

# **BAWANY AIR PRODUCTS LIMITED**

**QUARTERLY REPORT  
SEPTEMBER 30, 2023  
(UN-AUDITED)**

## COMPANY INFORMATION

### BOARD OF DIRECTORS

Mr. Vali Mohammad M. Yahha  
Mr. M. Hanif Y. Bawany  
Mrs. Momiza Hanif Bawany  
Mr. Mikhail Bawany  
Mr. Wazir Ahmed Jomezai  
Mr. Zakaria A. Ghaffar  
Mr. Muhammad Danish

Chairman - Non Executive Director  
Chief Executive Officer  
Executive Director  
Independent - Non Executive Director  
Independent - Non Executive Director  
Independent - Non Executive Director  
Independent - Non Executive Director

### AUDIT & HR COMMITTEE

Mr. Muhammad Danish  
Mr. Vali Mohammad M. Yahha  
Mr. Zakaria A. Ghaffar  
Mr. Muhammad Munir

Chairman  
Member  
Member  
Secretary to Audit Committee

### HEAD OF INTERNAL AUDIT

Mr. Muhammad Munir

### CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

Mr. Abdul Rauf

### AUDITORS

S. M. SUHAIL & CO.  
Chartered Accountants

### BANKERS

United Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan

### SHARE REGISTRAR

C&K Management Associates (Pvt) Ltd.  
404, Trade Tower,  
Abdullah Haroon Road, Karachi  
Te: 35687839-35685930

### OFFICE

16-C, 2nd Floor, Nadir House,  
I.I. Chundrigar Road,  
Karachi  
Tel: 021-32400440-41

ASSALAM-O-ALAIKUM

On behalf of the Board of Directors, I am pleased to present the Directors' Review on the three months period ended September 30, 2023. The un-audited financial statements of your Company for the first quarter ended of the year 2024 are also being presented for your perusal.

In the year 2024 the Company has settled the payment of liabilities and has approximately paid 75% of its liabilities during the 1<sup>st</sup> quarter in comparison to the outstanding amount of liabilities in June 2023. The accrued liabilities, related party payables and all the trade payables are being settled as committed and this has improved the current ratio of the Company significantly. It is expected that by the end of the second quarter, most of the remaining liabilities will also be settled, thereby leaving surplus funds for the Company to decide the next business avenue. The left-over funds will be utilized in future business projects which are under consideration by the management.

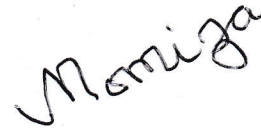
There are different options under consideration by the management and of the Board for future business. However, the final decision will be taken after detailed deliberation as the economic and political situation of the country settles down.

On behalf of the Board, we thank ALMIGHTY ALLAH and the efforts of the management and the Board which eased the way to pay off maximum amount of its liabilities. We also thank you for your support and trust on the management of the Company and are very hopeful that our relationship will strengthen in future INSHA ALLAH.

On behalf of the Board



**M. Hanif Y. Bawany**  
Chief Executive Officer



**Momiza Hanif Bawany**  
Director

Karachi  
Dated: October 26, 2023

السلام علیکم!

بورڈ آف ڈائریکٹرز کی جانب سے میں ڈائریکٹران کا جائزہ برائے سہ ماہی مدت ختمہ 30 ستمبر 2023 پیش کرتے ہوئے اظہار مسرت کرتا ہوں۔ آپ کی کمپنی کے مالیاتی گوشوارے برائے پہلی سہ ماہی مالیاتی سال 2024 بھی آپ کے ملاحظہ کے لئے پیش کئے جا رہے ہیں۔

مالیاتی سال 2024 میں کمپنی نے واجبات کی ادائیگی کی اور جون 2023 کو واجب الادا رقم کی مناسبت سے پہلی سہ ماہی میں کمپنی نے تمام واجبات کا تقریباً 75 فیصد ادا کر دیا۔ ملحقہ فریقین کے واجبات اور تجارتی واجبات بھی وعدے کے بعد ادا کئے جا رہے ہیں اور اس سے کمپنی کی رواں شرح میں قابل ذکر بہتری آئی ہے۔ توقع ہے کہ دوسری سہ ماہی کے اختتام تک زیادہ تر واجبات ادا ہو جائیں گے جس سے کمپنی کے پاس اضافی رقوم بچ جانے سے اگلے کاروباری منصوبے کا فیصلہ کیا جائے گا۔ بقایا بچ جانے والی رقوم کو مستقبل کے کاروباری منصوبوں میں استعمال کیا جائے گا جو کہ انتظامیہ کے زیر غور ہے۔

اس وقت مستقبل کے کاروبار کے لئے بورڈ اور انتظامیہ کے زیر غور کئی آپشنز ہیں۔ تاہم حتمی فیصلہ ملکی معاشی اور سیاسی صورتحال کے مستحکم ہوتے ہی تفصیلی غور و خوض کے بعد کیا جائے گا۔

بورڈ کی جانب سے ہم اللہ رب العزت کے شکر گزار ہیں اور انتظامیہ اور بورڈ کی کوششوں کے مشکور ہیں جن کی وجہ سے واجبات کی زیادہ سے زیادہ رقم کی ادائیگی میں آسانی پیدا ہوئی۔ کمپنی کی انتظامیہ پر آپ کے اعتماد کے لئے بھی ہم آپ کے مشکور ہیں اور قوی امید رکھتے ہیں کہ مستقبل میں ہمارے تعلقات مزید مضبوط ہونگے انشاء اللہ

منجانب بورڈ

Moumiza

مومیزہ حنیف باوانی  
ڈائریکٹر

21/11/23

ایم حنیف والی باوانی  
چیف ایگزیکٹو آفیسر


کراچی

مورخہ: 26 اکتوبر 2023

**BAWANY AIR PRODUCTS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT SEPTEMBER 30, 2023**

	Unaudited September 30, 2023	Audited June 30, 2023
Note	----- Rupees -----	
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	4            792,778	813,106
<b>Current Assets</b>		
Advances and other receivables	1,543,000	-
Sales tax refundable	824,547	824,547
Short-term deposits	2,226,091	2,342,084
Investments	36,056	36,057
Taxation - net	6,078,011	6,074,646
Cash and bank balances	48,000,734	83,990,373
	58,708,439	93,267,707
<b>Total Assets</b>	<b>59,501,217</b>	<b>94,080,813</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Share Capital and Reserves</b>		
Authorised capital 15,000,000 Ordinary shares of Rs.10/- each	150,000,000	150,000,000
Issued, subscribed and paid-up capital	75,025,100	75,025,100
Accumulated loss	(27,471,506)	(27,607,332)
	47,553,594	47,417,768
<b>Current Liabilities</b>		
Trade and other payables	-	665,103
Short-term deposits	5,558,429	14,971,512
Accrued liabilities	1,478,687	11,421,823
Unclaimed dividend	717,420	717,420
Due to related parties	4,193,087	18,887,187
	11,947,623	46,663,045
<b>Total Equity and Liabilities</b>	<b>59,501,217</b>	<b>94,080,813</b>

The annexed notes from 1 to 10 form an integral part of this condensed interim financial information.

  
**M. HANIF Y. BAWANY**  
Chief Executive Officer

  
**ABDUL RAUF**  
Chief Financial Officer


  
**MOMIZA HANIF BAWANY**  
Director


**BAWANY AIR PRODUCTS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS**  
**AND OTHER COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2023**

	Note	Un-audited	
		Three months ended	
		September 30, 2023	September 30, 2022
		-----Rupees-----	
Sales - net		-	-
Cost of sales		-	-
Gross profit		-	-
Other operating income		-	450,000
		-	450,000
Administrative expenses		<b>(2,196,816)</b>	<b>(2,579,737)</b>
Other operating expenses - net		<b>2,335,210</b>	<b>68,284,079</b>
Finance cost - net		<b>(2,568)</b>	<b>(916)</b>
		<b>135,826</b>	<b>65,703,426</b>
Profit before taxation		<b>135,826</b>	<b>66,153,426</b>
Provision for taxation	5	-	-
Profit for the period		<b>135,826</b>	<b>66,153,426</b>
Other comprehensive income		-	-
Total comprehensive income		<b>135,826</b>	<b>66,153,426</b>
Earnings per share - basic and diluted		<b>0.02</b>	<b>8.82</b>

The annexed notes from 1 to 10 form an integral part of this condensed interim financial information.

  
**M. HANIF Y. BAWANY**  
 Chief Executive Officer


  
**ABDUL RAUF**  
 Chief Financial Officer


  
**MOMIZA HANIF BAWANY**  
 Director

**BAWANY AIR PRODUCTS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2023**

		Un-audited	
		September 30, 2023	September 30, 2022
		----- Rupees -----	
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>	Note		
Profit before taxation		135,826	66,153,426
<b>Adjustments for:</b>			
Surplus on disposal of assets held for sale		-	(68,899,732)
Depreciation		20,328	22,460
Finance cost		2,568	916
Operating cash flows before working capital changes		158,723	(2,722,930)
<b>Working capital changes</b>	6	(26,845,339)	1,596,003
<b>Net cash used in operations</b>		(26,686,616)	(1,126,927)
Finance cost paid		(2,568)	(916)
Income tax paid		(3,365)	(7,200)
<b>Net cash used in operating activities</b>		(26,692,549)	(1,135,043)
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceed from disposal of plant and machinery items		-	152,000,000
<b>Net cash generated from investing activities</b>		-	152,000,000
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long-term deposits - net		(9,297,090)	-
<b>Net cash used in financing activities</b>		(9,297,090)	-
<b>Net increase in cash and cash equivalents (A+B+C)</b>		(35,989,639)	150,864,958
Cash and cash equivalents at beginning of the period		83,990,373	241,109
<b>Cash and cash equivalents at end of the period</b>	7	48,000,734	151,106,067

The annexed notes from 1 to 10 form an integral part of this condensed interim financial information.

  
**M. HANIF Y. BAWANY**  
 Chief Executive Officer


  
**ABDUL RAUF**  
 Chief Financial Officer


  
**MOMIZA HANIF BAWANY**  
 Director

**BAWANY AIR PRODUCTS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2023**

	<b>Issued, subscribed and paid-up capital</b>	<b>Accumulated loss</b>	<b>Total</b>
	----- Rupees -----		
Balance as at June 30, 2022	75,025,100	(86,995,393)	(11,970,293)
Total profit for the year ended June 30, 2023	-	59,388,061	59,388,061
Balance as at June 30, 2023 - audited	<u>75,025,100</u>	<u>(27,607,332)</u>	<u>47,417,768</u>
Total comprehensive income for the three months period ended September 30, 2023	-	135,826	135,826
<b>Balance as at September 30, 2023 - un-audited</b>	<b><u>75,025,100</u></b>	<b><u>(27,471,506)</u></b>	<b><u>47,553,594</u></b>

The annexed notes from 1 to 10 form an integral part of this condensed interim financial information.

  
**M. HANIF Y. BAWANY**  
 Chief Executive Officer

  
**ABDUL RAUF**  
 Chief Financial Officer

  
**MOMIZA HANIF BAWANY**  
 Director



**BAWANY AIR PRODUCTS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2023**

**1 THE COMPANY AND ITS OPERATIONS**

Bawany Air Products Limited (the Company) is a public limited Company incorporated in Pakistan on August 16, 1978 and registered under the Companies Act, 1913, now th Companies Act, 2017. The Company is listed on Pakistan Stock Exchange Limited. The principal activities of the Company were production and trading of oxygen gas, dissolved acetylene and nitrogen gas, had suspended in 2013.

**2 BASIS OF PREPARATION**

This interim financial information has been prepared in condensed form in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting" and is being submitted to the shareholders as required by section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange Limited. This condensed interim financial information does not include all the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended June 30, 2023.

**3 SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS**

The accounting policies, estimates, judgments and methods of computation adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2023.

	Note	Unaudited September 30, 2023	Audited June 30, 2023
----- Rupees -----			
<b>4 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating property, plant and equipment		<u>792,778</u>	<u>813,106</u>

4.1 Additions to fixed assets during the period were Rs. Nil (June 30, 2023: Rs. 81,500) and disposals there from at net book value were Rs. Nil (June 30, 2023: Rs. 38,219).

Un-audited Three Months Ended	
September 30, 2023	September 30, 2022
----- Rupees -----	

**5 TAXATION**

As the Company did not earn any taxable income during the period, therefore, there is no charge for taxation.

**6 WORKING CAPITAL CHANGES**

<b>(Increase)/decrease in current assets</b>		
Advances and other receivables	(1,543,000)	(255,566)
<b>(Decrease) / Increase in current liabilities</b>		
Trade and other payables	(665,103)	2,443,088
Accrud liabilities	(9,943,136)	-
Due to related parties	<u>(14,694,100)</u>	<u>(591,519)</u>
	<u>(26,845,339)</u>	<u>1,596,003</u>

Un-audited	
Three Months Ended	
September 30, 2023	September 30, 2022
----- Rupees -----	

**7 CASH AND CASH EQUIVALENTS**

Cash and bank balances

48,000,734	151,106,067
<u>48,000,734</u>	<u>151,106,067</u>

**8 TRANSACTIONS WITH RELATED PARTIES**

The associated undertaking and related parties comprise associated companies, directors with related parties are as follows:

**Associated undertakings**

Organization charges paid	1,337,908	136,749
Loan repaid to associated undertaking	17,795,439	-

**Other related parties**

Contribution made by the Company to retirement benefit plan	29,166	33,390
Interest charged to the Company to retirement benefit plant	475	561


**9 DATE OF AUTHORIZATION FOR ISSUE**


This condensed interim financial information was authorised for issue on **October 19, 2023** by the Board of Directors of the Company.

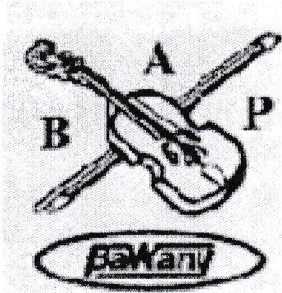
**10 GENERAL**

Figures presented in these condensed interim financial information have been rounded off to the nearest rupee.

  
**M. HANIF Y. BAWANY**  
 Chief Executive Officer

  
**ABDUL RAUF**  
 Chief Financial Officer

  
**MOMIZA HANIF BAWANY**  
 Director



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**Karachi**