



FAUJI FERTILIZER COMPANY LIMITED

First Quarter
**FINANCIAL
STATEMENTS**

March 31, 2023
(Un-Audited)

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SAY NO TO CORRUPTION

Company Information

BOARD OF DIRECTORS

Mr. Waqar Ahmed Malik (SI)

Chairman

Mr. Sarfaraz Ahmed Rehman

Managing Director & Chief Executive Officer

Dr. Nadeem Inayat

Mr. Saad Amanullah Khan

Ms. Maryam Aziz

Maj Gen Naseer Ali Khan, HI(M) (Retd)

Mr. Peter Bruun Jensen

Maj Gen Ahmad Mahmood Hayat, HI(M) (Retd)

Syed Bakhtiyar Kazmi

Mr. Shoaib Javed Hussain

Mr. Jehangir Shah

Dr. Ayesha Khan

Mr. Iftikhar Ali Sahoo

CHIEF FINANCIAL OFFICER

Syed Atif Ali

Tel No. +92-51-8456101, Fax No. +92-51-8459961

E-mail: Atif_ali@ffc.com.pk

COMPANY SECRETARY

Brig Irfan Khan, TBt (Retd)

Tel No. +92-51-8453101, Fax No. +92-51-8459931

E-mail: secretary@ffc.com.pk

REGISTERED OFFICE

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Website: www.ffc.com.pk

Tel No. +92-51-111-332-111, +92-51-8450001

Fax No. +92-51-8459925, E-mail: ffcwrp@ffc.com.pk

PLANTSITES

Goth Machhi, Sadiqabad

(Distt: Rahim Yar Khan), Pakistan

Tel No. +92-68-5954550-64, Fax No. +92-68-5954510-11

Mirpur Mathelo

(Distt: Ghotki), Pakistan

Tel No. +92-723-661500-09, Fax No. +92-723-661462

MARKETING DIVISION

Lahore Trade Centre, 11 Shahrah-e-Aiwan-e-Tijarat,

Lahore, Pakistan

Tel No. +92-42-36369137-40, Fax No. +92-42-36366324

KARACHI OFFICE

B-35, KDA Scheme No. 1, Karachi, Pakistan

Tel No. +92-21-34390115-16, Fax No. +92-21-34390117 & 34390122

AUDITORS

A.F.Ferguson & Co

Chartered Accountants

74-East, Blue Area, Jinnah Avenue, Islamabad

Tel No. +92-51-2273457-9, 2870045-85, Fax No. +92-51-2206473

SHARES REGISTRAR

CDC Share Registrar Services Limited

CDC House, 99 - B, Block - B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi – 74400

Tel: +92-0800-23275, Fax: +92-21-34326053



DIRECTORS' REVIEW

Valued Shareholders,

We are pleased to present our review on the operations and financial results of the Company for the first quarter ended March 31, 2023.

The production facilities operated at a combined efficiency of 124% and delivered 633 thousand tonnes of Sona Urea, which was in line with the corresponding quarter of 2022. Sona urea offtake was recorded at 631 thousand tonnes which was also same as last year.

Cost of sales increased mainly due to higher cost of imported fertilizers besides inflation, which touched one of the highest inflation rates of around 35%. Soaring interest rates resulted in increased finance cost of Rs1.4 billion, higher by 37% compared to last year. Shortage of foreign currency reserve and persistent Pak rupee devaluation continue to cause delay in procurement of essential spares and machinery besides escalating the cost of such items. The rates of General Sales Tax have also been increased by the Government further pressurizing the cost of the Company.

The increase in interest rates enabled the Company to earn income on deposits of Rs 3.5 billion compared to Rs 2.2 billion last year. This income included an unrealized exchange gain of Rs 930 million earned on the foreign exchange deposits of Company due to devaluation of Pak rupee. The net profitability of the company thus stood at Rs 7.7 billion compared to 6.2 billion last year with earnings per share of Rs. 6.08 per share for the period under review against Rs 4.90 per share for 2022. The profitability in dollar terms however declined to USD 30 million compared to USD 35 million last year.

In view of commendable results, the Board of Directors is pleased to announce first interim dividend of 42.6 % (Rs 4.26 per share) for the period.

Future outlook

The Country continues to face socio economic uncertainty and turmoil with inflation touching one of the highest levels at 35%, high interest rates of around 22%, increased GST rates of 18% to 25%, besides continued devaluation of Pak rupee, negatively impacting the costs of the Company. Shortage of foreign currency reserves have also caused delay in procurement of essential spares and machinery.

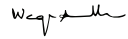
Gas prices are expected to increase and the Government is considering application of WACOG under the premise of price unification. This would result in excessive increase of FFC's gas cost and thereby would make this business unsustainable whereas cost of other fertilizer manufacturers is not expected to be impacted materially. The Company has been consistently contesting for a level playing field with the Government on one hand, whereas is also being asked not to pass on the impact of gas price escalation on the other.

The setting up of the gas Pressure Enhancement Facility (PEF) along with our other project of laying a new pipeline to connect SNGPL network with FFC plant site Mirpur Mathelo are progressing satisfactorily. These projects, however, face the risk of delays due to shortage of foreign exchange for purchase of requisite machinery and items.

We reiterate favorable Governmental actions in the form of conducive and consistent economic policies and resolution of long outstanding issues like subsidy and GST refunds.

The Board, however, continues to work for augmenting agriculture growth through providing quality fertilizers to farming community of the country, besides safeguarding the interest of the stakeholders.

On behalf of the Board,



Waqar Ahmed Malik
Chairman



Sarfaraz Ahmed Rehman
Managing Director & Chief Executive Officer

Rawalpindi
April 27, 2023

بنانے والے دیگر اداروں کی لاگت پر کوئی قابل ذکر اثر ہونے کی توقع نہیں ہے۔ کمپنی، کاروبار کے یکساں مواقع کے لیے، مسلسل حکومت کے ساتھ احتجاج کر رہی کیونکہ کمپنی سے گیس کی قیمتوں میں اس اضافے کے اثرات کو آگے منتقل نہ کرنے کا بھی مطالبہ کیا جا رہا ہے۔

گیس کے دباؤ کو بڑھانے کے (Gas Pressure Enhancement Facility) منصوبے کے ساتھ ساتھ FFC کے میر پور ماٹھیلو پلانٹ کو SNGPL کے نیٹ ورک کے ساتھ جوڑنے کے لیے ایک نئی گیس پائپ لائن بچھانے کے منصوبے پر بھی تسلی بخش پیشرفت جاری ہے۔

تاہم، ضروری مشینری اور دیگر سامان کی خریداری کے لیے درکار زر مبادلہ کی کمیابی کے باعث، ان منصوبوں میں تاخیر کا خطرہ ہے۔

ہم، سازگار اور مستحکم معاشی پالیسیوں اور سبسڈی اور جی ایس ٹی ریفرنڈ جیسے دیرینہ مسائل کے حل کے لیے، موزوں حکومتی اقدامات کے لیے اپنے موقف کو دہراتے ہیں۔ تاہم، شراکت داران کے مفادات کے تحفظ کے ساتھ ساتھ، قومی کاشتکار برادری کو معیاری کھادوں کی فراہمی کے ذریعے زرعی پیداوار میں اضافے کے لیے بورڈ اپنا کردار ادا کرتا رہے گا۔

بورڈ کی جانب سے

Sayfraz Ahmad Khan

سرفراز احمد خان

مینجنگ ڈائریکٹر و چیف ایگزیکٹو آفیسر

وہاب احمد ملک

وہاب احمد ملک

چیئر مین

راولپنڈی

27 اپریل 2023

ڈائریکٹرز کا تجزیہ

31 مارچ 2023 کو ختم ہونے والی مدت کے لیے

معزز حصہ داران!

31 مارچ 2023 کو ختم ہونے والی پہلی سہ ماہی کے لیے کمپنی کی عملی کارکردگی اور مالیاتی گوشواروں پر اپنا جائزہ پیش کرتے ہوئے ہمیں خوشی ہو رہی ہے۔

پلائس نے 124 فیصد کی مجموعی استعداد دکھاتے ہوئے 633 ہزار ٹن سونا پوریا فراہم کی جو کہ گزشتہ سال کی اسی سہ ماہی کے برابر ہی ہے۔ سونا پوریا کی فروخت گزشتہ برس کی طرح ہی 631 ہزار ٹن رہی۔

لاگت فروخت (Cost of Sales) میں اضافہ ہوا ہے جس کا بنیادی سبب درآمدی کھادوں کی زائد لاگت کے ساتھ ساتھ مہنگائی ہے، جو کہ تقریباً 35 فیصد کی بلند ترین شرح کو جا پہنچی ہے۔ مسلسل بڑھتی ہوئی شرح سود کے باعث، مالیاتی لاگت (Finance Cost) 1.4 ارب روپے رہی جو کہ گزشتہ برس کے مقابلے میں 37 فیصد زائد ہے۔ زرمبادلہ کے ذخائر میں کمی اور پاکستانی روپے کی قدر میں مسلسل تنزلی، ضروری پرزہ جات اور مشینری کے حصول میں مسلسل تاخیر کا سبب بن رہی ہے اور اس کے ساتھ ساتھ ان اشیاء کی لاگت میں بھی مسلسل اضافہ ہو رہا ہے۔ حکومت نے GST کی شرح میں بھی اضافہ کر دیا ہے جو کہ کمپنی کی لاگت کے لیے مزید دباؤ کا سبب بن رہا ہے۔

شرح سود میں اضافے نے کمپنی کو 3.5 ارب روپے کی سرمایہ کاری آمدن حاصل کرنے کے قابل بنایا، جو کہ 2022 میں 2.2 ارب روپے تھی۔ اس آمدن میں، پاکستانی روپے کی قدر میں کمی کے باعث، کمپنی کے زرمبادلہ کے ذخائر پر حاصل ہونے والا 930 ملین روپے کا فرضی مبادلہ فائدہ بھی شامل ہے۔ اس طرح، کمپنی کا خالص منافع 7.7 ارب روپے رہا جو کہ گزشتہ برس 6.2 ارب روپے تھا، جبکہ زیر جائزہ مدت کے لیے فی حصہ آمدن 6.08 روپے فی حصہ رہی جو کہ 2022 کی اسی مدت کے لیے 4.90 روپے فی حصہ تھی۔ تاہم، ڈالر کے تناسب سے کمپنی کا منافع کم ہو کر 30 ملین امریکی ڈالر رہا جو کہ گزشتہ برس 35 ملین امریکی ڈالر تھا۔

قابل ستائش نتائج کے پیش نظر، بورڈ 4.26 روپے فی حصہ (42.6 فیصد) کے پہلے عبوری منافع منقسمہ کا اعلان کرتے ہوئے خوشی محسوس کرتا ہے۔

متوقع مستقبل

ملک کو مسلسل سماجی و معاشی بے یقینی اور بد حالی کا سامنا ہے جبکہ مہنگائی 35 فیصد کی بلند ترین سطح کو چھو رہی ہے، تقریباً 22 فیصد کی بلند شرح سود، سیلز ٹیکس 18 فیصد سے بڑھ کر 25 فیصد ہونے کے ساتھ ساتھ پاکستانی روپے کی قدر میں مسلسل تنزلی، کمپنی کی لاگت کو منفی طور پر متاثر کر رہی ہے۔ زرمبادلہ کے ذخائر میں کمی نے ضروری پرزہ جات اور مشینری کے حصول کو بھی مؤخر کر دیا ہے۔

گیس کی قیمتوں میں اضافہ متوقع ہے اور حکومت یکساں قیمتوں کو بنیاد بناتے ہوئے WACOG کے اطلاق پر غور کر رہی ہے۔ اس سے کمپنی کی گیس کی لاگت میں حد سے زیادہ اضافہ ہوگا جو کہ اس کاروبار کو غیر مستحکم بنادے گا جبکہ کھاد



Condensed Interim Financial Statements



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at March 31, 2023

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			
EQUITY AND LIABILITIES			
EQUITY AND RESERVES			
Share capital	4	12,722,382	12,722,382
Capital reserves		160,000	160,000
General reserves		8,802,360	8,802,360
Unappropriated profit		32,987,689	29,265,107
Deficit on remeasurement of investments to fair value - net		(230,037)	(114,888)
		54,442,394	50,834,961
NON - CURRENT LIABILITIES			
Long term borrowings - secured	5	14,470,000	16,295,000
Lease liabilities		20,628	17,437
Gas Infrastructure Development Cess (GIDC) payable	6	7,557,919	7,940,534
Deferred liabilities		3,281,377	3,272,408
		25,329,924	27,525,379
CURRENT LIABILITIES			
Current portion of long term borrowings - secured	5	5,695,000	5,445,000
Current portion of lease liabilities		5,448	15,743
Trade and other payables		89,695,798	89,836,138
Mark-up and profit accrued		987,505	1,505,936
Short term borrowings - secured	7	11,735,248	57,994,421
Unpaid dividend		4,496,691	478,676
Taxation		7,735,358	6,485,753
		120,351,048	161,761,667
TOTAL EQUITY AND LIABILITIES		200,123,366	240,122,007
CONTINGENCIES AND COMMITMENTS			
	8		

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	9	30,070,293	27,631,051
Intangible assets		1,574,506	1,573,143
Long term investments	10	50,575,063	50,525,124
Long term loans and advances - secured		4,593,620	4,555,580
Long term deposits and prepayments		12,378	12,378
		86,825,859	84,297,276
CURRENT ASSETS			
Stores, spares and loose tools		6,391,076	6,301,086
Stock in trade		13,755,736	19,487,801
Trade debts		723,139	371,540
Loans and advances - secured		4,968,242	952,546
Deposits and prepayments		443,978	301,327
Other receivables	11	26,108,439	26,620,590
Short term investments	12	59,653,865	100,269,870
Cash and bank balances		1,253,031	1,519,971
		113,297,507	155,824,731
TOTAL ASSETS		200,123,366	240,122,007



Chairman



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the three month period ended March 31, 2023

	Note	March 31, 2023	March 31, 2022
		(Rupees '000)	
Turnover - net	13	36,405,816	26,315,351
Cost of sales		(21,831,206)	(16,957,064)
GROSS PROFIT		14,574,610	9,358,287
Distribution cost		(3,055,823)	(2,186,342)
		11,518,786	7,171,945
Finance cost		(1,464,299)	(1,072,181)
Unwinding of GIDC liability		(382,614)	(529,749)
Loss allowance on subsidy receivable from GoP		(200,000)	-
Other expenses		(1,073,360)	(727,270)
		8,398,513	4,842,745
Other income		3,544,619	3,458,781
PROFIT BEFORE TAXATION		11,943,132	8,301,526
Provision for taxation		(4,213,000)	(2,062,000)
PROFIT FOR THE PERIOD		7,730,132	6,239,526
Earnings per share - basic and diluted (Rupees)		6.08	4.90

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.


Chairman

Chief Executive Officer

Director

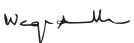
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

For the three month period ended March 31, 2023

	March 31, 2023	March 31, 2022
	(Rupees '000)	
PROFIT FOR THE PERIOD	7,730,132	6,239,526
OTHER COMPREHENSIVE INCOME		
Items that may be reclassified subsequently to profit or loss		
Deficit on re-measurement of investments to fair value - net	(115,149)	(59,060)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	7,614,983	6,180,466

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.


Chairman

Chief Executive Officer

Director

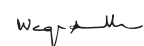
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

For the three month period ended March 31, 2023

	Note	March 31, 2023	March 31, 2022
(Rupees '000)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	14	12,745,922	6,333,517
Finance cost paid		(1,981,940)	(1,130,113)
Income taxes paid		(2,907,395)	(2,848,129)
		(4,889,335)	(3,978,242)
Net cash generated from operating activities		7,856,587	2,355,275
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(3,037,388)	(741,732)
Proceeds from sale of operating fixed assets		5,838	5,793
Investment in Thar Energy Limited		-	(120,311)
Advance against issue of shares - Thar Energy Limited		(226,908)	(787,213)
Other investments - net		(102,719)	1,661,718
Interest and profit received		466,376	282,723
Dividend received		-	1,260,000
Net cash (used in) / generated investing activities		(2,894,801)	1,560,978
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term financing:			
Repayments		(1,575,000)	(721,327)
Repayment of lease liabilities		(7,894)	(9,625)
Dividend paid		10,465	(5,927,078)
Net cash used in financing activities		(1,572,429)	(6,658,030)
Net increase / (decrease) in cash and cash equivalents		3,389,357	(2,741,777)
Cash and cash equivalents at beginning of the period		39,784,483	55,178,417
Effect of exchange rate changes		929,566	99,681
Cash and cash equivalents at end of the period		44,103,406	52,536,321
CASH AND CASH EQUIVALENTS			
Cash and bank balances		1,253,031	1,264,947
Short term borrowings		(11,735,248)	(28,491,365)
Short term highly liquid investments		54,585,623	79,762,739
		44,103,406	52,536,321

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.



Chairman



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the three month period ended March 31, 2023

	Revenue reserves					
	Share capital	Capital reserves	General reserves	Unappropriated profit	(Deficit) / surplus on remeasurement of investments at fair value - net	Total
	(Rupees '000)					
Balance as at January 1, 2022 (Audited)	12,722,382	160,000	8,802,360	25,779,498	50,054	47,514,294
Total comprehensive income						
Profit for the period	-	-	-	6,239,526	-	6,239,526
Other comprehensive loss - net of tax	-	-	-	-	(59,060)	(59,060)
	-	-	-	6,239,526	(59,060)	6,180,466
Transactions with owners of the Company						
Distributions:						
Final dividend 2021: Rs 4.65 per share	-	-	-	(5,915,908)	-	(5,915,908)
Balance as at March 31, 2022 (Un-Audited)	12,722,382	160,000	8,802,360	26,103,116	(9,006)	47,778,852
Balance as at January 1, 2023 (Audited)	12,722,382	160,000	8,802,360	29,265,107	(114,888)	50,834,961
Total comprehensive income						
Profit for the period	-	-	-	7,730,132	-	7,730,132
Other comprehensive loss - net of tax	-	-	-	-	(115,149)	(115,149)
	-	-	-	7,730,132	(115,149)	7,614,983
Transactions with owners of the Company						
Distributions:						
Final dividend 2022: Rs 3.15 per share	-	-	-	(4,007,550)	-	(4,007,550)
Balance as at March 31, 2023 (Un-Audited)	12,722,382	160,000	8,802,360	32,987,689	(230,037)	54,442,394

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.



Chairman



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

1. THE COMPANY AND ITS OPERATIONS

Fauji Fertilizer Company Limited (the Company) is a public company incorporated in Pakistan under the Companies Act, 1913, (now the Companies Act, 2017) and its shares are quoted on the Pakistan Stock Exchange. The registered office of the Company is situated at 156 - The Mall, Rawalpindi, Pakistan. The Company is domiciled in Rawalpindi. The Principal activity of the Company is manufacturing, purchasing and marketing of fertilizers and chemicals, including investment in other fertilizer, chemical, cement, energy generation, food processing and banking operations

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements 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; and
- 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 The disclosures in these condensed interim financial statements do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements of the Company for the year ended December 31, 2022. Comparative condensed interim statement of financial position is extracted from annual financial statements as at December 31, 2022 whereas comparative condensed interim statement of profit or loss, condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows are extracted from un-audited condensed interim financial statements of the Company for the three month period ended March 31, 2022.

2.3 These condensed interim financial statements are un-audited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies, significant judgements made in the application of accounting policies, key sources of estimations, the methods of computation adopted in preparation of these condensed interim financial statements and financial risk management policy are the same as those applied in preparation of financial statements of the Company for the year ended December 31, 2022.

4. SHARE CAPITAL

AUTHORISED SHARE CAPITAL

This represents 1,500,000,000 (December 31, 2022: 1,500,000,000) ordinary shares of Rs 10 each amounting to Rs 15,000,000 thousand (December 31, 2022: Rs 15,000,000 thousand).

ISSUED, SUBSCRIBED AND PAID UP CAPITAL

Un-audited March 31, 2023	Audited December 31, 2022		Un-audited March 31, 2023	Audited December 31, 2022
(Number of shares)			(Rupees '000)	
256,495,902	256,495,902	Ordinary shares of Rs 10 each, issued for consideration in cash	2,564,959	2,564,959
1,015,742,345	1,015,742,345	Ordinary shares of Rs 10 each, issued as fully paid bonus shares	10,157,423	10,157,423
1,272,238,247	1,272,238,247		12,722,382	12,722,382

4.1 Fauji Foundation holds 44.35% (December 31, 2022: 44.35%) ordinary shares of the Company at the period end.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			
5. LONG TERM BORROWINGS - SECURED			
From conventional banks	5.1	11,165,000	11,740,000
From Islamic banks	5.2	9,000,000	10,000,000
		20,165,000	21,740,000
Less: Current portion shown under current liabilities			
From conventional banks		3,445,000	3,445,000
From Islamic banks		2,250,000	2,000,000
		5,695,000	5,445,000
		14,470,000	16,295,000
5.1 Movement during the period / year is as follows:			
Opening balance		11,740,000	10,785,000
Draw-downs during the period / year		-	3,000,000
Repayments during the period / year		(575,000)	(2,045,000)
Closing balance	5.1.1	11,165,000	11,740,000

- 5.1.1** The borrowings are secured by way of hypothecation of Company's assets including plant, machinery, tools & spares and other movable properties, ranking pari passu with each other with 25% margin.

These carry mark-up ranging between 6 month KIBOR + 0.05% to 0.15% per annum (2022: 6 month KIBOR + 0.05% to 0.15% per annum) and are repayable up to December 2027 (2022: December 2027).

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			
5.2 Movement during the period / year is as follows:			
Opening balance		10,000,000	8,000,000
Draw-downs during the period / year		-	2,000,000
Repayments during the period / year		(1,000,000)	-
Closing balance	5.2.1	9,000,000	10,000,000

- 5.2.1** The borrowings are secured by way of hypothecation of Company's assets including plant, machinery, tools & spares and other movable properties, ranking pari passu with each other with 25% margin.

These carry profit rates ranging between 6 month KIBOR + 0% to 0.10% per annum (2022: 6 month KIBOR + 0% to 0.10% per annum) and are repayable up to September 2027.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			
6. GAS INFRASTRUCTURE DEVELOPMENT CESS (GIDC) PAYABLE			
Balance at the beginning		61,276,887	59,158,374
Movement during the year		-	-
		61,276,887	59,158,374
Gain on extinguishment of original GIDC liability			
- credited to profit or loss		-	-
Unwinding of GIDC liability		382,614	2,118,513
		61,659,501	61,276,887
Less: Current portion of GIDC payable	6.1	(54,101,582)	(53,336,353)
Long-term portion of GIDC payable		7,557,919	7,940,534
6.1	This amount is included in trade and other payables.		
7. SHORT TERM BORROWINGS - SECURED			
From conventional banks	7.1	5,973,948	51,991,252
From Islamic banks	7.2	5,761,300	6,003,169
		11,735,248	57,994,421
7.1	Short term borrowings are available from various banking companies under mark-up arrangements against facilities amounting to Rs. 25,795,000 thousands (2022: Rs. 67,240,000 thousands) which represent the aggregate of all facility agreements between the Company and respective banks. The per annum rates of mark-up are 1 month KIBOR + 0.10% to 0.25% and 3 month KIBOR + 0% to 0.35% (2022: 1 month KIBOR minus 0.35% to 1 month KIBOR + 0.25% and 3 month KIBOR minus 0.20% to 0.35%).		
	The facilities are secured by pari passu / ranking hypothecation charges on movable assets of the Company besides lien on PIBs in certain cases. The facilities have various maturity dates upto December 29, 2023.		
7.2	Shariah compliant short term borrowing is available from a banking company under profit arrangement against a facility amounting to Rs. 6,200,000 thousands (2022: Rs. 6,200,000 thousands). The per annum rate of profit is 1 month KIBOR minus 0.05% to 0.05% (2022: 1 month KIBOR minus 0.35%).		
	The facility is secured by ranking hypothecation charge on current assets of the Company and lien over debt instruments. The facility has a maturity date of May 31, 2023.		
		Un-audited March 31, 2023	Audited December 31, 2022
8. CONTINGENCIES AND COMMITMENTS		(Rupees '000)	
8.1 Contingencies:			
(i) Guarantees issued by banks on behalf of the Company		7,629,951	6,762,374
(ii) Claims against the Company and / or potential exposure not acknowledged as debt		50,696	50,696

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

(iii) The Company has issued corporate bank guarantee in favour of its subsidiary i.e. Fauji Fresh n Freeze Limited amounting to Rs 2,545,000 thousand (2022: Rs 2,545,000 thousand) in addition to letter of comfort amounting to Rs 900,000 thousand (2022: Rs 900,000 thousand).

(iv) Penalty of Rs 5,500,000 thousand imposed by the Competition Commission of Pakistan (CCP) in 2013, for alleged unreasonable increase in urea prices, which was set aside by the Competition Appellate Tribunal, in appeal filed by the Company, who also remanded the case back to CCP to decide the case afresh under guidelines provided by the Tribunal. CCP did not challenge this order before the Supreme Court of Pakistan in appeal within the stipulated time, thus making the appeal time barred. However, in last year, CCP under the said Tribunal guidelines, resumed the proceedings and the Company, duly joined these proceedings through Counsel. The Company filed writ petition before Islamabad High Court which was disposed of, directing CCP to proceed with regular hearings. CCP is yet to initiate its proceedings and the Company is awaiting hearing notice. The Company remains confident of successfully defending these unreasonable claims.

	Note	Un-audited March 31, 2023	Audited December 31, 2022
8.2 Commitments in respect of:		(Rupees '000)	
(i) Capital expenditure		3,307,242	7,144,635
(ii) Purchase of fertilizer, stores, spares and other operational items		4,274,278	4,899,193
(iii) Investment in Thar Energy Limited		90,784	421,392
(iv) Contracted out services		589,738	661,513
(v) Arrangement with SNGPL for pipeline for supply of RLNG		560,000	2,420,000
(vi) Revolving credit facilities to:			
- Foundation Wind Energy Limited - I		1,500,000	1,500,000
- FFC Energy Limited		-	1,700,000
9. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	9.1	25,830,773	25,316,719
Capital work in progress	9.2	4,225,851	2,297,168
Right of use assets	9.3	13,668	17,164
		30,070,293	27,631,051
9.1 Operating fixed assets			
Opening written down value		25,316,719	21,943,479
Additions during the period / year		1,105,981	5,780,046
Written down value of disposals		-	(198)
Depreciation during the period / year		(591,927)	(2,406,608)
		25,830,773	25,316,719
9.1.1 Additions in and depreciation on property, plant and equipment during the three month period ended March 31, 2022 were Rs 1,250,860 thousand and Rs 620,684 thousand respectively.			
		Un-audited March 31, 2023	Audited December 31, 2022
9.2 Capital work in progress		(Rupees '000)	
Opening value		2,297,168	2,008,135
Additions during the period / year		2,082,110	1,769,225
Transfers during the period / year		(153,426)	(1,480,192)
		4,225,851	2,297,168

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Un-audited March 31, 2023	Audited December 31, 2022
	(Rupees '000)	
9.3 Right of use assets		
Opening value	17,164	35,672
Additions during the period / year	-	-
Depreciation during the period / year	(3,496)	(18,508)
	13,668	17,164
9.4 Depreciation charge has been allocated as follows:		
Cost of sales	571,846	2,328,141
Distribution cost	21,054	81,602
Other expenses	195	2,108
Charged to FFBL under the Company Services Agreement	2,329	13,265
	595,423	2,425,116
10. LONG TERM INVESTMENTS		
Investments held at cost		
In associated companies (Quoted)		
Fauji Cement Company Limited	1,500,000	1,500,000
Fauji Fertilizer Bin Qasim Limited	7,152,693	7,152,693
Askari Bank Limited	10,461,921	10,461,921
	19,114,614	19,114,614
In associated company (Unquoted)		
Thar Energy Limited	5,135,658	4,828,700
Advance against issue of shares	851,250	931,300
	5,986,908	5,760,000
In joint venture (Unquoted)		
Pakistan Maroc Phosphore S.A., Morocco	705,925	705,925
In subsidiary companies (Unquoted)		
FFC Energy Limited	2,438,250	2,438,250
Fauji Fresh n Freeze Limited		
Investment at cost	6,335,500	6,335,500
Less: Impairment loss	(2,100,000)	(2,100,000)
	4,235,500	4,235,500
Foundation Wind Energy Limited - I	7,493,051	7,493,051
Foundation Wind Energy Limited - II	6,019,288	6,019,288
Olive Technical Services (Pvt) Limited		
Investment at cost	-	-
Advance against issue of shares	20,000	20,000
	20,000	20,000
	20,206,089	20,206,089
	46,013,536	45,786,628

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			
Investments measured at fair value through other comprehensive income			
Term Deposit Receipts - from conventional bank		63,831	64,710
Term Finance Certificates - from conventional bank		485,423	485,029
Pakistan Investment Bonds		4,411,822	4,574,399
		4,961,076	5,124,138
		50,974,612	50,910,766
Less: Current portion shown under short term investments - fair value through other comprehensive income			
Term Deposit Receipts - from conventional bank		38,507	27,070
Pakistan Investment Bonds		361,042	358,572
	12	399,549	385,642
		50,575,063	50,525,124

11. OTHER RECEIVABLES

Other receivables include Rs 6,961,878 thousand (December 31, 2022: Rs 6,961,878 thousand) on account of subsidy receivable and Rs 18,086,738 thousand (December 31, 2022: Rs 18,421,786 thousand) on account of sales tax receivable from the Government.

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			

12. SHORT TERM INVESTMENTS**Amortised cost - conventional investments**

Term deposits with banks and financial institutions			
Foreign currency		4,668,693	3,625,295

Investments at fair value through profit or loss

Conventional investments		46,802,015	94,127,281
Shariah compliant investments		7,783,608	2,131,652
		54,585,623	96,258,933

Current maturity of long term investments

Fair value through other comprehensive income	10	399,549	385,642
		59,653,865	100,269,870

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the three month period ended March 31, 2023

	March 31, 2023	March 31, 2022
13. TURNOVER - NET	(Rupees '000)	
Manufactured urea	29,666,447	21,883,948
Purchased and packaged fertilizers	6,759,035	4,976,414
Turnover	36,425,482	26,860,362
Sales tax	(19,666)	(545,011)
	(19,666)	(545,011)
	36,405,816	26,315,351
14. CASH GENERATED FROM OPERATIONS		
Profit before taxation	11,943,132	8,301,526
Adjustments for:		
Depreciation	595,423	624,009
Amortization	1,361	824
Unwinding of GIDC liability	382,614	529,749
Finance cost	1,464,299	1,072,181
Gain on disposal of operating fixed assets	(5,838)	(5,738)
Income on loans, deposits and investments	(307,950)	(167,392)
Amortization of Government grant	-	(16,170)
Exchange (gain) - net	(929,566)	(99,681)
Gain on re-measurement of investments at fair value through profit or loss	(939,798)	(1,430,328)
Dividend income	-	(1,260,000)
	260,545	(752,546)
	12,203,677	7,548,980
Changes in:		
Stores, spares and loose tools	(89,990)	(584,473)
Stock in trade	5,732,065	(4,080,276)
Trade debts	(351,599)	189,625
Loans and advances	(4,015,696)	(337,362)
Deposits and prepayments	(142,651)	(277,989)
Other receivables	353,725	(613,261)
Trade and other payables	(905,569)	5,047,429
	580,285	(656,307)
Changes in long term loans and advances	(38,040)	(360,409)
Changes in long term deposits and prepayments	-	2,075
Changes in deferred liabilities	-	(200,822)
	12,745,922	6,333,517

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the three month period ended March 31, 2023

15. FINANCIAL RISK MANAGEMENT AND FAIR VALUES

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2022. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended December 31, 2022.

The carrying amount of all financial assets and liabilities are estimated to approximate their fair values.

March 31, 2023	March 31, 2022
(Rupees '000)	

16. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Significant transactions and balances with the related parties are as follows:

HOLDING COMPANY**Transactions**

Dividend	1,777,348	2,623,705
Cost Recharge	238,248	60,768
Sale of fertilizer	-	2,199
Others	-	47

Balances

Balance payable - unsecured *	1,963,574	52,024
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SUBSIDIARY COMPANIES**Transactions**

Interest income	38,528	-
Sale of Fertilizer	1,287	-
Rental income	8,839	2,967
Dividend income	-	1,260,000
Expenses incurred on behalf of subsidiary companies	36,058	34,388
Receipt against expenses on behalf of subsidiary companies	6,172	28,656

Balances

Balances receivable - unsecured *	1,984,505	184,215
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ASSOCIATED UNDERTAKINGS / COMPANIES**DUE TO COMMON DIRECTORSHIP****Transactions**

Expenses charged on account of marketing of fertilizer on behalf of associated company	245,328	223,225
Commission on sale of products	4,307	4,622
Payments under consignment account - net	36,157,143	19,918,852
Payments against purchase of gas as feed and fuel stock	8,040,295	7,998,225
Equity investment	226,908	120,311
Advance against issue of shares	-	787,213
Services and materials provided	11,778	1,754
Donations	776,670	252,550
Interest expense	201,138	57,319
Interest income	1,639	1,912

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the three month period ended March 31, 2023

	March 31, 2023	March 31, 2022
	(Rupees '000)	
Balances		
Long term investments *	63,831	64,710
Short term borrowings *	729,058	29,871,241
Running finance *	166,430	247,622
Balances receivable - unsecured *	372,684	362,543
Balances payable - unsecured *	70,679,340	68,537,591

KEY MANAGEMENT PERSONNEL

Remuneration including benefits and perquisites of chief executive and other executives. No. of persons 2023: 1 and 501 (2022:1 and 420) respectively

1,595,759 1,252,814

STAFF RETIREMENT BENEFITS

Contributions

Employees' Provident Fund Trust	139,184	119,896
Employees' Gratuity Fund Trust	266,333	253,339
Employees' Pension Fund Trust	-	148,611
Employees' Funds as Dividend on equity holding of 0.25% (2022: 0.25%)	8,415	14,614

Balances

Payable to Gratuity Fund Trust *	459,875	659,625
Receivable from Pension Fund Trust *	-	759,001

* Comparative figures of receivable / payable balances are as at December 31, 2022.

17. NON ADJUSTING EVENTS AFTER REPORTING DATE

- 17.1 The Board of Directors of the Company in its meeting held on April 27, 2023 proposed first interim dividend of Rs 4.26 per share.

18. GENERAL

- 18.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.
- 18.2 Corresponding figures have been rearranged and reclassified, wherever necessary, to conform to current year basis and presentation
- 18.3 These condensed interim financial statements have been authorized for issue by the Board of Directors of the Company on April 27, 2023.



Chairman



Chief Executive Officer



Director



Chief Financial Officer



Condensed Interim Consolidated Financial Statements



CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at March 31, 2023

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			
EQUITY AND LIABILITIES			
EQUITY			
Share capital	4	12,722,382	12,722,382
Capital reserves		9,869,772	10,404,430
Revenue reserves	5	100,969,440	95,931,773
Deficit on remeasurement of investments to fair value - net		(986,019)	(1,791,255)
Non-controlling interest		2,924,229	2,848,187
		125,499,804	120,115,517
Share in revaluation reserve of associates - net		1,465,450	1,430,348
NON - CURRENT LIABILITIES			
Long term borrowings - secured	6	15,902,300	17,821,360
Lease liabilities		79,971	86,933
Deferred government grant		127,565	136,851
Gas Infrastructure Development Cess (GIDC) payable		7,557,919	7,940,534
Deferred liabilities		10,670,324	10,388,531
		34,338,079	36,374,209
CURRENT LIABILITIES			
Current portion of long term borrowings - secured	6	7,042,048	6,702,578
Current portion of lease liabilities		4,580,684	3,687,205
Current portion of deferred government grant		38,008	38,438
Trade and other payables		92,209,629	92,159,106
Mark-up and profit accrued		1,386,717	1,556,279
Short term borrowings - secured	8	14,056,736	58,812,649
Unpaid dividend		4,496,691	478,676
Taxation		7,831,481	6,563,617
		131,641,994	169,998,548
TOTAL EQUITY AND LIABILITIES		292,945,327	327,918,622
CONTINGENCIES AND COMMITMENTS	9		

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial statements.

		Un-audited March 31, 2023	Audited December 31, 2022
	Note		
(Rupees '000)			
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	10	60,694,586	57,922,335
Intangible assets		1,942,045	1,936,471
Long term investments	11	89,721,364	83,787,839
Long term loans and advances - secured		4,593,620	4,555,580
Long term deposits and prepayments		30,638	30,638
		156,982,253	148,232,863
CURRENT ASSETS			
Stores, spares and loose tools		6,687,655	6,558,678
Stock in trade		16,074,260	20,116,730
Trade debts		14,282,078	12,827,643
Loans and advances		4,968,242	1,347,334
Deposits and prepayments		454,917	305,823
Other receivables	12	28,470,602	28,772,312
Short term investments	13	63,457,727	107,755,999
Cash and bank balances		1,567,593	2,001,240
		135,963,074	179,685,759
TOTAL ASSETS		292,945,327	327,918,622



Chairman



Chief Executive Officer



Director




Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the three month period ended March 31, 2023

	Note	March 31, 2023	March 31, 2022
		(Rupees '000)	
Turnover - net	14	39,688,672	28,525,945
Cost of sales		(23,943,805)	(18,356,207)
GROSS PROFIT		15,744,867	10,169,738
Administrative and distribution expenses		(3,346,735)	(2,357,997)
		12,398,132	7,811,741
Finance cost		(1,737,817)	(1,288,860)
Unwinding of remeasurement gain on GIDC liability		(382,614)	(529,749)
Expected Credit Loss		(200,000)	-
Other expenses		(1,073,360)	(733,017)
		9,004,341	5,260,115
Other income		3,825,014	2,368,264
Share of profit of associates and joint venture		(260,038)	3,612,849
PROFIT BEFORE TAX		12,569,317	11,241,228
Provision for taxation		(4,237,064)	(2,646,444)
PROFIT FOR THE PERIOD		8,332,253	8,594,784
ATTRIBUTABLE TO:			
Equity Holders of Fauji Fertilizer Company Limited		8,256,211	8,551,526
Non - Controlling Interest		76,042	43,258
		8,332,253	8,594,784
Earnings per share - basic and diluted (Rupees)		6.55	6.76

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial statements.


Chairman

Chief Executive Officer

Director

Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

For the three month period ended March 31, 2023

	March 31, 2023	March 31, 2022
	(Rupees '000)	
PROFIT FOR THE PERIOD	8,332,253	8,594,784
OTHER COMPREHENSIVE INCOME		
Items that may be reclassified subsequently to profit or loss		
Surplus on re-measurement of investments to fair value - net of tax	(115,149)	(59,060)
Share of equity accounted investees - share of OCI, net of tax	1,143,776	(1,173,365)
	1,028,627	(1,232,425)
Items that will not be subsequently reclassified to profit or loss		
Equity accounted investees - share of OCI, net of tax	30,957	(6,795)
Comprehensive income taken to equity	9,391,837	7,355,564
Comprehensive income not recognised in equity		
Items that may be subsequently reclassified to profit or loss		
Share in revaluation reserve of associates - net	35,102	92,201
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	9,426,939	7,447,765

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial statements.



Chairman



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For the three month period ended March 31, 2023

	Capital reserves			Revenue reserves			(Deficit) / surplus on remeasurement of investments to fair value-net	Non - Controlling interest	Total
	Share capital	Share premium	Capital redemption reserve	Translation reserve	Statutory reserve	General reserve	Unappropriated profit		
						(Rupees '000)			
Balance as at January 1, 2022	12,722,382	40,000	120,000	3,221,252	4,810,818	8,802,360	66,705,905	2,094,240	98,421,394
Total comprehensive income									
Profit for the period	-	-	-	-	-	-	8,551,526	43,258	8,594,784
Other comprehensive loss - net of tax	-	-	-	208,111	-	-	(6,795)	-	(1,239,220)
	-	-	-	208,111	-	-	8,544,731	43,258	7,355,564
Transactions with owners of the Company									
Distributions:									
Final dividend 2021: Rs 4.65 per share	-	-	-	-	-	-	(5,915,908)	-	(5,915,908)
FWEL-II dividends to non-controlling interest holders:	-	-	-	-	-	-	-	-	-
Interim dividend 2022: Rs 1.98 per share	-	-	-	-	-	-	-	(140,000)	(140,000)
Other changes in equity									
Transfer to statutory reserve	-	-	-	-	(1,045,987)	-	1,045,987	-	-
Balance as at March 31, 2022	12,722,382	40,000	120,000	3,429,363	3,764,831	8,802,360	70,381,715	1,997,498	99,721,050
Balance as at January 1, 2023	12,722,382	40,000	120,000	4,532,385	5,712,045	8,802,360	87,129,413	2,848,187	120,115,517
Total comprehensive income									
Profit for the period	-	-	-	-	-	-	8,256,211	76,042	8,332,253
Other comprehensive income - net of tax	-	-	-	223,391	-	-	30,957	-	1,059,584
	-	-	-	223,391	-	-	8,287,168	76,042	9,391,837
Transactions with owners of the Company									
Distributions:									
FFC Dividend:	-	-	-	-	-	-	(4,007,550)	-	(4,007,550)
Final dividend 2022: Rs 3.15 per share	-	-	-	-	-	-	-	-	-
Other changes in equity									
Transfer to statutory reserve	-	-	-	-	(758,049)	-	758,049	-	-
Balance as at March 31, 2023	12,722,382	40,000	120,000	4,755,776	4,953,996	8,802,360	92,167,080	2,924,229	125,499,804

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial statements.



Chairman



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)

For the three month period ended March 31, 2023

	Note	March 31, 2023	March 31, 2022
(Rupees ‘000)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	16	12,042,025	5,856,566
Finance cost paid		(1,907,379)	(1,209,542)
Income tax paid		(2,971,196)	(2,614,827)
Other comprehensive income - net of tax		(4,878,575)	(3,824,369)
Net cash generated from operating activities		7,163,450	2,032,197
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(3,085,181)	(900,646)
Proceeds from sale of property, plant and equipment		5,873	6,992
Investment in Fauji Foods Limited		(4,650,000)	(120,311)
Advance against issue of shares in Thar Energy Limited		(226,908)	(787,213)
Other investments - net		(3,497,438)	2,735,262
Interest and profit received		515,419	342,178
Net cash (used in) / generated from investing activities		(10,938,235)	1,276,262
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term financing:			
Drawdowns		9,717	6,701
Repayments		(1,590,000)	(728,935)
Repayment of lease liabilities		(67,452)	49,972
Grant received during the year		-	2,309
Dividend paid		10,465	(6,067,078)
Net cash used in financing activities		(1,637,270)	(6,737,031)
Net decrease in cash and cash equivalents		(5,412,055)	(3,428,572)
Cash and cash equivalents at beginning of the period		46,933,653	57,704,815
Effect of exchange rate changes		929,211	99,681
Cash and cash equivalents at end of the period		42,450,809	54,375,924
CASH AND CASH EQUIVALENTS			
Cash and bank balances		1,567,593	1,623,550
Short term highly liquid investments		54,939,952	81,623,739
Short term borrowings - secured		(14,056,736)	(28,871,365)
		42,450,809	54,375,924

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial statements.


Chairman

Chief Executive Officer

Director

Chief Financial Officer

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

1. THE COMPANY AND ITS OPERATIONS

- 1.1** Fauji Fertilizer Company Limited (the Group) comprises of Fauji Fertilizer Company Limited (FFC) and its subsidiaries, FFC Energy Limited (FFCEL), Fauji Fresh n Freeze Limited (FFF), Foundation Wind Energy - I Limited (FWEL-I) and Foundation Wind Energy - II Limited (FWEL-II) and OLIVE Technical Services (Private) Limited. The shares of FFC are quoted on Pakistan Stock Exchange.

The principal activity of FFC is manufacturing, purchasing and marketing of fertilizers and chemicals including investment in chemical, other manufacturing and banking operations. FFCEL has setup a 49.5 MW wind energy power project. FFF is principally engaged in the business of processing fresh, frozen fruits, vegetables, fresh meat, frozen cooked and semi cooked food. FWEL-I and FWEL-II individually operate setups of 50MW wind energy power projects. OLIVE Technical Services (Private) Limited is engaged in provision of Technical, Operations, Maintenance, Inspection and IT Services.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim consolidated financial statements 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; and
- 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.

The applicable framework for banks also includes the Banking Companies Ordinance 1962 and the provisions of and directives issued by the State Bank of Pakistan.

- 2.2** The disclosures in these condensed interim consolidated financial statements do not include the information reported for full annual consolidated financial statements and should therefore be read in conjunction with the consolidated financial statements of the Group for the year ended December 31, 2021. Comparative figures of condensed interim statement of financial position is extracted from audited consolidated financial statements as at December 31, 2021 whereas comparative figures of condensed interim statement of profit or loss account, condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows are extracted from unaudited condensed interim consolidated financial information of the Group for the three month period ended March 31, 2022.
- 2.3** These condensed interim consolidated financial statements are unaudited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

3. Significant accounting policies

The accounting policies, significant judgements made in the application of accounting policies, key sources of estimations, the methods of computation adopted in preparation of these condensed interim consolidated financial statements and financial risk management policy are the same as those applied in preparation of financial statements of the Group for the year ended December 31, 2022.

4. SHARE CAPITAL

AUTHORISED SHARE CAPITAL

This represents 1,500,000,000 (2022: 1,500,000,000) ordinary shares of Rs 10 each amounting to Rs 15,000,000 thousand (2022: Rs 15,000,000 thousand).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

ISSUED, SUBSCRIBED AND PAID UP CAPITAL

Un-audited March 31, 2023	Audited December 31, 2022		Un-audited March 31, 2023	Audited December 31, 2022
(Number of shares)			(Rupees '000)	
256,495,902	256,495,902	Ordinary shares of Rs.10 each, issued for consideration in cash	2,564,959	2,564,959
1,015,742,345	1,015,742,345	Ordinary shares of Rs.10 each issued as fully paid bonus shares	10,157,423	10,157,423
1,272,238,247	1,272,238,247		12,722,382	12,722,382

5. REVENUE RESERVES

General reserve	8,802,360	8,802,360
Unappropriated profit	92,167,080	87,129,413
	100,969,440	95,931,773

6. LONG TERM BORROWINGS - SECURED

From conventional banks			
Fauji Fertilizer Company Limited	6.1	11,165,000	11,740,000
Fauji Fresh n Freeze Limited	6.2	1,883,039	1,888,322
Foundation Wind Energy - I Limited (FWEL - I)	6.3	465,619	464,926
Foundation Wind Energy - II Limited (FWEL - II)	6.4	430,690	430,690
From Islamic banks			
Fauji Fertilizer Company Limited	6.5	9,000,000	10,000,000
		22,944,348	24,523,938
Less: Current portion shown under current liabilities			
From conventional banks		4,792,048	4,702,578
From Islamic banks		2,250,000	2,000,000
		7,042,048	6,702,578
		15,902,300	17,821,360

6.1 Movement during the period / year is as follows:

Opening balance	11,740,000	10,785,000
Draw-downs during the period / year	-	3,000,000
Repayments during the period / year	(575,000)	(2,045,000)
Closing balance	11,165,000	11,740,000

- 6.1.1** The borrowings are secured by way of hypothecation of Company's assets including plant, machinery, tools & spares and other movable properties, ranking pari passu with each other with 25% margin.

These carry mark-up ranging between 6 month KIBOR + 0.05% to 0.15% per annum (2022: 6 month KIBOR + 0.05% to 0.15% per annum) and are repayable up to December 2027 (2022: December 2027).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Un-audited March 31, 2023	Audited December 31, 2022
6.2 Movement during the period / year is as follows:	(Rupees '000)	
Opening balance	1,888,322	1,607,112
Draw-downs during the period / year	9,717	344,364
Repayments during the period / year	(15,000)	(63,154)
Closing Balance	1,883,039	1,888,322

- 6.2.1** This facility was obtained under "Temporary Economic Refinance Facility" introduced by the State Bank of Pakistan in order to support sustainable economic growth especially in the backdrop of challenges being faced by the industry in post pandemic scenario. The Company obtained this facility for enhancement of its production capacity by installing new French fries production line along with allied equipment. This facility is secured by way of first pari passu hypothecation charge over all present and future fixed assets (excluding land and building) with 25% margin and corporate guarantee of FFC. The differential markup between markup as per agreement and market based markup has been recognised as deferred government grant, which will be amortised to interest income over the period of the facilities.

	Un-audited March 31, 2023	Audited December 31, 2022
6.3 Movement during the period / year is as follows:	(Rupees '000)	
Opening balance	465,402	465,402
Less: Transaction cost -		
Initial transaction cost	(476)	(4,481)
Amortized during the period / year	693	4,005
	217	(476)
Closing balance	465,619	464,926

- 6.3.1** This represents the Musharka Finance Facility of Rs. 3,000 million (2022: Rs. 3,000 million) which has been arranged from a consortium of three banks comprising of National Bank of Pakistan, Faysal Bank Limited and United Bank Limited with participation of Rs. 1,000 million each. This facility has been arranged to meet the remaining debt finance requirements for the project cost as stated above. The rate of markup is six months KIBOR plus 2.95%. The facility is repayable in 19 semi-annual installments, the first such payment commencing on January 1, 2015 and then on rental payment date (each January 1 and July 1) until and including the final maturity date on January 1, 2024.

The facility is secured by first pari passu hypothecation charge on all of present and future, fixed and current, tangible and intangible undertakings and properties of FWEL - I (excluding the mortgaged immovable properties as defined in the memorandum of deposit of title deeds, the Security Accounts (including the amounts deposited therein) and FWEL - I LC account (including the amounts deposited therein)) for an amount of Rs. 4,000 million in favour of United Bank Limited being the Security Trustee of FWEL - I, first exclusive assignment over receivable, pledge of share, lien on project accounts and all other secured obligations owed to local secured lenders.

	Un-audited March 31, 2023	Audited December 31, 2022
6.4 Movement during the period / year is as follows:	(Rupees '000)	
Opening balance	430,398	430,398
Less: Transaction cost -		
Initial transaction cost	292	(2,690)
Amortized during the period / year	-	2,982
	292	292
Closing balance	430,690	430,690

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

- 6.4.1** This represents the Musharka Finance Facility of Rs 3,000,000 thousand (2022: Rs 3,000,000 thousand) which has been arranged from a consortium of three banks comprising of National Bank of Pakistan, Faysal Bank Limited and United Bank Limited with participation of Rs 1,000,000 thousand each. This facility has been arranged to meet the remaining debt finance requirements for the project cost as stated above. The rate of markup is six months KIBOR + 2.95%. The facility is repayable in 19 semi-annual installments, the first such payment commencing on January 1, 2015 and then on rental payment date (each January 1 and July 1) until and including the final maturity date on January 1, 2024.

The facility is secured by first pari passu hypothecation charge on all of present and future, fixed and current, tangible and intangible undertakings and properties of FWEL- II (excluding the mortgaged immovable properties as defined in the memorandum of deposit of title deeds, the Security Accounts (including the amounts deposited therein) and FWEL- II LC account (including the amounts deposited therein) for an amount of Rs 4,000,000 thousand in favour of United Bank Limited being the Security Trustee of FWEL- II, first exclusive assignment over receivable, pledge of share, lien on project accounts and all other secured obligations owed to local secured lenders.

Un-audited March 31, 2023	Audited December 31, 2022
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(Rupees '000)

6.5 Movement during the period / year is as follows:

Opening balance	10,000,000	8,000,000
Draw-downs during the period / year	-	2,000,000
Repayments during the period / year	(1,000,000)	-
Closing balance	9,000,000	10,000,000

- 6.5.1** The borrowings are secured by way of hypothecation of Company's assets including plant, machinery, tools & spares and other movable properties, ranking pari passu with each other with 25% margin.

These carry profit rates ranging between 6 month KIBOR + 0% to 0.10% per annum (2022: 6 month KIBOR + 0% to 0.10% per annum) and are repayable up to September 2027.

Un-audited March 31, 2023	Audited December 31, 2022
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7. GAS INFRASTRUCTURE DEVELOPMENT CESS

(Rupees '000)

(GIDC) PAYABLE

Balance at the beginning	59,158,374	56,716,885
Movement during the year	-	-
	59,158,374	56,716,885
Gain on extinguishment of original GIDC liability		
- credited to profit or loss	-	-
Unwinding of remeasurement gain on GIDC liability	529,749	2,441,489
	59,688,123	59,158,374
Less: Current portion of GIDC payable	(41,184,941)	(38,356,404)
Long-term portion of GIDC payable	18,503,182	20,801,970

- 7.1** This amount is included in trade and other payables.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Note	Un-audited March 31, 2023	Audited December 31, 2022
		(Rupees '000)	
8. SHORT TERM BORROWINGS - SECURED			
From conventional banks		8,295,436	52,809,480
From Islamic banks		5,761,300	6,003,169
		14,056,736	58,812,649
9. CONTINGENCIES AND COMMITMENTS			
9.1 Contingencies:			
(i) Guarantees issued by banks on behalf of the Group companies		7,629,951	6,762,374
(ii) Claims against the Group and / or potential exposure not acknowledged as debt		50,696	50,696
(iii) Group's share of contingencies in Fauji Fertilizer Bin Qasim Limited		35,433,895	28,254,374
(iv) Group's share of contingencies in Fauji Cement Company Limited as at December 31, 2022 (2022: September 30, 2022)		198,498	181,574
(v) Group's share of contingencies in Askari Bank Limited as at December 31, 2022 (2022: September 30, 2022)		135,471,238	119,086,167
(vi) Penalty of Rs 5,500,000 thousand imposed by the Competition Commission of Pakistan (CCP) in 2013, for alleged unreasonable increase in urea prices, which was set aside by the Competition Appellate Tribunal, in appeal filed by the Company, who also remanded the case back to CCP to decide the case afresh under guidelines provided by the Tribunal. CCP did not challenge this order before the Supreme Court of Pakistan in appeal within the stipulated time, thus making the appeal time barred. However, in last year, CCP under the said Tribunal guidelines, resumed the proceedings and the Company, duly joined these proceedings through Counsel. The Company filed writ petition before Islamabad High Court which was disposed of, directing CCP to proceed with regular hearings. CCP is yet to initiate its proceedings and the Company is awaiting hearing notice. The Company remains confident of successfully defending these unreasonable claims.			
	Note	Un-audited March 31, 2023	Audited December 31, 2022
9.2 Commitments in respect of:		(Rupees '000)	
(i) Capital expenditure		3,307,242	3,408,551
(ii) Purchase of fertilizer, stores, spares and other operational items		4,274,278	4,044,711
(iii) Investment in Thar Energy Limited		90,784	1,285,618
(iv) Contracted out services		589,738	271,742
(v) Group's share of commitments of PMP as at December 31, 2022 (2022: September 30, 2022)		47,386	43,349
(vi) Group's share of commitments of FCCL as at December 31, 2022 (2022: September 30, 2022)		3,005	2,952
(vii) Group's share of commitments of FFBL as at March 31, 2023 (2022: March 31, 2022)		5,918,053	654,479
(viii) Group's share of commitments of Askari Bank Limited as at December 31, 2022 (2022: September 30, 2022)		204,348,826	170,921,643
(ix) Group's share of commitments of TEL as at December 31, 2022 (2022: September 30, 2022)		1,247,460	6,188,949
(X) Arrangement with SNGPL for pipeline for supply of RLNG		560,000	-

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Note	Un-audited March 31, 2023	Audited December 31, 2022
(Rupees '000)			
10. PROPERTY PLANT AND EQUIPMENT			
Operating fixed assets	10.1	41,353,745	41,473,957
Capital work in progress	10.2	4,403,162	2,461,172
Right of use assets	10.3	14,937,679	13,987,206
		60,694,586	57,922,335
10.1 Operating fixed assets			
Opening written down value		41,473,957	38,200,331
Additions during the period / year		1,135,339	7,234,007
Written down value of disposals		-	(12,661)
Depreciation during the period / year		(1,255,551)	(3,947,720)
		41,353,745	41,473,957
10.1.1 Additions in and depreciation on operating fixed assets during the three month period ended March 31, 2022 were Rs 1,277,165 thousand and Rs 936,613 thousand respectively.			
		Un-Audited March 31, 2023	Audited December 31, 2022
10.2 Capital work in progress			
(Rupees '000)			
Opening value		2,461,172	3,072,404
Additions during the period / year		2,107,221	3,492,333
Transfers during the period / year		(165,231)	(4,103,565)
		4,403,162	2,461,172
10.3 Right of use assets			
Opening balance		13,987,206	13,684,932
Exchange loss - net		953,969	1,413,957
Depreciation during the period / year		(3,496)	(1,111,683)
		14,937,679	13,987,206
10.4 Depreciation charge has been allocated as follows:			
Cost of sales		1,235,470	4,882,763
Administrative and distribution expenses		21,054	161,267
Other expenses		195	2,108
Charged to FFBL under the Company Services Agreement		2,329	13,265
		1,259,048	5,059,403

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Note	Un-Audited March 31, 2023	Audited December 31, 2022
		(Rupees '000)	
11. LONG TERM INVESTMENTS			
Equity accounted investments	11.1	85,159,837	79,049,343
Other long term investments	11.2	4,561,527	4,738,496
		89,721,364	83,787,839
11.1 Equity accounted investments			
Investment in associated companies - under equity method			
Fauji Cement Company Limited			
Balance at the beginning		3,085,305	2,441,515
Share of profit for the period / year		118,597	314,154
Gain on dilution of interest		-	329,636
		3,203,902	3,085,305
Fauji Fertilizer Bin Qasim Limited			
Balance at the beginning		32,621,347	28,503,794
Share of profit for the period / year		(2,311,519)	3,815,473
Share of OCI for the period / year		19,479	302,080
		30,329,307	32,621,347
Fauji Foods Limited			
Balance at the beginning		-	-
Investment during the period / year	11.3	4,650,000	-
		4,650,000	-
Askari Bank Limited			
Balance at the beginning		31,594,433	26,691,561
Share of profit for the period / year		1,448,789	5,917,459
Share of OCI for the period / year		1,229,645	(1,014,587)
		34,272,867	31,594,433
Thar Energy Limited			
Balance at the beginning		5,730,558	3,552,457
Investment during the period / year		-	1,245,742
Advance against issue of right / shares		226,908	931,300
Share of loss for the period / year		772,364	660
Share of OCI for the period / year		-	399
		6,729,830	5,730,558
Investment in joint venture - under equity method			
Pakistan Maroc Phosphore S.A., Morocco			
Balance at the beginning		6,017,700	4,462,290
Share of profit for the period / year		(288,269)	2,392,508
Gain on translation of net assets		244,500	512,321
Dividend received		-	(1,349,419)
		5,973,931	6,017,700
		85,159,837	79,049,343

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Note	Un-audited March 31, 2023	Audited December 31, 2022
		(Rupees '000)	
11.2 Other long term investments			
Investment measured at fair value through other comprehensive income			
Term Deposit Receipts - from conventional bank		63,831	64,710
Bank Alfalah Term Finance Certificate		485,423	485,029
Pakistan Investment Bonds		4,411,822	4,574,399
		4,961,076	5,124,138
Less: Current portion shown under short term investments Investment at fair value through other comprehensive income			
Term Deposit Receipts - from conventional bank		38,507	27,070
Pakistan Investment Bonds		361,042	358,572
	13	399,549	385,642
		4,561,527	4,738,496

11.3 During the period, the subsidiary of the Company, FFC Energy Limited (FFCEL) made an investment in 465,000 thousand fully paid ordinary shares of Rs 10 each in the share capital of Fauji Foods Ltd. (FFL).

12. OTHER RECEIVABLES

These include Rs 6,961,878 thousand (2022: Rs 6,961,878 thousand) on account of subsidy receivable and Rs 18,191,022 thousand (2022: Rs 17,438,083 thousand) on account of sales tax receivable from the Government.

	Note	Un-audited March 31, 2023	Audited December 31, 2022
		(Rupees '000)	
13. SHORT TERM INVESTMENTS			
Amortized cost - conventional instruments			
Term deposits with banks and financial institutions			
Foreign currency		4,668,693	3,625,295
		4,668,693	3,625,295
Investments at fair value through profit or loss			
Conventional investments		50,504,710	100,608,222
Shariah compliant investments		7,884,775	3,136,840
		58,389,485	103,745,062
Current maturity of long term investments			
Investments measured at fair value through other comprehensive income	11	399,549	385,642
		63,457,727	107,755,999

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	Un-audited March 31, 2023	Un-audited March 31, 2022
	(Rupees '000)	
14. TURNOVER - NET		
Fertilizers	36,425,482	26,860,362
Power	2,080,012	1,741,137
Food	1,622,349	755,329
Technical Services	41,111	1,953
	40,168,954	29,358,781
Sales tax	(409,565)	(786,393)
Trade discount	(70,717)	(46,443)
	(480,282)	(832,836)
	39,688,672	28,525,945

15. SEGMENT INFORMATION

The detail of utilization of the Group assets by the segments as well as related liabilities is as follows:

	Reportable segments				
	Fertilizers*	Power	Food	Technical Services	Total
	(Rupees '000)				

March 31, 2023 (Un-audited)

Assets

Segment assets (Total)	150,241,503	50,756,406	6,714,623	72,958	207,785,490
Equity accounted investees	85,159,837	-	-	-	85,159,837

Liabilities

Segment liabilities (Total)	152,916,774	7,786,981	5,259,729	16,589	165,980,073
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Capital expenditure	3,034,665	15,029	27,635	-	3,077,329
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Depreciation	595,424	560,116	103,419	89	1,259,048
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December 31, 2022 (Audited)

Assets

Segment assets (Total)	240,122,007	48,840,260	4,969,283	47,768	293,979,318
Equity accounted investees	79,049,343	-	-	-	79,049,343

Liabilities

Segment liabilities (Total)	196,193,149	6,719,830	3,448,964	10,814	206,372,757
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Capital expenditure	6,069,079	64,279	1,384,038	753	7,518,149
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Depreciation	2,451,643	2,245,715	361,888	157	5,059,403
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* net of consolidated adjustments / eliminations

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	March 31, 2023	March 31, 2022
16. CASH GENERATED FROM OPERATIONS	(Rupees '000)	
Profit before tax	12,569,317	11,241,228
Adjustments for:		
Depreciation	1,259,047	1,177,109
Amortization	2,277	1,185
Unwinding of GIDC liability	382,614	529,749
Amortization of transaction cost	693	2,269
Finance cost	1,737,817	1,288,860
Gain on sale of property, plant and equipment	(5,873)	(5,764)
Income on loans, deposits and investments	(373,446)	(292,160)
Share of profit of associated companies and joint venture	260,038	(3,612,849)
Amortization of deferred government grant	(9,717)	(26,659)
Exchange (gain) - net	(929,211)	(99,681)
Gain on remeasurement of investments at fair value through profit or loss	(960,710)	(1,471,282)
	1,363,529	(2,509,223)
	13,932,846	8,732,005
Changes in:		
Stores and spares	(115,845)	(587,779)
Stock in trade	4,042,470	(4,710,503)
Trade debts	(1,454,435)	(1,013,031)
Loans and advances	(3,620,908)	(426,740)
Deposits and prepayments	(149,094)	(330,737)
Other receivables	159,737	(570,926)
Trade and other payables	(714,706)	5,325,072
	(1,852,781)	(2,314,644)
Changes in long term loans and advances	(38,040)	(360,409)
Changes in long term deposits and prepayments	-	436
Changes in deferred liabilities	-	(200,822)
	12,042,025	5,856,566

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

17. FINANCIAL RISK MANAGEMENT AND FAIR VALUES

The Groups's financial risk management objectives and policies are consistent with those disclosed in the annual consolidated financial statements for the year ended December 31, 2022. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited consolidated financial statements of the Company for the year ended December 31, 2022.

The carrying amount of all financial assets and liabilities are estimated to approximate their fair values.

	March 31, 2023	March 31, 2022
18. TRANSACTIONS AND BALANCES WITH RELATED PARTIES	(Rupees '000)	
Significant transactions and balances with the related parties are as follows:		
HOLDING COMPANY		
Transactions		
Dividend	1777,348	2,623,705
Casr recharged	238,248	60,768
Sale of fertilizer	-	2,199
Others	-	44,549
Balances		
Balance payable - unsecured *	1,963,574	52,024
ASSOCIATED UNDERTAKINGS / COMPANIES DUE TO COMMON DIRECTORSHIP		
Transactions		
Expenses charged on account of marketing of fertilizer on behalf of associated company	245,328	223,225
Commission on sale of products	8,307	4,622
Payment under consignment account - net	36,157,143	19,918,852
Payments against purchase of gas as feed and fuel stock	8,040,295	7,998,225
Equity investment	226,908	120,311
Advance against issue of shares	-	787,213
Services and materials provided	11,778	1,754
Donation	776,670	252,550
Interest expense	201,138	61,451
Interest income	9,744	5,952
Balances		
Long term investments*	63,831	64,710
Long term borrowing *	1,142,670	6,701
Short term borrowings *	82,128	29,871,241
Bank balance *	67,780	79,629
Running finance *	166,430	247,622
Balance receivable - unsecured *	372,684	362,543
Balance payable - unsecured *	70,679,340	68,537,591
KEY MANAGEMENT PERSONNEL		
Remuneration including benefits and perquisites of chief executive and other executives. No. of persons 2023: 1 and 515 (2022:2 and 436) respectively	1,648,465	1,300,976

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2023

	March 31, 2023	March 31, 2022
	(Rupees '000)	
STAFF RETIREMENT BENEFITS		
Contributions		
Employees' Provident Fund Trust	141,530	122,540
Employees' Gratuity Fund Trust	266,333	258,999
Employees' Pension Fund Trust	-	148,611
Employees' Funds as Dividend on equity holding of 0.25% (2022: 0.25%)	8,415	14,614
Balances		
Balance payable to Gratuity Fund Trust *	459,875	661,629
Balance receivable from Pension Fund Trust *	-	759,001

* Comparative figures of receivable / payable balances are as of December 31, 2022.

20. NON ADJUSTING EVENTS AFTER REPORTING DATE

The Board of Directors of FFC in its meeting held on April 27, 2023 proposed first interim dividend of Rs 4.26 per share.

20. GENERAL

20.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

20.2 These condensed interim consolidated financial statements have been authorized for issue by the Board of Directors of FFC on April 27, 2023.


Chairman

Chief Executive Officer

Director

Chief Financial Officer

SAY NO TO CORRUPTION

If Undelivered please return to:
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Fauji Cement Company Ltd

