

**BAWANY AIR
PRODUCTS LIMITED**

**QUARTERLY REVIEW
MARCH 31, 2024
(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 National Bank of Pakistan Meezan Bank Limited	
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	

Directors' report to the members

For the third quarter ended March 31, 2024

ASSALAM-O-ALAIKUM

We are pleased to present the un-audited financial statements of the Company for the third quarter ended March 31, 2024 along with our review of the Company's performance throughout these nine months.

Industry overview

It may be noted that economic stability has slowly returned due to election taken place. We hope and pray that we do face another economic downturn.

Operational performance of the Company

The overall performance of the Company is comparatively down due to no business activity during the period. As part of that, the short-term deposits have been reduced by Rs. 12.82 million, the related parties were paid 100% of Rs. 18.89 million, the accrued liabilities of Rs.10.69 million were paid and the trade and other payables of Rs.0.67 were also paid 100%, totaling to Rs.43.07 million. The management intends to pay off remaining liabilities on or before 30 June 2024.

Financial highlights

An analysis of the nine months' performance is as follows, which shows the possible expenses to keep the Company alive.

Description	Nine months ended	
	March 31, 2024	March 31, 2023
Administrative expenses	12,280,447	7,585,980
Other operating expenses	628,609	2,073,684
Net (loss) / income for the period	(10,352,428)	61,556,380

The net loss in the nine-month period ended March 2024 due to no revenue generation activities were carried out during the period.

Future Outlook and Going Concern Assumption

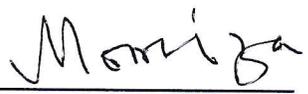
The current economic environment is improving; therefore, we have started looking for new venture or partnership. Accordingly, the management will hold onto the funds and will remain cautious of any business opportunity and will decide based on the return on investment and other aspects. The management expects that the political and economic situation will remain stable for the next couple of years, the Board of Directors will decide the way forward for the next line of business, as per the Memorandum and Articles of Association.

Acknowledgment

The management has strong faith in Almighty ALLAH and appreciates the support and trust shown by the shareholders.

On behalf of the Board


M. Hanif Y. Bawany
Chief Executive Officer


Momiza Hanif Bawany
Director

Karachi,
Dated 26, April 2024

ڈائریکٹرز رپورٹ برائے ممبران
برائے سہ ماہی مدت تختہ 31 مارچ 2024

السلام علیکم!

کمپنی کی تیسری سہ ماہی تختہ 31 مارچ 2024 کے غیر آڈٹ شدہ مالیاتی گوشواروں کے ساتھ کل نو ماہ میں کمپنی کی کارکردگی پر اپنا جائزہ پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

صنعتی جائزہ

یہ بات قابل ذکر ہے کہ انتخابات کی وجہ سے معاشی استحکام آہستہ آہستہ واپس آ رہا ہے۔ ہم امید کرتے ہیں اور دعا کرتے ہیں کہ ہمیں مزید کسی معاشی زوال پذیری کا سامنا نہ کرنا پڑے۔

کمپنی کی کاروباری کارکردگی

مدت کے دوران کوئی کاروباری سرگرمی نہ ہونے کی وجہ سے کمپنی کی مجموعی کارکردگی نسبتاً کم رہی۔ جس کی وجہ سے قلیل مدتی جمع شدہ رقمات میں 12.82 بلین روپے کی کمی ہوئی، ماحقہ فریقین کے 18.89 بلین روپے کی 100 فیصد ادائیگی کر دی گئی، 10.69 بلین روپے مجموعی واجبات ادا کئے گئے اور 0.67 بلین روپے کے تجارتی و دیگر واجبات بھی 100 فیصد ادا کر دیئے گئے، اس طرح کل 43.07 بلین روپے ادا کئے گئے۔ انتظامیہ کا ارادہ ہے کہ بقایا تمام واجبات کو 30 جون 2024 تک یا اس سے پہلے ادا کر دیا جائے۔

مالیاتی جھلکیاں

نو ماہی مدت کا ایک تجزیہ درج ذیل ہے جس سے پتا چلتا ہے کہ کمپنی کو چلانے کے لئے صرف ممکنہ اخراجات کئے گئے:

نو ماہی مدت تختہ		تفصیل
31 مارچ 2023	31 مارچ 2024	
7,585,980	12,280,447	انتظامی اخراجات
2,073,684	628,609	دیگر کاروباری اخراجات
61,556,380	(10,352,428)	مدت کا خالص (خسارہ) / آمدنی

مدت کے دوران آمدنی پیدا کرنے کی سرگرمیوں کے نہ ہونے کی وجہ سے نو ماہی مدت تختہ 31 مارچ 2024 میں خالص خسارہ ہوا۔

مستقبل کی پیش بینی اور چلتے ہوئے ادارے کا مفروضہ

موجودہ معاشی ماحول میں بہتری آ رہی ہے لہذا ہم نے نئے کاروباری مواقع یا شراکت داری کو تلاش کرنا شروع کر دیا ہے۔ لہذا انتظامیہ فنڈز کو روکے رکھے گی اور کاروباری مواقع کے لئے محتاط رہے گی اور سرمایہ کاری پر منفعت اور دیگر پہلوؤں کی بنیاد پر فیصلہ کرے گی۔ انتظامیہ کو توقع ہے کہ سیاسی اور معاشی صورتحال اگلے چند سالوں میں مستحکم رہے گی، لہذا بورڈ آف ڈائریکٹرز میوریٹڈ اور آرٹیکلز آف ایسوسی ایشن کے تحت نئے کاروباری مواقع کا فیصلہ کرے گا۔

اعتراف

انتظامیہ کو اللہ رب العزت پر مکمل یقین ہے اور حصص یافتگان کے تعاون اور اعتماد پر ان کی مشکور ہے۔

منجانب بورڈ

Mouza

مومیزہ حنیف باوانی
ڈائریکٹر

Mouza

ایم حنیف وائی باوانی
چیف ایگزیکٹو آفیسر

کراچی

مورخہ: 26 اپریل 2024

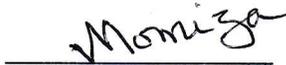
BAWANY AIR PRODUCTS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024

	Unaudited March 31, 2024	Audited June 30, 2023
Note	----- Rupees -----	
ASSETS		
Non Current Assets		
Property, plant and equipment	4 446,514	813,106
Current Assets		
Sales tax refundable	824,547	824,547
Short-term deposits	2,206,900	2,342,084
Investments	50,311	36,057
Taxation - net	6,110,103	6,074,646
Cash and bank balances	31,022,331	83,990,373
	40,214,192	93,267,707
Total Assets	40,660,706	94,080,813
EQUITY AND LIABILITIES		
Share Capital and Reserves		
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	(37,959,760)	(27,607,332)
	37,065,340	47,417,768
Non Current Liabilities		
Current Liabilities		
Trade and other payables	-	665,103
Accrued liabilities	722,122	11,421,823
Unclaimed dividend	717,420	717,420
Short-term deposits	2,155,824	14,971,512
Due to related parties	-	18,887,187
	3,595,366	46,663,045
Contingencies and Commitment	9	
Total Equity and Liabilities	40,660,706	94,080,813

The annexed notes form an integral part of these 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 AND LOSS (UNAUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	<u>Nine months period ended</u>		<u>Quarter ended</u>	
	<u>March 31,</u> <u>2024</u>	<u>March 31,</u> <u>2023</u>	<u>March 31,</u> <u>2024</u>	<u>March 31,</u> <u>2023</u>
Note	----- Rupees -----	----- Rupees -----	----- Rupees -----	----- Rupees -----
Sales - net	-	-	-	-
Cost of sales	-	-	-	-
Gross (loss) / profit	-	-	-	-
Other income	2,549,166	71,224,850	70,326	16,065
Unrealized gain / (loss) on revaluation of other financial assets	14,255	1,364	-	-
	2,563,421	71,226,214	70,326	16,065
Administrative expenses	(12,280,447)	(7,585,980)	(4,401,284)	(1,574,621)
Other operating expenses	5 (460,609)	(2,073,684)	(254,094)	(935,854)
Finance cost - net	6 (6,793)	(10,170)	(626)	(2,043)
(Loss) / gain before taxation	(10,184,428)	61,556,380	(4,585,678)	(2,496,453)
Provision for taxation - prior	7 (168,000)	-	(168,000)	-
Net (loss) / gain for the period	(10,352,428)	61,556,380	(4,753,678)	(2,496,453)
COMPREHENSIVE INCOME				
(Loss)/ gain for the period	(10,352,428)	61,556,380	(4,753,678)	(2,496,453)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	(10,352,428)	61,556,380	(4,753,678)	(2,496,453)
(Loss) / earnings per share - basic and diluted	(1.38)	8.20	(0.63)	(0.33)

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



M. HANIF Y. BAWANY
Chief Executive Officer



ABDUL RAUF
Chief Financial Officer

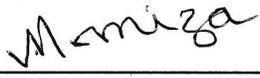


MOMIZA HANIF BAWANY
Director

BAWANY AIR PRODUCTS' LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

		March 31, 2024	March 31, 2023
		----- Rupees -----	
A. CASH FLOWS FROM OPERATING ACTIVITIES	Note		
(Loss) / gain before taxation		(10,184,428)	61,556,380
Adjustments for:			
Depreciation		60,983	48,994
Loss on revaluation of other financial assets		(14,254)	(1,363)
Written off		305,609	-
Finance cost		6,793	10,170
Operating cash flows before working capital changes		(9,825,297)	61,614,181
Working capital changes	8	(11,364,804)	(4,762,027)
Net cash used in from operations		(21,190,101)	56,852,154
Finance cost paid		(6,793)	(10,170)
Income tax paid		(203,457)	(14,126)
Net cash used in operating activities		(21,400,351)	56,827,858
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Addition to equipment		-	(81,500)
Proceeds from disposal of assets		-	83,100,268
Net cash generated from investing activities		-	83,018,768
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term deposits - liabilities - net		(12,680,504)	(4,612,604)
Due to related parties		(18,887,187)	(9,542,044)
Net cash generated from financing activities		(31,567,691)	(14,154,648)
Net decrease in cash and cash equivalents (A+B+C)		(52,968,042)	125,691,978
Cash and cash equivalents at beginning of the period		83,990,373	241,109
Cash and cash equivalents at end of the period		31,022,331	125,933,087

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

 <hr style="border: 0.5px solid black;"/> M. HANIF Y. BAWANY Chief Executive Officer	 <hr style="border: 0.5px solid black;"/> ABDUL RAUF Chief Financial Officer	 <hr style="border: 0.5px solid black;"/> MOMIZA HANIF BAWANY Director
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BAWANY AIR PRODUCTS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Issued, subscribed and paid-up capital	Accumulated loss	Total
	----- Rupees -----		
Balance as at July 1, 2022	75,025,100	(86,995,393)	(11,970,293)
Total comprehensive income for the nine months period ended March 31, 2023	-	61,556,380	61,556,380
Balance as at March 31, 2023	<u>75,025,100</u>	<u>(25,439,013)</u>	<u>49,586,087</u>
Balance as at July 1, 2023	75,025,100	(27,607,332)	47,417,768
Total comprehensive income for the nine months period ended March 31, 2024	-	(10,352,428)	(10,352,428)
Balance as at March 31, 2024	<u>75,025,100</u>	<u>(37,959,760)</u>	<u>37,065,340</u>

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


M. HANIF Y. BAWANY


ABDUL RAUF


MOMIZA HANIF BAWANY

BAWANY AIR PRODUCTS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

1 THE COMPANY AND ITS OPERATIONS

Bawany Air Products Limited (the Company) is a public limited Company incorporated in Pakistan on August 16, 1978. The Company is currently listed on the Pakistan Stock Exchange Limited. The principal activities of the Company are production and trading of oxygen gas, dissolved acetylene and nitrogen gas. The registered office of the Company is office no. 16-C, 2nd floor, Nadir House, I.I. Chundrigar Road, Karachi.

2 BASIS OF PREPARATION

The condensed interim financial information has been prepared for the nine months period ended March 31, 2024 in accordance with the requirement of international Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where the requirements differ, the provision of or directives issued under the Companies Act, 2017 are being prevailed.

These condensed interim financial information are unaudited and are being circulated to the shareholders in accordance with the listing regulations of Pakistan Stock Exchange Limited and Section 237 of the Companies Act, 2017.

The condensed interim financial information does not include all the information and disclosures as required for preparation of annual financial statements therefore, it should be read in conjunction with the annual audited financial statements for the year ended June 30, 2023.

3 SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reporting amounts of assets and liabilities, income and expenses. Actual results may differ from these estimate.

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

	Un-audited March 31, 2024	Audited June 30, 2023
	----- Rupees -----	
4 PROPERTY, PLANT AND EQUIPMENT		
Operating property, plant and equipment	<u>446,514</u>	<u>813,106</u>

4.1 Additions to property, plant and equipment 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.32,486).

	Nine months ended		Quarter ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	-----Rupees-----			
5 OTHER OPERATING EXPENSES				
Salaries, wages and benefits	-	1,291,778	-	912,310
Electricity, gas and water	-	57,800	-	-
Others	<u>460,609</u>	<u>724,106</u>	<u>409,094</u>	<u>23,544</u>
	<u>460,609</u>	<u>2,073,684</u>	<u>409,094</u>	<u>935,854</u>

6 FINANCE COST

Markup on due to Provident Fund	1,227	1,654	449	532
Bank charges	<u>5,566</u>	<u>8,516</u>	<u>177</u>	<u>1,511</u>
	<u>6,793</u>	<u>10,170</u>	<u>626</u>	<u>2,043</u>

6.1 This represents interest on loan and contributions payable to the Staff Provident Fund.

7 **TAXATION**

Since the Company did not earn any taxable income, there is no charge of taxation for current year.

	Unaudited	
	March 31, 2024	March 31, 2023
8 WORKING CAPITAL CHANGES	----- Rupees -----	
(Increase) / decrease in current assets		
Advances and other receivables	-	(5,227)
(Decrease) / Increase in current liabilities		
Trade and other payables	(665,103)	(1,707,899)
Accrued liabilities	<u>(10,699,701)</u>	<u>(3,048,901)</u>
	<u>(11,364,804)</u>	<u>(4,762,027)</u>

9 **CONTINGENCIES AND COMMITMENTS**

There were no contingencies or commitments as at March 31, 2024.

10 **TRANSACTIONS WITH RELATED PARTIES**

The related parties include a subsidiary Company, entities having directors in common with the Company, major shareholders of the Company, directors and other key management personnel and retirement benefit plans. Transaction with related parties, other than those disclosed elsewhere in the financial statements are as under:

	Unaudited	
	March 31, 2024	March 31, 2023
	----- Rupees -----	
Associated undertakings		
Organization charges paid	1,590,700	403,345
Long-term loan re-paid to associated undertaking	17,795,439	6,512,025
Transactions with key management personnel		
Salaries, benefits and other allowances	4,718,094	2,976,411
Other related parties		
Contribution made by the Company to retirement benefit plan	87,498	97,459

11 **DATE OF AUTHORIZATION FOR ISSUE**

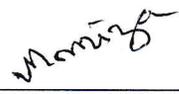
This condensed interim financial information was authorised for issue on 26 April 2024 by the Board of Directors of the Company.

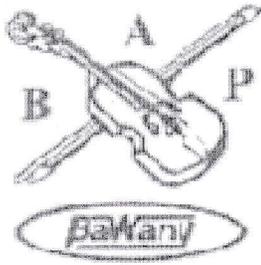
12 **GENERAL**

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


M. HANIF Y. BAWANY
Chief Executive Officer


ABDUL RAUF
Chief Financial Officer


MOMIZA HANIF BAWANY
Director



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