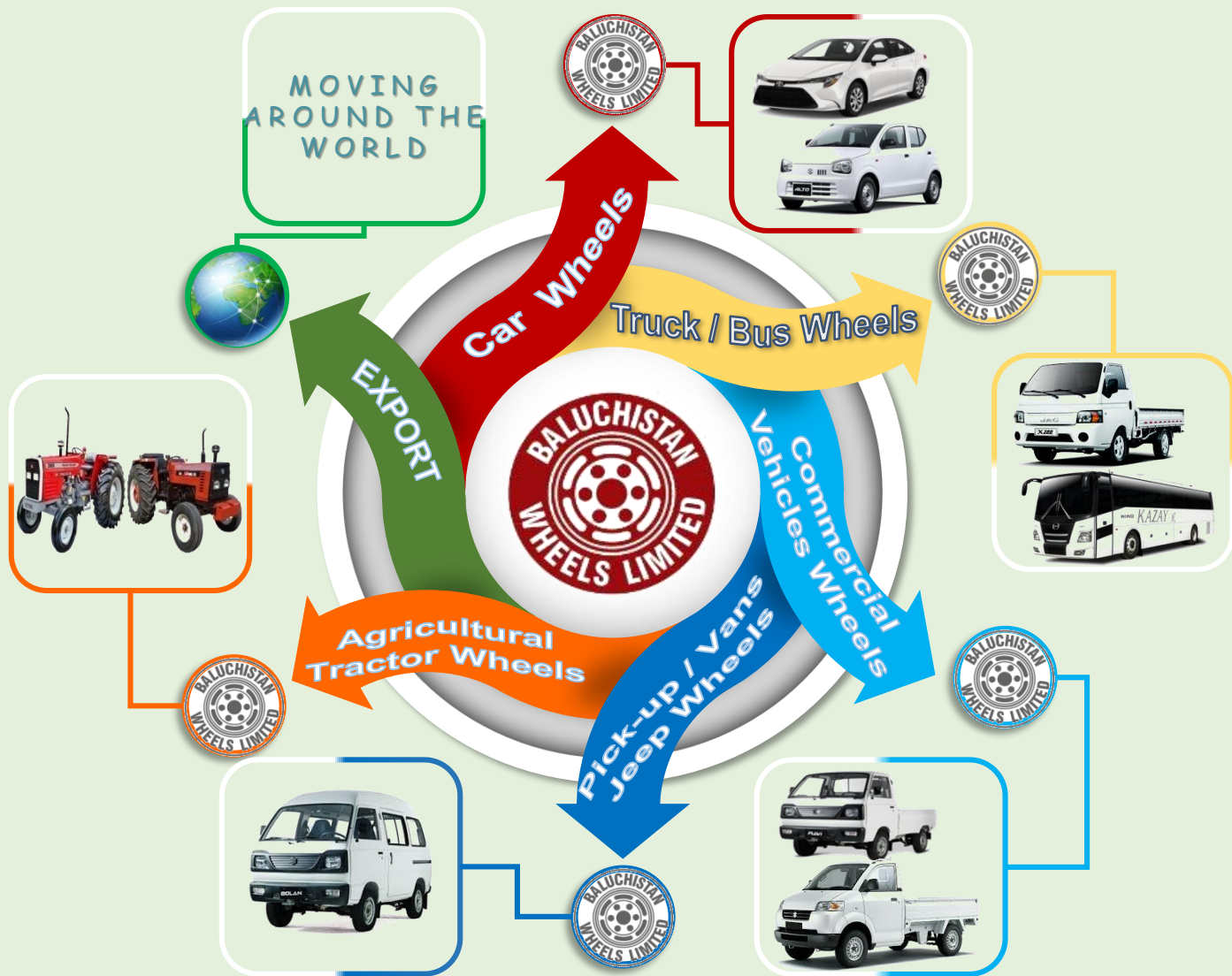




BALUCHISTAN WHEELS LIMITED



NINE MONTHLY / 3RD QUARTERLY
REPORT

MARCH 2021





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COMPANY INFORMATION

CHAIRMAN (Non-Executive Director)

Syed Haroon Rashid

CHIEF EXECUTIVE (Executive Director)

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

NON-EXECUTIVE DIRECTORS

Mr. Aamir Amin
Mrs. Saba Nadeem

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

HUMAN RESOURCES AND REMUNERATION COMMITTEE

Mr. Muhammad Javed
Syed Haroon Rashid
Mr. Anis Wahab Zuberi
Mr. Muhammad Irfan Ghani

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
Syed Pervez Akhtar

CHIEF INTERNAL AUDITOR

Hafiz Shoaib Ahmed Chauhan

Director Marketing/ Business Development
Chief Operating Officer

(Nominee - NIT)

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

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

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)
D.G.M (HR / IR)

EXTERNAL AUDITORS

M/s. BDO Ebrahim & Co.
(Chartered Accountants)

LEGAL ADVISOR

Mohsin Tayebaly & Company
(Advocates)

TAX CONSULTANTS

Baker Tilly Mehmood Idrees Qamar
(Chartered Accountants)

BANKERS

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

SHARE REGISTRAR

THK Associates (Pvt) Limited
Plot No. 32-C, Jami Commercial Street 2
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Karachi - 75500.
UAN#+92(21) 111-000-322
Direct#+92 (21) 35310191
Fax#+92 (21) 35310190

HEAD OFFICE

1st Floor, State Life Building # 3
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E-mail: bwlfm@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



Baluchistan Wheels Limited

DIRECTORS' REPORT

The Directors take pleasure in presenting the Un-Audited Condensed Interim Financial Statements for the nine months ended March 31, 2021.

FINANCIAL RESULTS

During the period (July 2020 - March 2021) the Company had overall consolidated revenue of Rs. 1,081.094 million as compared to Rs. 763.464 million of corresponding period of last year increased by 42%. The car wheels sale was Rs. 468.935 million as compared to Rs. 488.130 million in the corresponding period of previous year reduced by 4%. However the sale of Truck/Bus and Tractor wheels increased from Rs. 65.758 million to Rs. 100.651 million (increased by 53%) and from Rs. 185.358 million to Rs. 445.907 million (increased by 141%) respectively.

The Gross Profit increased in absolute terms by Rs. 36 million from Rs. 109.373 million to Rs. 145.373 million (i.e. 33%). Similarly the net profit after tax increased by Rs. 20.753 million (i.e. 75%) from Rs. 27.636 million to Rs. 48.389 million. The major reasons for higher gross profit and net profit during the period under review is due to the increase in the sale of wheels as well as sale of scrap at better market rates and other income due to the return on investment on surplus funds of the Company.

There are no significant changes in Contingencies and Commitments as disclosed in note 26 of the Financial Statements for the year ended June 30, 2020.

FUTURE OUTLOOK

The world is currently dealing with the third wave of COVID-19 pandemic. It has created considerable uncertainty and is expected to have a lasting effect on the global economy in the current year also. Pakistan's GDP's growth is projected at around 1.5 % in the year 2020-21. The collective impact of FATF outcome, higher taxation, shrinking GDP, PKR devaluation and the COVID-19 has impacted the economic activities of the Country.

The entire Auto Industry sector, however gave an improved performance during the nine months of the Financial Year 2020-2021. The pickup in economic activity resulted in higher demand of automobiles.

Despite frequent price hikes, low interest rates appear to have played a major role in attracting new vehicles buyer. In addition Auto financing increased due to better economic conditions in rural areas because of higher prices of agricultural products and improved purchasing power parity.

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Factory : Main RCD Highway, Hub Chaudh, District Lasbella, Baluchistan.

Phones : (Factory) : (0853)-302088, (0853)-302088 Fax : (0853)-303035

E-mail : info@bw.com.pk

Internet : www.bw.com.pk





The management is aware of the challenges ahead and is continuously evolving strategies and adopting measures to meet future challenges and to 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 13, 2021


Razak H.M. Bengali
Chief Executive


Muhammad Siddique Misri
Director



Head Office : First Floor, State Life Building No. 5, Dr. Khawaja Ahmed Road,
P. O. Box No. 15511, Karachi - 75200 (Pakistan)

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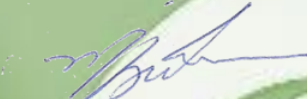
آپکی انتظامیہ کو توقع ہے کہ گاڑیوں کو موجودہ بڑھتی طلب کے پیش نظر، مستقبل میں فروخت کا حجم بڑھ جائے گا۔ آپکی مینجمنٹ مستقبل میں غیر متوقع حالات سے نمٹنے کیلئے مستقل بنیادوں پر حکمت عملی تیار کرتی ہے تاکہ ترقی کا سفر جاری رہے۔

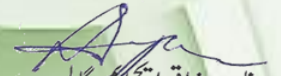
اظہار تشکر:-

ہم اس موقع پر اپنے تمام صارفین اور اسٹیک ہولڈرز کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر مکمل اعتماد اور بھروسے کا اظہار کیا۔ ہم اپنے عملے اور کارکنان سمیت تمام بلوچستان وہیلرز لمیٹڈ کی ٹیم کی کوششوں اور مسلسل تعاون کرنے پر ان کا شکریہ ادا کرتے ہیں۔

اللہ تعالیٰ ہمیں برکت دے اور خصوصاً ہمیں اور ہمارے تمام اسٹیک ہولڈرز کو اور عموماً پورے ملک کو ترقی اور کامیابی عطا فرمائے (آمین)۔

بورڈ آف ڈائریکٹرز کی جانب سے


جناب محمد صدیق مصری
ڈائریکٹر


جناب رزاق علی ایچ ایم سی گلی
چیف ایگزیکٹو

کراچی، 13 اپریل 2021



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E-mail : info@baluchistanwheels.com
Internet : <http://www.baluchistanwheels.com>





Baluchistan Wheels Limited

ڈائریکٹرز رپورٹ

آپ کی کمپنی کے ڈائریکٹرز نہایت مسرت کے ساتھ 31 مارچ 2021 کو ختم ہونے والے نو مہینوں کی غیر آڈٹ شدہ عبوری مالیاتی رپورٹ بخوشی پیش کرتے ہیں۔

مالیاتی نتائج۔

مجموعی طور پر زیر جائزہ مدت (جولائی 2020 تا مارچ 2021) کے دوران ہماری فروخت 1081.094 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت کی فروخت 763.464 ملین روپے کے مقابلے میں 42% فیصد زیادہ رہی۔ کار کے پیہوں کی فروخت 468.935 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت کے 488.130 ملین روپے کی فروخت کے مقابلے میں 4% فیصد کم رہی البتہ ٹرک/بس کے پیہوں کی فروخت 100.651 ملین روپے رہی جو کہ پچھلی مدت کی فروخت 65.758 ملین روپے کے مقابلے میں (53% فیصد) زیادہ رہی اسی طرح ٹریکٹر کے پیہوں کی فروخت 445.907 ملین روپے رہی جو کہ پچھلے عرصے کی 185.358 ملین روپے کی فروخت کے مقابلے میں نمایاں طور پر (141% فیصد) زائد رہی۔

غیر خالص منافع 36 ملین روپے (33% فیصد) اضافے کے ساتھ 145.373 ملین روپے رہا جو کہ گزشتہ سال اسی مدت میں 109.373 ملین روپے تھا، اسی طرح کمپنی کا بعد از ٹیکس منافع 20.753 ملین روپے (75% فیصد) اضافے کے ساتھ 48.389 ملین روپے رہا جو کہ گزشتہ سال کے اسی مدت میں 27.636 ملین روپے تھا۔ غیر خالص منافع اور بعد از ٹیکس منافع میں اضافے کی بنیادی وجہ پیہوں کی زیادہ فروخت، نیز بہتر مارکیٹ نرخوں پر اسکرپ کی فروخت اور کمپنی کے زائد فنڈز کی سرمایہ کاری پر منافع ہے۔

کمپنی مینیجر اور کمنٹنس میں کوئی خاص تبدیلیاں رونما نہیں ہوئی ہیں اور یہ وہی ہیں جیسا کہ فنانشل رپورٹ 30 جون 2020 کے نوٹ نمبر 26 میں درج کیا گیا ہے۔

مستقبل کے خدوخال:-

دنیا اس وقت COVID-19 وبائی بیماری کی تیسری لہر سے نمٹ رہی ہے، جسکی وجہ سے کافی غیر یقینی صورتحال پیدا ہو گئی ہے اور توقع کی جارہی ہے کہ اس سے عالمی معیشت پر دیرپا اثر پڑے گا۔ سال 2020-21 میں پاکستان کی جی ڈی پی کی نمو تقریباً 1.5% فیصد متوقع ہے۔ ایف اے ٹی ایف کے نتائج، ٹیکس کی زیادہ شرح، سسکرتی جی ڈی پی، پاکستانی روپے کی قدر میں کمی اور COVID-19 کے اجتماعی اثر نے معیشت کی کاروائیوں کو متاثر کیا ہے۔

تاہم تمام آؤٹسکٹر نے رواں مالی سال 2020-21 کے نو مہینوں دوران اچھی کارکردگی کا مظاہرہ کیا۔ معاشی سرگرمیاں بحال ہونے کی وجہ سے آؤٹوموبائل کی طلب میں اضافہ ہوا ہے گاڑیوں کی بڑھتی ہوئی قیمتوں کے باوجود کم شرح سود نے نئے خریداروں کو آؤٹوموبائل کی طرف متوجہ کیا ہے۔ مزید آؤٹوموبائل میں تیزی کی وجہ دیہاتی علاقوں میں نسبتاً اچھی معاشی حالت اور قوت خرید میں بہتری ہے۔



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E-mail : balwheels@balwheels.net.pk
Internet : http://www.balwheels.net.pk





BALUCHISTAN WHEELS LIMITED

08

BALUCHISTAN WHEELS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2021

		March 31, 2021 (Un-audited)	June 30, 2020 (Audited)
		----- (Rupees in '000) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	372,566	400,705
Right of- use- assets	6	26,100	13,586
Long-term loans and advances		9,825	3,826
Long-term deposits		6,309	4,418
		<u>414,800</u>	<u>422,535</u>
CURRENT ASSETS			
Stores, spare parts and loose tools	7	44,241	39,345
Stock-in-trade	8	327,854	413,575
Trade debts	9	222,439	108,542
Loans and advances		20,832	16,331
Trade deposits and short-term prepayments		3,684	1,709
Other receivables		3,490	7,010
Short-term investments	10	467,852	333,906
Sales tax refundable – net		-	1,826
Taxation – net		51,452	103,518
Bank balances	11	31,662	60,362
		<u>1,173,506</u>	<u>1,086,124</u>
TOTAL ASSETS		<u><u>1,588,306</u></u>	<u><u>1,508,659</u></u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
25,000,000 (30 June 2020: 25,000,000) ordinary shares of Rs.10/- each		250,000	250,000
Issued, subscribed and paid-up capital			
13,334,250 (30 June 2020: 13,334,250) ordinary shares of Rs.10/- each		133,343	133,343
Reserves		1,189,699	1,161,311
		<u>1,323,042</u>	<u>1,294,654</u>
NON-CURRENT LIABILITIES			
Lease liabilities	12	16,279	6,330
Long-term financing	13	12,818	30,849
Long-term deposits		869	982
Government grant	14	845	1,923
Deferred taxation		36,756	33,292
		<u>67,567</u>	<u>73,376</u>
CURRENT LIABILITIES			
Trade and other payables	15	144,793	116,995
Unclaimed dividend		6,064	5,913
Current maturity of lease liabilities	12	9,806	5,302
Current maturity of long term financing	13	21,393	8,711
Current maturity of long term deposits		543	1,457
Current maturity of government grant	14	1,438	1,438
Provision for warranty		1,218	813
Sales tax payable – net		12,442	-
		<u>197,697</u>	<u>140,629</u>
		<u><u>1,588,306</u></u>	<u><u>1,508,659</u></u>
CONTINGENCIES AND COMMITMENTS	16		

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BALUCHISTAN WHEELS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2021

	Nine months Ended		Quarter Ended	
	March' 31 2021	March' 31 2020	March' 31 2021	March' 31 2020
	-----Rs. in '000-----			
Turnover – net	1,081,094	763,464	509,195	274,215
Cost of sales	(935,721)	(654,091)	(445,395)	(227,616)
Gross profit	145,373	109,373	63,800	46,599
Distribution cost	(36,322)	(28,114)	(14,075)	(9,477)
Administrative expenses	(65,147)	(64,960)	(22,090)	(21,552)
Other expenses	(6,840)	(2,433)	(3,723)	(1,418)
Finance cost	(1,962)	(1,602)	(609)	(702)
	(110,271)	(97,109)	(40,497)	(33,149)
Other income	35,339	20,063	10,572	6,389
Profit before taxation	70,441	32,327	33,875	19,839
Taxation				
Current	(18,589)	(10,021)	(10,546)	(4,712)
Prior	-	3,928	-	3,498
Deferred	(3,463)	1,402	(74)	(323)
	(22,052)	(4,691)	(10,620)	(1,537)
Profit after taxation	48,389	27,636	23,255	18,302
	----- (Rupees) -----			
Earnings per share- basic and diluted	3.63	2.07	1.75	1.37

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER



**BALUCHISTAN WHEELS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2021**

	Nine months Ended		Quarter Ended	
	March' 31 2021	March' 31 2020	March' 31 2021	March' 31 2020
	-----Rs. in '000-----			
Profit for the period	48,389	27,636	23,255	18,302
Other comprehensive income	-	-	-	-
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>48,389</u>	<u>27,636</u>	<u>23,255</u>	<u>18,302</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER



BALUCHISTAN WHEELS LIMITED

11

BALUCHISTAN WHEELS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOW (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2021

	March 31, 2021	March 31, 2020
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	70,441	32,327
Adjustments for non-cash Items:		
Depreciation on operating fixed assets	32,181	36,335
Depreciation on right of use assets	3,131	-
(Gain) / loss on sales of property, plant and equipment	(2,784)	4
Finance costs	1,962	1,602
Reversal / provision for slow moving stores spares and stock in trade - net	(11,463)	(4,212)
Allowance for expected credit losses - net	(517)	2,186
Provision for compensated absences	2,871	255
Provision / reversal of provision for warranty claims - net	542	(322)
Provision for employees' benefits	3,175	3,543
Profit on deposit accounts / treasury bills	(25,002)	(16,406)
Government Grant	(1,079)	-
Gain on revaluation / redemption of mutual fund units / listed shares	(2,050)	(422)
Dividend income	(30)	(39)
	937	22,524
	71,378	54,851
Change in current asset and current liabilities		
Stores, spare parts and loose tools	(4,870)	7,984
Stock-in-trade	97,158	129,215
Trade debts	(113,897)	(29,807)
Loans and advances	(4,501)	2,400
Trade deposits & short-term prepayments and other receivables	1,545	1,389
Trade and other payables	(4,752)	(29,395)
Sales tax	10,616	(3,709)
	(18,701)	78,077
Cash flow generated from operations	52,677	132,928
Employees' benefits paid	(7,711)	(6,324)
Income tax refund / (paid) - net	33,477	(2,635)
Long-term loans and advances	5,999	312
Long-term deposits - net	(1,027)	(409)
Net cash flows from operating activities	83,415	123,872
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(3,728)	(884)
Proceeds from disposal of property, plant and equipment	5,651	720
Profit received on deposit accounts / treasury bills	25,002	12,418
Short-term Investments made / redeemed during the period - net	(131,896)	(69,601)
Dividend received	30	161
Net cash used in investing activities	(104,941)	(57,186)
CASH FLOWS FROM FINANCING ACTIVITIES		
Liabilities against asset subject to finance leases - net	14,453	(4,652)
Finance costs paid	(1,777)	(1,600)
Dividend paid	(19,850)	(27,602)
Net cash used in financing activities	(7,174)	(33,854)
Net (decrease)/ increase in cash and cash equivalents	(28,700)	32,832
Cash and cash equivalents at the beginning of the period	60,362	44,994
Cash and cash equivalents at the end of the period	31,662	77,826

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BALUCHISTAN WHEELS LIMITED

12

BALUCHISTAN WHEELS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2021

Issued, subscribed and paid-up capital	Reserves				Total equity
	Capital	Revenue		Total reserves	
Ordinary share capital	Remeasurement loss on gratuity fund	General reserve	Unappropriated Profit		

(Rupees in '000')

Balance as at 30 June 2019 133,343 (24,877) 160,000 1,019,553 1,154,676 1,288,019

Transaction with owners

Final dividend for the year ended 30 June 2019 @ Rs. 2 per share - - - (26,669) (26,669) (26,669)

Total comprehensive income for the period ended March 31, 2020

Net profit for the period - - - 27,636 27,636 27,636

Other comprehensive Income - - - - - -

Balance as at 31 March 2020 133,343 (24,877) 160,000 1,020,520 1,155,643 1,288,986

Balance as at 30 June 2020 133,343 (10,493) 160,000 1,011,804 1,161,311 1,294,654

Transaction with owners

Final dividend for the year ended 30 June 2020 @ Rs. 1.50 per share - - - (20,001) (20,001) (20,001)

Total comprehensive income for the period ended March 31, 2021

Net profit for the period - - - 48,389 48,389 48,389

Other comprehensive Income - - - - - -

Total comprehensive income - - - 48,389 48,389 48,389

Balance as at 31 March 2021 133,343 (10,493) 160,000 1,040,192 1,189,699 1,323,042

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

BALUCHISTAN WHEELS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2021

1 THE COMPANY AND ITS OPERATIONS

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 the Pakistan Stock Exchange Limited.

1.1 Geographical location and addresses of business units

Geographical location and address of business units / plant and its purposes are as follows:

Location and Address

Main RCD Highway, Hub Chowki, Lasbella, Baluchistan, Pakistan	Manufacturing
1 st Floor, State Life Building # 3, Dr. Ziauddin Ahmed Road, Karachi	Head Office

2 BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information of the Company for the period ended March 31, 2021 has 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 Standard 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 from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2020 which have been prepared in accordance with approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The comparative statement of financial position presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Company for the year ended June 30, 2020, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the period ended March 31, 2020.



2.2 Basis of measurement

These financial statements have been prepared under the historical cost basis unless, stated otherwise. These condensed interim financial statements has been prepared following accrual basis of accounting except for cash flow information.

2.3 Initial application of standards, amendments or an interpretation to existing standards

(a) Standards, amendments and interpretations to accounting standards that are effective in the current period

Certain standards, amendments and interpretations to accounting standards are effective for accounting periods beginning on January 01, 2020, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

(b) Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company.

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 1, 2021, but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.

2.4 These condensed interim financial statements are un-audited and do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the financial statement of the Company for the year ended June 30, 2020.

2.5 Functional and presentation currency

This condensed interim financial information has been presented in Pak Rupees, which is the functional and presentation currency of the Company.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those adopted in the preparation of the annual financial statements for the year ended June 30, 2020.

4 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and the reported amounts of assets, liabilities, income and expenses.

Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

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	Note	(Unaudited) March 31, 2021	(Audited) June 30, 2020
		-----Rs. in '000-----	
5	PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	5.1	<u>372,566</u>	<u>400,705</u>
5.1	Operating fixed assets		
Book value at the beginning of the period / year		400,705	449,581
Additions during the period / year	5.1.1	3,728	3,880
Depreciation for the period / year		(32,181)	(46,346)
Disposals / deletion during the period / year (NBV)		(2,879)	(1,542)
Transfer from right of use assets		3,193	4,599
Impact of initial application of IFRS 16		-	(9,467)
Book value at the end of the period / year		<u>372,566</u>	<u>400,705</u>
5.1.1	Detail of additions (at cost) during the period / year are as follows:		
Plant and machinery		1,813	2,773
Furniture and fittings		-	29
Office equipment		783	855
Computers		40	223
Vehicles		1,092	-
		<u>3,728</u>	<u>3,880</u>
6	RIGHT- OF- USE- ASSETS		
Opening net book value (NBV)		13,586	-
Additions during the period / year		18,838	19,967
Transfer to operating fixed assets		(3,193)	-
Depreciation charge for the period / year		(3,131)	(6,381)
Closing net book value (NBV)		<u>26,100</u>	<u>13,586</u>





	Note	(Unaudited) March 31, 2021	(Audited) June 30, 2020
		-----Rs. in '000-----	
7 STORES, SPARE PARTS AND LOOSE TOOLS			
Stores		4,643	4,315
Spares		95,829	91,846
Loose tools		2,024	1,465
		<u>102,496</u>	<u>97,626</u>
Provision for slow moving stores, spare parts and loose tools	7.1	(58,255)	(58,281)
		<u>44,241</u>	<u>39,345</u>
7.1 Movement in provision is as follows:			
Balance at the beginning of the period / year		58,281	54,561
(Reversal of provision) / provision during the period / year		(26)	3,720
		<u>58,255</u>	<u>58,281</u>
8 STOCK-IN-TRADE			
Raw material and components		124,132	151,671
Work-in-process		77,336	135,686
Finished goods		45,024	138,748
Scrap stock		751	1,610
Stock in transit		83,314	0
		<u>330,557</u>	<u>427,715</u>
Provision for slow moving stock	8.1	(2,703)	(14,140)
		<u>327,854</u>	<u>413,575</u>
8.1 Movement in provision is as follows:			
Balance at the beginning of the period / year		14,140	18,563
Reversal of provision during the period / year		(11,437)	(4,423)
		<u>2,703</u>	<u>14,140</u>
9 TRADE DEBTS			
Considered good		222,439	108,542
Considered doubtful		-	517
Allowance for expected credit losses	9.1	-	(517)
		<u>222,439</u>	<u>108,542</u>
9.1 Movement in provision is as follows:			
Balance at the beginning of the period / year		517	112
Reversal of provision during the period / year		(517)	405
		<u>-</u>	<u>517</u>

	Note	(Unaudited) March 31, 2021	(Audited) June 30, 2020
		-----Rs. in '000-----	
10 SHORT TERM INVESTMENTS			
Fair value through profit or loss			
- Listed equity securities		5,357	3,307
At amortised cost			
- Treasury bills		462,495	330,599
		<u>467,852</u>	<u>333,906</u>
11 BANK BALANCES			
Current accounts		9,174	17,916
Saving accounts		22,488	42,446
		<u>31,662</u>	<u>60,362</u>
12 LEASE LIABILITIES			
Lease liabilities		26,085	11,632
Current portion		(9,806)	(5,302)
		<u>16,279</u>	<u>6,330</u>
Maturity analysis-contractual discounted cashflow			
Less than one year		9,806	5,302
One to five year		16,279	6,330
Total discounted lease liability		<u>26,085</u>	<u>11,632</u>
13 LONG TERM FINANCING			
Long term loan - Habib bank limited		34,211	39,560
Current maturity		21,393	8,711
		<u>12,818</u>	<u>30,849</u>
13.1 Represents a Long term financing obtained from conventional bank under the Refinance Scheme for Payment of Wages and Salaries by State bank of Pakistan. It carries flat mark-up at the rate of 3% per annum.			
14 GOVERNMENT GRANT			
Current maturity		1,438	1,438
Non-current maturity		845	1,923
		<u>2,283</u>	<u>3,361</u>
14.1 As aforementioned in note 13.1, the purpose of the government grant is to facilitate the company in making timely payments of salaries and wages to their employees in light of COVID-19 pandemic. The grant is conditional upon the fact that the Company would not terminate any employee, due / owing to cash flow limitations, for a period of six month from the date of receipt of the first tranche.			



	(Unaudited) March 31, 2021	(Audited) June 30, 2020
	-----Rs. in '000-----	
15 TRADE AND OTHER PAYABLES		
Creditors	4,095	32,875
Accrued liabilities	103,563	32,318
Contract liabilities	8,440	26,287
Gratuity fund	2,302	3,410
Provident fund	-	371
Retention money	455	455
Compensated absence	2,871	3,560
Workers' Profit Participation Fund	3,864	-
Workers' Welfare Fund	17,929	16,461
Security deposits	388	398
Mark-up on running finance	324	139
Others	562	721
	<u>144,793</u>	<u>116,995</u>

16 CONTINGENCIES AND COMMITMENTS

16.1 Contingencies

There is no change in the status of contingencies as disclosed in the annual audited financial statements for the year ended 30 June 2020.

	(Unaudited) March 31, 2021	(Audited) June 30, 2020
	-----Rs. in '000-----	
16.2 Commitments		
Outstanding letters of guarantees	<u>4,512</u>	<u>5,212</u>
Outstanding letters of credit - raw material	<u>162,158</u>	<u>81,758</u>
Outstanding letters of credit - machineries	<u>17,796</u>	<u>487</u>



17 TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise directors, key management personnel and retirement benefit plans.

(Un-audited)
Nine months Ended
March 31, March 31,
2021 2020
 -----Rs. in '000-----

Relationship	Nature of transactions		
Common Directorship	Sale to Ghandhara Nissan Limited	15,921	7,673
Key Management Personnel	Sale of vehicle/equipments	2,340	716
Key Management Personnel	Remuneration	9,006	7,727
Executives Directors	Remuneration	27,762	32,338
Non-executive directors	Meeting fee	1,540	1,670

18 IMPACT OF COVID-19 ON THE FINANCIAL STATEMENTS

On January 30, 2020, The International Health Regulations Emergency Committee of the World Health Organization declared the COVID-19 outbreak "Public Health Emergency of International Concern". Many countries including Pakistan have enacted protection measures against COVID-19, with a significant impact on economic activities in these countries. The evolution of COVID-19 as well as its impact on the global and the local economy is difficult to predict at this stage. As of the release date of these financial statements, there has been no specifically material quantifiable impact of COVID-19 on the Company's financial condition or results of operations except those disclosed in notes to the financial statements.

19 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorised for issue on **April 13, 2021** by the Board of Directors of the Company.

20 GENERAL

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


 CHIEF EXECUTIVE OFFICER


 DIRECTOR


 CHIEF FINANCIAL OFFICER



BALUCHISTAN WHEELS LIMITED

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



Pak Suzuki Motor Co. Ltd.



Indus Motor Co. Ltd.



Lucky Motors Corporation Ltd.



Disc Wheels for Agricultural Tractors



Al-Ghazi Tractors Ltd.



Millat Tractors Ltd.



Orient Automotive Industries (Pvt.) Ltd.



Disc Wheels for Commercial Vehicles



Hinopak Motors Ltd.



Fuso Master Motors (Pvt.) Ltd.



Ghandhara DF (Pvt.) Ltd.



Ghandhara Industries Ltd.



Master Motors Corporation Ltd.



Afzal Motors (Pvt.) Ltd.







BALUCHISTAN WHEELS LIMITED



Factory & Registered Office

Main RCD Highway, Hub Chowki,
Lesbella Baluchistan

Telephone # : (0853)-363426, 363428

Fax # : (0853)-364025