



MARCH 2020

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COMPANY INFORMATION

CHAIRMAN (Non-Executive Director)

Syed Haroon Rashid

CHIEF EXECUTIVE

Mr. Razak H.M. Bengali

INDEPENDENT DIRECTORS

Mr. Anis Wahab Zuberi Mr. Irfan Ahmed Qureshi Mr. Muhammad Javed

EXECUTIVE DIRECTORS

Mr.Muhammad Siddique Misri Mr. Muhammad Irfan Ghani

Director Marketing/ Business Development Chief Operating Officer

NON-EXECUTIVE DIRECTORS

Mr. Aamir Amin Mrs. Saba Nadeem (Nominee - NIT)

CHIEF FINANCIAL OFFICER

Mr. Muhammad Yasin Yunus Ladha

COMPANY SECRETARY

Mr. Muhammad Asad Saeed

AUDIT COMMITTEE

Mr. Anis Wahab Zuberi Mr Aamir Amin Mr. Irfan Ahmed Qureshi Mrs. Saba Nadeem

Independent, Non-Executive Director Non-Executive Director (Nominee - NIT) Independent, Non-Executive Director

Non-Executive Director

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Muhammad Javed Syed Haroon Rashid Mr. Anis Wahab Zuberi Mr. Muhammad Irfan Ghani Independent, Non-Executive Director

Non-Executive Director

Independent, Non-Executive Director Chief Operating Officer(Executive Director)

MANAGEMENT COMMITTEE

Mr.Razak H.M.Bengali Mr. Muhammad Siddique Misri

Mr. Muhammad Irfan Ghani Mr.Muhammad Yasin Yunus Ladha

Lt. Col. (R) Mehboob Ahmed

Mr. Muhammad Asad Saeed

Mr. Kumail Irfan Ghani

Mr. Fareed Abdul Razzak

Chief Executive

Director Marketing/ Business Development

Chief Operating Officer

S.G.M (Finance) / Chief Financial Officer

G.M (Technical)

D.G.M (Finance) / Company Secretary

D.G.M (Supply & Services)

D.G.M (Finance)

EXTERNAL AUDITORS

EY Ford Rhodes (Chartered Accountants)

LEGAL ADVISOR

Mohsin Tayebaly & Company (Advocates)

TAX CONSULTANTS

Baker Tilly Mehmood Idrees Qamar (Chartered Accountants)

EY Ford Rhodes (Chartered Accountants)

BANKERS

Habib Bank Limited Bank Al-Habib Limited Faysal Bank Limited National Bank of Pakistan Bank Alfalah Limited

Industrial and Commercial Bank of China

SHARE REGISTRAR

Chairman THK Associates (Pvt) Limited Member 1st Floor, 40-C, Block-6, P.E.C.H.S

Member Karachi - 75400.

Member UAN#+92(21) 111-000-322

> Direct:+92 (21) 34168270 Fax#+92 (21) 34168271

Chairman

Member **HEAD OFFICE**

Member 1st Floor, State Life Building #3 Member Dr.Ziauddin Ahmed Road, Karachi.

E-mail:bwlfin@cyber.net.pk Website:http://www.bwheels.com

Telephone # 35689259,35683474,35687502

Fax # 35684003

FACTORY AND REGISTERED OFFICE

Main RCD Highway, Hub Chowki,

Lasbella, Baluchistan.

Telephone # (0853) 363426,363428

Fax # (0853) 364025

CHIEF INTERNAL AUDITOR

Hafiz Shoaib Ahmed Chauhan

Manufacturers of Automotive Wheels in Pakistan



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DIRECTORS' REPORT

The Directors take pleasure in presenting the Un-Audited Condensed Interim Financial Statements for the nine months ended March 31, 2020.

FINANCIAL RESULTS

During the period (July 2019-March 2020) the Company had overall consolidated revenue of Rs. 763 million declined by 39% as compared to Rs. 1,250 million of corresponding period of last year. The Company's revenue declined in all segments of the Business. The Car wheels sale declined to Rs. 488 million as compared to Rs. 688 million (down by 29%) during the same period of last year. The Truck/Bus wheels sales declined significantly to Rs.66 million as compared to Rs. 142 million which is 54% lower than the corresponding period of last year. Similarly, Tractor wheels sale decreased by 52% to Rs. 185 million as compared to Rs. 386 million during the same period of last year.

The Gross Profit decreased in absolute terms by Rs. 92.944 million from Rs. 202.317 million to Rs. 109.373 million (i.e. 46%). Similarly the profit after taxation declined significantly by Rs. 40.258 million (i.e. 59%) from Rs. 67.894 million to Rs. 27.636 million. The main reason for decrease in gross profit and profit after taxation is due to the depressed demand of wheels in all segments of the Business.

There are no significant changes in Contingencies and Commitments as disclosed in note 23 of the Annual report 2019.

FUTURE OUTLOOK

Demand for Auto Industry continued to decline during the period July 2019-March 2020 on account of devaluation of Pak Rupces against the US Dollar as well as higher interest rates.

Tax measures announced in the Federal Budget 2019-20 have severely hit the Auto Industry. Additional custom duty on imported material, imposition of federal excise duty, high interest rates coupled with massive depreciation of Pak Rupee adversely affected the cost of vehicles and it forced the OEM's to enhance the prices of their vehicles which have affected the sales volume of auto industry as price hikes will weaker the purchasing / buying power of customers.

Further, the Tractor manufacturers have been facing sharp decline in demand mainly due to the poor performance of Agricultural sector especially failure of Cotton and some other cash crops and also late start of crushing season of sugar cane.

The additional requirement for the end customers of Truck/Bus sector to be registered under Sales Tax in addition to the CNIC/NTN the sale of Truck/Bus segment has been stopped which has already depressed by more than 50%.







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With global economy set to suffer from the Corona virus (COVID-19) pandemic, Pakistan's economy will also be adversely impacted. As the lockdown is continued in next two to three weeks, a plunge in business activities is projected which will affect the overall supply chain in the Country. However, interest rates are expected to further ease in the upcoming months which will have positive impact on the Auto Industry.

Macro economic indicators of the country are challenging for auto industry. Pak Rupee devaluation, rising raw material prices, high interest rates and additional taxes and duties are major challenges for auto industry

The management is aware of the challenges ahead and is continuously evolving strategies and adopting measures to meet future challenges and maintain business growth.

ACKNOWLEDGEMENT

We take this opportunity to thank our customers and all the stakeholders who reposed their trust and confidence in the company and acknowledge the efforts of the entire BWL team including our staff and workers and look forward to their continued support.

May Allah bless us and help us to achieve success for your company and for the benefit of all stake holders, and the Country in general. Aameen!

For and on Behalf of the Board

Karachi: April 17, 2020

Razak H.M. Bengali

Muhammad SiddiqueMisri Director







Manufacturers of Automotive Wheels in Pakistan

Baluchistan Wheels Limited

اس کے علاوہ ،ٹرک ابس کے ٹریداروں پر بیلز ٹیکس کے قانون کے تحت رجسڑیٹن کی شرطاور پہلے ہے موجود شاختی کارڈا نیشنل محیکس نبر کی شرط نے ٹرک ابس کی فروخت تقریباً بند کردی ہے جس میں پہلے بی 50% فیصد سے زیادہ کی واقع ہوگئی ہے۔

موجودہ عالمی کروناوباء کی وجہ ہے گلوبل معیشت ست رُوی کا شکار ہے نتیجاً پاکستان کی معیشت پربھی اس کے خطرناک اثرات مرتب ہوں گے،اگر چہا گلے دو ہے تین ہفتوں میں لاک ڈاؤں جاری رہاتو، کاروباری سرگرمیاں مزید متاثر ہوں گی جس ہے ملک میں مجموفی سپلائی کا نظام بری طرح متاثر ہوگا۔ تاہم ،تو قع کی جارہی ہے کہ آنے والے ہمینوں میں شرح سود میں مزید کی ہوگی جس کا آٹو انڈسٹری پرمثبت اثر پڑسکتا ہے۔

ملک کے میکرومعاشی اشارے آٹوصنعت کیلیے چینج ہیں۔ پاکستانی روپے کی قدر میں کی ،خام مال کی بڑھتی قیمتوں ،شرحِ سود میں اضافے اوراضا فی میکس وڈیوٹی آٹوصنعت کیلئے بڑے چینج ہیں۔

آ کی مینجنٹ مستقبل میں غیرمتوقع حالات سے نمٹنے کیلئے مستقل بنیا دوں پر حکمت عملی تیار کرتی ہے تا کر تی کا سفر جاری رہے۔

اظهارتشكر: ـ

ہم اس موقع پراپنے تمام صارفین اوراسٹیک ہولڈرز کاشکریدادا کرتے ہیں جنہوں نے ہم پرکمل اعتاداورکجروے کا ظہار کیا۔ہم اپنے عملے اور کارکنان سمیت تمام بلوچستان وہیلز لمیٹڈ کی میم کی کوششوں اورمسلسل تعاون کرنے پرا نکاشکریدادا کرتے ہیں۔

الله تعالی جمیں برکت دےاورخصوصاً جمیں اور ہمارے تمام اسٹیک ہولڈرز کواورعموماً پورے ملک کوتر تی اور کامیا بی عطافر مائے (آمین)۔

جناب محمد این مصری در بر کار جگم بورد آف دائر یکٹرز جنابرزاق کا ایم بنگائی چیف ایگزیکیٹو کراچی، کااپریل ۲۰۲۰ء







Manufacturers of Automotive Wheels in Pakistan



Baluchistan Wheels Limited

ڈائز یکٹرزر پورٹ

آ کی کمپنی کے ڈائر کیٹر زنہایت مسرت کے ساتھ اسم مارچ ۲۰۲۰ موقتم ہونے والے نوم پینوں کی غیرجا کچے شدہ عبوری مالیاتی رپورٹ بخوشی پیش کرتے ہیں۔

مالياتى متائج۔

زیر جائز دمت (جولائی ۱۰۱۹ء تا مارچ ۱۰۲۰ء) کے دوران ہماری فروخت 763 ملین روپے رہی جو کہ گزشتہ سال کی ای مدت کی فروخت 1,250 ملین روپے کے مقابلے میں %39 فیصد کم رہی ۔ کار کے پہیول کی فروخت 488 ملین روپے رہی جو کہ گزشتہ سال کی ای مدت کا مقابلے کہ 148 ملین روپے کی فروخت کے مقابلے میں %99 فیصد کم رہی ۔ ٹرک/بس کے پہیول کی فروخت 686 ملین روپے رہی جو کہ پچپلی مدت کی 142 ملین روپے کی فروخت کے مقابلے میں %99 فیصد کم رہی ۔ ٹرک ایس کے پہیول کی فروخت 686 ملین روپے رہی جو کہ پچپلی مدت کی 386 ملین روپے کی فروخت کے مقابلے میں %59 فیصد کم رہی ۔ وخت کے مقابلے میں %59 فیصد کم رہی ۔ فیصد کم رہی ۔

غیر خالص منافع 92.944 مین روپ (46% فیصد) کی کے ساتھ 202.317 ملین روپ سے 109.373 ملین روپ رہا، ای طرح کمپنی کا بعداز میکس منافع 40.258 ملین روپ (59% فیصد) کی کے ساتھ 67.894 ملین روپ سے 27.636 ملین روپ رہا جسکی بنیادی وجبکپنی کے کاروبار کے تمام شعبوں کی فروخت میں نمایاں کی ہے۔

Contingencies and Commitments میں کوئی قابل ذکر تبدیلی واقع نہیں ہوئی اورا سکے بارے میں تفصیل 30 جون 2019 کوئتم ہونے والے مالی سال کے آڈیوٹڈ مالیا تی رپورٹ کے نوٹ نمبر 23 میں ورج ہے۔

منتقبل کے خدوخال:۔

امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں کمی کے ساتھ ساتھ ذیادہ شرح سود کی وجہ سے جولائی 2019 تامارچ 2020 کی مدت کے دوران آٹو انڈسٹری کی مانگ۔/ طلب میں کمی کاسلسلہ جاری رہا۔

وفاقی بجٹ2020-2019 میں اعلان کردہ نیکس اقدامات نے آٹو انڈسٹری کوشد پرمتا ترکیا ہے۔ درآمدی مواد پراضا فی سلم ڈیوٹی، فیڈرل ایکسائز ڈیوٹی کا نفاذ ، زیادہ شرح سود کے ساتھ ساتھ پاکستانی روپے کی گر اوٹ کی وجہ سے گاڑیوں کی لاگت پر بڑی طرح اثر پڑا اور اس نے OEM's کواپئی گاڑیوں کی قیمتوں میں اضافے پر مجبور کردیا جس کی وجہ سے آٹو انڈسٹری کی فروخت کا تجم متاثر ہوا ہے جس کی وجہ سے صارفین کی خریداری اقوت خرید کمزور ہوئی ہے۔

مزید به که ٹریکٹرمینوفیکچررزکوطلب میں زبردست کی کاسامنا کرناپڑر ہاہے جس کی بنیا دی وجہ زراعت کے شعبے کی ناقص کارکرد گی خصوصاً کپاس اور پچھے دیگرنفاز فسلوں کی کم ہیداوار اور گئے کے کرشنگ سیزن کا دیرے آغاز کرنا ہے۔





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Phones (Off): (021) 35683474, 35687502, 35889259 Fax: 92-21-35884003 Factory: Main RCD Highway, Hub Chowki, District Lasbella, Baluchistan, Phones (Factory): (0853) 363426, (0853) 363428 Fax: (0853) 364025 E-mail: bwheels@cyber.nel.pk



BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION **AS AT MARCH 31, 2020**

		March 31, 2020 (Un-audited)	June 30, 2019
	Note	(Rupees	(Audited)
ASSETS	Note	(ixupees	000)
NON-CURRENT ASSETS			
Property, plant and equipment			5 Va (129)
Right-of-use assets	4 5	409,143	449,581
Long-term loans and advances	5	12,344	2.445
Long-term deposits		2,973 4,198	3,415 4,607
	-	428,658	457,603
CURRENT ASSETS		0,000	407,000
Stores, spare parts and loose tools	- F	42,856	50,840
Stock-in-trade	6	401,090	525,105
Trade debts	-	173,994	144,187
Loans and advances		13,514	15,914
Trade deposits and short-term prepayments		958	2,347
Other receivables		7,645	431
Short-term investments	7	172,006	102,827
Taxation – net		127,196	129,302
Bank balances	9	77,826	44,994
TOTAL ADDESS		1,017,085	1,015,947
TOTAL ASSETS		1,445,743	1,473,550
	_		1,110,000
EQUITY AND LIABILITIES			1,110,000
SHARE CAPITAL AND RESERVES Authorized share capital	-		1,110,000
SHARE CAPITAL AND RESERVES	each _	250,000	250,000
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/-	each _	250,000	250,000
SHARE CAPITAL AND RESERVES Authorized share capital	each _	250,000 133,343	250,000 133,343
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves	each _	250,000 133,343 1,155,643	250,000 133,343 1,154,676
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital	each _	250,000 133,343	250,000 133,343
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities	each _	250,000 133,343 1,155,643 1,288,986	250,000 133,343 1,154,676 1,288,019
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits	each _	250,000 133,343 1,155,643 1,288,986	250,000 133,343 1,154,676 1,288,019 989
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits	each _	250,000 133,343 1,155,643 1,288,986 2,165 1,256	250,000 133,343 1,154,676 1,288,019 989 2,010
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits Deferred taxation	each _	250,000 133,343 1,155,643 1,288,986 2,165 1,256 36,708	250,000 133,343 1,154,676 1,288,019 989 2,010 38,250
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits Deferred taxation CURRENT LIABILITIES	each _	250,000 133,343 1,155,643 1,288,986 2,165 1,256	250,000 133,343 1,154,676 1,288,019 989 2,010
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits Deferred taxation CURRENT LIABILITIES Trade and other payables	each _	250,000 133,343 1,155,643 1,288,986 2,165 1,256 36,708 40,129	250,000 133,343 1,154,676 1,288,019 989 2,010 38,250 41,249
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits Deferred taxation CURRENT LIABILITIES Trade and other payables Current portion of lease liabilities	each _	250,000 133,343 1,155,643 1,288,986 2,165 1,256 36,708 40,129 95,894	250,000 133,343 1,154,676 1,288,019 989 2,010 38,250 41,249 125,289
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits Deferred taxation CURRENT LIABILITIES Trade and other payables Current portion of lease liabilities Unclaimed dividend	each _	250,000 133,343 1,155,643 1,288,986 2,165 1,256 36,708 40,129 95,894 3,523	250,000 133,343 1,154,676 1,288,019 989 2,010 38,250 41,249 125,289 3,747
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits Deferred taxation CURRENT LIABILITIES Trade and other payables Current portion of lease liabilities Unclaimed dividend Provision for warranty claims	each _	250,000 133,343 1,155,643 1,288,986 2,165 1,256 36,708 40,129 95,894	250,000 133,343 1,154,676 1,288,019 989 2,010 38,250 41,249 125,289 3,747 6,846
SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits Deferred taxation CURRENT LIABILITIES Trade and other payables Current portion of lease liabilities Unclaimed dividend Provision for warranty claims	each	250,000 133,343 1,155,643 1,288,986 2,165 1,256 36,708 40,129 95,894 3,523 5,913	250,000 133,343 1,154,676 1,288,019 989 2,010 38,250 41,249 125,289 3,747
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SHARE CAPITAL AND RESERVES Authorized share capital 25,000,000 (June 30, 2019: 25,000,000) ordinary shares of Rs.10/- Issued, subscribed and paid-up capital Reserves NON-CURRENT LIABILITIES Lease liabilities Long-term advances and deposits Deferred taxation		250,000 133,343 1,155,643 1,288,986 2,165 1,256 36,708 40,129 95,894 3,523 5,913 626 10,672	250,000 133,343 1,154,676 1,288,019 989 2,010 38,250 41,249 125,289 3,747 6,846 1,354 7,046

MUHAMMAD YASIN YUNUS LADHA CHIEF FINANCIAL OFFICER

MUHÁMMAD SIDDIQUE MISRI DIRECTOR

RAZAK H.M BENGALI CHIEF EXECUTIVE

BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED) FOR THE PERIOD ENDED MARCH 31, 2020

	Nine months Ended		Quarter Ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
	1000 (CONT.) (CONT.)	Rs. in		
Turnover – net	763,464	1,250,474	274,215	384,544
Cost of sales	(654,091)	(1,048,157)	(227,616)	(336,617)
Gross profit	109,373	202,317	46,599	47,927
Distribution costs	(28,114)	(34,135)	(9,477)	(10,846)
Administrative expenses	(64,960)	(71,312)	(21,552)	(19,317)
Other expenses	(2,433)	(11,662)	(1,418)	(1,177)
Finance costs	(1,602)	(6,431)	(702)	(3,216)
	(97,109)	(123,540)	(33,149)	(34,556)
Other income	20,063	7,657	6,389	5,770
Profit before taxation	32,327	86,434	19,839	19,141
Taxation				
Current	(10,021)	(14,939)	(4,712)	(4,684)
Prior	3,928	(1,825)	3,498	(4,004)
Deferred	1,402	(1,776)	(323)	(293)
	(4,691)	(18,540)	(1,537)	(4,977)
Profit after taxation	27,636	67,894	18,302	14,164
Earnings per share- basic and diluted (Rs.)	2.07	5.09	1.37	1.06

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

RAZAK H.M BENGALI CHIEF EXECUTIVE

MUHAMMAD YASIN YUNUS LADHA CHIEF FINANCIAL OFFICER

BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE PERIOD ENDED MARCH 31, 2020

	Nine Month ended		Quarter	ended
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
	Rs. in '000			
Profit after taxation	27,636	67,894	18,302	14,164
Other comprehensive income	1757		(= 0	:
Total comprehensive income	27,636	67,894	18,302	14,164

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

RAZAK H.M BENGALI

MUHAMMAD YASIN YUNUS LADHA CHIEF FINANCIAL OFFICER

BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE PERIOD ENDED MARCH 31, 2020

	Note	March 31, 2020	March 31, 2019
CASH FLOWS FROM OPERATING ACTIVITIES		(Rupees i	n '000')
Profit before taxation		32,327	86,434
Adjustments for non-cash items:		32,321	00,434
Depreciation	Г	36,335	36,961
Loss / (gain)on disposals of operating fixed assets		30,333	(2,758)
Finance costs		1,602	6,431
Provision for slow moving stores, spare parts and loose tools		988	1,425
Reversal of provision for slow moving stock-in-trade - net	- 1	(5,200)	(924)
Allowance for expected credit losses net		2,186	2,955
Provision for compensated absences		255	1330
Reversal of provision for warranty claims Provision for staff retirement benefits		(322)	(3,604)
Profiton treasury bills and deposit accounts		3,543	3,003
Dividend income		(16,406)	(472) (49)
Losson redemption and revaluation of short-term investments		(422)	1,030
		22,524	45,329
	V <u>-</u>	54,851	131,762
Decrease / (increase) in current assets		34,031	131,702
Stores, spare parts and loose tools	Г	7.004	(047)
Stock-in-trade		7,984 129,215	(917) (100,891)
Trade debts		(29,807)	(40,710)
Loans and advances		2,400	8.239
Trade deposits, short-term prepayments and other receivables		1,389	618
		111,181	(133,661)
	-	166,032	(1,899)
(Decrease) / increase in current liabilities		100,032	(1,099)
Trade and other payables		(29,395)	(21,581)
Sales tax - net		(3,709)	(1,171)
		(33,104)	(22,752)
		132,928	(24,651)
Staff retirement benefits paid		(6,324)	(3,571)
Income tax paid		(2,635)	(1,195)
Long-term loans and advances		312	194
Long-term deposits – net	-	(409)	1,356
Net cash generated from / (used in) operating activities		123,872	(27,867)
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(884)	(1,206)
Proceeds from disposal of operating fixed assets		720	5,214
Profit received on freasury bills and savings accounts		12,418	472
Short-term investments made		(381,837)	(13,220)
Short-term investments redeemed Dividend received		312,236	13,466
		161	49
Net cash (used in) / generated from investing activities		(57,186)	4,775
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease rentals paid		(4,652)	(4,569)
Finance costs paid	- 1	(1,600)	(3,442)
Dividend paid		(27,602)	(38,401)
Net cash used in financing activities		(33,854)	(46,412)
Net increase / (decrease) in cash and cash equivalents	THE STATE OF THE S	32,832	(69,504)
Cash and cash equivalents at the beginning of the period		44,994	31,116
Cash and cash equivalents at the end of the period	9 -	77,826	(38,388)
The approved potent to 14 farms and its	000		(00,000)

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

RAZAK H.M BENGALI CHIEF EXECUTIVE

MUHAMMAD YASIN YUNUS LADHA CHIEF FINANCIAL OFFICER

BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR PERIOD ENDED MARCH 31, 2020

			Revenue reserves			
	Issued, subscribed and paid-up capital	General reserve	Remeasurement loss on gratuity fund	Unappropriated profit	Total reserves	Total equity
	-		(Rupees	in '000')		
Balance as at July 01,2018	133,343	160,000	(12,397)	988,044	1,135,647	1,268,990
Final dividend for the year ended June 30, 2018 @ Rs. 3 per share		-		(40,003)	(40,003)	(40,003)
Profit after taxation	-	-	-	67,894	67,894	67,894
Other comprehensive Income		_	_			-
Total comprehensive income	(= 2)	-	-	67,894	67,894	67,894
Balance as at March 31, 2019	133,343	160,000	(12,397)	1,015,935	1,163,538	1,296,881
Balance as at July 01, 2019	133,343	160,000	(24,877)	1,019,553	1,154,676	1,288,019
Final dividend for the year ended June 30, 2019 @ Rs. 2 per share		-		(26,669)	(26,669)	(26,669)
Profit after taxation	-7/		-	27,636	27,636	27,636
Other comprehensive Income	_	_		-	_	-
Total comprehensive income	2	-	*	27,636	27,636	27,636
Balance as at March 31,2020	133,343	160,000	(24,877)	1,020,520	1,155,643	1,288,986

The annexed notes 1 to 14 form an integral part of these condensed Interim financial statements.

RAZAK H.M BENGALI

CHIEF EXECUTIVE

MUHAMMAD YASIN YUNUS LADHA CHIEF FINANCIAL OFFICER

Manufacturers of Automotive Wheels in Pakistan

BALUCHISTAN WHEELS LIMITED NOTES TO THE CONDENSED INTERIMFINANCIAL INFORMATION (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2020

CORPORATE INFORMATION

Baluchistan Wheels Limited (the Company) was incorporated in Pakistan on June 16, 1980. The Company is engaged in manufacturing and marketing of automotive wheel rims for trucks, buses, tractors, cars, and mini commercial vehicles. The Company is listed on Pakistan Stock Exchange Limited. The registered office and factory of the Company is situated at Main RCD Highway, Hub Chowki, Lasbella, Baluchistan, Pakistan.

2. BASIS OF PREPARATION

- 2.1. 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 Standard (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.

2.2. These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2019. These condensed interim financial statements are unaudited, and are being submitted to the shareholders as required by the listing regulation of Pakistan Stock Exchange Limited and Section 237 of the Companies Act, 2017.

ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended June 30, 2019 except for;

New / Revised Standards, Interpretations and Amendments

The Company has adopted the following standards and improvements to IFRSs which became effective for the current period:

Standard or Interpretation

 IFRS 16
 - Leases

 IFRS 9
 - Prepayment features with negative compensation (Amendments)

 IAS 19
 - Plan amendment, curtailment or settlement (Amendments)

 IAS 28
 - Long term interests in associates and joint ventures (Amendments)

 IFRIC 23
 - Uncertainty over income tax treatments

Improvements to accounting standards issued by the IASB in December 2017

IFRS 3 Business combinations - Previously held interests in a joint operation

IFRS 11 Joint arrangements - Previously held interests in a joint operation

IAS 12 Income taxes – Income tax consequences of payments on financial instruments classified as equity IAS 23 Borrowing costs – Borrowing costs eligible for capitalization

The adoption of the above standards, amendments and improvements to accounting standards did not have any material effect on the Company's financial statements except for IFRS 16 - Leases.

IFRS 16 - Leases

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Manufacturers of Automotive Wheels in Pakistan

Baluchistan Wheels Limited Condensed Interim Financial Information

IFRS 16 supersedes IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the LegalForm of a Lease. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on statement of financial position model.

The Company adopted IFRS 16 using the modified retrospective method of adoption with the date of initialapplication of July01, 2019. Under this method, the standard is applied retrospectively with thecumulative effect of initially applying the standard recognised at the date of initial application. The Company elected to use the transition practical expedient allowing the standard to be applied only to lease contracts thatwere previously identified as leases applying IAS 17 and IFRIC 4 at the date of initial application. The Companyalso elected to use the recognition exemptions for lease contracts that, at the commencement date, havea lease term of 12 months or less and do not contain a purchase option ('short-term leases'), and leasecontracts for which the underlying asset is of low value ('low-value assets').

The impact of adoption of IFRS 16 is described below:

Assets Right-of-use assets Property plant and equipment	Rs. in '000 18,926
Liabilities	(9,467) 9,459
Lease liabilities	9,459
	9.459

The right-of-use assets were recognised based on the amount equal to the lease liabilities. Lease liabilities were recognised based on the present value of the remaininglease payments, discounted using the incremental borrowing rate at the date of initial application. The Company did not have any sub-lease as on July 01, 2019

Summary of new accounting policies

Set out below are the new accounting policies of the Company upon adoption of IFRS 16, which have been appliedfrom the date of initial application:

Right-of-use assets

The Companyrecognises right-of-use assets at the commencement date of the lease (i.e., the date the underlyingasset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation andimpairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assetsincludes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Company is reasonably certainto obtain ownership of the leased asset at the end of the lease term, are subject to impairment.

Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on anindex or a rate, and amounts expected to be paid under residual value to be exercised by the Company and payments of penalties for terminating a lease, if the lease term reflects the Company exercising the option to terminate. The variable lease payments that do not depend on an index or a rate are recognised as expense in the periodon which the event or condition that

In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. Afterthe commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

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Manufacturers of Automotive Wheels in Pakistan

Baluchistan Wheels Limited Condensed Interim Financial Information

Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement dateand do not contain a purchase option). It also applies the lease of low-value assets recognition exemption toleases that are considered of low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the leaseterm.

Significant judgement in determining the lease term of contracts with renewal options

The Company determines the lease term as the non-cancellable term of the lease, together with any periodscovered by an option to extend the lease if it is reasonably certain to be exercised, or any periods coveredby an option to terminate the lease, if it is reasonably certain not to be exercised.

			Note	March 31, 2020 (Unaudited) Rs. in	June 30, 2019 (Audited) '000
4.	PROPERTY, PLANT AND EQUIPMENT				
	Operating fixed assets Capital work-in-progress		4.1 4.2	408,818 325	449,581 -
			_	409,143	449,581
4.1.	Operating fixed assets				
	Opening net book value (NBV) Additions during the period / year (cost) Transfers to right-of-use assets during the	period on initial	4.1.1	449,581 559	435,886 7,576
	application of IFRS 16(NBV) Transfersfrom right-of-use assets during the present the progress during the p	period (NRV)		(9,467) 5,204	5. Y
	year (cost)	William Commence (S)	4.2	72	59,485
	Depreciation for the period / year Disposals during the period / year (NBV)		4.1.1	(36,335) (724)	(50,323)
	Closing net book value (NBV)		3.1.1	408,818	(3,043)
		March 31	2020	June 30	2040
		Additions	Disposals	Additions	Disposals
		at cost	at NBV	at cost	at NBV
		(Un-aud		Audi) 000' r	ited)
1.1.1	. Additions and disposals to operatingfixed				
	Plant and machinery			61,728	811
	Furniture and fittings Office equipment	454	- 20	0.040	83
	Computer	105	36	2,240 30	131
	Vehicles	2	688	3,063	2,018
		559	724	67,061	3,043
				March 31, 2020 (Unaudited)	June 30, 2019 (Audited) '000
.2.	Capital work-in-progress				000
1.2.	Capital work-in-progress Opening balance Capital expenditure incurred during the period/	'year			59,081 40 4
1.2.	Opening balance Capital expenditure incurred during the period/			325 325	59,081 404 59,485
.2.	Opening balance				59,081 404







				chistan Wheels erim Financial Inf March 31,	
			Nasa	2020 (Unaudited)	2019 (Audited)
5.	RIGHT-OF-USE ASSETS		Note	Rs, In	.000
	Office premises			8,760	
	Vehicles		5.1	3,584	-
			5.1	12,344	_
5.1	Movement in right-of-use assets is as follo	ws:			
	Opening net book value (NBV) Transfers from fixed assets during the period	on initial applicat	tion of	4	
	IFRS 16 Additions during the period / year (cost)		5.1.1	9,467 9,459	-
	Depreciation for the period / year			(1,378)	
	Transfers to fixed assets during the period / ye Closing net book value (NBV)	ear (NBV)	5.1.1	(5,204)	
	Closing het book value (NBV)			12,344	
		March 3	1, 2020 Transfers	June 30 Additions	, 2019 Transfers
		at cost	at NBV	at cost	at NBV
		(Un-aud		(Audited)	
5.1.1	Additions and transfers to right-of-use ass	sets:	KS, IN	'000	
	Office premises	9,459	-		= =
	Vehicles		5,204	-	
		9,459	5,204		-
				March 31, 2020	June 30, 2019
			Note	(Unaudited)	(Audited)
6.	STOCK-IN-TRADE		Note	Rs. in	.000
	Raw material and components			164,699	233,078
	Work-in-process			139,277	169,843
	Finished goods Scrap stock			107,312	140,298
	Corap Stock			3,165 414,453	543,668
	Provision for slow moving stock		6.1	(13,363)	(18,563)
6 1	Movement in provision is as follows:			401,090	525,105
0. 1.	Movement in provision is as follows:				
	Balance at the beginning of the period / year Provision made during the period / year			18,563 -	19,750 -
	Reversal of provision for the period / year			18,563 (5,200)	19,750 (1,187)
	Balance at the end of the period / year			13,363	18,563
7.	SHORT-TERM INVESTMENTS				
	At fair value through profit or loss Listed equity investments			2,404	2,826
	At amortised cost			2,404	2,020
	Treasury bills			169,602	100,001
				172,006	102,827

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Baluchistan Wheels Limited nsed Interim Financial Information

CONTINGENCIES AND COMMITMENTS

8.1. Contingencies

There is no change in the status of contingencies as disclosed in the annual audited financial statements for the year ended June 30, 2019 except for the settlement of one of the cases of non-executive employees against the Company as referred to in note 23.1.3 of the annual audited financial statements for the year ended June 30, 2019.

		March 3 2020 (Unaudit	1	June 30, 2019 (Audited)
			Rs. in	'000
8.2.	Commitments			
	Outstanding letters of guarantees	5,	212	5,212
	Outstanding letters of credit	115,	967_	78,137
		March : 2020 (Unaudit	ted)	March 31, 2019 (Unaudited) '000
9.	CASH AND CASH EQUIVALENTS		13. 111	000
	Cash and bank balances	77	,826	10,207
	Short-term running finance		_	(48,595)
		77	,826	(38,388)

TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise of directors, key management personnel and staff retirement benefit plans. Transactions with related parties are as follows:

		March 31, 2020 (Un-audited)	March 31, 2019 (Un-audited)
Relationship	Nature of transactions	Rs. ir	1 '000
Key management personnel	Sale of fixed assets	716	2
Key management personnel	Remuneration	7,727	11,723
Executive directors	Remuneration	32,338	36,351
Non-executive directors	Meeting fee	1,670	2,020
Staff retirement benefit plans			
Contribution to gratuity fund		5,296	3,003
Contribution to provident fund		4,571	4,739

FINANCIAL RISK MANAGEMENT

These condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2019. There have been no changes in any risk management policies since the year end.

The carrying value of all financial and non-financial assets and liabilities measured at other than amortised cost in these condensed interim financial statements approximate their fair values.

Baluchistan Wheels Limited ed Interim Financial Informatio

12. **OPERATING SEGMENTS**

These condensed interim financial statements have been prepared on the basis of a single reportable segment.

All the sales of the Company relate to automotive wheel rims for trucks, buses, tractors, cars and mini commercial vehicles.

Total sales of the Company relating to customers in Pakistan were 99.56% during the period ended March 31, 2020 (March 31, 2019: 99.32%).

All non-current assets of the Company as at March 31, 2020 and June 30, 2019 are located in Pakistan.

Sales to the major five customers of the Company are around 96% during the period ended March 31, 2020 (March 31, 2019: 93%)

13. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on April 17, 2020, by the Board of Directors of the Company.

14.

14.1. Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

> RAZAK H.M BENGALI CHIEF EXECUTIVE

MUHAMMAD YASIN YUNUS LADHA CHIEF FINANCIAL OFFICER



Manufacturers of Automotive Wheels in Pakistan



Disc Wheels for Cars, Vans, Pick-ups and 4x4s



Indus Motor Co. Ltd.





Pak Suzuki Motor Co. Ltd.



Disc Wheels for Agricultural Tractors



Millat Tractors Ltd.





Al-Ghazi Tractors Ltd.





Orient Automotive Industries (Pvt.) Ltd.



Disc Wheels for Commercial Vehicles



Ghandhara Industries Ltd.





Hinopak Motors Ltd.





Ghandhara DF (Pvt.) Ltd.





Master Motors Corporation Ltd.





Fuso Master Motors (Pvt.) Ltd.



DAEWOO

Afzal Motors (Pvt.) Ltd.



