

**INDEPENDENT AUDITOR'S REPORT**

**To the members of Muhammad Imtiaz Abbasi & Co.**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the annexed financial statements of **Muhammad Imtiaz Abbasi & Co**, which comprise the statement of financial position as at June 30, 2022 and the Statement of Profit or Loss , other comprehensive income, the statement of changes in equity, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of Profit or Loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan, in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2022 and of the income and other comprehensive Income, the changes in equity and its cash flows for the year then ended.

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

*JS/CO*

**MUHAMMAD IMTIAZ  
ABBASI & CO**

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## **Responsibilities of Management and Board of Directors for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **Report on Other Legal and Regulatory Requirements**

Based on our audit, we further report that in our opinion:

- a) the statement of financial position, the income and expenditure statement and other comprehensive income, the statement of changes in fund balances and the statement of cash flows together with the notes thereon have been drawn up in conformity and are in agreement with the books of account and returns;
- b) Investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- c) No zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

Ishtiaq Ahmad & Co.  
Chartered Accountants

*Ishtiaq & Co*



Dated: - September 30, 2022  
Place: Lahore.


**MUHAMMAD IMTIAZ  
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**Muhammad Imtiaz Abbasi & Co**  
**Statement of Financial Position**  
**As at June 30, 2022**

	Note	2022 (Rupees)	2021 (Rupees)
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	19,694,036	16,744,653
<b>Current assets</b>			
Trade and other receivables	5	29,089,350	18,735,314
Inventory		31,979,081	44,056,026
Prepayments and advances	6	65,092,210	52,979,179
Cash and bank balances	7	47,342,251	43,544,091
		<b>173,502,892</b>	<b>159,314,610</b>
		<b>193,196,928</b>	<b>176,059,263</b>
<b>Share capital and reserves</b>			
Paid up capital	8	64,906,901	64,906,901
Revenue reserve		-	-
Un-appropriated profit		122,750,893	106,677,924
		<b>187,657,794</b>	<b>171,584,825</b>
<b>Current liabilities</b>			
Trade and other payables	9	5,539,134	4,474,438
<b>Contingencies and commitments</b>	10	-	-
		<b>193,196,928</b>	<b>176,059,263</b>

The annexed notes, from 1 to 18, form an integral part of these financial statements.

  
**MUHAMMAD IMTIAZ ABBASI & CO**  
 Proprietor



**Muhammad Imtiaz Abbasi & Co**  
**Statement of Profit or Loss**  
**For the year ended June 30, 2022**

	<u>Note</u>	<u>2022 Rupees</u>	<u>2021 Rupees</u>
Revenue	11	249,681,114	236,713,993
Cost of sales	12	(165,328,743)	(152,687,796)
<b>Gross profit</b>		<b>84,352,371</b>	<b>84,026,197</b>
Administrative and general expenses	13	(22,574,393)	(24,600,858)
Finance costs	14	(99,272)	(91,000)
<b>Profit before income tax</b>		<b>61,678,706</b>	<b>59,334,337</b>
Income tax expense	15	(18,726,084)	(17,753,549)
<b>Profit for the year</b>		<b>42,952,622</b>	<b>41,580,788</b>

The annexed notes, from 1 to 18, form an integral part of these financial statements.


  
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**Muhammad Imtiaz Abbasi & Co**  
**Statement of other Comprehensive Income**  
**For the year ended June 30, 2022**

	<u>2022</u> <u>Rupees</u>	<u>2021</u> <u>Rupees</u>
Profit for the year	42,952,622	41,580,788
<b>Other comprehensive income:</b>		
Items that will not be subsequently reclassified in profit or loss:		
Revaluation surplus on property, plant and equipment (net of tax)	-	-
Actuarial loss or gains on employee benefit obligations (net of tax)	-	-
	-	-
Total comprehensive income for the year	<u><u>42,952,622</u></u>	<u><u>41,580,788</u></u>

The annexed notes, from 1 to 18, form an integral part of these financial statements.

  
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Proprietor



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**Muhammad Imtiaz Abbasi & Co**  
**Statement of Changes in Equity**  
**For the year ended June 30, 2022**

Note	Share capital	Revenue reserve	Drawings	Total equity
Rupees				
Balance at July 1, 2020	64,906,901	87,453,782	(3,032,693)	149,327,990
Profit for the year	-	41,580,788	(19,323,953)	22,256,835
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	41,580,788	(19,323,953)	22,256,835
Balance at June 30, 2021	64,906,901	129,034,570	(22,356,646)	171,584,825
Balance at July 1, 2021	64,906,901	129,034,570	(22,356,646)	171,584,825
Profit for the year	-	42,952,622	(26,879,654)	16,072,968
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	42,952,622	(26,879,654)	16,072,968
Balance at June 30, 2022	64,906,901	171,987,192	(49,236,300)	187,657,793

The annexed notes, from 1 to 18, form an integral part of these financial statements.

  
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**Muhammad Imtiaz Abbasi & Co**  
**Statement of cash flows**  
**For the year ended June 30, 2022**

	2022 Rupees	2021 Rupees
<b>Cash flows from operating activities</b>		
Profit for the year	61,678,706	59,334,338
Depreciation of property, plant and equipment	2,330,617	2,038,505
Impairment of trade receivables, advances and deposits	(12,113,031)	(1,556,146)
	<u>51,896,292</u>	<u>59,816,697</u>
<b>Changes in working capital:</b>		
Trade and other receivables	(10,354,036)	(3,809,305)
Inventory	12,076,945	(6,136,012)
Trade and other payables	1,064,696	235,797
	<u>2,787,605</u>	<u>(9,709,520)</u>
<b>Cash generated from operations</b>	<u>2,787,605</u>	<u>(9,709,520)</u>
Income taxes paid	(18,726,084)	(17,753,549)
<b>Net cash inflow from operating activities</b>	<u>35,957,814</u>	<u>32,353,628</u>
<b>Cash flows from investing activities</b>		
Payments for acquisition of property, plant and equipment	(5,280,000)	(8,206,923)
Drawings	(26,879,654)	(19,323,953)
	<u>(32,159,654)</u>	<u>(27,530,876)</u>
<b>Net cash (outflow) from investing activities</b>	<u>(32,159,654)</u>	<u>(27,530,876)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of ordinary shares	-	-
Interest paid	-	-
	<u>-</u>	<u>-</u>
<b>Net cash (outflow)/inflow from financing activities</b>	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	3,798,160	4,822,752
Cash and cash equivalents at the beginning of the year	43,544,091	38,721,339
<b>Cash and cash equivalents at the end of the year</b>	<u>47,342,251</u>	<u>43,544,091</u>

The annexed notes, from 1 to 24, form an integral part of these financial statements.

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**Muhammad Imtiaz Abbasi & Co**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2022**

**1 Corporate and general information**

**1.1 Legal status and operations**

Muhammad Imtiaz Abbasi & Co is incorporated in Pakistan on 18 April, 2008.

The principal activities of the company is Construction.

The geographical location and address of the Company's business units, is as under:

- The Company's registered office is situated at Flat # 13 Block 2-A, Sector G-8/4, Islamabad.

**2 Basis of preparation**

**2.1 Statement of compliance**

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

**2.2 Basis of measurement**

These financial statements have been prepared under the historical cost convention, except for certain items as disclosed in the relevant accounting policies below.

**2.3 Functional and presentation currency**

These financial statements are presented in Pakistan Rupee which is the Company's functional currency. Amounts presented in the financial statements have been rounded off to the nearest of Rupees, unless otherwise stated.

**2.4 Key judgements and estimates**

The preparation of financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the use of certain critical accounting estimates. In addition, it requires management to exercise judgement in the process of applying the Company's accounting policies. The areas involving a high degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are documented in the following accounting policies and notes, and relate primarily to:

- Provision for impairment of inventories
- Estimation of contingent liabilities
- Current income tax expense, provision for current tax and recognition of deferred tax asset (for carried forward tax losses)

The revisions to accounting estimates (if any) are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**3 Summary of significant accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, except for the changes as explained.

**3.1 Property, plant and equipment**

**Initial recognition**

All items of property, plant and equipment are initially recorded at cost.

  
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#### **Subsequent measurement**

Items of property, plant and equipment other than land, buildings, leasehold improvements and capital work in progress are measured at cost less accumulated depreciation and impairment loss (if any).

Land, buildings and leasehold improvements are measured at the revalued amount less accumulated depreciation and impairment loss (if any).

Capital work in progress is stated at cost less impairment loss (if any).

#### **Depreciation**

Depreciation is charged so as to write off the cost assets (other than land and capital work in progress) over their estimated useful lives, using the reducing balance method at rates specified in note 4 to the financial statements.

#### **Disposal**

The gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amounts of the asset and is recognised as other income in the statement of profit or loss.

#### **Judgment and estimates**

The useful lives, residual values and depreciation method are reviewed on a regular basis. The effect of any changes in estimate is accounted for on a prospective basis.

### **3.2 Inventories**

#### **Measurement**

Inventories are stated at the lower of cost and net realizable value.

Cost is calculated using the weighted average method and comprises direct materials, direct labour costs and direct overheads that have been incurred in bringing the inventories to their present location and condition.

Net realizable value represents the estimated selling price in the ordinary course of the business less all estimated costs of completion and estimated costs necessary to be incurred in order to make the sale.

#### **Impairment**

At each reporting date, inventories are assessed for impairment. If inventory is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in the cost of sales in the statement of profit or loss.

#### **Judgments and estimates**

Inventory write-down is made based on the current market conditions, historical experience and selling goods of similar nature. It could change significantly as a result of changes in market conditions. A review is made periodically on inventories for excess inventories, obsolescence and decline in net realisable value and an allowance is recorded against the inventory balances for any such decline.

### **3.3 Impairment of non-financial assets other than inventories**

The assets that are subject to depreciation or amortisation are assessed at each reporting date to determine whether there is any indication that the assets are impaired. If there is an indication of possible impairment, the recoverable amount of the asset is estimated and compared with its carrying amount.

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. The impairment loss is recognised in the statement of profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

An impairment loss is reversed only to the extent that the asset carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. The Company recognises the reversal immediately in the statement of profit or loss, unless the asset is carried at a revalued amount in accordance with the revaluation model. Any reversal of an impairment loss of a revalued asset is treated as a revaluation increase.

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### 3.4 Trade and other receivables

#### Measurement

Trade receivables and other receivables are recognised at transaction price less an allowance for impairment.

#### Impairment

A provision for impairment of trade receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is recognised in the statement of profit or loss. Bad debts are written-off in the statement of profit or loss on identification.

#### Judgments and estimates

The allowance for doubtful debts of the Company is based on the ageing analysis and management's continuous evaluation of the recoverability of the outstanding receivables. In assessing the ultimate realisation of these receivables, management considers, among other factors, the creditworthiness and the past collection history of each customer.

### 3.5 Impairment of financial assets other than trade receivables

The financial assets other than those that are carried at fair value are assessed at each reporting date to determine whether there is any objective evidence of their impairment. A financial asset is impaired if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset, and that loss event(s) had an impact on the estimated future cash flows of that asset that can be estimated reliably.

The impairment loss is recognized immediately in the statement of profit or loss and the carrying amount of the related financial asset is reduced accordingly. An impairment loss is reversed only if the reversal can be related objectively to an event occurring after the impairment loss was recognized.

### 3.6 Borrowings

#### Measurement

Loans are measured at amortised cost using the effective interest method.

Overdrafts are repayable in full on demand and are initially measured and subsequently stated at face value (the amount of the loan).

#### Interest

Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

### 3.7 Trade and other payables

Trade payables are obligations under normal short-term credit terms. These are measured at the undiscounted amount of cash to be paid.

### 3.8 Income tax

Income tax comprises of current tax and deferred tax.

Income tax expense is recognised in the statement of profit and loss except to the extent that it relates to items recognized in other comprehensive income or directly in equity (if any), in which case the tax amounts are recognized directly in other comprehensive income or equity.

#### Current tax

Current tax is the expected tax payable on the taxable income for the year; calculated using rates enacted or substantively enacted by the end of the reporting period. The calculation of current tax takes into account tax credit and tax rebates, if any, and is inclusive of any adjustment to income tax payable or recoverable in respect of previous years.

#### Deferred tax

A deferred tax liability is recognised for all temporary differences that are expected to increase taxable profit in the future. Deferred tax assets are recognised for all temporary differences that are expected to reduce taxable profit in the future, and the carryforward of unused tax losses.

The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities using the tax rates enacted at the balance sheet date.

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#### **Judgment and estimates**

Significant judgment is required in determining the income tax expenses and corresponding provision for tax. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business.

Further, the carrying amount of deferred tax assets is reviewed at each reporting date and is adjusted to reflect the current assessment of future taxable profits. If required, carrying amount of deferred tax asset is reduced to the extent that it is no longer probable that sufficient taxable profits to allow the benefit of part or all of that recognised deferred tax asset to be utilised. Any such reduction shall be reversed to the extent that it becomes probable that sufficient taxable profit will be available.

#### **Off-setting**

Deferred tax assets and liabilities are offset if there is a legally enforceable right to set off current tax assets against current tax liabilities, and they relate to income taxes levied by the same tax authority.

### **3.9 Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value using a pre-tax discount rate. The unwinding of the discount is recognised as finance cost in the statement of profit or loss.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

As the actual outflows can differ from estimates made for provisions due to changes in laws, regulations, public expectations, technology, prices and conditions, and can take place many years in the future, the carrying amounts of provisions are reviewed at each reporting date and adjusted to take account of such changes. Any adjustments to the amount of previously recognised provision is recognised in the statement of profit or loss unless the provision was originally recognised as part of cost of an asset.

### **3.10 Contingent liabilities**

A contingent liability is disclosed when the Company has a possible obligation as a result of past events, whose existence will be confirmed only by the occurrence or non-occurrence, of one or more uncertain future events not wholly within the control of the Company; or the Company has a present legal or constructive obligation that arises from past events, but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability.

### **3.11 Off-setting of financial assets and liabilities**

Financial assets and financial liabilities are off-set and the net amount is reported in the statement of financial position if the Company has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the assets and settle the liabilities simultaneously.



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**3.12 Revenue recognition**

Revenue is recognised to the extent the Company has delivered goods or rendered services under an agreement, the amount of revenue can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Company.

Revenue is measured at the fair value of the consideration received or receivable, exclusive of sales tax and trade discounts.

**Sale of goods**

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have been transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

**3.13 Borrowing costs**

Borrowing costs are recognised on the basis of the effective interest method.

**3.14 Foreign currency transactions and translations**

Transactions in foreign currencies are recorded at the rates of exchange ruling on the date of the transaction. All monetary assets and liabilities denominated in foreign currencies are translated into Pakistan Rupees at the rate of exchange ruling on the balance sheet date and exchange differences, if any, are charged in the statement of profit or loss.

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Muhammad Imtiaz Abbasi & Co  
Notes to the Financial Statements  
For the year ended June 30, 2022

Property, plant and equipment

	Machinery & Equipment	Furniture and fixtures	Office Equipment	Vehicles	Total
	..... Rupees .....				
Cost	16,929,074	968,654	280,685	2,002,367	20,180,781
Accumulated depreciation	(2,477,901)	(184,044)	(53,331)	(720,852)	(3,436,128)
Carrying amount at July 1, 2021 (note 3.25.1)	14,451,173	784,610	227,355	1,281,515	16,744,653
Additions	5,280,000	-	-	-	5,280,000
Depreciation charge for the year	(1,973,117.34)	(78,461)	(22,735)	(256,303)	(2,330,617)
Carrying amount at June 30, 2022	17,758,056	706,149	204,619	1,025,212	19,694,037
The carrying amount as at June 30, 2022 is aggregate of:					
Cost	22,209,074	968,654	280,685	2,002,367	25,460,781
Accumulated depreciation	(4,451,018)	(262,505)	(76,066)	(977,155)	(5,766,745)
	17,758,056	706,149	204,619	1,025,212	19,694,037
Rate of depreciation per annum (%)	10	10	10	20	-

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**Muhammad Imtiaz Abbasi & Co**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2022**

		<u>2022</u> <u>(Rupees)</u>	<u>2021</u> <u>(Rupees)</u>
1 Depreciation for the year has been allocated as follows:			
Cost of sales	14	1,981,024	2,914,655
Administrative and general expenses	16	349,593	323,851
		<u>2,330,617</u>	<u>2,038,505</u>

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**MUHAMMAD IMTIAZ  
ABBASI & CO**

**Muhammad Imtiaz Abbasi & Co**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2022**

	<u>Note</u>	<u>2022 (Rupees)</u>	<u>2021 (Rupees)</u>
<b>5 Trade and other receivables</b>			
Trade receivables		29,089,350	18,735,314
		<u>29,089,350</u>	<u>18,735,314</u>
<b>6 Prepayments and advances</b>			
Prepayments and advances		65,092,210	52,979,179
		<u>65,092,210</u>	<u>52,979,179</u>
<b>7 Cash and bank balances</b>			
Cash and bank balances			
Current accounts		46,617,421	37,970,989
Cash on hand		724,830	5,573,102
		<u>47,342,251</u>	<u>43,544,091</u>
<b>7.1 Cash and cash equivalents</b>		<u>2022</u>	<u>2021</u>
		<u>(Rupees)</u>	<u>(Rupees)</u>
Cash, cash equivalents and short-term borrowings (used for cash management purposes) include the following for the purposes of the cash flow statement:			
Cash and bank balances		47,342,251	43,544,091
Less:- Running Finance		-	-
		<u>47,342,251</u>	<u>43,544,091</u>
<b>8 Share capital</b>			
<b>8.1 Authorised share capital</b>			
Authorised share capital.		<u>64,906,901</u>	<u>64,906,901</u>
<b>9 Trade and other payables</b>			
Trade creditors		4,788,183	3,947,838
Salaries and wages		559,654	335,660
Utilities bills payables		102,543	104,636
Other liabilities		88,754	86,304
		<u>5,539,134</u>	<u>4,474,438</u>
<b>10 Contingencies and commitments</b>			<u>-</u>

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**MUHAMMAD IMTIAZ  
ABBASI & CO**

**Muhammad Imtiaz Abbasi & Co**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2022**

	Note	2022 Rupees	2021 Rupees
<b>11 Revenue</b>			
Local Sales		249,681,114	236,713,993
		<u>249,681,114</u>	<u>236,713,993</u>
<b>12 Cost of sales</b>			
Opening Balance		44,056,026	37,920,014
Entertainment and Labour welfare		108,731,977	99,179,658
Repair & maintenance		42,538,797	56,729,494
Depreciation	4.2	<u>1,981,024</u>	<u>2,914,655</u>
		197,307,824	196,743,821
Less: Closing Balance		<u>(31,979,081)</u>	<u>(44,056,026)</u>
		<u>165,328,743</u>	<u>152,687,796</u>
<b>13 Administrative and general expenses</b>			
Salaries, wages and benefits		19,087,268	18,475,979
Utility expense		2,641,227	3,481,399
Postage & telephone		56,962	151,205
Printing & Stationery		35,472	156,076
Repair and maintenance		43,498	191,392
Travelling and conveyance		82,496	362,983
Entertainment and Labor Internet Expenses		61,227	269,398
Legal and Professional expenses		9,907	186,487
Auditors Remuneration	14.1	30,000	30,000
News paper & Periodicals		27,492	151,206
Misc. expense		149,251	820,881
Depreciation	4.2	<u>349,593</u>	<u>323,851</u>
		<u>22,574,393</u>	<u>24,600,858</u>
<b>13.1 Auditors' remuneration</b>			
Audit services			
Annual audit fee		30,000	30,000
Out of pocket expenses		-	-
		<u>30,000</u>	<u>30,000</u>
<b>14 Finance costs</b>			
Bank Charges		99,272	91,000
		<u>99,272</u>	<u>91,000</u>
<b>15 Income tax expense</b>			
Current tax:			
Current Tax		18,726,084	17,753,549
		<u>18,726,084</u>	<u>17,753,549</u>

**MUHAMMAD IMTIAZ  
ABBASI & CO**

95/20



**Muhammad Imtiaz Abbasi & Co**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2022**

	Note	2022 Rupees	2021 Rupees
<b>15.1</b> Major components of income tax expense are a under:			
Current tax expense for current year		18,726,084	17,753,549
		<u>18,726,084</u>	<u>17,753,549</u>

**16 Financial instruments**

	Fair value through profit or loss		Amortized cost		Total	
	2022	2021	2022	2021	2022	2021
	..... (Rupees) .....					
<b>Financial assets</b>						
Trade and other receivables	29,089,350	18,735,314	-	-	47,824,664	18,735,314
Cash and bank balances	47,342,251	43,544,091	-	-	90,886,342	43,544,091
	<u>76,431,601</u>	<u>62,279,405</u>	<u>-</u>	<u>-</u>	<u>138,711,006</u>	<u>62,279,405</u>
<b>Financial liabilities</b>						
Long term financing	-	-	-	-	-	-
Trade and other payables	5,539,134	4,474,438	-	-	10,013,572	4,474,438
	<u>-</u>	<u>5,539,134</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,013,572</u>
					<u>2022 Number</u>	<u>2021 Number</u>

**17 Number of employees**

Total employees of the Company at the year end	20	20
Average employees of the Company during the year	20	20
Employees working in the Company's factory at the year end	20	20
Average employees working in Company's factory during the year	20	20

**18 Authorisation for issue**

These financial statements were approved by the Proprietor and authorised for issue on September 30, 2022.

**MUHAMMAD IMTIAZ  
 ABBASI & CO**



Proprietor

