



BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan



Car Wheels



Truck / Bus Wheels



Commercial Vehicles
Wheels



Pick-up / Vans / Jeep
Wheels



Agricultural Tractor
Wheels



Export / Moving Around
The World



NINE MONTHLY / 3RD QUARTERLY REPORT
MARCH 2022



BALUCHISTAN WHEELS LIMITED





BALUCHISTAN WHEELS LIMITED

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BALUCHISTAN WHEELS LIMITED

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

HUMAN RESOURCE AND REMUNERATION COMMITTEE

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

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

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. Fareed Abdul Razzak
Syed Pervez Akhtar
Mr. Muhammad Asad Saeed
Mr. Kumail Irfan Ghani

Chief Executive
Director Marketing/ Business Development
Chief Operating Officer
S.G.M (Finance) / Chief Financial Officer
G.M (Technical)
G.M (Finance) / Deputy CFO
G.M (HR / IR)
D.G.M (Finance) / Company Secretary
D.G.M (Supply & Services)

CHIEF INTERNAL AUDITOR

Hafiz Shoaib Ahmed Chauhan

D.G.M (IA)

EXTERNAL AUDITORS

BDO Ebrahim & Co.
(Chartered Accountants)

LEGAL ADVISOR

Mohsin Tayebaly & Company
(Advocates)

TAX CONSULTANTS

Baker Tilly Mehmood Idrees Qamar
(Chartered Accountants)

BDO Ebrahim & Co.

(Chartered Accountants)

BANKERS

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

SHARE REGISTRAR

THK Associates (Pvt) Limited
Plot # 32-C2, Jami Commercial Street 2,
DHA Phase VII Karachi 75500-
UAN#+92(21) 35310185
Direct:+92 (21) 35310188
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



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, 2022.

FINANCIAL RESULTS

During the period (July 2021 – March 2022) the Company had overall consolidated revenue of Rs. 2,037 million as compared to Rs. 1,081 million of corresponding period of last year increased substantially by 88%.

The car wheels sale was Rs. 1,051 million as compared to Rs. 469 million in the corresponding period of previous year (increased significantly by 124%). The sale of Truck/Bus wheels increased from Rs. 101 million to Rs. 186 million (increased by 85%). Similarly, the sale of Tractor wheels increased from Rs. 446 million to Rs. 693 million (increased by 55%) respectively.

The Gross Profit increased in absolute terms by Rs. 239.359 million from Rs. 145.373 million to Rs. 384.733 million (i.e. 165%). Similarly the profit after taxation increased significantly by Rs. 114.698 million (i.e. 237%) from Rs. 48.389 million to Rs. 163.086 million. The main reason for increase in gross profit and profit after taxation is due to the higher demand of wheels in all segments which is due to the robust sales of Auto Sector during the period under review as the Assemblers are cashing in on the strong demand backlog and improvement in supply chain.

There are no significant changes in Contingencies and Commitments as disclosed in note 28 of the Financial Statements for the year ended June 30, 2021 except that on January 06, 2022, the Honorable Banking court No. III has dismissed suit # 53 of 2017, which National bank of Pakistan (NBP) has filed against the Company (BWL) for recovery of payment made to Privatization commission amounting to Rs. 91.25 million, but the NBP has preferred to file an appeal against this order. However, the management of the company is confident that the outcome of the appeal will be in the Company's favor.

FUTURE OUTLOOK

The demand for Autos remained upbeat during the period under review and the Auto Sector posted a robust performance in the first nine months of the current year (July 2021 – March 2022) and sales are likely to remain buoyant till the end of FY 2022. The massive growth in sales volume is mainly due to improved purchasing power amid rapid economic recovery and consumers interest in buying new vehicles despite rising vehicle prices on account of Rupee depreciation against the US Dollar, soaring freight rates, increase in interest rates and curbs on auto financing by the State Bank of Pakistan.

The profitability of Auto assemblers has increased tremendously in the post-Covid-scenario. However the unprecedented increase in input cost (Steel, energy, transportation, etc.) is expected to hit the future profitability of the Automobile sector before it normalizes over time.



BALUCHISTAN WHEELS LIMITED

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 18, 2022

A handwritten signature in blue ink, appearing to read "Razak H.M. Bengali".

Razak H.M. Bengali
Chief Executive

A handwritten signature in blue ink, appearing to read "Muhammad Siddique Misri".

Muhammad Siddique Misri
Director





BALUCHISTAN WHEELS LIMITED

مستقبل کے خدو خال:-

زیر جائزہ مدت کے دوران گاڑیوں کی طلب برقرار رہی ہے۔ اور آٹو سیکٹر نے بہترین کارکردگی کا مظاہرہ کیا ہے۔ فروخت میں تیزی رواں سال کے اختتام تک جاری رہنے کا امکان ہے۔ فروخت کے حجم میں بڑے پیمانے پر اضافے کی بنیادی وجہ قوت خرید میں بہتری ہے جو کہ معیشت کی تیزی سے بحالی اور گاہکوں کے نئے گاڑیوں کی خریدنے کے رجحان میں اضافے کی وجہ سے ممکن ہوئی ہے باوجود گاڑیوں کی قیمتوں میں اضافہ، ڈالر کے مقابلے میں روپے کی گرتی ہوئی قدر، ٹرانسپورٹ کی لاگت میں اضافہ، شرح سود میں اضافہ اور اسٹیٹ بینک آف پاکستان کی جانب سے آئوٹ فنانسنگ کی حد پر پابندی ہے۔

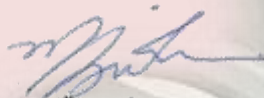
کورونائی ویا کو قابو پانے کے بعد کے عرصے میں آٹو اسمبلر نے زبردست منافع کمایا ہے۔ تاہم پیداواری لاگت (اسٹیل، توانائی، نقل و حمل وغیرہ) میں غیر معمولی اضافے سے آٹو سیکٹر کا منافع متاثر ہو سکتا ہے جو کہ وقت کے ساتھ بہتر ہو جائے گا۔


انتظامیاں کو آنے والے چیلنجوں کا علم ہے اور مسلسل حکمت عملی تیار کر رہی ہیں اور مستقبل کے چیلنجوں سے نمٹنے اور کاروبار کی ترقی کو برقرار رکھنے کے لیے اقدامات کر رہی ہیں۔

اظہار تشکر:-

ہم اس موقع پر اپنے 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 ویلز 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 ڈائریکٹر کی جانب سے


جناب محمد صدیق مصری
ڈائریکٹر


جناب رزاق علی ایم بنگالی
چیف ایگزیکٹو
کراچی 18 اپریل 2022



BALUCHISTAN WHEELS LIMITED

ڈائریکٹرز رپورٹ

آپ کی کمپنی کے ڈائریکٹرز نہایت مسرت کے ساتھ 31 مارچ 2022 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 2021 تا مارچ 2022) کے دوران ہماری فروخت 2,037 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت کی فروخت 1,081 ملین روپے کے مقابلے میں نمایاں طور پر 88% فیصد زیادہ رہی۔

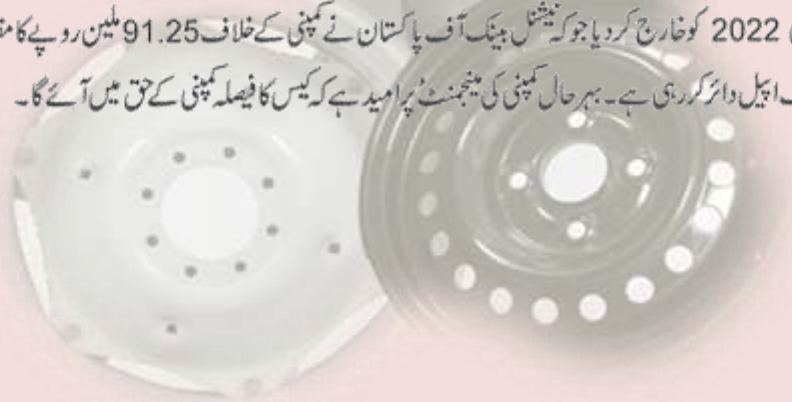
کار کے پہیوں کی فروخت 1,051 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت کے 469 ملین روپے کی فروخت کے مقابلے میں واضح طور پر 124% فیصد زیادہ رہی۔ ٹرک/بس کے پہیوں کی فروخت 186 ملین روپے رہی جو کہ پچھلی مدت کی فروخت 101 ملین روپے کے مقابلے میں 85% زیادہ رہی اسی طرح ٹریکٹر کے پہیوں کی فروخت 693 ملین روپے رہی جو کہ پچھلے عرصے کی 446 ملین روپے کی فروخت کے مقابلے میں 55% فیصد زائد رہی۔

غیر خالص منافع 239.359 ملین روپے اضافے (165% فیصد) کے ساتھ 384.733 ملین روپے رہا جو گزشتہ سال اسی مدت میں 145.373 ملین روپے تھا، اسی طرح کمپنی کا بعد از ٹیکس منافع 114.698 ملین روپے اضافے (237% فیصد) کے ساتھ 163.086 ملین روپے رہا جو کہ گزشتہ سال کی اسی مدت میں 48.389 ملین روپے تھا۔

غیر خالص منافع اور بعد از ٹیکس منافع میں اضافے کی بنیادی وجہ تمام پہیوں کی فروخت میں اضافہ ہے جس کی وجہ زیر جائزہ مدت کے دوران آٹو کی طلب میں تیزی ہے۔ کیونکہ آٹو اسمبلر مضبوط ڈیمانڈ کی وجہ سے جمع شدہ مال (اسٹاک) فروخت کر رہے ہیں۔

کنٹینجمنٹس میں کوئی تبدیلی رونما نہیں ہوئی ہیں جیسا کہ فنانشل رپورٹ 30 جون 2021 کے نوٹ نمبر 28 درج کیا گیا ہے ماسوائے اس کے فاضل بینکنگ کورٹ نمبر

III نے مقدمہ نمبر 53/2017 کو 06 جنوری 2022 کو خارج کر دیا جو کہ نیشنل بینک آف پاکستان نے کمپنی کے خلاف 91.25 ملین روپے کا مقدمہ دائر کیا ہوا تھا پرنیشنل بینک آف پاکستان نے اس کے خلاف اپیل دائر کر رہی ہے۔ بہر حال کمپنی کی منجمنٹ پر امید ہے کہ کس کا فیصلہ کمپنی کے حق میں آئے گا۔





BALUCHISTAN WHEELS LIMITED

BALUCHISTAN WHEELS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT MARCH 31, 2022

	Note	March 31, 2022 (Un-audited)	June 30, 2021 (Audited)
		----- (Rupees in '000) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment			
Operating fixed assets	5	899,718	907,957
Capital work in progress	6	-	4,100
		899,718	912,057
Right-of-use-assets	7	32,984	37,993
Long-term loans and advances		14,092	6,176
Long-term deposits		7,649	7,709
		954,443	963,935
CURRENT ASSETS			
Stores, spare parts and loose tools	8	37,813	37,804
Stock-in-trade	9	476,173	343,671
Trade debts	10	279,689	264,625
Loans and advances		17,165	32,004
Trade deposits and short-term prepayments		1,606	556
Other receivables		28,568	29,986
Short-term investments	11	429,372	550,573
Sales tax refundable – net		1,618	595
Taxation – net		-	32,690
Bank balances	12	36,280	19,320
		1,308,284	1,311,824
TOTAL ASSETS		2,262,727	2,275,759
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
25,000,000 (30 June 2021: 25,000,000) ordinary shares of Rs.10/- each		250,000	250,000
Issued, subscribed and paid-up capital			
13,334,250 (30 June 2021: 13,334,250) ordinary shares of Rs.10/- each		133,343	133,343
Revaluation surplus on land		538,518	538,518
Revenue reserves		1,308,784	1,249,035
		1,980,645	1,920,896
NON-CURRENT LIABILITIES			
Long-term loan		-	10,418
Lease liabilities	13	16,690	23,477
Long-term deposits		702	1,405
Deferred taxation		35,213	33,694
Government grant		-	91
GIDC payable		-	1,311
		52,605	70,396
CURRENT LIABILITIES			
Trade and other payables	14	182,531	240,350
Unclaimed dividend		6,888	6,065
Current portion of lease liabilities	13	13,405	13,973
Current portion of long term loan		14,139	19,768
Current portion of long term deposits		1,014	563
Current portion of government grant		290	1,278
Provision for warranty		2,801	1,889
Taxation – net		7,432	-
Current portion of GIDC payable		977	581
		229,477	284,467
		2,262,727	2,275,759
CONTINGENCIES AND COMMITMENTS	15	-	-

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



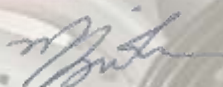
BALUCHISTAN WHEELS LIMITED

BALUCHISTAN WHEELS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

		Nine months ended		Quarter ended	
		March, 31 2022	March, 31 2021	March, 31 2022	March, 31 2021
Note		-----Rs. in '000-----			
Turnover – net	16	2,036,681	1,081,094	732,234	509,195
Cost of sales	17	(1,651,948)	(935,721)	(621,913)	(445,395)
Gross profit		384,733	145,373	110,321	63,800
Distribution cost		(49,627)	(36,322)	(15,812)	(14,075)
Administrative expenses		(81,597)	(65,147)	(25,224)	(22,090)
Other expenses		(34,521)	(6,840)	(4,040)	(3,723)
Finance costs		(3,038)	(1,962)	(995)	(609)
		(168,783)	(110,271)	(46,071)	(40,497)
Other income	18	32,238	35,339	12,691	10,572
Profit before taxation		248,188	70,441	76,941	33,875
Taxation					
Current		(72,587)	(18,589)	(22,314)	(10,546)
Prior		(10,994)	-	-	-
Deferred		(1,519)	(3,463)	-	(74)
		(85,100)	(22,052)	(22,314)	(10,620)
Profit after taxation		163,088	48,389	54,627	23,255
		----- (Rupees) -----		----- (Rupees) -----	
Earnings/(loss) per share- basic and diluted		12.23	3.63	4.10	1.74

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER



BALUCHISTAN WHEELS LIMITED

BALUCHISTAN WHEELS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE PERIOD ENDED MARCH 31, 2022

	Nine months ended		Quarter ended	
	March, 31 2022	March, 31 2021	March, 31 2022	March, 31 2021
	-----Rs. in '000-----			
Profit for the period	163,088	48,389	54,627	23,255
Other comprehensive income				
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>163,088</u>	<u>48,389</u>	<u>54,627</u>	<u>23,255</u>

The annexed notes 1 to 22 form an integral part of these condensed interim financial statement

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER





BALUCHISTAN WHEELS LIMITED

BALUCHISTAN WHEELS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOW (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

	March 31, 2022	March 31, 2021
	------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	248,188	70,441
Adjustments for non-cash Items:		
Depreciation on operating fixed assets	29,283	30,544
Depreciation on right of use assets	8,609	4,768
(Gain) / loss on sales of property, plant and equipment	(31)	(2,784)
Finance costs	3,038	1,962
Provision/ reversal of provision for slow moving stores spares and stock in trade - net	1,652	(11,463)
Provision for doubtful debts - net	-	(517)
Provision for compensated absences	222	2,871
Provision for warranty claims - net	912	542
Provision for employees' benefits	882	3,175
Profit on treasury bills	(21,607)	(25,002)
Government Grant	(1,079)	(1,079)
Profit on savings accounts	(3,101)	-
(Loss)/gain on revaluation / redemption of mutual fund units / listed shares	2,344	(2,050)
Dividend income	(1,044)	(30)
	20,080	937
	268,268	71,378
Change in current asset and current liabilities		
Stores, spare parts and loose tools	(1,661)	(4,870)
Stock-in-trade	(132,502)	97,158
Trade debts	(15,064)	(113,897)
Loans and advances	14,839	(4,501)
Trade deposits & short-term prepayments and other receivables	368	1,545
Trade and other payables	(58,006)	(4,752)
Sales tax	1,023	10,616
	(191,003)	(18,701)
Cash flow from operations	77,265	52,677
Employees' benefits paid	(27,276)	(7,711)
Income tax paid - net	(43,459)	33,477
Long-term loans and advances	(7,916)	5,999
Long-term deposits - net	252	(1,027)
Net cash flows (used in)/ generated from operating activities	(1,134)	83,415
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(25,245)	(3,728)
Proceeds from disposal of property, plant and equipment	634	5,651
Profit received on deposit accounts / treasury bills	18,659	25,002
Short-term Investments redeemed / made - net	121,201	(131,896)
Dividend received	1,044	30
Net cash flows generated from/ (used in) investing activities	116,293	(104,941)
CASH FLOWS FROM FINANCING ACTIVITIES		
Liabilities against asset subject to finance leases -net	7,355	14,453
Finance costs paid	(3,038)	(1,777)
Dividend paid	(102,516)	(19,850)
Net cash flows (used in) financing activities	(98,199)	(7,174)
Net decrease in cash and cash equivalents	16,960	(28,700)
Cash and cash equivalents at the beginning of the period	19,320	60,362
Cash and cash equivalents at the end of the period	36,280	31,662

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BALUCHISTAN WHEELS LIMITED

BALUCHISTAN WHEELS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
(UNAUDITED)

FOR THE PERIOD ENDED MARCH 31, 2022

Issued, subscribed and paid-up capital	Capital reserves	Revenue reserves			Total reserves	Total equity
	Capital		Revenue			
Ordinary share capital	Revaluation surplus on land	General reserve	Remeasurement (loss)/gain on gratuity fund	Unappropriated Profit		

----- (Rupees in '000') -----

Balance as at 30 June 2020 133,343 - 160,000 (10,493) 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

Other comprehensive Income

-	-	-	-	48,389	48,389	48,389
-	-	-	-	-	-	-
-	-	-	-	48,389	48,389	48,389

Balance as at 31 March 2021

133,343	-	160,000	(10,493)	1,040,192	1,189,699	1,323,042
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Balance as at 30 June 2021 133,343 538,518 160,000 (3,455) 1,092,490 1,787,553 1,920,896

Transaction with owners

Final dividend for the year ended

30 June 2021 @ Rs. 4.50 per share - - - - (60,004) (60,004) (60,004)

1st Interim dividend for the year ending

30 June 2022 @ Rs. 1.50 per share - - - - (20,001) (20,001) (20,001)

2nd Interim dividend for the year ending

30 June 2022 @ Rs. 1.75 per share - - - - (23,334) (23,334) (23,334)

Total comprehensive income for the period ended

March 31, 2022

Net profit for the period

Other comprehensive Income

Total comprehensive income

-	-	-	-	163,088	163,088	163,088
-	-	-	-	-	-	-
-	-	-	-	163,088	163,088	163,088

Balance as at 31 March 2022

133,343	538,518	160,000	(3,455)	1,152,239	1,847,302	1,980,645
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The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BALUCHISTAN WHEELS LIMITED

BALUCHISTAN WHEELS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2022

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 facility

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

Head Office

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial information is unaudited but subject to the limited scope review by auditors and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017.

This condensed interim financial information of the Company for the nine months ended March 31, 2022 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
- 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, 2021 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, 2021, 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 nine months ended March 31, 2022.



BALUCHISTAN WHEELS LIMITED

2.2 Basis of measurement

These financial statements have been prepared under the historical cost basis unless, stated otherwise. These condensed interim financial information 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.

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, 2021.

2.4 Functional and presentation currency.

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

3 SUMMARY OF 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, 2021.

4 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS 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.

Actual result may differ from these estimates. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectation of future events. During the preparation of these condensed interim financial statements, the significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applies to the annual financial statements for the year ended June 30, 2021



BALUCHISTAN WHEELS LIMITED

		(Unaudited) March 31, 2022	(Audited) June 30, 2021
	Note	-----Rs. in '000-----	
5	PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	5.1	<u>899,718</u>	<u>907,957</u>
5.1	Operating fixed assets		
Book value at the beginning of the period / year		907,957	400,705
Additions during the period / year	5.1.1	21,645	49,895
Depreciation for the period / year		(29,283)	(42,244)
Disposals / deletion during the period / year (NBV)		(601)	(38,917)
Revaluation		<u>-</u>	<u>538,518</u>
Book value at the end of the period / year		<u>899,718</u>	<u>907,957</u>
5.1.1	Detail of additions (at cost) during the period / year are as follows:		
Plant and machinery		20,819	3,631
Electrical installations		-	4,225
Office equipment		678	1,069
Computers		148	74
Vehicles		<u>-</u>	<u>40,896</u>
		<u>21,645</u>	<u>49,895</u>
6	CAPITAL WORK IN PROGRESS		
Plant and machinery	6.1	<u>-</u>	<u>4,100</u>
6.1	Movement of carrying amount of Plant and machinery		
Opening balance		4,100	-
Additions during the period / year		15,666	4,100
Transferred to operating fixed assets/spare parts		(19,766)	-
Closing balance		<u>-</u>	<u>4,100</u>
7	RIGHT OF USE ASSETS		
Opening net book value (NBV)		37,993	13,586
Additions during the period / year		3,600	33,939
Depreciation for the period / year		(8,609)	(6,687)
Disposals / deletion during the period / year (NBV)		<u>-</u>	<u>(2,845)</u>
Closing net book value (NBV)		<u>32,984</u>	<u>37,993</u>



BALUCHISTAN WHEELS LIMITED

		(Unaudited) March 31, 2022	(Audited) June 30, 2021
	Note	-----Rs. in '000-----	
8	STORES, SPARE PARTS AND LOOSE TOOLS		
Stores		4,339	4,398
Spares		93,315	91,797
Loose tools		2,104	1,902
		<u>99,758</u>	<u>98,097</u>
Provision for slow moving stores, spare parts and loose tools		(61,945)	(60,293)
		<u>37,813</u>	<u>37,804</u>
8.1	Movement in provision is as follows:		
Balance at the beginning of the period / year		60,293	58,281
Provision during the period / year		1,652	2,012
		<u>61,945</u>	<u>60,293</u>
9	STOCK-IN-TRADE		
Raw material and components		207,215	187,610
Work-in-process		156,061	115,778
Finished goods		99,384	42,093
Scrap stock		4,243	156
		<u>466,903</u>	<u>345,637</u>
Stock in transit		11,236	-
Provision for slow moving stock	9.1	(1,966)	(1,966)
		<u>476,173</u>	<u>343,671</u>
9.1	Movement in provision is as follows:		
Balance at the beginning of the period / year		1,966	14,140
Reversal of provision during the period /		-	(12,174)
		<u>1,966</u>	<u>1,966</u>
10	TRADE DEBTS		
Considered good		279,689	264,625
Considered doubtful		-	-
Allowance for expected credit losses		-	-
		<u>279,689</u>	<u>264,625</u>
10.1	Movement in provision is as follows:		
Balance at the beginning of the period / year		-	517
Reversal of provision during the period / yea		-	(517)
		<u>-</u>	<u>-</u>



BALUCHISTAN WHEELS LIMITED

(Unaudited) (Audited)
March 31, June 30,
2022 2021

-----Rs. in '000-----

11 SHORT TERM INVESTMENTS

Fair value through profit or loss

- Listed equity securities	3,758	6,102
- Mutual funds	21,196	20,279
	<u>24,954</u>	<u>26,381</u>

At amortised cost

- Treasury bills	404,418	524,192
	<u>429,372</u>	<u>550,573</u>

12 BANK BALANCES

Current accounts	14,173	17,767
Saving accounts	22,107	1,553
	<u>36,280</u>	<u>19,320</u>

13 LEASE LIABILITIES

Non-current lease liabilities	16,690	23,477
Current portion	13,405	13,973
	<u>30,095</u>	<u>37,450</u>

14 TRADE AND OTHER PAYABLES

Creditors	39,992	145,222
Accrued liabilities	81,716	57,519
Contract liabilities	10,480	7,777
Provident fund	1,645	-
Retention money	455	455
Compensated absence	7,467	7,245
Workers' Profit Participation Fund	14,135	1,607
Workers' Welfare Fund	24,721	19,350
Security deposits	388	388
Mark-up on running finance		35
Others	1,532	752
	<u>182,531</u>	<u>240,350</u>



BALUCHISTAN WHEELS LIMITED

15 CONTINGENCIES AND COMMITMENTS

15.1 Contingencies

There is no change in the status of contingencies as disclosed in the annual audited financial statements for the year ended 30 June 2021 except that on January 06, 2022, the Honorable Banking court No. III has dismissed Suit # 53 of 2017, which National bank of Pakistan (NBP) had filed against the Company(BWL) for recovery of payment made to Privitisation Commision amounting to Rs. 91.25 million. But the NBP has preferred to file an appeal against this order. However, the management of the company is confident that the outcome of the appeal will in the Company's favour.

		(Unaudited) March 31, 2022	(Audited) June 30, 2021
	Note	-----Rs. in '000-----	
15.2 Commitments			
Outstanding letters of guarantees		4,512	4,512
Outstanding letters of credit - raw materia		347,226	428,777
Outstanding letters of credit - machineries		-	12,667



BALUCHISTAN WHEELS LIMITED

Nine months Ended		Quarter Ended	
March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
-----Rs. in '000-----			

16 TURNOVER – NET

Local sales	2,453,833	1,306,555	924,660	615,655
Sales return	(8,217)	(4,032)	(5,247)	(2,167)
Sales tax	(408,935)	(221,429)	(187,179)	(104,293)
	(417,152)	(225,461)	(192,426)	(106,460)
Export sales	-	-	-	-
	2,036,681	1,081,094	732,234	509,195

16.1 Local sales include scrap sales of Rs. 107.077 million (2021: Rs. 65.601 million).

Nine months Ended		Quarter Ended	
March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
-----Rs. in '000-----			

17 COST OF SALES

Raw material & Components Consumed:

Stock at the beginning of the period

Raw material and components	103,134	151,671	-	-
Scrap	156	1,610	-	-
	103,290	153,281	-	-
Purchases	1,510,977	531,792	519,573	247,456
Stock at the end of the period				
Raw material and components	(207,214)	(124,132)	(38,262)	918
Scrap	(4,243)	(751)	31,083	8,905
	(211,457)	(124,883)	(7,179)	9,823
	1,402,810	560,190	512,394	257,279

Manufacturing Overheads:

Salaries, Wages and Benefits	127,428	91,424	45,197	34,903
Stores & Spares Consumed	68,541	36,928	25,753	11,301
Fuel and Power	50,690	32,426	8,623	12,253
Depreciation	29,917	29,658	10,016	9,965
Services Rendered by Contractors	44,431	21,960	13,179	8,634
Staff Transportation	14,459	11,435	4,980	4,476
Repairs & Maintenance	2,339	4,573	511	873
Travelling & Conveyance	52	184	39	104
Vehicle Running Expenses	2,520	2,073	903	747
Insurance	2,325	1,952	855	910
Communication	389	419	118	137
Entertainment	1,668	1,570	549	591
Printing and Stationery	29	104	-	(1)
Subscription and Periodicals	50	43	16	20
Provision for Slow Moving Stores & Spares	1,661	(11,463)	9	-
Computer Expense	51	65	25	32
Others	162	107	20	51
	346,712	223,458	110,793	84,996
Manufacturing Cost	1,749,522	783,648	623,187	342,275
Work in process				
As at the beginning of the year	115,778	135,686	-	-
As at the end of the year	(156,060)	(77,336)	52,516	25,696
	(40,282)	58,350	52,516	25,696
Cost of goods manufactured	1,709,240	841,998	675,703	367,971

Finished goods

As at the beginning of the year	42,093	138,747	-	-
As at the end of the year	(99,385)	(45,024)	(53,790)	77,424
	(57,292)	93,723	(53,790)	77,424
	1,651,948	935,721	621,913	445,395



BALUCHISTAN WHEELS LIMITED

18 OTHER INCOME

Income from financial assets

Profit on savings accounts	3,101	2,139	1,091	761
Profit on treasury bill	21,607	22,863	8,009	8,061
Dividend income	1,044	30	301	-
Unrealised gain/loss on revaluation of investments at FVTPL	(2,344)	2,050	(367)	(112)
	23,408	27,082	9,034	8,710

Income from non-financial assets

Gain/(Loss) on sale of operating fixed assets	31	2,784	15	519
Government grant released	1,079	1,079	360	360
Others	7,720	4,394	3,282	983
	8,830	8,257	3,657	1,862
	32,238	35,339	12,691	10,572

19 TRANSACTIONS WITH RELATED PARTIES

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

(Un-audited)

Quarter ended

March 31, March 31,
2022 2021

-----Rs. in '000-----

Relationship	Nature of transactions		
Common Directorship	Sale to Ghandhara Nissan Limited	28,057	15,921
Key Management Personnel	Sale of vehicle/equipments	228	2,340
Key Management Personnel	Long term loans	2,485	2,256
Key Management Personnel	Advances	3,925	3,125
Key Management Personnel	Remuneration	10,777	9,006
Executives Directors	Remuneration	46,596	27,762
Non-executive directors	Meeting fee	1,540	1,540
Period end / year balances			
Receivable from associated companies - Ghandhara Nissan Limited.		7,718	1,351
Due from key management personnel		6,410	5,381
		14,128	6,732



BALUCHISTAN WHEELS LIMITED

20 NON-ADJUSTING EVENTS AFTER THE REPORTING DATE

The Board of Directors in its meeting held on April 18, 2022 declared an interim cash dividend @ 20% i.e. Rs. 2.00 per share amounting to Rs. 26.669 million, for the third quarter ended March 31, 2022. This is in addition to 32.5% i.e. Rs. 3.25 per share dividend, amounting to Rs. 43.336 millions. These condensed interim financial statements do not reflect this dividend payable which will be accounted for in the period in which it is approved.

21 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorised for issue on **April 18, 2022** by the Board of Directors of the Company.

22 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 Co. 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.



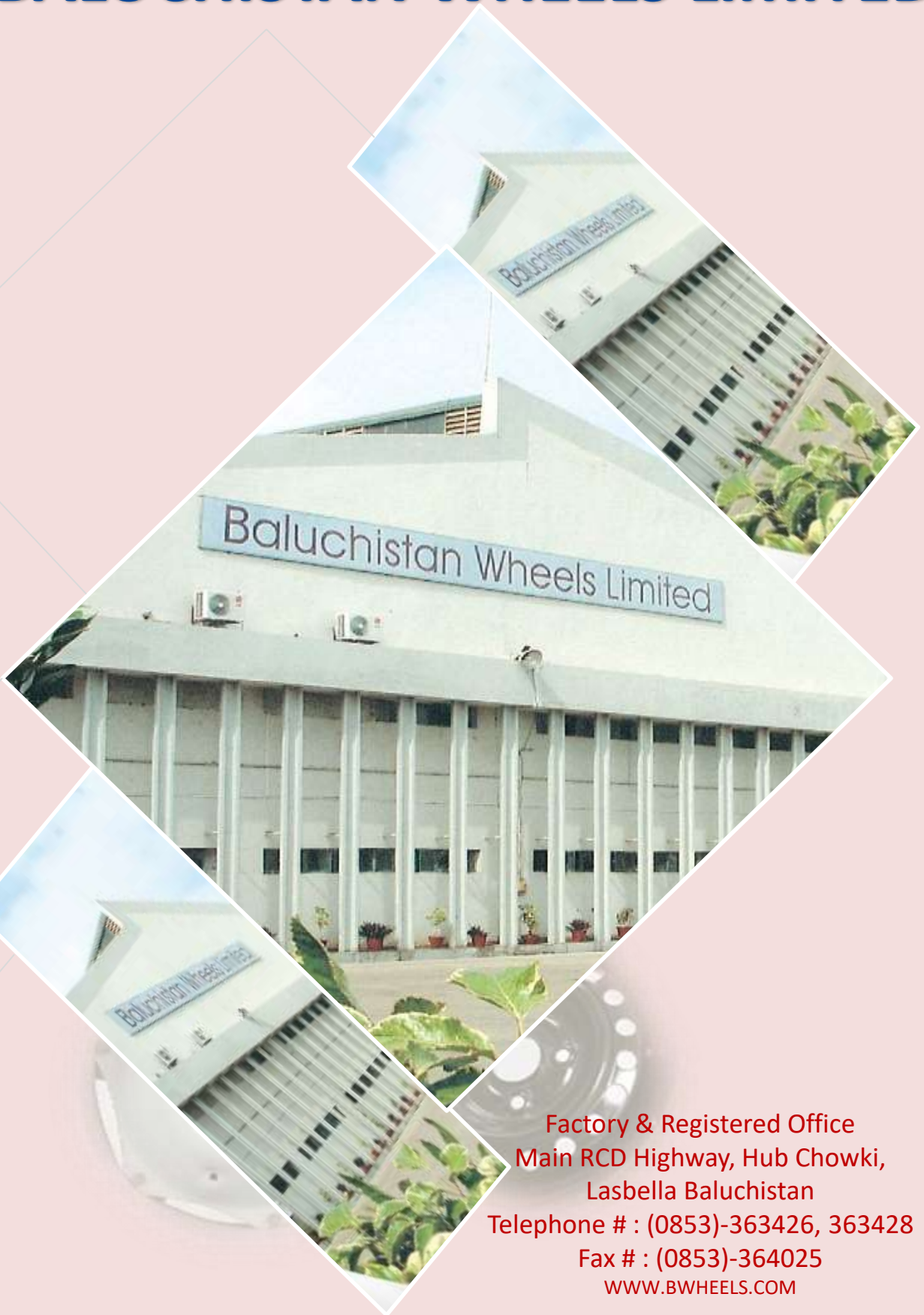


BALUCHISTAN WHEELS LIMITED





BALUCHISTAN WHEELS LIMITED



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Lasbella Baluchistan
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