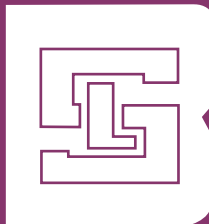


Nine Months
Accounts
Period Ended
March 31,
2022

BIBOJEE GROUP



BANNU WOOLLEN MILLS LIMITED

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COMPANY'S PROFILE

Board Of Directors	Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Lt Gen (Retd) Ali Kuli Khan Khattak Dr. Shaheen Kuli Khan Khattak Syed Zubair Ahmed Shah Mr. Abdul Rehman Qureshi (Independent) Brig(R) Agha Arshad Raza (Independent)	Chairman Chief Executive
Audit Committee	Mr. Abdul Rehman Qureshi Syed Zubair Ahmad Shah Brig(R) Agha Arshad Raza	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Abdul Rehman Qureshi Lt Gen (Retd) Ali Kuli Khan Khattak Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Syed Zubair Ahmed Shah -NIT Brig(R) Agha Arshad Raza	Chairman Member Member Member Member
Chief Operating Officer (COO)	Mr. Khalid Kuli Khan Khattak	
Chief Financial Officer	Mr. Azher Iqbal - ACA	
Company Secretary	Ms. Jahanara Sajjad Ahmad- FCA	
Head Of Internal Audit	Mr. Salman Khan - ACA	
Auditors	M/S. ShineWing Hameed Chaudhri & Co Chartered Accountants	
Bankers	National Bank Of Pakistan Bank Alfalah Ltd.	
Legal Adviser	M/S Hassan & Hassan, Advocates Paaf Building, 1-D, Kashmir/ Egerton Road, Lahore	
Tax Consultant	M. Nawaz Khan & Co 1-Ground Floor, Farrah Centre, 2 Mozang Road, Lahore	
Registrars & Shares Registration Office	Vision Consulting Limited. 3-C, LDA Flats, First Floor, Lawrance. Road, Lahore. Tel: 042-36283096-97, Fax: 042-36312550 E-Mail: info@vcl.com.pk	
Registered Office	Bannu Woollen Mills Ltd D.I.Khan Road, Bannu Tel. (0928) 615131, 611350 Fax. (0928) 611450 E-Mail bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	
Mills	D.I.Khan Road, Bannu Tel. (0928) 613151, 611350 Fax (0928) 611450 E-Mail bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	

DIRECTORS' REVIEW REPORT

Dear Members,

The Board of Directors of your company are pleased to present on behalf of Directors, the unaudited condensed interim financial information of the Company for the third quarter and nine months period ended March 31, 2022.

FINANCIAL PERFORMANCE

During the third quarter, the Company achieved net sales of Rs. 78.660 million, which indicates an increase of 35% as compared to the corresponding quarter of last year. During the nine months period ended March 31, 2022, the sales grew 34% over the corresponding period of the last year. During the nine months period, the Company achieved an earnings per share (EPS) of Rs. 9.31 per share against EPS of Rs. 9.70 per share for the corresponding period.

The financial results for the nine months period under review are summarised below:

FINANCIAL RESULTS

	Nine months period ended	
	Mar. 31, 2022	Mar. 31, 2021
	- Rupees in thousand -	
Sales—net	931,897	696,906
Gross profit	234,873	196,868
Profit from operations	113,995	91,455
Profit before taxation	116,052	110,143
Profit after taxation	88,493	92,174
Earnings per share	9.31	9.70

During the period under review your Company has earned a net profit after taxation of Rs. 88.493 million after incorporation of share of profit of Associated Companies and taxation as compared to profit of Rs. 92.174 million of the corresponding period. The profit before these adjustments for the period amounts to Rs. 87.145 million as compared to profit of Rs. 64.553 million of the corresponding period. The gross profit as a percentage of sales decreased to 25.20% from 28.25% as compare to corresponding period of the last year due to increase in raw-material prices, minimum wages and power & fuel rates. The increased turnover of the Company can be attributed to continued emphasis on quality products and increase in volumetric sale of all key products.

The Company achieved greasy production of 1,079,324 meters of fabric as compared to 900,900 meters of corresponding period of last year. The finance cost decreased despite the policy rate increased to 9.75% by State Bank of Pakistan due to less utilization of funds.

Our associated company Babri Cotton Mills Ltd. (BCM) merged with Janana De Malucho Textile Mills Ltd. (JDM) under scheme of Arrangement for Amalgamation. The Board of Directors of JDM has declared February 04, 2022 as effective date of merger. As a result of merger, JDM

has issued 100,413 ordinary shares of Rs. 10 each to the Company against 144,421 number of shares of Babri Cotton Mills Limited decreasing the shareholding of the Company in Janana De Malucho from 32.59% to 23.99%. Please refer to Note 6 of the financial statements.

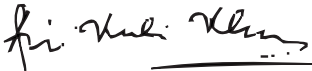
FUTURE OUTLOOK

Presently the global economy is facing various challenges including financial sanctions, increase in commodity prices, supply-chain disruptions, etc. due to the ongoing war between Russia and Ukraine. These challenges have fueled global inflation and downgraded the growth outlook in most countries. This upward shift in inflation was mainly due to the persistent and significant rise in international prices, especially oil, food, and other primary commodities. The economic recovery from the COVID-19 pandemic and the supply bottlenecks caused unprecedented surges in inflation in many parts of the world, which also spilled over to Pakistan. State Bank of Pakistan (SBP) has also raised the policy rate by 250 basis points to 12.25 percent which will have a negative impact on the business environment as well as on the Company in the coming months. The Company will, however, remain exposed to the risk of adverse fluctuation in the Pak Rupee vs. US\$ parity due to increase in imported raw-materials. Despite various challenges, the Company remains committed to provide quality products to its customers and strives towards achieving better results for its stakeholders through improved sales by working on new products for the benefits of its shareholders.

THANKS AND APPRECIATION

The Company acknowledges the continued support received from its customers and their confidence in the Company. We are also thankful to all stakeholders, Bankers, dealers, vendors, and associates for their valuable support.

For & on behalf of the Board of Directors,



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Shahnaz Sajjad Ahmad
Chief Executive

Rawalpindi
Dated: April 19, 2022

ڈائریکٹرز کا جائزہ رپورٹ

عزیز ارکین،

ہم بورڈ آف ڈائریکٹرز کی جانب سے 31 مارچ، 2022 کو ختم ہونے والی تیسری سہ ماہی کی مدت پر کمپنی کی غیر آڈٹ شدہ مالیاتی رپورٹ پیش کرنے میں خوشی محسوس کرتے ہیں۔

کارکردگی کا جائزہ:

تیسری سہ ماہی کے دوران، کمپنی نے 78.660 ملین روپے کی خالص فروخت حاصل کی، جو کہ پچھلے سال کی اسی مدت میں 35% کے اضافے کی نشاندہی کرتی ہے۔ 31 مارچ، 2022 کو ختم ہونے والی سہ ماہی کے دوران فروخت میں پچھلے سال کے مقابلے 34% اضافہ ہوا۔ کمپنی کو رواں سال کے دوران فی حصص 9.31 روپے آمدنی ہوئی جو کہ گزشتہ سال اسی مدت میں 9.70 روپے فی حصص تھی۔ رواں مدت کے جائزہ کے دوران، کمپنی کے حاصل کردہ نتائج:

31، مارچ، 2022	31، مارچ، 2021	
- روپے ہزاروں میں -		
931,897	696,906	خالص فروخت
234,873	196,868	مجموعی منافع
113,995	91,455	منافع کارکردگی
116,052	110,143	منافع ٹیکس سے پہلے
88,493	92,174	منافع ٹیکس کے بعد
9.31	9.70	آمدنی فی حصص

رواں سال کمپنی نے متعلقہ کمپنیوں کا منافع اور بعد از ٹیکس 88.493 ملین روپے کا منافع حاصل کیا جو کہ گزشتہ سال اسی مدت میں 92.174 ملین روپے تھا۔ رواں مدت کے دوران ایڈجسٹمنٹ سے پہلے کا منافع 87.145 ملین روپے ہوا جو کہ گزشتہ سال اسی مدت میں 64.553 ملین روپے تھا۔ خام مال کی قیمتوں، کم اجرت اور ایندھن کی قیمتوں میں اضافے کی وجہ سے گزشتہ سال کے مقابلے مجموعی اضافہ 25.20% سے بڑھ کر 28.25% ہوا۔ کمپنی کے بڑھتے ہوئے کاروبار کو معیار کی مصنوعات پر مسلسل زور دینے اور تمام اہم مصنوعات کی والیومٹرک فروخت میں اضافے کی وجہ قرار دیا جاسکتا ہے۔

رواں سال کے دوران کمپنی نے 1,079,324 میٹرک ٹن ایتھار کیا جو کہ گزشتہ سال 900,900 میٹر تھا۔ انتظامی سکیم کے تحت، ہماری ایک متعلقہ کمپنی بابر کی کاٹن ملز لمیٹڈ BCM، جانا نڈی مالوچو ٹیکسٹائل ملز لمیٹڈ JDM میں ضم ہو گئی ہے۔ JDM کے بورڈ آف ڈائریکٹرز نے اس انضمام کی حتمی تاریخ 04 فروری، 2022 دی تھی۔ اس انضمام کے نتیجے میں، بابر کی کے 144,421 حصص، جانا نڈی مالوچو ٹیکسٹائل میں ضم ہونے سے شیئر کیپٹل میں 32.59% سے 23.99% فیصد ہو گئے ہیں۔ جو کہ مالیاتی تفصیلات کے نوٹ نمبر 6 میں بیان کیا گیا ہے۔

مستقبل کا نقطہ نظر:

اس وقت عالمی معیشت کو مختلف چیلنجز کو سامنا ہے، جن میں مالیاتی پابندیاں، اشیاء کی قیمتوں میں اضافہ اور سلائی چین میں رکاوٹیں وغیرہ شامل ہیں۔ روس اور یوکرین کے درمیان جاری جنگ کی وجہ سے، ان چیلنجز نے عالمی افراط زر کو ہوا دی ہے اور زیادہ تر ممالک میں ترقی کے نقطہ نظر کو کم کیا ہے۔ افراط زر میں مسلسل اوپر کی طرف اضافہ بنیادی

طور پر تیل، خوراک اور دیگر بنیادی اشیاء کی مسلسل اور نمایاں اضافے کی وجہ سے تھی۔ وبائی مرض COVID-19 سے معاشی بحالی اور سپلائی میں رکاوٹوں کی وجہ سے دنیا کے کئی حصوں میں مہنگائی میں بے مثال اضافہ ہوا، جو پاکستان تک بھی پھیل گیا۔ ٹیٹ بنک آف پاکستان نے بھی پالیسی ریٹس 250 پیس پوائنٹس کا اضافہ کر کے 12.25 فیصد کر دیا ہے جس سے آنے والے مہینوں میں کاروباری ماحول کے ساتھ ساتھ کمپنی پر بھی منفی اثرات مرتب ہوں گے۔ تاہم کمپنی، درآمد شدہ مال میں خام مال میں اضافے کی وجہ سے پاک ریپہ بمقابلہ امریکی ڈالر کی برابری میں منفی اتار چڑھاؤ کے خطرے سے دوچار رہے گی۔ مختلف حالات کے باوجود کمپنی اپنے صارفین کو معیاری مصنوعات کی فراہمی اور ویلویو ایڈڈ مصنوعات پر کام کر کے بہتر اسٹاک کے ذریعے اپنے سٹیک ہولڈرز کی توقعات کو پورا کرنے کے لئے پرعزم ہے۔

شکریہ اور تعریف:

کمپنی اپنے تمام گاہکوں، حصص داران، سپلائرز، بکریز و دیگر کی مسلسل حمایت اور عزم کا شکر یہ ادا کرتی ہے۔ اپنے تمام ملازمین کی انتھک محنت، کمپنی سے وابستگی اور وفاداری کا بھی اعتراف کرتے ہیں۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے

محمد سعید احمد
شہناز سجاد احمد
چیف ایگزیکٹو

محمد سعید احمد
لیفٹنٹ جنرل (ر) علی قلی خان خانک
ڈائریکٹر

راولپنڈی

تاریخ:- 19 اپریل، 2022

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Financial Position as at March 31, 2022

		Un-audited March 31, 2022	Audited June 30, 2021
	Note	(Rupees in thousand)	
Assets			
Non-current assets			
Property, plant and equipment	5	1,256,928	1,256,023
Intangible assets		1,086	1,419
Investment in Associated Company	6	1,144,394	1,151,362
Security deposits		<u>3,794</u>	<u>3,794</u>
		2,406,202	2,412,598
Current assets			
Stores and spares		102,521	86,202
Stock-in-trade		568,248	699,441
Trade debts		377,591	209,932
Current portion of advances		0	55
Advances to employees - unsecured, considered good		5,048	12,396
Advance payments		309	14,884
Other receivables		1,986	841
Sales tax refundable		8,943	10,464
Income tax refundable, advance tax and tax deducted at source		12,746	12,954
Cash and bank balances		<u>10,186</u>	<u>15,933</u>
		1,087,578	1,063,102
		3,493,780	3,475,700
Total assets			
Equity and liabilities			
Share capital and reserves			
Authorised capital			
20,000,000 ordinary shares of Rs.10 each		<u>200,000</u>	<u>200,000</u>
Issued, subscribed and paid-up capital		<u>95,063</u>	<u>95,063</u>
Capital reserves			
- share premium		19,445	19,445
- revaluation surplus on property, plant and equipment	8	1,729,564	1,771,898
Revenue reserve			
- general reserves		654,055	654,055
- unappropriated profit		<u>381,342</u>	<u>286,390</u>
		2,879,469	2,826,851
Shareholders' equity			
Liabilities			
Non-current liabilities			
Lease liabilities		4,180	1,442
Staff retirement benefits - gratuity		87,980	77,582
Deferred taxation		61,194	50,806
		<u>153,354</u>	<u>129,830</u>
Current liabilities			
Trade and other payables	9	137,951	109,117
Unpaid dividends		3,452	3,452
Unclaimed dividends		4,779	6,087
Accrued mark-up		8,438	7,797
Short term finances		284,429	377,686
Current portion of lease liabilities		3,988	3,627
Taxation	10	<u>17,920</u>	<u>11,253</u>
		460,957	519,019
		614,311	648,849
Total liabilities			
Contingencies and commitments			
	11		
TOTAL EQUITY AND LIABILITIES		3,493,780	3,475,700

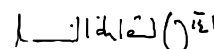
The annexed notes form an integral part of these condensed interim financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Azher Iqbal
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Cash Flows (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2022

	Nine months period ended	
	Mar. 31, 2022	Mar. 31, 2021
	Rupees in thousand	
Cash flows from operating activities		
Profit for the period - before taxation and share of profit on investments in Associated Companies	87,145	64,553
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	14,029	14,493
Depreciation on right of use of assets	3,750	3,804
Amortisation	382	382
Provision for impairment of trade debts	10,300	122
Staff retirement benefits - gratuity (net)	10,398	(836)
Lease liabilities- net	3,099	(1,947)
Impact of modification	308	(1,106)
Mark-up on bank deposits	(494)	(347)
Finance cost	26,850	26,902
Gain on foreign currency transactions	(1,666)	(1,493)
Gain on miscellaneous income	0	(961)
Gain on sale of property, plant and equipment	(1,814)	(55)
Profit before working capital changes	152,287	103,511
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets		
Stores and spares	(16,319)	830
Stock-in-trade	131,193	93,175
Trade debts	(167,659)	(34,010)
Advances	7,403	927
Advance payments	14,575	(11,200)
Prepayments and other receivables	(1,145)	(971)
Sales tax refundable	1,521	1,286
Increase in trade and other payables	28,834	38,589
	(1,597)	88,626
Cash generated from operations	150,690	192,137
Taxes paid	(10,504)	(5,155)
Net cash generated from operating activities	140,186	186,982
Cash flows from investing activities		
Fixed capital expenditure	(24,271)	(212)
Sale proceeds of property, plant and equipment	2,620	85
Intangible assets acquired	(58)	0
Mark-up received on bank deposits	494	347
Net cash (used in) / generated from investing activities	(21,215)	220
Cash flows from financing activities		
Lease rentals paid	(3,944)	(3,611)
Short term finances - net	(93,257)	(121,484)
Dividend paid	(1,308)	(207)
Finance cost paid	(26,209)	(35,100)
Net cash used in financing activities	(124,718)	(160,402)
Net increase in cash and cash equivalents	(5,747)	26,800
Cash and cash equivalents - at beginning of the period	15,933	1,894
Cash and cash equivalents - at end of the period	10,186	28,694

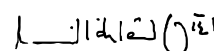
The annexed notes form an integral part of these condensed interim financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Azher Iqbal
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Changes in Equity (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2022

Share capital	Capital Reserves		Revenue Reserves		Total
	Share premium	Revaluation surplus on property, plant and equipment	General	Unappropriated profit	

----- Rupees in '000 -----

Balance as at June 30, 2021 (audited)	95,063	19,445	1,771,898	654,055	286,390	2,826,851
Total comprehensive income for the period of nine months ended March 31, 2022	0	0	0	0	88,493	88,493
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	0	0	(3,815)	0	3,815	0
Share of revaluation surplus on property, plant and equipment of Associated Companies	0	0	(38,519)	0	0	(38,519)
Effects of items directly credited in equity by Associated Companies	0	0	0	0	2,644	2,644
Balance as at March 31, 2022 (un-audited)	95,063	19,445	1,729,564	654,055	381,342	2,879,469
Balance as at July 01, 2020 - (audited)	95,063	19,445	1,783,140	654,055	203,825	2,755,528
Total comprehensive income for the period of nine months ended March 31, 2021	0	0	0	0	92,174	92,174
Surplus on revaluation of property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	0	0	(3,848)	0	3,848	0
Share of revaluation surplus on Property, plant and equipment of Associated Companies	0	0	(2,083)	0	0	(2,083)
Effects of items directly credited in equity by Associated Companies	0	0	0	0	(8,261)	(8,261)
Balance as at March 31, 2021 (un-audited)	95,063	19,445	1,777,209	654,055	291,586	2,837,358

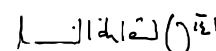
The annexed notes form an integral part of these condensed interim financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Azher Iqbal
Chief Financial Officer

Notes to the Condensed Interim Financial Information (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2022

1. Legal status and operations

Bannu Woollen Mills Ltd. (the Company) was incorporated in Pakistan as a Public Company in the year 1960 under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of woollen yarn, cloth and blankets. The Company's registered office and mills are located at D.I. Khan Road, Bannu whereas the retail outlet is located at Raja Bazar, Rawalpindi.

2. Basis of preparation

2.1. Statement of compliance

These condensed interim financial statements of the Company 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 Standards 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 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 of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2021. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3. These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017. The figures for the nine months period ended March 31, 2022, however, are unaudited.

2.4. Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for the Company's liability under defined benefit plan (gratuity), which is determined on the present value of defined benefit obligations determined by an independent actuary and property, plant and equipment at revalued amounts assessed by an independent valuer.

3. Significant accounting policies

The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Company as at and for the year ended June 30, 2021.

3.1. Initial application of standards, amendments or an interpretation to existing standards

The following amendments to existing standards have been published that are applicable to the Company's financial statements covering annual periods, beginning on or after the following dates:

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

Certain standards, amendments and interpretations to accounting standards are effective for accounting periods beginning on July 01, 2021 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

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

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after July 01, 2022 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.

4. Accounting estimates and judgements

4.1. The preparation of condensed interim financial statements in conformity with approved accounting and reporting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and incomes and expenses. Estimates, assumptions and judgements 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.

4.2. Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those were applied to the financial statements as at and for the year ended June 30, 2021.

5. Property, plant and equipment

		Un-audited March 31, 2022	Audited June 30, 2021
Note	(Rupees in thousand)		
Operating fixed assets	5.1	1,250,816	1,252,394
Capital work-in-progress		0	277
Right of use of assets	5.2	6,112	3,352
		1,256,928	1,256,023

5.1 Operating fixed assets

Book value of operating fixed assets as at June 30, 2021		1,252,394	
Additions during the period:			
- plant & machinery		7,077	
- electric fittings		483	
- computers and TV		180	
- vehicles		5,517	
		13,257	
Book value of disposals made during the period		(806)	
Depreciation charge for the period		(14,029)	
Book value as at March 31, 2022		1,250,816	

5.2 Right of use assets

Book value of right of use assets as at June 30, 2021		3,352	
Additions during the period		6,818	
Impact of modification		(308)	
Depreciation charge for the period		(3,750)	
Book value as at March 31, 2022		6,112	

BANNU WOOLLEN MILLS LIMITED

	Note	Un-audited March 31, 2022 (Rupees in thousand)
6. Investments in Associated Company - Quoted		
Janana De Malucho Textile Mills Ltd. (JDM)		
1,559,230 ordinary shares of Rs.10 each - cost		27,762
100,413 ordinary shares of Rs.10 each - merger arrangement Post merger equity held 23.99%	6.1	1,004
Post acquisition profit and other comprehensive income brought forward including effect of items directly credited in equity by JDM		386,600
Profit for the period - net of taxation		67,394
Share of revaluation surplus on property, plant and equipment		728,807
Carrying value under equity method of accounting		1,211,567
Less: impairment loss - JDM		(67,173)
		1,144,394
6.1 The JDM and Babri Cotton Mills Ltd. (BCM) had filed a joint petition before Honourable Peshawar High Court, Peshawar seeking / obtaining sanction of the court for scheme of Arrangement for Amalgamation under sections 279 to 285 of the Companies Act, 2017. As the Court has not specified any effective date of merger in its order, the Board of Directors of JDM has declared, as allowed under the merger scheme, February 04, 2022 as effective date of merger. As a result of merger, JDM has issued 100,413 ordinary shares of Rs. 10 each to the Company.		
6.2 Market values of the Company's investment in JDM as at March 31, 2022 was Rs.93.156 million (June 30, 2021: Rs.146.568 million).		
7. Trade debts - unsecured	Un-audited	Audited
	Mar. 31,	June 30,
	2022	2021
	(Rupees in thousand)	
Considered good	367,698	189,739
Considered doubtful	31,240	31,240
	398,938	220,979
Less: allowance for expected credit loss	(21,347)	(11,047)
	377,591	209,932
7.1 Provision for impairment		
Balance at beginning of the period / year	11,047	10,856
Charge for the period / year	10,300	191
Balance at end of the period / year	21,347	11,047
8. Surplus on revaluation of property, plant and equipment - net		
Surplus on revaluation of the Company's property, plant and equipment	1,000,757	1,004,572
Share of surplus on revaluation of property, plant and equipment of Associated Companies	6	767,326
	728,807	767,326
	1,729,564	1,771,898

BANNU WOOLLEN MILLS LIMITED

	Un-audited March 31, 2022	Audited June 30, 2021
9. Trade and other payables	(Rupees in thousand)	
Due to a related party - Gammon Pakistan Ltd.	170	150
Creditors	16,916	4,835
Advances from customers - contract liabilities	0	3,330
Security deposits - interest free, repayable on demand	8,700	8,700
Accrued expenses	92,952	79,508
Due to Waqf-e-Kuli Khan	4,914	2,941
Tax deducted at source	27	10
Staff retirement benefits (gratuity) due but unpaid	1,273	1,407
Workers' (profit) participation fund	5,952	1,166
Workers' welfare fund	6,869	5,052
Others	178	2,018
	137,951	109,117

10. Taxation - net

Opening balance	11,253	
Add: provision made during the period		
- current	17,190	
- prior year	(19)	
Less: payments / adjustments made during the period against completed assessment	10,504	
Closing balance	17,920	

10.1 Income tax assessments of the Company have been completed upto the tax year 2021 i.e. accounting year ended June 30, 2021.

10.2 There has been no significant change in status of taxation matters during current period as detailed in notes 23.2 to 23.8 to the audited financial statements of the Company for the year ended June 30, 2021.

10.3 Income tax expense is recognised in each interim period based on best estimate. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate changes.

11. Contingencies and commitments

There has been no significant change in the status of contingencies during the current period as disclosed in the audited financial statements of the Company for the year ended June 30, 2021.

	Un-audited Mar. 31, 2022	un-audited Mar. 31, 2021
12. Taxation	(Rupees in thousand)	
- current	17,190	11,222
- prior year	(19)	0
- deferred	10,388	6,747
	27,559	17,969

13. Transactions with related parties

13.1 Significant transactions with related parties during the period were as follows:

	Nine months period ended	
	March 31, 2022	March 31, 2021
	Rupees in thousand	
i) Associated Companies		
Expenses shared	1,985	3,172
Rent of marketing office	2,145	1,838
Rent of internal audit office	235	113
Purchase of raw materials	8,999	1,527
ii) Key management personnel		
Salary and other employment benefits	56,329	46,329
13.2 Period-end balance was as follows:		
Payable to Gammon Pakistan Ltd. (grouped under trade and other payables)	170	112

14. Financial risk management

14.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2021.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2021.

14.2 Fair value estimation

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Further, there were no reclassifications of financial assets.

15. Corresponding figures

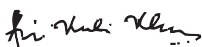
The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2021, whereas the comparative condensed interim statement of profit or loss & other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended March 31, 2021.

16. Date of authorisation for issue

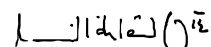
These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on April 19, 2022.



Shahnaz Sajjad Ahmad
Chief Executive



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Director



Azher Iqbal
Chief Financial Officer

If undelivered please return to
Share Department
BANNU WOOLLEN MILLS LIMITED
D.I. Khan Road, BANNU
Phone # 0928-612274