

BIBOJEE GROUP



Quarterly Accounts

September 30, 2021
(Un-Audited)



GAMMON PAKISTAN LIMITED

COMPANY INFORMATION

Board of Directors

Lt Gen (Retd) Ali Kuli Khan Khattak
Khalid Kuli Khan Khattak
Mrs. Ayehsa Alamzeb Durrani
Muhammad Kuli Khan Khattak
Sikandar Kuli Khan Khattak
Kamal Abdullah
Fazal-ur-Rehman Khan Burki

Chairman
Director
Director
Director
Director
Independent Director
Independent Director

Bankers

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

Chief Executive Officer

Khalid Kuli Khan Khattak

Registered Office

Gammon House
400/2, Peshawar Road
Rawalpindi
Tel: 051-5477326-7
Fax: 051-5477511
E-mail: Info@gammonpakistan.com

Audit Committee

Kamal Abdullah
Muhammad Kuli Khan Khattak
Sikandar Kuli Khan Khattak

Chairman
Member
Member

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

HR Committee

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

Chairman
Member
Member

Company Secretary

Amin ur Rasheed

Chief Financial Officer

Ghulam Murtaza Khurshid

Internal Auditor

Nasir Ali Khan ACCA

External Auditor

M/s Rizwan & Co.
Chartered Accountants
Islamabad

Legal Advisor

Chanda Law Associates
Rawalpindi

Advocates

Stock Exchange

The Gammon Pakistan Limited is a listed Company and its
Shares are traded on Pakistan Stock Exchange Limited

www.gammonpakistan.com

DIRECTORS REPORT

The directors of your Company have pleasure in presenting their report, together with unaudited financial statements for the first quarter ended September 30, 2021.

PERFORMANCE REVIEW

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

Particulars	Sep 20-21 (Rupees)	Sep 19-20 (Rupees)
Contract Income	7,643,681	50,892,144
Contract Expenditure	(7,931,710)	(48,275,335)
Net contract (Loss)/profit	(288,029)	2,616,809
(Loss)/ Profit before taxation	(1,880,442)	1,274,620
Taxation	(1,258,743)	(1,092,093)
(Loss)/ Profit after tax	(3,139,185)	182,527

The decline in revenue is mainly due to extensive delay in completion of MTC Project and comparatively low quantum of work on other projects. MTC Project was tendered in 2012 and now in 2021 there is certain difference in material prices that has negative impact on Company's Financials.

Works of Bridges at Old Bannu Road dualization Project are progressing with good pace and we are hoping to complete these works in next half year.

Border Crossing Facility Project at Torkham is going well and revenue booked from this project is Rs. 1.75 million.

We are persistently pursuing our contract receivables with CDA, MDA & DHA but not yet succeeded.

FUTURE PROSPECTS

The new management is focused to complete the inherited left over works, we are setting up Precast material factory at Rawat. In spite of financial difficulties, our efforts are in process to get further 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

بورڈ آف ڈائریکٹر کی جانب سے 30 ستمبر 2021ء کی پہلی سرمایہ 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 یہ بتاتے ہوئے خوشی محسوس ہو رہی ہے کہ ہم پیوراز اور پری کاسٹ میٹرل کی پروڈکشن کے کام کا آغاز کرنے جارہے ہیں۔ پچھلے سال کے اسی عرصے کے مقابلے میں کمپنی کے مالیاتی نتائج کی اہم چھلکیاں مندرجہ ذیل ہے:-

جولائی - ستمبر 2021ء جولائی - ستمبر 2020ء

(روپے)

(روپے)

50,892,144

7,643,681

پراجیکٹس سے آمدن

(48,275,335)

(7,931,710)

پراجیکٹس کا خرچ

2,616,809

(288,029)

مجموعی منافع (/ نقصان)

1,274,620

(1,880,442)

قبل انجیکس منافع (/ نقصان)

(1,092,093)

(1,258,743)

ٹیکس

182,527

(3,139,185)

بعد انجیکس منافع (/ نقصان)

آمدنی میں کمی کی بنیادی وجہ ایم ٹی سی پراجیکٹ کی تکمیل اور دیگر زیر تعمیر پراجیکٹس پر کام میں کمی ہے۔ ایم ٹی سی پراجیکٹ کا ٹینڈر 2012ء میں کیا گیا تھا اور اب 2021ء تک میٹرل کی قیمتوں میں اضافے کی وجہ سے کمپنی کے مالیاتی نتائج پر منفی اثر پڑا ہے۔

اولڈ بنوں روڈ پلوں کے پراجیکٹ پر کام جاری ہے اور ہم امید کر رہے ہیں کہ یہ کام اگلی ششماہی کے دوران مکمل کر لیا جائے گا۔

طورخم بارڈر پر کراسنگ کی سہولت سینٹر کا کام تیزی سے جاری ہے اور اس سرمایہ کے دوران پراجیکٹ سے آمدن میں حصہ 17 لاکھ 50 ہزار روپے ہے۔

ہم مسلسل سی ڈی اے، ایم ڈی اے اور ڈی ایچ اے کیساتھ اپنے قابل وصول ادائیگیوں کی کوشش کر رہے ہیں لیکن ابھی تک کامیابی حاصل نہیں ہوئی۔

مستقبل کا نظریہ

نئی انتظامیہ پہلے سے جاری کاموں کو مکمل کرنے پر اپنی توجہ مرکوز کرنے کیساتھ روات میں پری کاسٹ میٹرل فیکٹری کے قیام میں مصروف عمل ہے۔ مالی مشکلات کے باوجود مزید کاروبار حاصل کرنے کیلئے 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 ڈائریکٹر کی جانب سے



خالد قلی خان ننگ

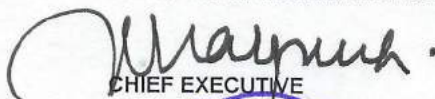
چیف ایگزیکٹو آفیسر

GAMMON PAKISTAN LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021 (UN-AUDITED)

		Un-audited September 30, 2021 Rupees	Audited June 30, 2021 Rupees
ASSETS			
NON CURRENT ASSETS	Note		
Property, plant and equipment			
Operating fixed assets		292,721,954	293,153,336
Investment property		468,511,297	468,511,297
Long term investments		1,300,413	1,300,413
Long term security deposits		1,571,328	1,571,328
		<u>764,104,992</u>	<u>764,536,374</u>
CURRENT ASSETS			
Stores, spares and loose tools		15,551,923	15,047,134
Contract receivables		40,960,775	49,410,217
Contract assets		108,256,901	113,089,451
Loans and advances		24,361,329	20,648,103
Other receivables		570,549	1,696,210
Short term prepayments		203,904	318,306
Tax refunds due from Government		86,337,108	85,011,349
Taxation - net		112,900	1,325,759
Cash and bank balances		1,403,484	5,643,697
		<u>277,758,873</u>	<u>292,190,226</u>
TOTAL ASSETS		<u>1,041,863,865</u>	<u>1,056,726,600</u>
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		419,766,251	420,072,719
		<u>435,146,581</u>	<u>435,453,049</u>
Accumulated profit		71,406,906	74,239,623
		<u>789,215,797</u>	<u>792,354,982</u>
NON-CURRENT LIABILITIES			
Deferred liability		8,021,510	8,000,703
Deferred taxation		31,352,476	31,352,476
		<u>39,373,986</u>	<u>39,353,179</u>
CURRENT LIABILITIES			
Trade and other payables	9	181,772,310	181,040,636
Unclaimed dividends		1,442,230	1,442,230
Contract liability		-	12,476,031
Joint venture partner's advances		30,059,542	30,059,542
		<u>213,274,082</u>	<u>225,018,439</u>
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES		<u>1,041,863,865</u>	<u>1,056,726,600</u>

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


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR



GAMMON PAKISTAN LIMITED
CONDENSED INTERIM PROFIT OR LOSS STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

	July - Sept, 2020-21 Rupees	July - Sept, 2019-20 Rupees
Contract Income	7,643,681	50,892,144
Contracts Expenditure	7,931,710	48,275,335
Net contract (loss)/profit	(288,029)	2,616,809
Operating expenses		
General and administrative expenses	7,029,767	6,043,234
Other income	5,437,354	4,705,014
	(1,592,413)	(1,338,220)
Operating (Loss)/Profit	(1,880,442)	1,278,589
Bank Charges	-	3,969
(Loss) /profit before taxation	(1,880,442)	1,274,620
Taxation	(1,258,743)	(1,092,093)
(Loss)/profit after tax	(3,139,185)	182,527
Total Comprehensive Income	-	-
Total Comprehensive (Loss) / Income	(3,139,185)	182,527
Earning per share - basic and diluted (Rupees)	(0.11)	0.01


 CHIEF FINANCIAL OFFICER


 CHIEF EXECUTIVE


 DIRECTOR



GAMMON PAKISTAN LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

	Three months ended September 30,	
	2021	2020
	Rupees	Rupees
Profit/ (Loss) for the period-before taxation	(1,880,442)	1,274,620
CASH FLOWS FROM OPERATING ACTIVITIES:		
Adjustment for non-cash charges and other items:		
Depreciation	492,782	998,822
Staff retirement benefits-gratuity	70,807	80,306
Finance cost	-	3,969
Staff retirement benefits-gratuity(paid)	(50,000)	(95,000)
	513,589	988,097
Profit/(Loss) before working capital changes	(1,366,853)	2,262,717
Effect on cash flow due to working capital changes:		
Stocks of materials, stores and spares	(504,789)	861,356
Contract Receivables	8,449,442	(1,718,118)
Cost and estimated earnings in excess of billings	4,832,550	43,481,688
Loans and advances	(3,713,226)	412,813
Other Receivables	1,125,661	(473,666)
Trade Deposits and short term prepayments	114,402	116,101
	10,304,040	42,680,174
Net Change in Current Assets		
Trade and other payables	731,674	(12,772,940)
Billing in excess of cost and estimated earnings	(12,476,031)	(29,087,201)
Mobilisation Advance	-	-
Materials Received from customers/secured advances	-	-
Net Change in Current Liabilities	(11,744,357)	(41,860,141)
Net cash inflow/(outflow)from operating activities	(2,807,170)	3,082,750
Income tax paid	(1,371,643)	(3,328,214)
Net cash inflow/(outflow) after tax from operating activities	(4,178,813)	(245,464)
CASH FLOW FROM INVESTING ACTIVITIES		
Addition of fixed assets	(61,400)	(46,000)
Net cash inflow/(outflow) from investing activities	(61,400)	(46,000)
CASH FLOW FROM FINANCING ACTIVITIES		
Finance cost paid	-	(3,969)
Net cash inflow/(outflow) from finance activities	-	(3,969)
Net increase/decrease in cash and cash equivalent	(4,240,213)	(295,433)
Cash and Cash Equivalent -At the beginning of the period	5,643,697	1,204,501
Cash and Cash Equivalent -At the end of the period	1,403,484	909,068

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


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE



DIRECTOR

GAMMON PAKISTAN LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

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					
282,662,310	15,380,330	412,774,639	74,960,044	785,777,323	
-	-	-	182,527	(308,851)	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	182,527	(308,851)	
-	-	(465,955)	465,955	-	
-	-	-	-	-	
282,662,310	15,380,330	412,308,684	75,608,526	785,468,472	
282,662,310	15,380,330	420,072,719	74,239,623	792,354,982	
-	-	-	(3,139,185)	(3,139,185)	
-	-	-	-	-	
-	-	-	-	-	
-	-	(306,468)	306,468	-	
-	-	-	-	-	
282,662,310	15,380,330	419,766,251	71,406,906	789,215,797	

Note

Balance as at July 01, 2020

Total comprehensive income for the period ended September 30, 2020

Profit for the period

- Revaluation of property, plant and equipment - net of deferred tax
- upon disposal of revalued property, plant and equipment

Transfer from revaluation surplus on property, plant and equipment:

- on account of incremental depreciation-net of deferred tax
- upon disposal of revalued property, plant and equipment

Balance as at September 30, 2020

Balance as at July 01, 2021

Total comprehensive income for the period ended September 30, 2020

loss for the period

- Revaluation of property, plant and equipment - net of deferred tax
- upon disposal of revalued property, plant and equipment

Transfer from revaluation surplus on property, plant and equipment:

- on account of incremental depreciation-net of deferred tax
- upon disposal of revalued property, plant and equipment

Balance as at September 30, 2021

Note

Balance as at July 01, 2020

Total comprehensive income for the period ended September 30, 2020

Profit for the period

- Revaluation of property, plant and equipment - net of deferred tax
- upon disposal of revalued property, plant and equipment

Transfer from revaluation surplus on property, plant and equipment:

- on account of incremental depreciation-net of deferred tax
- upon disposal of revalued property, plant and equipment

Balance as at September 30, 2020

Balance as at July 01, 2021

Total comprehensive income for the period ended September 30, 2020

loss for the period

- Revaluation of property, plant and equipment - net of deferred tax
- upon disposal of revalued property, plant and equipment

Transfer from revaluation surplus on property, plant and equipment:

- on account of incremental depreciation-net of deferred tax
- upon disposal of revalued property, plant and equipment

Balance as at September 30, 2021

Chief Financial Officer

CHIEF FINANCIAL OFFICER

Chief Executive

CHIEF EXECUTIVE



Director

DIRECTOR

GAMMON PAKISTAN LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2021 (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.

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, 2021.
- 2.3.** These condensed interim financial information is been submitted to the share holders as required by 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 30,2021.

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, 2021

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, 2021.

5. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

	Un-audited 30 Sept, 2021 Rupees	Audited 30 June, 2021 Rupees
22,627,320 (30 June, 2021: 22,627,320) ordinary shares of Rs.10 each fully paid in cash	226,273,200	226,273,200
2,562,845 (30 June, 2021: 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, 2021: 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

6. TAXATION

- 6.1 The Provision for taxation for the quarter ended September 30, 2021 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, 2021.

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, 2021.

8. SIGNIFICANT TRANSACTIONS WITH RELATED PARTIES

			(Un-Audited) 30 Sep., 2021	(Un-Audited) 30 Sep 2020
Name of the Related Party	Relationship	Transaction during the period	Rupees	Rupees
Gandhara Nissan Limited	Common Directors	Rental income Rental received during the period	907,500 (907,500)	825,000 (825,000)
Gandhara Industries Limited	Common Directors	Rental income Rental received during the period	825,000 (825,000)	750,000 (750,000)
Janana De Malucho Textile Mills	Common Directors	Rental income Rental received during the period	165,000 (220,000)	100,000 (150,000)
Rehman Cotton Mills	Common Directors	Rental income Rental received during the period	- (220,000)	- -
Bannu Woollen Mills	Common Directors	Rental income Rental received during the period	673,992 (571,872)	662,720 (300,000)
Bibojee Service (Pvt)Ltd	Common Directors	Purchases	30,000	-

The status of outstanding balances of related parties as at September 30, 2021 are included in "other receivable" and "trade and other payables" (note 9).

9. TRADE AND OTHER PAYABLES

	(Un-Audited)	(Audited)
	30 Sep., 2021	30 June, 2021
	Rupees	Rupees
Sundry creditors	59,534,086	59,870,039
Advance rent	2,135,920	14,576
Due to sub-contractors	36,807,753	37,869,698
Accrued expenses	34,565,729	34,862,184
Due to employees and others	9,084,499	9,165,299
Taxes payable	2,901,108	2,515,625
Joint venture partners' share of profit	1,620,715	1,620,715
Other provisions	9.1 35,122,500	35,122,500
	<u>181,772,310</u>	<u>181,040,637</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, 2021

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 FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR



www.jamapunji.pk



**Be aware, Be alert,
Be safe**

**Learn about investing at
www.jamapunji.pk**

Key features:

- Licensed Entities Verification
- Scam meter*
- Jamapunji games*
- Tax credit calculator*
- Company Verification
- Insurance & Investment Checklist
- FAQs Answered

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



Jama Punji is an Investor Education Initiative of Securities and Exchange Commission of Pakistan

jamapunji.pk

@jamapunji_pk

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

SAY NO TO CORRUPTION