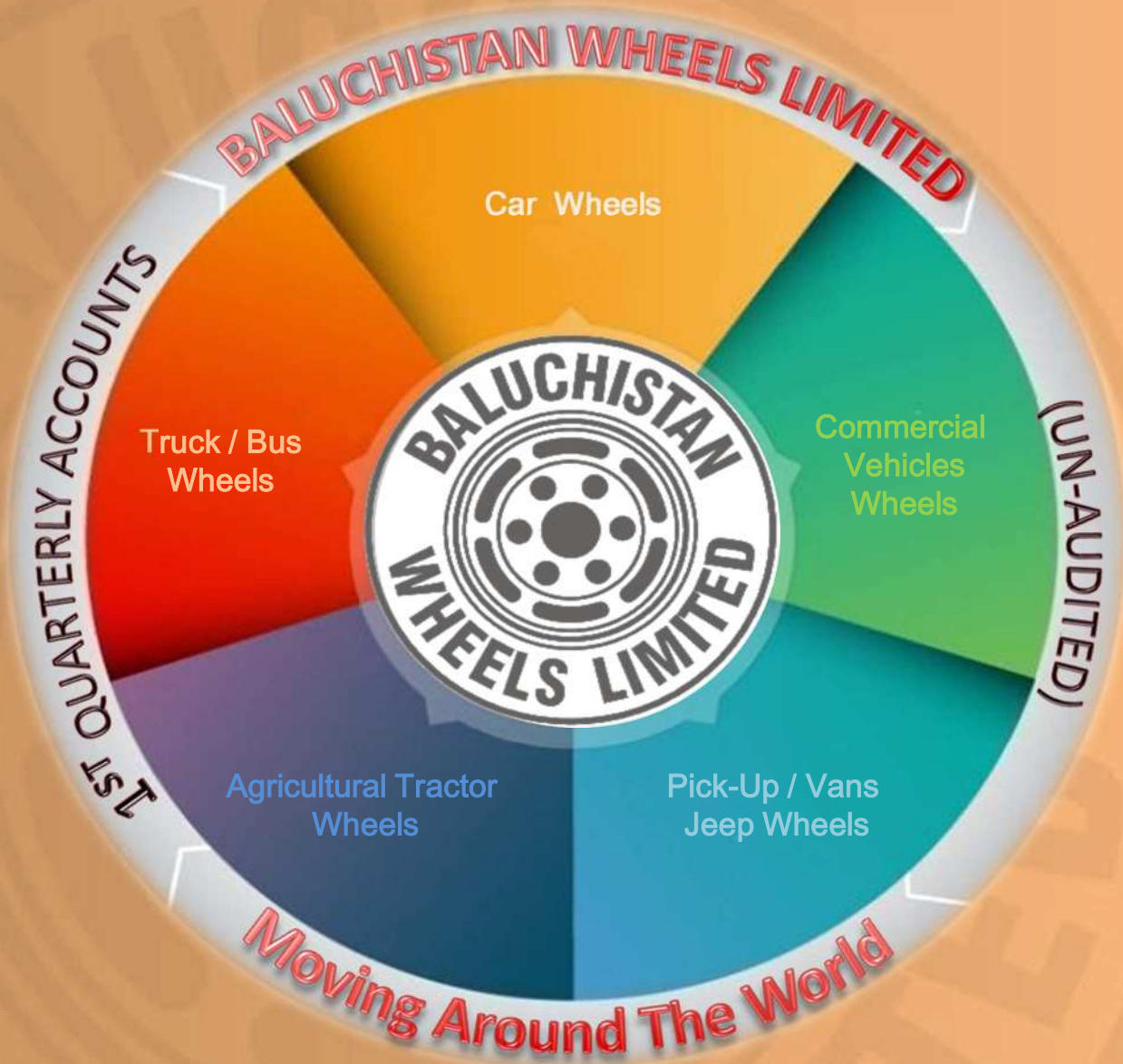


BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan



SEPTEMBER 2019

www.bwheels.com



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BALUCHISTAN WHEELS LIMITED

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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

Chairman
Member
Member
Member

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)

Chairman
Member
Member
Member

MANAGEMENT COMMITTEE

Mr. Razak H.M. Bengali
Mr. Muhammad Siddique Misri
Mr. Muhammad Irfan Ghani
Mr. Muhammad Yasin Yunus Ladha
Mr. Sajid Nadri
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
S.G.M (Technical)
G.M (Maintenance)
D.G.M (Finance) / Company Secretary
D.G.M (Supply & Services)
D.G.M (Finance)

CHIEF INTERNAL AUDITOR

Hafiz Shoaib Ahmed Chauhan

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

THK Associates (Pvt) Limited
1st Floor, 40-C, Block-6, P.E.C.H.S
Karachi - 75400.
UAN#+92(21) 111-000-322
Direct:+92 (21) 34168270
Fax#+92 (21) 34168271

HEAD OFFICE

1st Floor, State Life Building # 3
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

DIRECTORS' REPORT

The Directors take pleasure in presenting the Un-Audited Condensed Interim Financial Statements for the first quarter ended September 30, 2019.

FINANCIAL RESULTS

During the period (July – September 2019) the sales volumes of Auto Industry declined significantly. Overall the sale of Cars declined by 39% with the total sales of 31,017 units during the period July-September 2019 as compared to the 51,221 units in the corresponding period of last year. Sale of Trucks & Buses declined by 47% i.e. 1070 units sold during the period July-September 2019 as compared to 2,005 units during the same period of last year. Similarly, the sale of Tractors decreased by 32% i.e. 9,395 units sold during the period July-September 2019 as compared to 13,731 units during the same period of last year.

As a result of fall in sales volume of Auto Assemblers, our Company also paints a dismal production and sales picture and sales quantity of wheels declined in all the segments with the cumulative decline of 40%, 73% & 57% in Cars, Trucks/Buses & Tractors wheels respectively.

During the period (July-September 2019) the Company had overall consolidated revenue of Rs. 270 million declined by 48% as compared to Rs. 517 million of corresponding period of last year. The Company's revenue has declined in all segments of the Business. The Car wheels sale declined to Rs. 164 million as compared to Rs. 245 million (down by 33%) during the same period of last year. The Truck/Bus wheels sales declined significantly to Rs.13 million as compared to Rs. 66 million which is 80% lower than the corresponding period of last year. Similarly, Tractor wheels sale decreased by 57% to Rs. 84 million as compared to Rs. 195 million during the same period of last year.

The gross profit decreased by Rs. 38.518 million (i.e. 43%) from Rs. 89.15 million to Rs. 50.839 million, similarly the net profit after taxation declined by Rs. 13.257 million (i.e. 44%) from Rs. 29.806 million to Rs. 16.549 million. The main reason for decrease in gross profit and net profit after taxation is due to depressed demand of Auto Vehicles.

There are no significant changes in Contingencies and Commitments as disclosed in note 23 of the Annual Audited Financial Statements for the Year Ended June 30, 2019.

FUTURE OUTLOOK

Demand for Auto Industry continued to decline during the period under review on account of devaluation of Pak Rupees against the US Dollar as well as persistent rise in interest rates.

Tax measures announced in the Federal Budget 2019-20 have severely hit the auto industry. Additional custom duty on imported raw material, imposition of federal excise duty on various engine powers, high interest rates coupled with massive depreciation of Pak Rupee adversely affected the cost of vehicles and it forced the OEM's to enhance

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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.

Already under stress, we anticipate sales slow down during October-December 2019 quarter. Another reason of fall in demand is absence of investors from the Auto market.

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


Razat H.M. Bengali
Chief Executive


Muhammad Siddique Misri
Director

Karachi: October 28, 2019

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Manufacturers of Automotive Wheels in Pakistan

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موجودہ حالات کے تناظر میں اگلی سہ ماہی (اکتوبر-دسمبر 2019) میں بھی ہماری فروخت میں کمی متوقع ہے اور طلب میں کمی کی ایک اور وجہ سرمایہ کاروں کی عدم موجودگی ہے۔

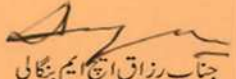
آپ کی مینجمنٹ مستقبل میں غیر متوقع حالات سے نمٹنے کیلئے مستقل بنیادوں پر حکمت عملی تیار کرتی ہے تاکہ ترقی کا سفر جاری رہے۔

اظہار تشکر:-

ہم اس موقع پر اپنے تمام صارفین اور اسٹیک ہولڈرز کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر مکمل اعتماد اور بحرو سے کا اظہار کیا۔ ہم اپنے عملے اور کارکنان سمیت تمام بلوچستان وینیلز 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)۔


جناب محمد صدیق مصری
ڈائریکٹر

بحکم بورڈ آف ڈائریکٹرز

جناب رزاق علی ایم بنگالی
چیف ایگزیکٹو
کراچی، ۲۸ اکتوبر ۲۰۱۹ء

ڈائریکٹرز رپورٹ

آپ کی کمپنی کے ڈائریکٹرز نہایت مسرت کے ساتھ ۳۰ ستمبر ۲۰۱۹ کو ختم ہونے والے پہلے سہ ماہی کے غیر جانچ شدہ عبوری مالیاتی رپورٹ بخوشی پیش کرتے ہیں۔

مالیاتی نتائج۔

زیر جائزہ مدت (جولائی- ستمبر ۲۰۱۹) کے دوران آٹو انڈسٹری کی فروخت میں نمایاں کمی واقع ہوئی ہے۔ مجموعی طور پر کار کی فروخت میں 39% فیصد کمی کے ساتھ 31,017 یونٹس فروخت کئے گئے جبکہ گزشتہ سال کے اسی مدت میں 51,221 یونٹس فروخت کئے گئے تھے۔ ٹرک/بس کی فروخت 1,070 یونٹس رہی جو گزشتہ سال کے اسی دورانیے کے 2,005 یونٹس کے مقابلے میں 47% فیصد کم رہی۔ اسی طرح ٹریکٹرز کے 9,395 یونٹس فروخت کئے گئے جبکہ گزشتہ سال کے اسی دورانیے میں 13,731 ٹریکٹرز فروخت کئے گئے تھے جو 32% فیصد کم رہے۔

آٹو انڈسٹری کی فروخت میں کمی کی وجہ سے ہماری کمپنی کی پیداوار اور فروخت بھی متاثر ہوئی جس کے نتیجے میں کمپنی کے تمام شعبوں میں کمی واقع ہوئی اور کار، ٹرک/بس اور ٹریکٹرز کے پھیپوں کی فروخت بالترتیب 40% فیصد، 73% فیصد اور 57% فیصد کم ہوئی۔

زیر جائزہ مدت (جولائی- ستمبر ۲۰۱۹) کے دوران ہماری فروخت 270 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت کی فروخت 517 ملین روپے کے مقابلے میں 48% فیصد کم رہی۔ کمپنی کی فروخت تمام شعبوں میں متاثر ہوئی۔ کار کے پھیپوں کی فروخت 164 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت کے 245 ملین روپے کی فروخت کے مقابلے میں 33% فیصد کم رہی۔ ٹرک/بس کے پھیپوں کی فروخت 13 ملین روپے رہی جو کہ پچھلی مدت کی فروخت 66 ملین روپے کے مقابلے میں نمایاں طور پر 80% فیصد کم رہی۔ اسی طرح ٹریکٹرز کے پھیپوں کی فروخت 84 ملین روپے رہی جو کہ پچھلے عرصے کی 195 ملین روپے کی فروخت کے مقابلے میں 57% فیصد کم رہی۔

غیر خالص منافع 43% فیصد کمی کے ساتھ 38.518 ملین روپے رہا جو گزشتہ سال کی اسی مدت میں 89.15 ملین روپے تھا، اسی طرح کمپنی کا بعد از ٹیکس منافع 13.257 ملین روپے (44% فیصد) کمی کے ساتھ 16.549 ملین روپے رہا جو کہ گزشتہ سال کے اسی مدت میں 29.806 ملین روپے تھا۔ جسکی بنیادی وجہ آٹو انڈسٹری کی فروخت کی مانگ میں کمی ہے۔

Contingencies اور Commitments میں کوئی قابل ذکر تبدیلی واقع نہیں ہوئی اور اسکے بارے میں تفصیل 30 جون 2019 کو ختم ہونے والے مالی سال کے آڈیٹڈ مالیاتی رپورٹ کے نوٹ نمبر 23 میں درج ہے۔

مستقبل کے خدوخال:-

زیر جائزہ مدت کے دوران امریکی ڈالر کے مقابلے میں روپے کی قدر میں مسلسل کمی اور شرح سود میں مسلسل اضافے کی وجہ سے آٹو انڈسٹری کی طلب میں کمی واقع ہوئی ہے۔

وفاقی بجٹ 2019-2020 میں اعلان کردہ ٹیکس اقدامات نے آٹو صنعت کو شدید متاثر کیا ہے۔ درآمدی خام مال پر اضافی کسٹم ڈیوٹی، فیڈرل ایکسائز ڈیوٹی کا نفاذ، زیادہ شرح سود اور روپے کی قدر میں کمی کی وجہ سے گاڑیوں کی لاگت میں اضافہ ہوا ہے جسکی وجہ سے OEM's اپنی گاڑیوں کی قیمتوں میں اضافہ کرنے پر مجبور ہیں۔ نتیجتاً گاڑیوں کی فروخت میں کمی ہوئی ہے۔ قیمتوں میں اضافہ کے وجہ سے گاڑیوں کی قوت خرید میں بھی کمی واقع ہوئی ہے۔

BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

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BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2019

		(Un-audited) September 30, 2019	(Audited) June 30, 2019
	Note	----- (Rs. in '000) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	437,004	449,581
Long-term loans and advances - considered good		2,976	3,415
Long-term deposits		3,998	4,607
		<u>443,978</u>	<u>457,603</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		50,902	50,840
Stock-in-trade	8	502,851	525,105
Trade debts - unsecured		127,012	144,187
Loans and advances - considered good		13,122	15,914
Trade deposits and short-term prepayments		2,616	2,347
Other receivables		1,925	431
Short-term investments	9	194,618	102,827
Taxation – net		122,842	129,302
Bank balances		12,844	44,994
		<u>1,028,732</u>	<u>1,015,947</u>
		<u>1,472,710</u>	<u>1,473,550</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Capital			
25,000,000 (June 30, 2019:25,000,000) ordinary shares of Rs.10/- each		<u>250,000</u>	<u>250,000</u>
Issued, subscribed and paid-up capital		133,343	133,343
Reserves		<u>1,171,225</u>	<u>1,154,676</u>
		1,304,568	1,288,019
NON-CURRENT LIABILITIES			
Liabilities against assets - subject to finance leases		-	989
Long-term deposits		1,610	2,010
Deferred taxation		<u>38,011</u>	<u>38,250</u>
		39,621	41,249
CURRENT LIABILITIES			
Trade and other payables		103,091	125,289
Unclaimed dividend		6,040	6,846
Current portion of:			
Liabilities against assets subject to finance lease		2,449	3,747
Long term deposits		506	-
Provision for warranty		1,107	1,354
Sales tax payable – net		<u>15,328</u>	<u>7,046</u>
		128,521	144,282
CONTINGENCIES AND COMMITMENTS			
	10		
		<u>1,472,710</u>	<u>1,473,550</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

RAZAK H.M. BENGALI
CHIEF EXECUTIVE

MUHAMMAD YASIN YUNUS LADHA
CHIEF FINANCIAL OFFICER

MUHAMMAD SIDDIQUE MISRI
DIRECTOR

BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan


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BALUCHISTAN WHEELS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019

	Quarter Ended	
	September 30, 2019	September 30, 2018
	------(Rs. in '000)-----	
Turnover – net	270,006	516,827
Cost of sales	(219,167)	(427,675)
Gross profit	50,839	89,152
Distribution costs	(9,829)	(15,673)
Administrative expenses	(21,548)	(25,086)
Other expenses	(1,748)	(4,176)
Finance costs	(245)	(861)
	(33,370)	(45,796)
Other income	5,885	169
Profit before taxation	23,354	43,525
Taxation		
Current	(7,044)	(13,838)
Prior	-	(1,749)
Deferred	239	1,868
	(6,805)	(13,719)
Profit after taxation	16,549	29,805
	------(Rupees)-----	
Earnings per share- Basic and diluted	1.24	2.24

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.


RAZAH H.M. BENGALI
CHIEF EXECUTIVE


MUHAMMAD YASIN YUNUS LADHA
CHIEF FINANCIAL OFFICER


MUHAMMAD SIDDIQUE MISRI
DIRECTOR

BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan


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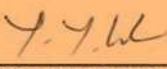
BALUCHISTAN WHEELS LIMITED

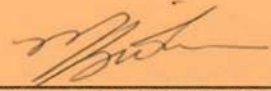
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2019

	Quarter Ended	
	September 30, 2019	September 30, 2018
	------(Rs. in '000)-----	
Net profit for the period	16,549	29,806
Other comprehensive income	-	-
Total comprehensive income for the period	<u>16,549</u>	<u>29,806</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.


RAZAK H.M. BENGALI
CHIEF EXECUTIVE


MUHAMMAD YASIN YUNUS LADHA
CHIEF FINANCIAL OFFICER


MUHAMMAD SIDDIQUE MISRI
DIRECTOR

BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

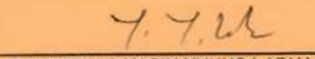
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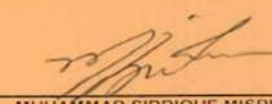
BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2019

	Note	September 30, 2019	September 30, 2018
		----- (Rs. in '000) -----	
CASH FLOWS FROM OPERATIONS			
Profit before taxation		23,354	43,525
Adjustments for :			
Depreciation	7.1	12,018	11,654
Finance costs		245	861
Provision for slow moving stock in trade - net		-	8
Provision expected credit loss – net		-	1,132
Reversal / Provision for warranty claims		(247)	106
Provision for employees' benefits		1,771	1,008
Profit on treasury bills and deposit accounts		(5,075)	(259)
Loss on revaluation and redemption of listed shares		62	950
		8,774	5,460
		32,128	58,985
Working Capital Changes			
Decrease / (increase) in current assets			
Stores, spare parts and loose tools		(62)	1,549
Stock-in-trade		22,254	(32)
Trade debts - unsecured		17,175	(90,876)
Loans and advances - considered good		2,792	5,106
Trade deposits, short-term prepayments and other receivables		(271)	995
		41,888	(90,568)
		74,016	(37,583)
Increase / (decrease) in current liabilities			
Trade and other payables		(18,010)	9,328
Sales tax payable-net		8,282	5,376
		64,288	(2,879)
Cash flow from operating activities			
Employees' benefits paid		(5,989)	1,381
Income tax paid - net		(584)	(10,955)
Long-term loans and advances		440	413
Long-term deposits – net		715	119
Net cash generated from / (used in) operating activities		58,870	(24,683)
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(154)	6,846
Proceeds from disposal of property, plant and equipment		714	-
Profit received on deposit account / treasury bills		3,151	259
Short-term Investments made during the period		(91,853)	-
Dividend received		431	193
Net cash (used in) / generated from investing activities		(87,711)	7,298
CASH FLOWS FROM FINANCING ACTIVITIES			
Liabilities against asset subject to finance lease –net		(2,287)	(1,283)
Short term borrowings		-	10,156
Finance cost paid		(216)	(861)
Dividend paid		(806)	-
Net cash (used in) / generated from financing activities		(3,309)	8,012
Net decrease in cash and cash equivalents		(32,150)	(9,373)
Cash and cash equivalents at the beginning of the period		44,994	51,116
Cash and cash equivalents at the end of the period		12,844	41,743

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.


RAZAK H.M. BENGALI
CHIEF EXECUTIVE


MUHAMMAD YASIN YUNUS LADHA
CHIEF FINANCIAL OFFICER


MUHAMMAD SIDDIQUE MISRI
DIRECTOR

BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan


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BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2019

	Issued, subscribed and paid-up Capital	Remeasurement loss on defined benefit plan	Revenue reserves			Total equity
			General reserve	Unappropriated Profit	Total reserves	
			(Rs. in '000')			
Balance as at July 01, 2018	133,343	(12,397)	160,000	988,044	1,135,647	1,268,990
Profit after taxation	-	-	-	29,806	29,806	29,806
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	29,806	29,806	29,806
Balance as at September 30, 2018	133,343	(12,397)	160,000	1,017,850	1,165,453	1,298,796
Balance as at July 01, 2019	133,343	(24,877)	160,000	1,019,553	1,154,676	1,288,019
Profit after taxation	-	-	-	16,549	16,549	16,549
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	16,549	16,549	16,549
Balance as at September 30, 2019	133,343	(24,877)	160,000	1,036,102	1,171,225	1,304,568

The annexed notes 1 to 13 form an integral part of these condensed interim financial information.


RAZAK H.M. BENGALI
CHIEF EXECUTIVE


MUHAMMAD YASIN YUNUS LADHA
CHIEF FINANCIAL OFFICER


MUHAMMAD SIDDIQUE MISRI
DIRECTOR

BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

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BALUCHISTAN WHEELS LIMITED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2019

1. THE COMPANY AND ITS OPERATIONS

1.1 Baluchistan Wheels Limited (the Company) was incorporated in Pakistan on 16 June 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. The registered office and factory of the Company is situated at Main RCD Highway, Hub Chowki, Lasbella, Baluchistan, Pakistan.

1.2 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

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

Purpose

Manufacturing facility

Head Office

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for financial reporting. The accounting and reporting standards as applicable in Pakistan comprise of International Financial Reporting Standards (IFRS), issued by International Accounting Standard Board (IASB) as notified under Companies Act, 2017 (the Act) and, provisions of and directives issued under the Act. Where the provisions of and directives issued under the Act differ from the IFRS standards, the provisions of and directives issued under the Act have been followed.

3. BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention except for certain investments which are carried at fair value and present value of defined benefit obligations as reduced by fair value of planned assets.

4. BASIS OF PREPARATION

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, 2019.

5. 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, 2019.

6. 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.

BALUCHISTAN WHEELS LIMITED

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	Note	(Unaudited) September 30, 2019	(Audited) June 30, 2019
		------(Rs. in '000)-----	
7. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	7.1	437,004	449,581
		<u>437,004</u>	<u>449,581</u>
7.1 Operating fixed assets			
Book value at the beginning of the period / year		449,581	435,886
Additions during the period / year	7.1.1	154	75,455
Depreciation for the period / year		(12,018)	(50,323)
Disposals / deletion during the period / year (NBV)	7.1.1	(714)	(11,437)
Book value at the end of the period / year		<u>437,003</u>	<u>449,581</u>
		(Un-audited) 30-Sep-19	(Audited) 30-Jun-19
		Additions at cost	Additions at cost
		Disposals at NBV	Disposals /deletion at NBV
		------(Rs. in '000)-----	
7.1.1 Additions and disposals to operating fixed assets:			
Plant and machinery	-	70,122	9,204
Furniture and fittings	-	-	84
Office equipment	154	2,240	131
Computers	-	30	-
Vehicles	-	3,063	2,018
		<u>154</u>	<u>11,437</u>
		<u>714</u>	<u>75,455</u>
		(Unaudited) September 30, 2019	(Audited) June 30, 2019
		------(Rs. in '000)-----	
8. STOCK-IN-TRADE			
Raw material and components		214,406	233,078
Work-in-process		166,703	169,843
Finished goods		131,886	140,298
Scrap stock		4,273	449
		<u>517,268</u>	<u>543,668</u>
Stock-in-transit		4,146	-
		<u>521,414</u>	<u>543,668</u>
Provision for slow moving stock	8.1	(18,563)	(18,563)
		<u>502,851</u>	<u>525,105</u>
8.1 Movement in provision for slow moving is as follows:			
Opening balance		18,563	19,750
Provision made during the period		-	-
		<u>18,563</u>	<u>19,750</u>
Reversal during the period		-	(1,187)
Closing balance		<u>18,563</u>	<u>18,563</u>

BALUCHISTAN WHEELS LIMITED

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	Note	(Unaudited) September 30, 2019	(Audited) June 30, 2019
		------(Rs. in '000)-----	
9.	SHORT TERM INVESTMENTS		
	Fair Value through profit or loss		
	- Listed shares	2,764	2,826
	At amortized cost		
	- Treasury bills	191,854	100,001
		<u>194,618</u>	<u>102,827</u>

10. CONTINGENCIES AND COMMITMENTS

10.1 Contingencies

There is no change in the status of contingencies as disclosed in the annual audited financial information for the year ended 30 June 2019.

		(Unaudited) September 30, 2019	(Audited) June 30, 2019
		------(Rs. in '000)-----	
10.2	Commitments		
	Outstanding letters of guarantees	5,212	4,512
	Outstanding letters of credit	68,586	78,137

11. TRANSACTIONS WITH RELATED PARTIES

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

		(Un-audited) Quarter ended	
		September 30, 2019	September 30, 2018
		------(Rs. in '000)-----	
Relationship	Nature of transactions		
Key Management Personnel	Sale of vehicle / equipments	714	-
	Remuneration	4,581	5,201
Executives Directors	Remuneration	14,590	17,843
Non-executive directors	Meeting Fee	730	780

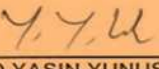
12. DATE OF AUTHORIZATION FOR ISSUE

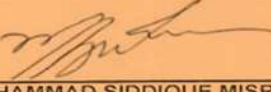
These condensed interim financial statements have been authorised for issue on October 28, 2019 by the Board of Directors of the Company.

13. GENERAL

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


MUHAMMAD SIDDIQUE MISRI
DIRECTOR

BALUCHISTAN WHEELS LIMITED

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.



Afzal Motors (Pvt.) Ltd.



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*Mobile apps are also available for download for android and ios devices.



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Lasbella Baluchistan

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