

BIBOJEE GROUP



Quarterly Accounts

September 30, 2022

(Un-Audited)



GAMMON PAKISTAN LIMITED

COMPANY INFORMATION

Chairman

Lt Gen Ali Kuli Khan Khattak (Retd) Chairman

Board of Directors

Mr. Khalid Kuli Khan Khattak	Director
Mrs. Ayesha Alamzeb Durrani	Director
Mr. Muhammad Kuli Khan Khattak	Director
Mr. Sikandar Kuli Khan Khattak	Director
Mr. Kamal Abdullah Malik	Independent Director
Mr. Fazal-ur-Rehman Khan Burki	Independent Director

Chief Executive Officer

Mr. Khalid Kuli Khan Khattak

Audit Committee

Mr. Kamal Abdullah Malik	Chairman
Mr. Muhammad Kuli Khan Khattak	Member
Mr. Sikandar Kuli Khan Khattak	Member

HR Committee

Mr. Fazal-ur-Rehman Khan Burki
Mrs. Ayesha Alamzeb Durrani
Mr. Sikandar Kuli Khan Khattak

Company Secretary

Mr. Amin ur Rasheed

Chief Financial Officer

Mr. Ghulam Murtaza Khurshid

Internal Auditor

Mr. Salman Khan ACA

External Auditor

M/S Rizwan & Co.
Chartered Accountants
Islamabad

Legal Advisor

Chanda Law Associates Advocates
Rawalpindi

Stock Exchange

The Gammon Pakistan Limited
is a listed Company and
Its shares are traded on
Pakistan Stock Exchange Limited

Bankers

Silk Bank Limited
Askari Bank Limited
National Bank of Pakistan
Bank of Punjab
Habib Bank Limited
Allied Bank Limited

Registered Office

Gammon House
400/2, Peshawar Road
Rawalpindi
Tel: 051-5477326-7
Fax: 051-5477511
E-mail: (i) gammon1@dsl.net.pk
(ii) Info@gammonpakistan.com

Share Registrar

Vision Consulting Limited
3-C, LDA Flats, 1st Floor
Lawrence Road, Lahore
Tel: +92-42-36283096-97
Email: share@vcl.com.pk
Web: www.vcl.com.pk

DIRECTORS REPORT

The Directors of your Company have pleasure in presenting their report, together with Un-Audited Financial Statements for the first Quarter ended September 30, 2022.

PERFORMANCE REVIEW

The principal activity of the Company is all type of construction specially Buildings and Bridges. However, we are pleased to inform that, we entered into production of pavers & pre-cast materials at Central Stores Depot (CSD) Rawat. The highlights of the Company's financial results as compared to the preceding period are as follows:

Particulars	Sep 21-22 (Rupees)	Sep 20-21 (Rupees)
Contract Income	1,470,058	7,643,681
Contract Expenditure	(6,755,459)	(7,931,710)
Net contract Loss	(5,285,401)	(288,029)
Loss before taxation	(5,109,411)	(1,880,442)
Taxation	(22,051)	(1,258,743)
Loss after tax	(5,131,462)	(3,139,185)

Decline in company's revenue continues as a result of global economic crunch followed by flood disaster within the country.

The work of Bridges at Old Bannu Road dualization Project was expected to be completed last year but it is very unfortunate to report that it could not become possible due to certain reasons including flood tragedy. Although we have submitted a bill to FWO but unfortunately, it could not be processed to book any revenue from the Project.

Revenue booked during the current period is from LTE Project which was already handed over to client.

Our vigorous efforts continued to recover any outstanding bills and retentions with various clients but not yet succeeded.

FUTURE PROSPECTS

The new management is focused to complete the inherited leftover works. Further, by the Grace of Allah Almighty the Precast material factory at CSD Rawat is functional but facing initial losses. In spite of financial difficulties, our efforts are in process to earn business.

ACKNOWLEDGMENT

We appreciate the hard work and dedication of the Company's Management, Engineers and Employees during the period under review.

We would also like to express our gratitude to our Bankers, Clients and Suppliers for their co-operation, support and trust reposed in the Company.

For and on behalf of Board of Directors



Khalid Kuli Khan Khattak
(Chief Executive Officer)

گیمن پاکستان لمیٹڈ

ڈائریکٹرز رپورٹ

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز 30 ستمبر 2022ء کی پہلی سہ ماہی کے اختتام پر کمپنی کی غیر آڈٹ شدہ مالیاتی رپورٹ پیش کرنے میں خوشی محسوس کرتے ہیں۔

کارکردگی کا جائزہ

کمپنی کی بنیادی سرگرمی تمام قسم کے تعمیراتی کام بالخصوص عمارتوں اور پلوں کی تعمیر ہے۔ تاہم، ہم یہ بتاتے ہوئے خوشی محسوس کرتے ہیں کہ ہم نے سی ایس ڈی روات میں پیورز اور پری کاسٹ میٹریل کی پروڈکشن کے کام کا آغاز کیا ہے۔ پچھلے سال کے اسی عرصے کے مقابلے میں کمپنی کے مالیاتی نتائج کی اہم جھلکیاں مندرجہ ذیل ہیں:-

ستمبر 21 - 2020ء	ستمبر 22 - 2021	
(روپے)	(روپے)	
7,643,681	1,470,058	پراجیکٹس سے آمدن
(7,931,710)	(6,755,459)	پراجیکٹس کا خرچ
(288,029)	(5,285,401)	مجموعی منافع / نقصان
(1,880,442)	(5,109,411)	قبل از ٹیکس منافع / نقصان
(1,258,743)	(22,051)	ٹیکس
(3,139,185)	(5,131,462)	بعد از ٹیکس منافع / نقصان

عالمی اقتصادی بحران اور ملک کے اندر سیلاب سے تباہی کے باعث کمپنی کی آمدنی میں کمی واقع ہوئی ہے۔

پرانے بنوں روڈ ڈوٹ کمپنیز پراجیکٹ پر پلوں کا کام گزشتہ سال مکمل ہونے کی امید تھی لیکن یہ بات انتہائی افسوس ناک ہے کہ سانحہ سیلاب سمیت بعض دیگر وجوہات کی بنا پر یہ ممکن نہ ہو سکا۔ اگرچہ ہم نے ایف ڈی بی او کو بل جمع کرایا ہے لیکن بد قسمتی سے اس پراجیکٹ سے کوئی ریونیو بک کرنے کے لیے کارروائی نہیں ہو سکی۔

موجودہ مدت کے دوران بک کیا گیا ریونیو LTE پروجیکٹ سے ہے جو پہلے ہی کلائنٹ کے حوالے کر دیا گیا تھا۔

مختلف کلائنٹس کے ساتھ بقایا بلوں کی ادائیگی اور ریٹینشن کی وصولی کے لیے ہماری بھرپور کوششیں جاری رہیں لیکن ابھی تک کامیابی حاصل نہیں ہوئی۔

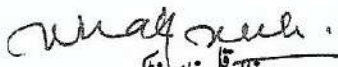
مستقبل کا نقطہ نظر

نئی انتظامیہ پہلے سے جاری کاموں کو مکمل کرنے پر اپنی توجہ مرکوز کیے ہوئے ہے۔ مزید یہ کہ اللہ تعالیٰ کے فضل سے CSD روات میں پری کاسٹ میٹریل فیکٹری کام کر رہی ہے لیکن اسے ابتدائی نقصانات کا سامنا ہے۔ مالی مشکلات کے باوجود کاروباری ترقی کے لیے ہماری کوششیں جاری ہیں۔

اعتراف

کمپنی کی انتظامیہ، انجینئرز اور ملازمین کی محنت اور لگن قابل تعریف ہے اور ہم تعاون، حمایت اور اعتماد کیلئے اپنے گاہکوں، سپلائرز اور چھوٹے ٹھیکیداروں کے تہہ دل سے مشکور ہیں۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے


خالد قلی خان خشک
چیف ایگزیکٹو آفیسر


GAMMON PAKISTAN LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2022

		Un-audited September 30, 2022	Audited June 30, 2022
ASSETS			
NON CURRENT ASSETS			
	NOTE	Rupees	
Property, plant and equipment			
Operating fixed assets		298,568,724	299,085,009
Investment property		477,509,859	477,509,859
Long term investments		1,800,413	1,800,413
Long term security deposits		1,863,528	1,863,528
		779,742,524	780,258,809
CURRENT ASSETS			
Stores, spares and loose tools		12,274,542	12,266,142
Contract receivables		45,918,094	45,918,093
Contract asset		65,049,779	65,049,779
Loans and advances		53,650,540	56,340,235
Other receivables		1,670,058	1,321,918
Trade deposits and short term prepayments		209,947	325,701
Tax refunds due from Government		85,272,052	83,685,590
Taxation - net	6	996,994	1,586,462
Cash and bank balances		1,549,925	1,206,292
		266,591,931	267,700,212
TOTAL ASSETS		1,046,334,455	1,047,959,021
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital	5	282,662,310	282,662,310
Capital reserves			
Share premium reserve		15,380,330	15,380,330
Revaluation surplus on property, plant and equipment		426,499,004	426,804,439
		441,879,334	442,184,769
Accumulated profit		64,196,546	69,022,574
		788,738,190	793,869,653
NON-CURRENT LIABILITIES			
Deferred liability		8,045,090	8,132,065
Deferred taxation		33,361,724	33,361,724
		41,406,814	41,493,789
CURRENT LIABILITIES			
Trade and other payables		184,687,679	181,093,807
Unclaimed dividends		1,442,230	1,442,230
Joint venture partner's advances		30,059,542	30,059,542
		216,189,451	212,595,579
TOTAL EQUITY AND LIABILITIES		1,046,334,455	1,047,959,021
CONTINGENCIES AND COMMITMENTS			
	7		

The annexed notes form integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

GAMMON PAKISTAN LIMITED
CONDENSED INTERIM PROFIT OR LOSS STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2022

	July - Sept, 2022-23 Rupees	July - Sept, 2021-22 Rupees
Contract Income	1,470,058	7,643,681
Contracts Expenditure	(6,755,459)	(7,931,710)
Net contract loss	(5,285,401)	(288,029)
Operating expenses		
General and administrative expenses	(5,816,155)	(7,023,132)
Other income	5,992,145	5,437,354
	175,990	(1,585,778)
Operating Profit /(loss)	(5,109,411)	(1,873,807)
Bank Charges	-	(6,635)
(Loss) /profit before taxation	(5,109,411)	(1,880,442)
Taxation	(22,051)	(1,258,743)
(Loss)/profit after tax	(5,131,462)	(3,139,185)
Total Comprehensive Income	-	-
Total Comprehensive (Loss) / Income	(5,131,462)	(3,139,185)
Earning per share - basic and diluted (Rupees)	(0.18)	(0.11)

The annexed notes form integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

GAMMON PAKISTAN LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2022

Note	Share capital		Reserves		Total
	Issued, subscribed and paid-up capital	Share premium reserve	Capital	Revenue	
			Revaluation surplus on property, plant and equipment	Accumulated (loss)/profit	
Rupees					
Balance as at July 01, 2021	282,662,310	15,380,330	420,072,719	74,239,623	792,354,982
Total comprehensive income for the period ended September 30, 2021					
loss for the period	-	-	-	(3,139,185)	(3,139,185)
- Revaluation of property, plant and equipment - net of deferred tax	-	-	-	-	-
- upon disposal of revalued property, plant and equipment	-	-	-	-	-
	-	-	-	(3,139,185)	(3,139,185)
Transfer from revaluation surplus on property, plant and equipment:					
- on account of incremental depreciation-net of deferred tax	-	-	(306,468)	306,468	-
- upon disposal of revalued property, plant and equipment	-	-	-	-	-
Balance as at September 30, 2021	282,662,310	15,380,330	419,766,251	71,406,906	789,215,797
Balance as at July 01, 2022	282,662,310	15,380,330	426,804,439	69,022,574	793,869,653
Total comprehensive income for the period ended September 30, 2022					
loss for the period	-	-	-	(5,131,462)	(5,131,462)
- Revaluation of property, plant and equipment - net of deferred tax	-	-	-	-	-
- upon disposal of revalued property, plant and equipment	-	-	-	-	-
	-	-	-	(5,131,462)	(5,131,462)
Transfer from revaluation surplus on property, plant and equipment:					
- on account of incremental depreciation-net of deferred tax	-	-	(305,435)	305,435	-
- upon disposal of revalued property, plant and equipment	-	-	-	-	-
Balance as at September 30, 2022	282,662,310	15,380,330	426,499,004	64,196,546	788,738,191

The annexed notes form integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

GAMMON PAKISTAN LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2022

	Three months ended September 30,	
	2022 Rupees	2021 Rupees
Loss for the period-before taxation	(5,109,411)	(1,880,442)
CASH FLOWS FROM OPERATING ACTIVITIES:		
Adjustment for non-cash charges and other items:		
Depreciation	516,285	492,782
Staff retirement benefits-gratuity	70,025	70,807
Finance cost	-	-
Staff retirement benefits-gratuity(paid)	(157,000)	(50,000)
	<u>429,310</u>	<u>513,589</u>
Profit/(Loss) before working capital changes	(4,680,101)	(1,366,853)
Effect on cash flow due to working capital changes:		
Stocks of materials,stores and spares	(8,400)	(504,789)
Contract Receivables	(1)	8,449,442
Cost and estimated earnings in excess of billings	-	4,832,550
Loans and advances	2,689,695	(3,713,226)
Other Receivables	(348,140)	1,125,661
Trade Deposits and short term prepayments	115,754	114,402
Net Change in Current Assets	2,448,908	10,304,040
Trade and other payables	3,593,872	731,674
Billing in excess of cost and estimated earnings	-	(12,476,031)
Mobilisation Advance	-	-
Materials Received from customers/secured advances	-	-
Net Change in Current Liabilities	3,593,872	(11,744,357)
Net cash inflow/(outflow)from operating activities	1,362,679	(2,807,170)
Income tax paid	(1,019,045)	(1,371,643)
Net cash inflow/(outflow) after tax from operating activities	343,634	(4,178,813)
CASH FLOW FROM INVESTING ACTIVITIES		
Addition of fixed assets	-	(61,400)
Net cash inflow/(outflow) from investing activities	-	(61,400)
CASH FLOW FROM FINANCING ACTIVITIES		
Finance cost paid	-	-
Net cash inflow/(outflow) from finance activities	-	-
Net increase/decrease in cash and cash equivalent	343,634	(4,240,213)
Cash and Cash Equivalent -At the beginning of the period	1,206,292	5,643,697
Cash and Cash Equivalent -At the end of the period	<u>1,549,925</u>	<u>1,403,484</u>

The annexed notes form integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

GAMMON PAKISTAN LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2022 (UN-AUDITED)

1. Legal status and nature of business

Gammon Pakistan Limited (the Company) was incorporated under the Companies Act, 1913 (now the Companies Act, 2017) on August 12, 1947 as a Public Company Limited by shares. Its shares are quoted on Pakistan Stock Exchange Limited. The Company is principally engaged in the execution of civil construction works. The registered office of the Company is situated at Gammon House, 400/2 Peshawar Road, Rawalpindi. The Company is a subsidiary of Bibojee Services (Private) Limited.

2. Basis of Preparation

2.1 Statement of compliance

These condensed interim financial statement have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of :

- international Accounting Standard (IAS) 34, interim Financial Reporting, issued by the international Accounting standard Board (IASB) as notified under the Companies Act 2017; and
- Provision of and directives issued under the Companies Act, 2017

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements do not include all the information required for complete financial statements and should be read in conjunction with the audited annual financial statements of the company for the year ended 30 June, 2022

2.3

The comparative condensed interim statements of financial position presented in these condensed interim financial statements have been extracted from the audited financial statements of the Company for the year ended June 30,2022, whereas the comparative condensed interim statement of profit or loss & other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cashflows have been extracted from un-audited condensed interim statements for the period ended September 30, 2021

2.4 These condensed interim financial statements are un- audited and are being submitted to the shareholders as required by listing Regulations of Pakistan Stock Exchange Ltd. vide section 237 of the companies Act 2017

3. Significant Accounting Policies

The accounting policies and methods of computation adopted in preparation of these condensed interim financial information are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended June 30,2022.

4. Accounting Estimates, Judgments and Financial Risk Management

The preparation of condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and 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 recognized prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2022

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

5. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL	Un-audited Sep 30, 2022 Rupees	Audited June 30, 2022 Rupees
22,627,320 (30 June, 2022: 22,627,320) ordinary shares of Rs.10 each fully paid in cash	226,273,200	226,273,200
2,562,845 (30 June, 2022: 2,562,845) ordinary shares of Rs.10 each issued as fully paid bonus shares	25,628,450	25,628,450
3,076,066 (30 June, 2022: 3,076,066) ordinary shares of Rs.10 each issued by conversion of the directors' loans	30,760,660	30,760,660
28,266,231	282,662,310	282,662,310

5.1. This includes shares held by related parties as follows:

Bibojee Services (Private) Limited - Parent of Holding Company 20,369,056 (2022: 20,369,056) ordinary shares of Rs 10 each	203,690,560
Directors and their spouses / minor children 95,855 (2022: 95,855) ordinary shares of Rs 10 each	958,550
	204,649,110

The parent of holding company Bibojee Services (Private) Limited held 72.06% shares (2022: 72.06% shares) in Gammon Pakistan Limited as at June 30, 2022.

All ordinary shareholders have same rights regarding voting, board selection, right of first refusal and block voting.

6. TAXATION

- 6.1** The Provision for taxation for the quarter ended September 30, 2022 represents minimum tax due under section 113 of the income Tax Ordinance,2001.
- 6.2** There has been no significant change in the status of tax litigations as reported in the preceding annual financial statements of the Company for the year ended June 30, 2022.

7. CONTINGENCIES AND COMMITMENTS

There has been no significant change in the status of contingencies and commitments since the date of preceding published financial statements of the Company for the year ended 30 June,2022.

8. SIGNIFICANT TRANSACTIONS WITH RELATED PARTIES

Name of the Related Party	Relationship	Transaction during the period	(Un-Audited) 30 Sep., 2022	(Un-Audited) 30 Sep 2021
			Rupees	Rupees
Gandhara Nissan Limited	Common Directorship	Rental income Rental received during the period	998,250 (998,250)	907,500 (907,500)
Gandhara Industries Limited	Common Directorship	Rental income Rental received during the period	998,250 (1,331,000)	825,000 (825,000)
Janana De Malucho Textile Mills	Common Directorship	Rental income Rental received during the period	181,500 (242,000)	165,000 (220,000)
Rehman Cotton Mills	Common Directorship	Rental income Rental received during the period	- -	- (220,000)
Bannu Woollen Mills	Common Directorship	Rental income Rental received during the period	741,390 -	673,992 (571,872)
Bibojee Service (Pvt) Ltd	Common Directorship	Purchases	-	30,000
			-	-

The status of outstanding balances of related parties as at September 30, 2022 are included in "other receivable" and "trade and other payables" (note 9).

9. TRADE AND OTHER PAYABLES	(Un-Audited)	(Audited)
	30 Sep.,	30 June,
	2022	2022
	Rupees	Rupees
Sundry creditors	60,004,498	56,727,498
Advance rent	2,058,626	2,058,626
Due to sub-contractors	37,087,760	37,086,273
Accrued expenses	38,721,125	37,150,652
Due to employees and others	9,027,117	9,865,033
Taxes payable	1,045,337	1,462,510
Joint venture partners' share of profit	1,620,715	1,620,715
Other provisions	9.1 35,122,500	35,122,500
	<u>184,687,679</u>	<u>181,093,807</u>

9.1. This represent provision made for the potential liability, in respect of borrowings of Saudi Riyals 2.500 million and Saudi Riyals 5.000 million during the year 1986 for the Saudi Operations of the Company. The Company may have to bear this amount as a result for settlement of overseas dues of National Bank of Pakistan in accordance with the incentive Scheme under the State Bank of Pakistan's Circular No.19 of 05 June,1997 .

10. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Company in its Meeting held on **October 26, 2022**

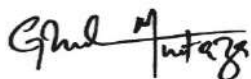
11. GENERAL

Figures in the financial statements have been rounded-off to the nearest Rupee except when stated otherwise.

Corresponding figures have been re-arranged or re-classified wherever necessary in these financial statements.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

www.jamapunji.pk








 **Jama
Punji**
سرمایہ کاری سمجھداری کے ساتھ










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-  Stock trading simulator
(based on live feed from KSE)
-  Knowledge center
-  Risk profiler*
-  Financial calculator
-  Subscription to Alerts (event
notifications, corporate and
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-  Jamapunji application for
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