



THATTA CEMENT
COMPANY LIMITED

REPORT
DECEMBER 2023



CONTENTS

Vision & Mission	2
Company Information	3
Directors' Review	4
Auditor's Review Report	7
Condensed Interim Unconsolidated Financial Statements	8
Condensed Interim Consolidated Financial Statements	25

Vision

To transform the Company into a modern and dynamic cement manufacturing unit fully equipped to play a meaningful role on sustainable basis in the economy of Pakistan.

Mission

To provide quality products to customers at competitive prices; and
To generate sufficient profit to add to the shareholder's value.

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Khawaja Muhammad Salman Younis
Mr. Kamran Munir Ansari
Ms. Naheed Memon
Mr. Noor Muhammad
Mr. Saleem Zamindar
Mr. Alamuddin Bullo
Ms. Shaista Bano Gilani

Chairman
Chief Executive
Director
Director
Director
Director
Director

AUDIT COMMITTEE

Ms. Naheed Memon
Mr. Khawaja Muhammad Salman Younis
Mr. Saleem Zamindar

Chairperson
Member
Member

IT STEERING COMMITTEE

Mr. Khawaja Muhammad Salman Younis
Mr. Kamran Munir Ansari
Mr. Muhammad Abid Khan

Chairman
Member
Member

CHIEF FINANCIAL OFFICER

Mr. Muhammad Abid Khan

REGISTERED OFFICE

CL/5-4 State Life Building # 10,
Abdullah Haroon Road, Karachi, Pakistan.
UAN: 0092-21-111-842-82
Fax no.: 0092-21-35665976-77
Website: www.thattacement.com
E-mail: info@thattacement.com

COMPANY SECRETARY

Mr. Muhammad Abid Khan

STATUTORY AUDITOR

M/s BDO Ebrahim & Co., Chartered Accountants

FACTORY

Ghulamullah Road, Makli,
District Thatta, Sindh 73160

CORPORATE ADVISOR

M/s Sharjeel Ayub & Co., Chartered Accountants

LEGAL ADVISOR

M/s Usmani & Iqbal

SHARE REGISTRAR

THK Associates (Pvt) Limited
Plot # 32-C, Jami Commercial
Street 2, Phase-VII, DHA,
Karachi, Pakistan.
UAN: 021-111-000-322
Fax: 021-35655595
Website: www.thk.com.pk

BANKERS - CONVENTIONAL

National Bank of Pakistan
Sindh Bank Limited
Bank Makramah Limited
MCB Bank Limited
Bank Al Habib Limited
Allied Bank Limited
Bank Alfalah Limited

DIRECTORS' REVIEW

The Board of Directors is pleased to present its review together with the un-audited condensed interim financial statements for the half year ended December 31, 2023.

OVERVIEW

Production and dispatch statistics for the half year ended December 31, 2023 are as follows:

Description	December 31, 2023	December 31, 2022	Variance	
	-----Metric Tons-----			%
<u>Production</u>				
Clinker	147,345	189,613	(42,268)	(22.29)
Cement	222,987	211,049	11,938	5.66
<u>Dispatches</u>				
Clinker	4,455	-	4,455	100
Cement	225,843	214,741	11,102	5.17

During the first half of fiscal year 2024, the country faced considerable challenges while navigating through economic volatility. Inflation soaring to 29% led to elevated interest rates, while adjustments to petrol and gas tariffs in line with IMF guidelines further strained businesses. The State Bank of Pakistan (SBP) has maintained a policy rate of 22%, with any future reductions contingent upon a decline in inflation. The government's rigorous measures against smuggling and illegal currency outflows yielded favorable results, contributing to the stabilization of the exchange rate.

However, in the second quarter, the Company's performance picked up which resulted in increase of 5.17% in local cement dispatches in comparison with the corresponding period of last year.

The Company achieved 44.65% overall clinker production capacity by producing 147,345 tons of clinker against 57.46% capacity utilization with clinker production of 189,613 tons in the same period of last year.

INDUSTRY REVIEW

During the first half of fiscal year 2024, the local demand for cement in Pakistan experienced a modest growth of 1.0%, reaching 20.24 million tons compared to 20.03 million tons in the same period last year. Additionally, exports saw a significant surge, increasing by 110.7% to reach 3.65 million tons, up from 1.7 million tons in the previous year. This resulted in an overall industry volume growth of 9.8%, reaching 23.89 million tons, compared to 21.76 million tons in the same period last year. The increase in sales volumes can be attributed to the improved viability of exports and a lower base of domestic sales the previous year, which were impacted by adverse weather conditions and an economic slowdown.

SALES REVIEW

During the period under review, local sales of the Company, in terms of volume increased by 5.17% as compared to the corresponding period of last year. By the Grace of Allah Almighty, the Company achieved 29.88% increase in sales revenue as compared to the corresponding period, due to substantial increase in the retention price.

FINANCIAL REVIEW

A comparison of the financial results of the Company's performance for the half year ended December 31, 2023 with the same period last year is as under:

Particulars	December 31, 2023	December 31, 2022
	Rupees in thousands	
Sales – net	3,123,967	2,405,214
Gross Profit/(Loss)	661,069	44,998
Selling and Distribution Cost	27,703	40,712
Finance Cost	28,773	26,552
Profit/(Loss) before taxation	634,489	(8,533)
Profit/(Loss) for the quarter	358,084	(6,235)
Earnings/(Loss) per share (Rupees)	3.64	(0.06)

During the period gross profit margin improved significantly, rising from 1.87% to 21.16% compared to the same period in the previous year. The Company earned a profit before tax of Rs. 634.49 million.

(i) Sales Performance

Sales revenue of the Company during the period in value terms posted an increase of 29.88%, mainly due to appreciation in local sales of cement as a result of better market penetration strategy.

(ii) Cost of Sales

Cost to Sales ratio decreased to 78.84% during the period as compared to 98.13% of the corresponding period of last year. The primary factor contributing to the reduction is the company's transition to utilizing cheaper domestic coal sources.

(iii) Selling and Distribution

Selling and Distribution cost decreased by 31.95% as compared to the same period last year.

FUTURE OUTLOOK

In current fiscal year 2023-24, Pakistan continues to face significant political and economic challenges, casting a somewhat gloomy outlook. The nation finds itself navigating a complex economic situation marked by global economic downturn repercussions, soaring inflation rates, limited financial resources, and environmental disasters.

Additionally, the ongoing Palestinian conflict has the potential to have far-reaching repercussions for global economies. The full extent of the conflict's impact is expected to become clearer over time.

PERFORMANCE OF THE GROUP


A brief of the financial position and performance of the Group for the half year ended December 31, 2023 are as follows.

	December 31, 2023	June 30, 2023
	------(Rupees in thousands)-----	
Statement of Financial Position		
Property, plant and equipment	3,870,956	3,811,303
Stock-in-Trade	261,053	926,376
Trade Debts	853,850	969,709
Total Equity - Holding Company	4,299,032	4,186,946
Trade and Other payables	980,346	1,165,830

	December 31, 2023	December 31, 2022
	------(Rupees in thousands)-----	
Statement of Profit or Loss		
Sales - net	3,154,609	2,491,965
Gross Profit	625,113	147,218
Selling, Distribution cost & Administrative Expense	116,677	116,494
Profit/(Loss) before taxation	537,132	(21,526)
Profit/(Loss) after taxation	244,855	(21,041)
Earnings per share (in Rupees)	2.92	(0.16)

ACKNOWLEDGEMENT

The Directors are grateful to the Company's shareholders, financial institutions and customers for their continued cooperation, support and patronage. The Directors acknowledge and appreciate the relentless efforts and dedicated services, team work, loyalty and hard work of all the employees of the Company and hope their unrelenting dedication shall further consolidate the Company and keep it abreast to face future challenges, developments and demands.



Kamran Munir Ansari
Chief Executive



Khawaja Muhammad Salman Younis
Chairman

Karachi: February 22, 2024

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS TO THE MEMBERS

Introduction

We have reviewed the accompanying condensed interim unconsolidated statement of financial position of **THATTA CEMENT COMPANY LIMITED** ("the Company") as at December 31, 2023 and the related condensed interim unconsolidated statement of profit or loss, the condensed interim unconsolidated statement of comprehensive income, the condensed interim unconsolidated statement of cash flows, the condensed interim unconsolidated statement of changes in equity and notes to the condensed interim unconsolidated financial statements for the six-month period then ended (here-in-after referred as the "interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim unconsolidated financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim unconsolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim unconsolidated financial statements as at and for the six-month period ended December 31, 2023 are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matters

The figures for the quarters ended December 31, 2023 and December 31, 2022 in the condensed interim unconsolidated statement of profit or loss and condensed interim unconsolidated statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditor's report is Tariq Feroz Khan.

KARACHI

DATED: 22 FEB 2024

UDIN: RR202310166WrzCqyNu9



BDO EBRAHIM & Co
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

**CONDENSED INTERIM
UNCONSOLIDATED
FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
DECEMBER 31, 2023**

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	(Rupees in thousands)	
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	6	1,954,459	1,838,811
Intangibles	7	3,510	4,095
Long term investment in subsidiary	8	299,158	299,158
Long term deposits		5,125	5,125
		2,262,252	2,147,189
CURRENT ASSETS			
Stores, spare parts and loose tools	9	220,756	187,776
Stock-in-trade	10	252,623	933,536
Trade debts	11	325,339	424,518
Advances		59,615	48,104
Deposits and prepayments		25,964	5,542
Short term investment	12	1,266,865	223,715
Other receivables and accrued mark-up	13	69,509	16,430
Gratuity Fund asset		23,100	23,100
Taxation - net		-	66,000
Cash and bank balances	14	481,058	667,071
		2,724,829	2,595,792
TOTAL ASSETS		4,987,081	4,742,981
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital	15	2,000,000	2,000,000
Issued, subscribed and paid-up capital	15	897,181	997,181
Capital reserve		99,718	99,718
Revenue reserve		2,170,585	1,887,810
		3,167,484	2,984,709
NON - CURRENT LIABILITIES			
Long term deposits		17,137	2,787
Employee benefits		19,536	19,694
Deferred taxation		285,714	278,073
		322,387	300,554
CURRENT LIABILITIES			
Trade and other payables	16	1,096,507	1,236,387
Unclaimed dividend		1,957	1,957
Taxation - net		189,486	-
Accrued mark-up		12,634	12,765
Short term borrowings		196,626	206,609
		1,497,210	1,457,718
TOTAL EQUITY AND LIABILITIES		4,987,081	4,742,981

CONTINGENCIES AND COMMITMENTS

17

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
(Rupees in thousands)					
Sales - net	18	3,123,967	2,405,214	1,653,434	1,472,849
Cost of sales	19	(2,462,898)	(2,360,216)	(1,206,523)	(1,383,083)
Gross profit		661,069	44,998	446,911	89,766
Selling and distribution cost		(27,703)	(40,712)	(14,304)	(21,625)
Administrative expenses		(84,285)	(71,892)	(44,802)	(35,123)
		549,081	(67,606)	387,805	33,018
Other operating expenses		(47,111)	(3,094)	(32,194)	(3,094)
Expected credit loss allowance		(18,821)	-	(18,821)	-
Other income		180,113	88,719	110,855	48,186
Operating profit		663,262	18,019	447,645	78,110
Finance cost		(28,773)	(26,552)	(14,109)	(11,025)
Profit / (loss) before taxation		634,489	(8,533)	433,536	67,085
Taxation					
Current		(256,326)	(30,450)	(191,130)	(18,636)
Prior		(12,438)	38	(12,438)	38
Deferred		(7,641)	32,710	6,804	(816)
		(276,405)	2,298	(196,764)	(19,414)
Profit / (loss) for the period		358,084	(6,235)	236,772	47,671
			Restated		Restated
Earnings / (loss) per share - basic and diluted (Rupee)	20	3.64	(0.06)	2.41	0.48

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE
INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	(Rupees in thousands)			
Profit / (loss) for the period	358,084	(6,235)	236,772	47,671
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	358,084	(6,235)	236,772	47,671

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

		Half year ended	
		December 31, 2023	December 31, 2022
Note		------(Rupees in thousands)-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
	Profit / (loss) before taxation	634,489	(8,533)
	Adjustment for:		
	Depreciation on property, plant and equipment	6.1 57,382	60,284
	Depreciation on right-of-use-assets	-	3,766
	Amortization on intangibles	585	585
	Provision for slow moving and obsolete stores and impairment of major stores and spares	-	4,223
	Finance cost	28,773	26,552
	Provision for gratuity	-	10,017
	Provision for leave encashment	1,371	2,737
	Provision for expected credit loss allowance	18,821	-
	Workers' Welfare Fund	12,949	-
	Workers' Profit Participation Fund	34,076	-
	Lease Cancellation Reversal	-	(2,247)
	Other charge /(reversal)	574	(1,403)
	Gain on sale of property, plant and equipment	(32,598)	(377)
		121,933	104,136
	Operating cash flows before working capital changes	756,422	95,603
	(Increase) / decrease in current assets		
	Stores, spare parts and loose tools	(32,980)	(31,702)
	Stock-in-trade	680,913	55,851
	Trade debts	80,358	(119,890)
	Advances	(11,511)	11,430
	Deposits and prepayments	(20,422)	(21,619)
	Other receivable and accrued mark-up	(53,079)	(24,065)
		643,279	(129,995)
	(Decrease) / increase in current liabilities		
	Trade and other payables	(159,886)	227,708
	Cash generated from operations	1,239,815	193,316
	Finance cost paid	(27,038)	(23,855)
	Gratuity paid	-	(9,998)
	Lease rentals paid	-	(1,554)
	Leave encashment paid	(1,529)	(903)
	Workers' Welfare Fund paid	(8,015)	(3,498)
	Workers' Profit Participation Fund paid	(21,445)	(7,202)
	Income tax paid	(13,278)	(10,106)
	Net cash generated from operating activities	1,168,510	136,200

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

		Half year ended	
		December 31, 2023	December 31, 2022
Note		------(Rupees in thousands)-----	
CASH FLOWS FROM INVESTING ACTIVITIES			
Addition in capital expenditure		(173,029)	(31,787)
Short term investment		(1,043,150)	25,000
Loan to the subsidiary		-	95,846
Long term deposit - liabilities		14,350	(1,300)
Proceeds from sale of property, plant and equipment		32,598	377
Net cash used in / (generated from) investing activities		(1,169,231)	88,136
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		-	(15)
Buy back of shares		(175,309)	-
Net cash used in financing activities		(175,309)	(15)
Net (decrease) / increase in cash and cash equivalents		(176,030)	224,321
Cash and cash equivalents at the beginning of the period		460,462	15,890
Cash and cash equivalents at the end of the period		284,432	240,211
CASH AND CASH EQUIVALENTS			
Cash and bank balances	14	481,058	451,087
Short term borrowings		(196,626)	(210,876)
		284,432	240,211

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR


THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Share capital	Capital reserves	Revenue reserve	Total
		Share premium	Accumulated profit	
	(Rupees in thousands)			
Balance as at July 1, 2022 (audited)	997,181	997,181	1,643,410	2,740,309
Total comprehensive income for the period ended December 31, 2022				
Loss for the period	-	-	(6,235)	(6,235)
Other comprehensive income	-	-	-	-
	-	-	(6,235)	(6,235)
Balance as at December 31, 2022 (unaudited)	<u>997,181</u>	<u>99,718</u>	<u>1,637,175</u>	<u>2,734,074</u>
Balance as at July 1, 2023 (audited)	997,181	99,718	1,887,810	2,984,709
Total comprehensive income for the period ended December 31, 2023				
Profit for the period	-	-	358,084	358,084
Other comprehensive income	-	-	-	-
Buy back of shares during the period	(100,000)	-	(75,309)	(175,309)
	(100,000)		282,775	182,775
Balance as at December 31, 2023 (unaudited)	<u>897,181</u>	<u>99,718</u>	<u>2,170,585</u>	<u>3,167,484</u>

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2023

1 STATUS AND NATURE OF BUSINESS

Thatta Cement Company Limited ("the Company") was incorporated in Pakistan in 1980 as a public limited company under the repealed Companies Act, 1913 (now the Companies Act, 2017) and is listed on Pakistan Stock Exchange. The Company's main business activity is manufacturing and marketing of cement.

The Company owns 62.43% shareholding of Thatta Power (Private) Limited (the Subsidiary Company). Thatta Power (Private) Limited has only class of shares and all shares have equal voting rights. The principal business of the Subsidiary Company is generation and supply of electric power.

These financial statements represent standalone financial statements of the Company in which investment in subsidiary has been accounted for at cost less accumulated impairment losses, if any. Details of investment held by the Company in the Subsidiary Company has been given in note 8.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is situated at CL 5/4, State Life Building-10, Main Abdullah Haroon Road Karachi, Pakistan. The production facility of the Company comprises of 233 acres and is located at Ghulamullah Road, Makli, District Thatta, Sindh, Pakistan.

3 BASIS OF PREPARATION

3.1 Statement of compliance

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

These condensed interim unconsolidated financial statements for the half year ended December 31, 2023 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 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.

3.2 These condensed interim unconsolidated financial statements do not include all the statements 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, 2023 which have been prepared in accordance with 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.

3.3 The comparative unconsolidated statement of financial position presented in these condensed interim unconsolidated financial statements has been extracted from the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2023, whereas the comparative condensed interim unconsolidated statement of profit or loss, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of cash flows and condensed interim unconsolidated statement of changes in equity are extracted from the unaudited condensed interim unconsolidated financial statements for the half year ended December 31, 2022.

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2023

3.4 Basis of measurement

These condensed interim unconsolidated financial statements have been prepared under the historical cost convention unless stated otherwise.

3.5 Functional and presentation currency

These condensed interim unconsolidated financial statements have been presented in Pakistani Rupee, which is the functional and presentation currency of the Company.

The figures have been rounded off to the nearest thousand of Rupees.

4 MATERIAL ACCOUNTING POLICIES AND CHANGES THEREIN

The accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are same as those for the preceding annual financial statements for the year ended June 30, 2023.

4.1 Initial application of standards, amendments or an interpretation to existing standards

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

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on July 01, 2023, but are considered not to be relevant or expected 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 1, 2024, but are considered not to be relevant or expected to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.

5 ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make certain judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2023.

6 PROPERTY, PLANT AND EQUIPMENT

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	(Rupees in thousands)	
Operating fixed assets	6.1	1,732,529	1,756,027
Major stores and spares	6.2	63,569	65,145
Capital work in progress	6.3	158,361	17,639
		1,954,459	1,838,811

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2023

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	(Rupees in thousands)	
6.1 Operating fixed assets			
Opening net book value (NBV)		1,756,027	1,791,462
Additions during the period / year at cost	6.1.1	34,068	103,913
		1,790,095	1,895,375
Depreciation charge for the period / year		(57,382)	(137,749)
Disposal / write off during the period / year		(184)	(1,599)
		(57,566)	(139,348)
Closing net book value (NBV)		1,732,529	1,756,027
6.1.1 Detail of additions (at cost) during the period / year are as follows:			
Office building on freehold land		-	769
Plant and machinery		24,313	19,656
Electrical installations		104	77,485
Laboratory equipment		-	1,452
Furniture and fixtures			1,989
Computers		1,139	2,562
Vehicles		8,512	-
		34,068	103,913
6.2 Major stores and spares			
Cost			
Opening balance		112,243	108,319
Additions during the period / year		36,594	17,253
Transferred during the period / year		(38,170)	(13,329)
Closing balance		110,667	112,243
Accumulated impairment			
Opening balance		(47,098)	(42,448)
Impairment charge for the period / year		-	(4,650)
Closing balance		(47,098)	(47,098)
Net book value		63,569	65,145
6.3 Capital work in progress			
Work in progress	6.3.1	158,361	17,639
6.3.1 Movement of capital work in progress:			
Opening Balance		17,639	62,730
Additions during the period / year		145,709	42,980
Transfers during the period / year		(4,987)	(88,071)
Closing Balance		158,361	17,639

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2023

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	(Rupees in thousands)	
7	INTANGIBLES		
	Movement during the period / year is as follows:		
	ERP Software		
	Net carrying value basis		
	Opening net book value (NBV)	4,095	5,265
	Amortization	(585)	(1,170)
	Closing net book value (NBV)	<u>3,510</u>	<u>4,095</u>
	Gross carrying value basis		
	Cost	5,850	5,850
	Accumulated amortization	(2,340)	(1,755)
	Net book value	<u>3,510</u>	<u>4,095</u>
	Amortization rate per annum	<u>20%</u>	20%
7.1	Amortization charged on ERP software has been allocated to administrative expenses amounting to Rs. 0.585 million (June 30, 2023: Rs. 1.17 million).		
8	LONG TERM INVESTMENT IN SUBSIDIARY COMPANY		
	Thatta Power (Private) Limited (TPPL)	8.1 & 8.2	<u>299,158</u>
	Thatta Power (Private) Limited (TPPL)		<u>299,158</u>
	Total Number of shares ordinary shares	47,915,830	47,915,830
	Number of ordinary share Company hold	<u>29,915,810</u>	<u>29,915,810</u>
	Company's holding percentage	<u>62.43%</u>	<u>62.43%</u>
8.1	The Company owns 62.43% shareholding of TPPL as at December 31, 2023 (June 30, 2023: 62.43%). The principal business of the Subsidiary Company is generation and sale of electric power. At December 31, 2023, TPPL has authorized and issued share capital of Rs.500 million (June 30, 2023: Rs.500 million).		
8.2	Thatta Cement Company Limited has pledged its investment in shares of TPPL in favor of National Bank of Pakistan (NBP) as the security trustee against syndicate term finance facility extended by NBP and other syndicated banks of TPPL.		
9	STORES, SPARE PARTS AND LOOSE TOOLS		
	Coal and other fuels	45,084	34,253
	Stores and spare parts	222,513	200,299
	Loose tools	64	129
		<u>267,661</u>	<u>234,681</u>
	Provision for obsolete stores	(3,833)	(3,833)
	Provision for slow moving stores and spares	(43,072)	(43,072)
		<u>(46,905)</u>	<u>(46,905)</u>
		<u>220,756</u>	<u>187,776</u>

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2023

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	(Rupees in thousands)	
10	STOCK-IN-TRADE		
Raw material		25,030	26,029
Packing material		37,283	76,089
Work-in-process		136,955	737,889
Finished goods		53,355	93,529
		252,623	933,536
11	TRADE DEBTS		
Considered good			
Local - unsecured		344,160	424,751
Considered doubtful			
Local - unsecured		75,340	75,107
		419,500	499,858
Allowance for expected credit losses	11.1	(94,161)	(75,340)
		325,339	424,518
11.1	Allowance for expected credit losses		
Balance at beginning of the period / year		75,340	75,107
Allowance for expected credit losses		18,821	233
Balance at end of the period / year		94,161	75,340
12	SHORT TERM INVESTMENT		
Term Deposit Receipt (TDR)	12.1	1,266,865	223,715
12.1	At December 31, 2023, the Company holds term deposit receipt carrying profit rate of 16.126% to 22.5% (June 30, 2023: 14.5%) per annum and will mature maximum by April 11, 2024.		
13	This includes interest receivable from TDRs amounting to Rs. 57.520 million.		
14	CASH AND BANK BALANCES		
Cash in hand			
Local currency		500	400
Foreign currencies		4,174	4,260
		4,674	4,660
Cash at bank			
Current account		44,034	2,404
Profit and loss sharing (PLS) accounts	14.1	432,350	660,007
		476,384	662,411
		481,058	667,071
14.1	During the period, the profit rates on PLS accounts is 20.5% (June 30, 2023: 14.5% to 19.5%) per annum.		

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2023

15 SHARE CAPITAL

December 31, 2023 (Un-audited)	June 30, 2023 (Audited)		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
Number of shares		Note	(Rupees in thousands)	
Authorised share capital				
200,000,000	200,000,000	Ordinary shares of Rs. 10/- each	2,000,000	2,000,000
89,418,125	89,418,125	Ordinary shares of Rs. 10/- each shares allotted for consideration paid in cash	894,181	894,181
10,300,000	10,300,000	Ordinary shares of Rs. 10/- each shares allotted for consideration other than cash	103,000	103,000
(10,000,000)	-	Treasury shares	(100,000)	-
89,718,125	99,718,125		897,181	997,181

15.1 The Company has only one class of ordinary shares which carries no right to fixed income. The shareholders are entitled to receive dividend as declared from time to time and are entitled to one vote per share at Annual General Meetings (AGM) of the Company. All shares rank equally with regard to the Company's residual assets.

15.2 In the Annual General Meeting held on October 26, 2023, It was hereby approved to purchase upto 15 million ordinary shares of the company under Buy Back scheme pursuant to section 88 of the Companies Act 2017 read with Buy Back Regulations. The Buy Back is being made through Pakistan Stock Exchange Limited at the spot/current price. As on reporting date, the Company has purchased 10 million ordinary shares which are disclosed as Treasury Shares in the notes to the Financial statements. Subsequent to the period ended December 31, 2023, the Company has managed to purchase the remaining 5 million shares.

16 TRADE AND OTHER PAYABLES

Trade creditors	209,114	372,411
Accrued liabilities	329,123	304,060
Royalty payable	187,833	155,345
Contract liability	169,228	267,867
Excise duty and sales tax payable	145,552	100,659
Workers' Profit Participation Fund	34,076	19,579
Workers' Welfare Fund	12,949	7,440
Other liabilities	8,632	9,026
	1,096,507	1,236,387

17 CONTINGENCIES AND COMMITMENTS

17.1 Contingencies

The status of contingencies as disclosed in annual audited unconsolidated financial statements for the year ended June 30, 2023 are same as at December 31, 2023.

17.2 Commitments

17.2.1 Guarantee given by a commercial bank to Sui Southern Gas Company Limited on behalf of the Company amounts to Rs. 45 million (June 30, 2023: Rs. 45 million).

17.2.2 Other outstanding guarantees given on behalf of the Company by banks amount to Rs. 123.715 million (June 30, 2023: Rs. 223.715 million).

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
------(Rupees in thousands)-----				
18 SALES - NET				
Gross Sales				
Local	4,182,844	3,185,105	2,205,213	1,927,078
Export	-	-	-	-
	4,182,844	3,185,105	2,205,213	1,927,078
Less:				
Federal excise duty	(460,594)	(322,112)	(240,612)	(186,681)
Sales tax	(598,283)	(457,779)	(311,167)	(267,548)
	(1,058,877)	(779,891)	(551,779)	(454,229)
	3,123,967	2,405,214	1,653,434	1,472,849
18.1 Company's revenue disaggregated by primary geographical markets is as follows:				
Sale of cement and clinker				
Primary geographical markets				
Within Pakistan	3,123,967	2,405,214	1,653,434	1,472,849
Outside Pakistan	-	-	-	-
	3,123,967	2,405,214	1,653,434	1,472,849
18.2 Company's revenue disaggregated by pattern / timing of revenue recognition is as follows:				
Timing of revenue recognition				
Goods transferred at a point in time	3,123,967	2,405,214	1,653,434	1,472,849
19 COST OF SALES				
Raw material consumed	132,130	165,115	74,645	106,594
Clinker purchase	-	-	-	-
Manufacturing expenses:				
Fuel and power	1,134,988	1,677,809	561,197	1,122,299
Salaries, wages and other benefits	206,293	171,865	111,224	85,486
Depreciation	55,571	58,391	32,418	37,271
Packing material consumed	173,702	142,965	89,890	88,542
Stores, spare parts and loose tools consumed	80,528	50,309	34,592	29,290
Vehicle hire, running and maintenance	12,738	13,050	6,123	6,667
Repairs and maintenance	4,675	5,141	2,520	2,984
Insurance	16,761	12,271	7,968	6,142
Other production overheads	1,980	3,006	944	2,312
Communication	976	1,145	414	747
Entertainment	1,448	723	968	429
Provision for slow moving and obsolete stores and spares	-	4,223	-	4,223
	1,689,660	2,140,898	848,258	1,386,392
Cost of production	1,821,790	2,306,013	922,903	1,492,986
Work-in-process				
Opening balance	737,889	415,294	394,261	266,484
Closing balance	(136,955)	(386,868)	(136,955)	(386,868)
	600,934	28,426	257,306	(120,384)
Cost of goods manufactured	2,422,724	2,334,439	1,180,209	1,372,602

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	------(Rupees in thousands)-----			
Finished goods				
Opening balance	93,529	59,425	79,669	44,129
Closing balance	(53,355)	(33,648)	(53,355)	(33,648)
	40,174	25,777	26,314	10,481
	2,462,898	2,360,216	1,206,523	1,383,083

20 EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED

Profit / (loss) for the period	358,084	(6,235)	236,772	47,671
		Restated		Restated
Weighted average number of ordinary shares	98,297,931	98,297,931	98,297,931	98,297,931
		Restated		Restated
Basic earnings / (loss) per share (Rupee in thousands)	3.64	(0.06)	2.41	0.48

There is no dilutive effect on the basic earnings / (loss) per shares of the Company during the reporting period.

- 20.1 The basic earnings / (loss) per share of the comparative periods have been restated due to purchase of treasury shares during the period

21 RELATED PARTY TRANSACTIONS & BALANCES

The related parties comprises of associated undertakings, directors of the Company, key management personnel and staff retirement funds. The Company continues to have a policy whereby all transactions with related parties are entered into at commercial terms and conditions except for Service Level Agreement for business support services with the Subsidiary Company for which the basis are approved by the Board of Directors. Further, contribution to defined contribution plan (provident fund) is made as per the terms of employment and trust deed. Detail of transactions during the period ended December 31, 2023 and outstanding balances as at December 31, 2023 with related parties are as follows: '

21.1 Transactions with related parties

Subsidiary Company

Thatta Power (Private) Limited

Common shared expenses	2,748	2,328	1,327	1,067
Receipts for common shared expenses	2,315	5,459	467	5,459
(Purchase) / sale of store items - net	(332)	(668)	(785)	(140)
(Payment) / receipts of store items - net	(633)	(335)	(1,356)	(335)
Purchase of electricity (inclusive of GST)	510,803	365,165	203,691	184,838
Payment for electricity (inclusive of GST)	459,179	455,120	172,909	254,577
Management fee claimed (inclusive of SST)	17,586	15,987	8,793	7,993
Management fee received (inclusive of SST)	14,122	37,303	2,931	37,303
Sale / (Adjustment) of waste heat	2,457	17,602	(4,676)	12,115
Receipt for sale of waste heat	15,541	38,758	4,704	38,758
Loan disbursed	-	54,192	-	-
Receipt on account of loan	-	150,038	-	150,038
Interest accrued on loan	-	11,550	-	5,670
Receipt of interest accrued	-	19,508	-	19,508

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
------(Rupees in thousands)-----				
Key management personnel				
Salaries and benefits	54,598	41,662	23,766	22,793
Other related parties				
Contribution to Gratuity Fund	-	10,000	-	-
Contribution to Provident Fund	6,474	5,030	3,182	2,055
Education expense - Model tarbiat school	2,305	2,279	1,248	1,045
			December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
			(Rupees in thousands)	

21.2 Balances with related parties

Subsidiary Company

Thatta Power (Private) Limited

Payable against purchase of electricity (inclusive of GST)	265,573	213,949
Receivable against management fee (inclusive of SST)	8,792	5,328
Receivable against common shared expenses	1,328	895
Receivable against sale of store items - net	111	722
(Payable) / receivable against sale of waste heat (inclusive of GST)	(4,670)	8,414
Other related parties		
(Receivable) / Payable to Gratuity Fund	(23,100)	(23,100)

21.3 There are no transactions with key management personnel other than under their terms of employment.

22 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited unconsolidated financial statements for the year ended June 30, 2023.

23 FAIR VALUE MEASUREMENT - FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in the condensed interim unconsolidated financial statements approximate their fair values. Fair value is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices (Unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset either directly or derived from prices.

Level 3: inputs for the asset or liability that are not based on observable market data (unadjusted) inputs.

As of the reporting date, none of the financial instruments of the Company are carried at fair value.

The carrying values of all financial assets and liabilities reflected in these condensed interim financial statements approximate their fair values.

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Transfers during the period

During the period ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurement and into or out of Level 3 fair value measurements.

24 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim unconsolidated financial statements have been authorized for issue on February 22, 2024 by the Board of Directors of the Company.

25 GENERAL

Amounts have been rounded off to the nearest thousands of rupees unless otherwise stated.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

**CONDENSED INTERIM
CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
DECEMBER 31, 2023**

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	(Rupees in thousands)	
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	5	3,870,056	3,811,303
Intangible Asset	6	3,510	4,095
Long term deposits		5,125	5,125
		3,878,691	3,820,523
CURRENT ASSETS			
Stores, spare parts and loose tools	7	254,885	223,534
Stock-in-trade	8	261,053	926,376
Trade debts	9	853,850	969,709
Short term investment		1,316,865	323,715
Advances		65,842	50,027
Deposits and prepayments		252,179	231,744
Other receivables and accrued mark-up		137,535	25,050
Gratuity Fund asset		23,100	23,100
Short term loan		300,000	300,000
Taxation - net		24,033	103,284
Cash and bank balances		493,857	684,452
		3,983,199	3,860,991
TOTAL ASSETS		7,861,890	7,681,514
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital	10	2,000,000	2,000,000
Share capital	10	897,181	997,181
Share premium		99,718	99,718
Accumulated profit		3,302,133	3,090,047
Equity attributable to the owners of the Holding Company		4,299,032	4,186,946
Non-controlling interests		862,304	904,844
		5,161,336	5,091,790
NON - CURRENT LIABILITIES			
Long term deposits		17,137	2,787
Employee benefits		19,536	19,694
Deferred taxation		285,714	278,073
		322,387	300,554
CURRENT LIABILITIES			
Trade and other payables	11	980,346	1,165,830
Unclaimed dividend		1,957	1,957
Accrued mark-up		258,424	163,445
Current maturity of long term financing		751,329	751,329
Taxation - net		189,486	-
Short term borrowings		196,626	206,609
		2,378,168	2,289,170
TOTAL EQUITY AND LIABILITIES		7,861,890	7,681,514
CONTINGENCIES AND COMMITMENTS			
	12		

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


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR

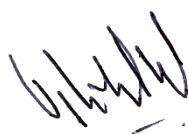
THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	Note	Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		(Rupees in thousands)			
Sales - net	13	3,154,609	2,491,965	1,658,984	1,496,589
Cost of sales	14	(2,529,496)	(2,344,747)	(1,317,284)	(1,346,190)
Gross profit		625,113	147,218	341,700	150,399
Selling and distribution cost		(27,703)	(40,712)	(14,304)	(21,625)
Administrative expenses		(88,974)	(75,782)	(46,233)	(36,026)
		508,436	30,724	281,163	92,748
Other operating expenses		(47,111)	(3,094)	(32,194)	(3,094)
Expected credit loss allowance		(18,821)	-	(18,821)	-
Other income		218,512	54,072	136,367	31,252
Operating profit		661,016	81,702	366,515	120,906
Finance cost		(123,884)	(103,228)	(61,270)	(49,454)
Profit / (loss) before taxation		537,132	(21,526)	305,245	71,452
Taxation					
Current		(272,198)	(32,263)	(199,147)	(20,376)
Prior		(12,438)	38	(12,438)	38
Deferred		(7,641)	32,710	6,804	(816)
		(292,277)	485	(204,781)	(21,154)
Profit / (loss) for the period		244,855	(21,041)	100,464	50,298
Profit / (loss) for the period attributable to:					
Equity holders of the Holding Company		287,395	(15,478)	151,675	49,311
Non-controlling interests		(42,540)	(5,563)	(51,211)	987
		244,855	(21,041)	100,464	50,298
Earnings per share - basic and diluted (Rupee)	15	2.92	(0.16)	1.54	0.50

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-
AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees in thousands) -----			
Profit / (loss) for the period	244,855	(21,041)	100,464	50,298
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive income / (loss) for the period	244,855	(21,041)	100,464	50,298
Total comprehensive income / (loss) for the period attributable to:				
Equity holders of the Holding Company	287,395	(15,478)	151,675	49,311
Non-controlling interests	(42,540)	(5,563)	(51,211)	987
	244,855	(21,041)	100,464	50,298

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	Half year ended	
	December 31, 2023	December 31, 2022
Note	----- (Rupees in thousands) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	537,132	(21,526)
Adjustment for:		
Depreciation on property, plant and equipment	5.1 116,108	108,701
Depreciation on right-of-use-assets	-	3,766
Amortization on intangibles	585	585
Provision for slow moving & obsolete stores and impairment of major stores & spares	-	4,223
Finance cost	123,884	103,228
Provision for gratuity	-	10,017
Provision for leave encashment	1,371	2,737
Provision for expected credit loss allowance	18,821	-
Provision for Workers' Welfare Fund	12,949	-
Provision for Workers' Profit Participation Fund	34,076	-
Lease Cancellation Reversal	-	(2,247)
Other charge /(reversal)	574	(1,403)
Gain on disposal of property, plant and equipment	(32,598)	(377)
	275,770	229,230
Operating cash flows before working capital changes	812,902	207,704
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	(31,351)	(41,510)
Stock-in-trade	665,323	56,934
Trade debts	97,038	357,009
Advances	(15,815)	9,220
Trade deposits and prepayments	(20,435)	(22,062)
Other receivables and accrued mark-up	(112,485)	(43,930)
	582,275	315,661
Increase / (decrease) in current liabilities		
Trade and other payables	(205,490)	253,064
Cash generated from operations	1,189,687	776,430
Finance cost paid	(27,039)	(89,522)
Gratuity paid	-	(9,998)
Lease rentals paid	-	(1,554)
Leave encashment paid	(1,529)	(903)
Income tax paid - net	(15,899)	(10,288)
Workers' Welfare Fund	(8,015)	(3,498)
Workers' Profit Participation Fund	(21,445)	(7,202)
Net cash generated from / (used in) operating activities	1,115,760	653,465

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	Half year ended	
	December 31, 2023	December 31, 2022
Note	----- (Rupees in thousands) -----	
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(174,861)	(31,787)
Short term investment	(993,150)	(275,000)
Proceeds from disposal of property, plant & equipment	32,598	377
Long term deposit - assets	14,350	(1,300)
Net cash used in investing activities	(1,121,063)	(307,710)
CASH FLOWS FROM FINANCING ACTIVITIES		
Buy back of shares	(175,309)	-
Repayment of long term financing	-	(125,224)
Dividend paid	-	(15)
Net cash used in financing activities	(175,309)	(125,239)
Net increase / (decrease) in cash and cash equivalents	(180,612)	220,516
Cash and cash equivalents at beginning of the period	477,843	25,223
Cash and cash equivalents at end of the period	297,231	245,739
CASH AND CASH EQUIVALENTS		
Cash and bank balances	493,857	456,615
Short term borrowings	(196,626)	(210,876)
	297,231	245,739

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

THATTA CEMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	Attributable to the owners of the Holding Company			Total	Non-controlling interests	Total shareholders' equity
	Share capital	Reserves				
		Share premium	Accumulated profits			
----- Rupees in thousands -----						
Balance as at July 1, 2022 (audited)	997,181	99,718	2,807,821	3,904,720	882,081	4,786,801
<i>Total comprehensive income for the period ended December 31, 2022</i>						
Loss for the period	-	-	(15,478)	(15,478)	(5,563)	(21,041)
Balance as at December 31, 2022 (un-audited)	<u>997,181</u>	<u>99,718</u>	<u>2,792,343</u>	<u>3,889,242</u>	<u>876,518</u>	<u>4,765,760</u>
Balance as at July 1, 2023 (audited)	997,181	99,718	3,090,047	4,186,946	904,844	5,091,790
<i>Total comprehensive income for the period ended December 31, 2023</i>						
Profit for the period	-	-	287,395	287,395	(42,540)	244,855
Buy back of shares during the period	(100,000)	-	(75,309)	(175,309)	-	(175,309)
	(100,000)		212,086	112,086	(42,540)	69,546
Balance as at December 31, 2023 (un-audited)	<u>897,181</u>	<u>99,718</u>	<u>3,302,133</u>	<u>4,299,032</u>	<u>862,304</u>	<u>5,161,336</u>

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

1 THE GROUP AND ITS OPERATIONS

1.1 The Group consists of Thatta Cement Company Limited (TCCL) and Thatta Power (Private) Limited (TPPL) (together referred as "the Group").

1.2 Thatta Cement Company Limited (the Holding Company) was incorporated in Pakistan in 1980 as a public limited company. The shares of the Holding Company are quoted at the Pakistan Stock Exchange. The Holding Company's main business activity is manufacturing and marketing of cement. The registered office of the Holding Company is situated at CL 5/4, State Life Building-10, Main Abdullah Haroon Road, Karachi. The production facility of the Holding Company comprises of 233 acres and is located at Ghulamullah Road, Makli, District Thatta, Sindh.

1.3 Thatta Power (Private) Limited (the Subsidiary Company) is a 62.43% owned subsidiary of the Holding Company as at December 31, 2023 (June 30, 2023: 62.43%). The principal business activity of the Subsidiary Company is generation and supply of electric power. As at December 31, 2023 TPPL has authorized and issued capital of Rs. 500 million and Rs. 479.16 million divided into 50,000,000 (June 30, 2023: 50,000,000) ordinary shares and 47,915,830 (June 30, 2023: 47,915,830) ordinary shares respectively. The registered office and generation facility of the Subsidiary Company is situated at Ghulamullah Road, Makli, District Thatta, Sindh.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim consolidated financial statements for the half year ended December 31, 2023 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017. In case the requirements differ, the provisions of and directives issued under the Companies Act, 2017 shall prevail. The disclosures in these condensed interim consolidated financial statements do not include all of the information required in the annual audited consolidated financial statements and should be read in conjunction with the annual audited consolidated financial statements of the Group as at and for the year ended June 30, 2023.

These condensed interim consolidated financial statements are unaudited and are being submitted to the shareholders as required under section 228 and 237 of the Companies Act, 2017 and the Pakistan Stock Exchange Regulations.

These condensed interim consolidated financial statements comprise of the condensed interim consolidated statement of financial position as at June 30, 2023 and condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of cash flows and condensed interim consolidated statement of changes in equity for the nine months period ended December 31, 2022.

2.2 Basis of consolidation

These condensed interim consolidated financial statements include the condensed interim financial statements of the Holding Company and the Subsidiary Company.

The condensed interim financial statements of the Subsidiary Company are included in the condensed interim consolidated financial statements from the date on which more than 50% voting rights are transferred to the Holding Company or power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. Upon loss of control, the Holding Company derecognises the assets and liabilities of the Subsidiary Company, any non-controlling interests and other components of equity related to the Subsidiary Company. Any surplus or deficit arising on the loss of control is recognised in profit and loss account.

The financial statements of the Subsidiary Company are prepared for the same reporting period as of the Holding Company, using accounting policies that are generally consistent with those of the Holding Company.

The assets and liabilities of the Subsidiary Company have been consolidated on a line-by-line basis. The carrying value of investment held by the Holding Company is eliminated against the Subsidiary Company's shareholders' equity in the condensed interim consolidated financial statements. Intra-group balances and transactions are eliminated.

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

2.3 Functional and presentation currency

These condensed interim consolidated financial statements have been prepared and presented in Pakistani Rupee which is the Group's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim consolidated financial statements are the same as those applied in preparation of the annual audited consolidated financial statements as at and for the year ended June 30, 2023.

4 ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim consolidated financial statements require management to make certain judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the group's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2023.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	(Rupees in thousands)	
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	3,645,182	3,725,575
Major stores and spares	5.2	66,513	68,089
Capital work in progress	5.3	158,361	17,639
		3,870,056	3,811,303
5.1 Operating fixed assets			
Opening net book value (NBV)		3,725,575	3,900,987
Additions during the period / year at cost	5.1.1	35,899	107,313
		3,761,474	4,008,300
WDV of disposals during the period / year		(184)	(37,689)
Depreciation charge for the period / year		(116,108)	(245,036)
		(116,292)	(282,725)
Closing net book value (NBV)		3,645,182	3,725,575
5.1.1 Detail of additions (at cost) during the period are as follows:			
Plant and machinery		26,038	23,056
Electrical installations		104	77,485
Office equipment		-	769
Furniture and fixtures		-	1,989
Laboratory equipment		-	1,452
Vehicles		8,512	-
Computer		1,245	2,562
		35,899	107,313

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
Note	(Rupees in thousands)	
5.2 Major stores and spares		
Cost		
Opening balance	115,187	111,263
Additions during the period / year	36,594	17,253
Transferred during the period / year	(38,170)	(13,329)
Closing balance	113,611	115,187
Accumulated impairment		
Opening balance	(47,098)	(42,448)
Impairment charge for the period / year	-	(4,650)
Closing balance	(47,098)	(47,098)
Net book value	66,513	68,089
5.3 Capital work in progress		
Opening balance	17,639	62,730
Additions during the period / year	145,709	42,980
Transferred during the period / year	(4,987)	(88,071)
Closing balance	158,361	17,639
6 INTANGIBLE ASSETS		
Cost	5,850	5,850
Amortization on intangibles		
Opening balance	(1,755)	(585)
Lease cancellation	(585)	(1,170)
Closing balance	(2,340)	(1,755)
	3,510	4,095
7 STORES, SPARE PARTS AND LOOSE TOOLS		
Coal and other fuels	45,084	34,253
Stores & spare parts	260,562	239,977
Loose tools	64	129
	305,710	274,359
Provision for obsolete stores	(3,833)	(3,833)
Provision for slow moving stores and spares	(46,992)	(46,992)
	(50,825)	(50,825)
	254,885	223,534
8 STOCK-IN-TRADE		
Raw material	25,030	26,029
Packing material	37,283	76,089
Work-in-process	143,969	731,279
Finished goods	54,771	92,979
	261,053	926,376

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	(Rupees in thousands)	
9	TRADE DEBTS		
Considered good			
Local - unsecured	9.1	872,671	969,942
Considered doubtful			
Local - unsecured		75,340	75,107
		948,011	1,045,049
Allowance for expected credit losses		(94,161)	(75,340)
		853,850	969,709

9.1 It includes receivable from HESCO by the Subsidiary Company is secured against Standby Letter of Credit (SBLC) issued by National Bank of Pakistan to the extent of Rs. 286.71 million.

10 **SHARE CAPITAL**

December 31, 2023 (Un-audited)	June 30, 2023 (Audited)		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
--- Number of shares ---				
Authorized share capital				
200,000,000	200,000,000	Ordinary shares of Rs. 10/- each	2,000,000	2,000,000
Issued, subscribed and paid-up share capital				
89,418,125	89,418,125	Ordinary shares of Rs. 10/- each - shares allotted for consideration fully paid in cash	894,181	894,181
10,300,000	10,300,000	Ordinary shares of Rs. 10/- each - shares allotted for consideration other than cash	103,000	103,000
(10,000,000)		Treasury shares	(100,000)	
89,718,125	99,718,125		897,181	997,181

11 **TRADE AND OTHER PAYABLES**

Trade creditors	211,261	374,929
Accrued liabilities	155,225	163,966
Royalty payable	187,833	155,345
Contract liability	169,228	267,867
Excise duty and sales tax payable	145,552	100,659
Workers' Profit Participation Fund (WPPF)	73,732	59,235
Workers' Welfare Fund (WWF)	28,018	22,509
Sales tax payable	-	12,215
Other liabilities	9,497	9,105
	980,346	1,165,830

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

The status of contingencies is same as disclosed in the annual audited consolidated financial statements for the year ended June 30, 2023 are same as at December 31, 2023.

12.2 Commitments

12.2.1 Guarantee given by a commercial bank to Sui Southern Gas Company Limited on behalf of the Holding Company amounts to Rs. 45 million (June 30, 2023: Rs. 45 million).

12.2.2 Guarantee issued by a bank on behalf of the Subsidiary Company amounts to Rs. 200 million (June 30, 2023: Rs. 200 million).

12.2.3 Other outstanding guarantees given on behalf of the Group by banks amount to Rs. 123.715 million (June 30, 2023: Rs. 223.715 million).

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	(Rupees in thousands)			
13 SALES - NET				
Gross Sales				
Local	4,219,002	3,286,632	2,119,158	1,954,882
Export	-	-	-	-
	4,219,002	3,286,632	2,119,158	1,954,882
Less:				
Federal excise duty	(460,594)	(322,112)	(240,612)	(186,681)
Sales tax	(603,799)	(472,555)	(219,562)	(271,612)
	(1,064,393)	(794,667)	(460,174)	(458,293)
	3,154,609	2,491,965	1,658,984	1,496,589

13.1 Group's revenue disaggregated by primary geographical markets is as follows:

Primary geographical markets

Sale of cement and clinker

Within Pakistan	3,123,967	2,405,214	1,653,434	1,472,849
Outside Pakistan	-	-	-	-

Sale of electric power

Within Pakistan	30,642	86,751	5,550	23,740
	3,154,609	2,491,965	1,658,984	1,496,589

13.2 The Group's revenue disaggregated by pattern/timing of revenue recognition is as follows:

Timing of revenue recognition

Goods/electric power transferred at a point in time	3,154,609	2,491,965	1,658,984	1,496,589
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14 COST OF SALES

Raw material consumed	132,130	165,115	74,645	106,594
Clinker purchase	-	-	-	-
Manufacturing expenses				
Fuel and power	1,095,008	1,574,410	629,366	1,045,663
Salaries, wages and other benefits	206,293	171,865	111,224	85,486
Depreciation	114,295	106,806	62,437	55,526
Packing material consumed	173,702	142,965	89,890	88,542
Stores, spare parts & loose tools consumed	117,473	71,908	48,054	39,055
Vehicle hire, running & maintenance	12,738	13,050	6,123	6,667
Repairs, operations and maintenance	24,094	16,977	15,760	8,815
Insurance	23,614	17,068	11,394	9,594
Other production overheads	2,207	3,206	1,067	2,413
Communication	976	1,145	414	747
Entertainment	1,448	723	968	429
Provision for slow moving & obsolete stores and spares	-	4,223	-	4,223
	1,771,848	2,124,346	976,697	1,347,160
Cost of production	1,903,978	2,289,461	1,051,342	1,453,754
Work-in-process				
Opening balance	731,279	417,627	385,833	269,932
Closing balance	(143,969)	(388,241)	(143,969)	(388,241)
	587,310	29,386	241,864	(118,309)
Cost of goods manufactured	2,491,288	2,318,847	1,293,206	1,335,445

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	(Rupees in thousands)			
Finished goods				
Opening balance	92,979	59,620	78,849	44,465
Closing balance	(54,771)	(33,720)	(54,771)	(33,720)
	38,208	25,900	24,078	10,745
	2,529,496	2,344,747	1,317,284	1,346,190

15 EARNINGS PER SHARE - BASIC AND DILUTED

Profit for the period attributable to the owners of the Holding Company	287,395	(15,478)	151,675	49,311
Weighted average number of ordinary shares	98,297,931	98,297,931	98,297,931	98,297,931
Earnings per share - basic and diluted (Rupees)	2.92	(0.16)	1.54	0.50

16 RELATED PARTY TRANSACTIONS & BALANCES

Related parties comprise of associated undertakings, directors of the Group, key management personnel and staff retirement funds. The Group continues to have a policy whereby all transactions with related parties are entered into at commercial terms and conditions. Further, contribution to the defined contribution plan (provident fund) is made as per the terms of employment and trust deed and contribution to the defined benefit plan (provident fund) is in accordance with the actuarial advice. Details of transactions during the period ended / outstanding balances as at December 31, 2023 with related parties are as follows:

16.1 Transactions with related parties

16.1.1 Key management personnel

Salaries and benefits	54,598	41,662	23,766	22,793
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16.1.2 Other related parties

Contribution to Gratuity Fund	-	10,000	-	-
Contribution to Provident Fund	6,474	5,030	3,182	2,055
Education expense - Model tarbiat school	2,305	2,279	1,248	1,045

December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
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-- Rupees in thousands --

16.2 Balances with related parties

16.2.1 Other related parties

(Receivable) / Payable to Gratuity Fund	(23,100)	(23,100)
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16.3 There are no transactions with key management personnel other than under their terms of employment.

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

17 OPERATING SEGMENTS

For management purposes the Group is organized into following major business segments.

Cement Engaged in manufacturing and marketing of cement.

Power Engaged in generation and supply of electric power.

17.1 Revenues	Cement		Power		Intra group adjustment		Consolidated	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
----- Un-audited -----								
----- Rupees in thousands -----								
Sales - net	3,123,967	2,405,214	463,526	398,858	(432,884)	(312,107)	3,154,609	2,491,965
Cost of sales	(2,462,898)	(2,360,216)	(515,831)	(311,321)	449,233	326,790	(2,529,496)	(2,344,747)
Gross profit / (loss)	661,069	44,998	(52,305)	87,537	16,349	14,683	625,113	147,218
Selling and distribution cost	(27,703)	(40,712)	-	-	-	-	(27,703)	(40,712)
Administrative expenses	(84,285)	(71,892)	(20,251)	(18,038)	15,562	14,148	(88,974)	(75,782)
	549,081	(67,606)	(72,556)	69,499	31,911	28,831	508,436	30,724
Other operating expenses	(47,111)	(3,094)	-	-	-	-	(47,111)	(3,094)
Expected credit loss allowance	(18,821)	-	-	-	-	-	(18,821)	-
Other income	180,113	88,719	54,720	6,817	(16,321)	(41,464)	218,512	54,072
Operating profit/(loss)	663,262	18,019	(17,836)	76,316	15,590	(12,633)	661,016	81,702
Finance cost	(28,773)	(26,552)	(95,111)	(88,226)	-	11,550	(123,884)	(103,228)
Segment results	634,489	(8,533)	(112,947)	(11,910)	15,590	(1,083)	537,132	(21,526)
Unallocated expenditures	-	-	-	-	-	-	-	-
Profit/(loss) before tax	634,489	(8,533)	(112,947)	(11,910)	15,590	(1,083)	537,132	(21,526)
Taxation								
Current	(256,326)	(30,450)	(15,872)	(1,813)	-	-	(272,198)	(32,263)
Prior	(12,438)	38	-	-	-	-	(12,438)	38
Deferred	(7,641)	32,710	-	-	-	-	(7,641)	32,710
	(276,405)	2,298	(15,872)	(1,813)	-	-	(292,277)	485
Profit/(loss) for the period	358,084	(6,235)	(128,819)	(13,723)	15,590	(1,083)	244,855	(21,041)

17.2 Other information	Cement		Power		Intra group adjustment		Consolidated	
	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees in thousands -----								
Segment assets	4,987,081	4,742,981	3,442,947	3,475,066	(568,138)	(536,533)	7,861,890	7,681,514
Unallocated corporate assets	-	-	-	-	-	-	-	-
Total assets	4,987,081	4,742,981	3,442,947	3,475,066	(568,138)	(536,533)	7,861,890	7,681,514
Segment liabilities	1,819,597	1,758,272	1,156,765	1,060,064	(275,807)	(228,612)	2,700,555	2,589,724
Unallocated corporate liabilities	-	-	-	-	-	-	-	-
Total liabilities	1,819,597	1,758,272	1,156,765	1,060,064	(275,807)	(228,612)	2,700,555	2,589,724
Capital expenditure	(173,029)	62,746	(1,832)	3,400	-	-	(174,861)	66,146
Depreciation	57,382	137,750	58,724	107,285	-	-	116,106	245,035
Non-cash expenses other than depreciation	1,159	12,173	-	40	-	-	1,159	12,213

THATTA CEMENT COMPANY LIMITED
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

17.3 Reconciliation of reportable segment revenues, profit and loss, assets and liabilities:

	Consolidated	
	December 31, 2023 (Un-audited)	December 31, 2022 (Un-audited)
	-- Rupees in thousands --	
17.3.1 Operating revenues		
Total revenue of reportable segments	3,587,493	2,804,072
Elimination of intra group revenue	(432,884)	(312,107)
Consolidated revenue	3,154,609	2,491,965
17.3.2 Profit and loss		
Total profit before tax of reportable segments	521,542	(20,443)
Adjustment of unrealized profit and intra group transactions	15,590	(1,083)
Consolidated profit before taxation	537,132	(21,526)
	-- Rupees in thousands --	
17.3.3 Assets		
Total assets of reportable segments	8,430,028	8,218,047
Elimination of intra group balances and unrealised profit	(566,535)	(534,930)
Reclassification for consolidation purposes	(1,603)	(1,603)
Consolidated assets	7,861,890	7,681,514
17.3.4 Liabilities		
Total liabilities of reportable segments	2,976,362	2,818,336
Elimination of intra group balances	(275,807)	(228,612)
Consolidated liabilities	2,700,555	2,589,724
17.4 Information about major customers		
Major customers for cement segment are various individual dealers, builders & developers whereas major customer for power segment is Hyderabad Electric Supply Company Limited (HESCO).		

18 FAIR VALUE MEASUREMENTS

The carrying values of all financial assets and liabilities reflected in the condensed interim consolidated financial statements approximate their fair values. Fair value is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset either directly or derived from prices.

Level 3: inputs for the asset or liability that are not based on observable market data (unadjusted) inputs.

The fair value of all other assets and liabilities is estimated to approximate their carrying value.

19 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation. However, no significant reclassification has been made during the period.

20 NUMBER OF EMPLOYEES

The number of employees as at December 31, 2023 was 495 (June 30, 2023: 493) and average number of employees during the period was 499 (June 30, 2023: 497).

21 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim consolidated financial statements have been authorized for issue on February 22, 2024 by the Board of Directors of the Holding Company.

22 GENERAL

Amounts have been rounded off to the nearest thousands of rupees unless otherwise stated.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR



THATTA CEMENT

COMPANY LIMITED

Head Office
CL/5-4 State Life Building # 10,
Abdullah Haroon Road, Karachi, Pakistan.

Factory
Ghulamullah Road, Makli,
District Thatta, Sindh