15,087)</u>
Net cash generated from operating activities-continuing operations	49,037	70,072
Net cash used in operating activities-discontinued operations	14 (6,677)	(8,355)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(2,553)	(43,186)
Sale proceeds from sale of property, plant and equipment	-	1,876
Investment in mutual funds	(51,327)	-
Net cash used in investing activities-continuing operations	(53,880)	(41,310)
Net cash generated from investing activities-discontinued operations	14 -	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances	-	-
Sponsors' loans paid	-	-
Net cash (used in) / generated from financing activities-continuing operations	-	-
Net cash (used in) / generated from financing activities-discontinued operations	-	-
Net increase / (decrease) in cash and cash equivalents	(11,520)	20,407
Cash and cash equivalents at the beginning of the period	2,934,186	2,963,905
Cash and cash equivalents at the end of the period	<u>2,922,666</u>	<u>2,984,312</u>

The annexed notes from 01 to 16 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-Audited)
FOR THE FIRST QUARTER ENDED DECEMBER 31, 2020

(Rupees in '000')

	Ordinary Share Capital	Revaluation surplus on property, plant and equipment	Unappropriated profit/(loss)	Total
Balance as at 30 September 2019 (audited)	990,200	5,528,996	3,310,089	9,829,285
Total comprehensive income:				
Profit for the first quarter ended 31-Dec-19	-	-	68,007	68,007
Other comprehensive income	-	-	-	-
	-	-	68,007	68,007
Balance as at 31 December 2019 (un-audited)	990,200	5,528,996	3,378,096	9,897,292
Total comprehensive income:				
Profit for the period	-	-	95,768	95,768
Other comprehensive Income	-	-	2,243	2,243
	-	-	98,011	98,011
Balance as at 30 September 2020 (audited)	990,200	5,528,996	3,476,107	9,995,303
Total comprehensive income:				
Profit for the first quarter ended 31-Dec-20	-	-	41,017	41,017
Other comprehensive income	-	-	-	-
	-	-	41,017	41,017
Balance as at 31 December 2020 (un-audited)	990,200	5,528,996	3,517,124	10,036,320

The annexed notes from 01 to 16 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-Audited)

FOR THE FIRST QUARTER ENDED DECEMBER 31, 2020

1 THE COMPANY AND ITS OPERATIONS

Imperial Limited ("the Company") was incorporated in Pakistan on May 09, 2007 under the Companies Ordinance, 1984 (Now Companies Act, 2017). The shares of the Company are quoted on Pakistan Stock Exchange Limited. The Company's registered office is situated at Ismail Aiwana-e-Science building, 205 Ferozepur road, Lahore -Pakistan. The principle line of business is to carry on the business of buying, selling, holding or otherwise acquiring or investing the capital of the company in any sort of financial instruments but not to act as an investment / brokerage company.

2 CHANGE IN NATURE OF BUSINESS

The shareholders of the Company approved in an Extraordinary General Meeting held on 20 August 2020 the change of name of the Company from 'Imperial Sugar Limited' to 'Imperial Limited', the alteration in Memorandum of Association of the Company for change in principal line of business of the Company; and the utilization of capital of the company in any sort of financial instruments including but not limited to investment in shares, stocks of unlisted companies, debentures, deenture stocks, bonds, mutual fund certificates, modaraba certificates, musharaka certificates, skooks, participation term certificate (PTCs) and other sharia compliant security term finance certificate etc., but not to act as investment/brokerage company subject to necessary permissions required from relevant authorities.

Previously, the Company in its Annual General Meeting held on January 31, 2017 resolved to dispose of its land, building and plant and machinery related to sugar and distillery sector. Whole of the land, building and plant and machinery located at Mian Channu was disposed of on August 21, 2017, whereas assets of sugar and ethanol manufacturing facilities located at Tehsil Phalia, District Mandi Bahauddin are held for sale.

3 STATEMENT OF COMPLIANCE

3.01 These 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 Standards (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.

3.02 This condensed interim financial information is being submitted to the shareholders as required by the listing regulations of Pakistan Stock Exchange Limited and section 237 of the Companies Act, 2017.

3.03 This condensed interim financial information does not include all of the information and disclosures required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended 30 September 2020.

3.04 Comparative condensed interim balance sheet is extracted from annual audited financial statements for the year ended 30 September 2020 and comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement are stated from un-audited condensed interim financial information for the period ended 31 December 2019.

4 BASIS OF PRESENTATION, MEASUREMENT AND ESTIMATION

Estimates used in the preparation of these condensed interim financial information are reasonable under the circumstances, continually evaluated and are based on historical experience. The basis of presentation and measurement adopted for the preparation of these condensed interim financial information are the same as those adopted in the preparation of the preceding annual published audited financial statements for the year ended September 30, 2020.



5 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and applied for the preparation of this condensed interim financial information are the same as those applied in the preparation of preceding annual published audited financial statements of the Company for the year ended September 30, 2020.

6 PROVISIONS

The provision in respect of staff retirement benefits and taxation are estimated and these are subject to final adjustments in the annual audited financial statements.

	Un-Audited December 31, 2020 (Rupees in '000')	Audited September 30, 2020 (Rupees in '000')
7 ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
64,020,000 (2020: 64,020,000) ordinary shares of Rupees 10/- each fully paid in cash	640,200	640,200
35,000,000 (2020: 35,000,000) ordinary shares of Rupees 10/- each fully paid for consideration otherwise than in cash	350,000	350,000
	<u>990,200</u>	<u>990,200</u>
8 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT- NET OF TAX		
Opening balance	7,330,115	7,330,115
Add: Surplus incorporated during the year	-	-
Less: Incremental depreciation transferred to statement of changes in equity	-	-
Less: Surplus transferred to statement of changes in equity on disposal of assets	-	-
	<u>7,330,115</u>	<u>7,330,115</u>
Less: Related deferred tax liability	<u>(1,801,119)</u>	<u>(1,801,119)</u>
Closing balance	<u>5,528,996</u>	<u>5,528,996</u>
9 DEFERRED LIABILITIES		
Deferred taxation	1,801,119	1,801,119
Staff retirement benefits	30,025	30,025
	<u>1,831,144</u>	<u>1,831,144</u>
10 CONTINGENCIES AND COMMITMENTS		
Contingencies		
There are no significant changes in contingencies since the last published annual audited financial statements.		
Commitments	Nil	Nil



11 PROPERTY, PLANT AND EQUIPMENT

Opening book value	101,169	18,171
Additions / (adjustment) during the period	2,553	94,934
Disposals during the period	-	(1,410)
Less: Depreciation charged during the period	(2,593)	(10,527)
Closing book value	<u>101,129</u>	<u>101,169</u>

12 NON-CURRENT ASSETS HELD FOR SALE

Opening balance	8,739,814	8,739,814
Transferred from operating fixed assets	-	-
Less: Assets disposed off during the period	-	-
Less: Impairment charged during the period	-	-
Closing balance	<u>8,739,814</u>	<u>8,739,814</u>

Freehold land	1,106,448	1,106,448
Building on freehold land	2,478,950	2,478,950
Plant and machinery	5,137,125	5,137,125
Furniture, fixture and equipment	17,291	17,291
	<u>8,739,814</u>	<u>8,739,814</u>

13 PROFIT AND LOSS - DISCONTINUED OPERATIONS

	DECEMBER 31,	
	2020	2019
	Rupees in thousand	
Sales - net	-	-
Cost of sales	-	-
Gross profit	-	-
Administrative expenses		
Inoperative plant expenses	(6,677)	(8,355)
Distribution and marketing expenses	-	-
	(6,677)	(8,355)
Other operating expenses	-	-
Other operating income	-	-
Profit from operations	(6,677)	(8,355)
Finance cost	-	-
Profit before taxation	(6,677)	(8,355)
Taxation	-	-
Profit after taxation - discontinued operations	<u>(6,677)</u>	<u>(8,355)</u>



14 CASH FLOWS FROM OPERATING ACTIVITIES - DISCONTINUED OPERATIONS

Profit before taxation	(6,677)	(8,355)
Adjustments for:		
Finance cost	-	-
Profit on saving accounts	-	-
Provisions written back	-	-
Gain on sale of operating fixed assets	-	-
Depreciation of property, plant and equipment	-	-
	<u>(6,677)</u>	<u>(8,355)</u>
Operating loss before working capital changes		
Changes in working capital:		
(Increase) / decrease in current assets:		
Trade debts	-	-
Loan and advances	-	-
Trade deposits and other receivables	-	-
	<u>-</u>	<u>-</u>
Increase / (decrease) in current liabilities:		
Trade and other payables	-	-
	<u>-</u>	<u>-</u>
Net working capital changes	-	-
Finance cost paid	-	-
Staff retirement benefits - gratuity paid	-	-
Income tax paid	-	-
	<u>-</u>	<u>-</u>
Net cash used in operating activities	(6,677)	(8,355)

CASH FLOWS FROM INVESTING ACTIVITIES - DISCONTINUED OPERATIONS

Fixed capital expenditure	-	-
Sale proceeds from sale of property, plant and equipment	-	-
Profit on saving accounts	-	-
Net cash generated from investing activities	-	-

CASH FLOWS FROM FINANCING ACTIVITIES - DISCONTINUED OPERATIONS

Finances paid	-	-
Sponsors' loans received / (paid)	-	-
Net cash (used in) / generated from financing activities	-	-



Imperial Limited

15 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on January 29, 2021 by the Board of Directors of the Company.

16 GENERAL

Corresponding figures in the balance sheet comprise of balances as per the annual audited financial statements for the year ended September 30, 2020, whereas corresponding figures in the profit and loss account, cash flow statement and statement of changes in equity comprise balances of the comparable period of immediately preceding financial year.

Corresponding figures have been rearranged wherever necessary to facilitate comparison. However, no material re-arrangement has been made in these condensed interim financial statements other than disclosed.

Figures in this condensed interim financial information have been rounded off to the nearest thousand rupees.

Chief Executive Officer

Director

Chief Financial Officer

ڈائریکٹرز رپورٹ

کمپنیز ایکٹ 2017 اور دیگر متعلقہ قوانین کے تحت، غیر منتفج شدہ مالی حسابات برائے پہلی سہ ماہی ختمہ 31 دسمبر 2020 پیش خدمت ہیں۔

آپ کی کمپنی کو اس سہ ماہی میں مبلغ 70.533 ملین روپے کی آمدن ہوئی ہے جبکہ یہ آمدن پچھلے سال اسی سہ ماہی میں مبلغ 100.713 ملین روپے تھی جو کہ مختلف مالیاتی اداروں میں جمع شدہ رقم پر حاصل شدہ منافع پر مشتمل ہے۔ کمپنی نے انتظامی و دیگر اخراجات اور ٹیکس منہا کرنے کے بعد خالص منافع مبلغ 41.017 ملین روپے حاصل کیا ہے جبکہ پچھلے سال اسی دورانیے میں یہ منافع مبلغ 68.007 ملین روپے تھا۔ اس سہ ماہی میں آمدن فی حصہ 0.41 روپے ہے۔ جو کہ اسی تقابلی عرصہ میں پچھلے سال 2019 میں یہ آمدن 0.69 روپے فی حصہ تھی۔

کمپنی حصص داران سے منظور شدہ نئے کاروباری منصوبہ پر عمل پیرا ہو رہی ہے۔ کمپنی کے پچالیہ میں موجود اثاثہ جات کی فروخت سے موصول ہونے والی رقم کمپنی کے بنیادی کاروبار کو بڑھانے میں استعمال کی جائے گی۔ اثاثہ جات کی فروختگی میں درپیش مسائل میں بڑا مالیاتی حجم اور ملکی معاشی صورتحال کے ساتھ ساتھ ملک اور عالمی سطح پر کرونا وبا جیسے عوامل شامل ہیں۔ بہر حال کمپنی انتظامیہ پر امید ہے کہ وہ آئندہ آنے والے چند ماہ میں اثاثہ جات کو فروخت کرنے میں کامیاب ہو جائے گی۔



نوید ایم شیخ
ڈائریکٹر

پورڈ آف ڈائریکٹرز کی جانب سے



دھارا راجن ٹھوڑا
چیرمین

لاہور - 29 جنوری 2021

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