

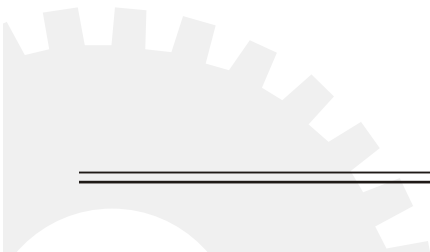
**HALF YEARLY
REPORT**
December 31, 2020



Pakistan International Bulk Terminal Limited

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Company Information

Board of Directors

Chairman	Capt. Haleem A. Siddiqui
Chief Executive Officer	Mr. Sharique Azim Siddiqui
Directors	Capt. Zafar Iqbal Awan Syed Nadir Shah Mr. Ali Raza Siddiqui Mr. M. Masood Ahmed Usmani Ms. Farah Agha
Chief Financial Officer	Mr. Arsalan I. Khan, FCA
Company Secretary	Mr. Karim Bux, ACA

Audit Committee

Chairman	Syed Nadir Shah
Members	Capt. Zafar Iqbal Awan Mr. Ali Raza Siddiqui Ms. Farah Agha
Chief Internal Auditor & Secretary	Mr. Noman Yousuf

Human Resource & Remuneration Committee

Chairman	Syed Nadir Shah
Members	Mr. Sharique Azim Siddiqui Mr. Ali Raza Siddiqui
Secretary	Mr. Arsalan I. Khan, FCA

Auditors

EY Ford Rhodes
Chartered Accountants
6th Floor, Progressive Plaza, Beaumont Road,
P.O. Box 15541, Karachi-75530

Legal Advisors

Khalid Anwer & Co.
153-K , Sufi Street, Block-2, PECHS, Karachi 75400

Kabraji & Talibuddin
406-407, 4th Floor, The Plaza at II Talwar, Block-9, Clifton, Karachi.

H.B. Corporate - Legal Consulting
Suite # M-97, Mezzanine Floor, Glass Tower, Clifton Road, Karachi.

Bankers

Al-Baraka Bank (Pakistan) Limited	National Bank of Pakistan
Askari Bank Limited	Samba Bank Limited
Dubai Islamic Bank Limited	Sindh Bank Limited
Faysal Bank Limited	The Bank of Punjab
JS Bank Limited	Habib Bank Limited
MCB Bank Limited	United Bank Limited
Meezan Bank Limited	

Registrar / Transfer Agent

CDC Share Registrar Services Limited
CDC House, Main Shahrah-e-Faisal, Karachi

Registered Office

2nd Floor, Business Plaza, Mumtaz Hassan Road, Karachi-74000
Pakistan. Tel. 92-21-32400450-3 Fax. 92-21-32400281

Terminal Office

NWIZ/LL/02, North Western Industrial Zone, Port Qasim Authority,
Karachi, Pakistan. Tel: 92-21-34727428

Directors' Report

The Directors are pleased to present the Financial Statements of Pakistan International Bulk Terminal Limited (PIBT) (the Company) for the period ended December 31, 2020.

BUSINESS REVIEW

The Company has entered into a Build Operate Transfer (BOT) contract with Port Qasim Authority (PQA) on November 06, 2010 for construction, development, operations and management of a coal and clinker / cement terminal at Port Muhammad Bin Qasim for a period of thirty years.

During the period, your Company has handled 5,273,221 tons cargo against 4,407,104 tons in the same period last year depicting improved performance. The management of the Company is focusing on strategies to bring more efficiency in cargo handling operations, with the objective of providing unparalleled services to its customers.

During the period, the Company has posted net profit after taxation which also includes exchange gain on currency revaluation of USD denominated foreign loans. Financial highlights of the Company for the Half Year ended December 31, 2020 as compared to the same period last year is presented below:

PKR in '000

Particulars	Half Year 2020-2021	Half Year 2019-2020
Revenue	5,775,581	4,849,831
Gross profit	1,919,526	1,517,764
Net profit	1,268,813	864,704
Earnings per Share (Rs.)	0.71	0.48

GOING FORWARD

The Company has shown improvement in quarter-on-quarter revenue, gross profit, EBITDA and profit after tax, and constantly endeavors to further optimize costs which improve shareholders' return in the future.

In the end, the Board of Directors of your Company would like to reiterate their commitment to operate efficiently Pakistan's first state-of-the-art mechanized bulk cargo terminal for the handling of Coal, Clinker & Cement, compliant with international standards of excellence which will curtail environment pollution and modernize the port infrastructure of the country.

For and on behalf of the Board of Directors

Sharique Azim Siddiqui
Chief Executive Officer
Karachi: February 8, 2021

بیان نظام

پاکستان انٹرنیشنل بلک ٹرمینل لمیٹڈ کے ناظمین عرصہ تختہ 31-دسمبر، 2020ء کے لیے کمپنی کے مالیاتی گوشوارے بخوشی پیش کرتے ہیں۔
کاروباری جائزہ

بندرگاہ محمد بن قاسم پورٹولڈ اور سیمنٹ کے ٹرمینل کی تعمیر و ترقی، کاروبار اور انتظامات کے لیے کمپنی نے 06-نومبر 2010ء کو پورٹ قاسم اتھارٹی کے ساتھ 30 سالہ مدت کے لئے بناؤ، چلاؤ اور منتقل کرو کی بنیاد پر ایک معاہدہ کیا۔

اس عرصہ میں مستقل کاروباری سرگرمیوں سے ظاہر ہوتا ہے آپ کی کمپنی نے مختلف جہازوں کے ذریعے گزشتہ برس کے 4,407,104 ٹن کوئلے کے حجم کے مساوی عرصہ کے مقابلہ میں 5,273,221 ٹن کوئلہ کنارے لگایا ہے۔ کمپنی کی انتظامیہ اپنے گاہکوں کو بے مثال خدمات کی فراہمی کے مقصد کے ساتھ کارگو کی بہتر انجام کاری میں مزید بہتری لانے کے لئے حکمت عملیوں پر پوری توجہ مرکوز کئے ہوئے ہے۔

اس عرصہ میں آپ کی کمپنی نے جو کل منافع بعد از ٹیکس درج کیا ہے اس میں غیر ملکی قرضہ جات پر ڈالر کی قدر میں تخفیف کے باعث ہونے والا تبادلہ منافع بھی شامل ہے۔

حالیہ عرصہ تختہ 31-دسمبر 2020ء کا گزشتہ برس کی ششماہی سے موازنہ کیا جائے تو آپ کی کمپنی کی مالیاتی کارکردگی حسب ذیل ہے۔

روپوں میں '000

تفصیلات	ششماہی 2020-2021	ششماہی 2019-2020
آمدن	5,775,581	4,849,831
مجموعی منافع	1,919,526	1,517,764
کل منافع	1,268,813	864,704
کمائی فی حصص (روپیہ)	0.71	0.48

آگے بڑھتے ہوئے

کمپنی نے ٹیکس ادا کرنے کے بعد سہ ماہی بہ سہ ماہی تقابلی آمدن میں مجموعی منافع اور ایبدا کے منافع میں واضح بہتری ظاہر کی ہے اور اپنے حصص یافتگان کو مستقبل میں بہتر منافع کی فراہمی کے لئے لاگوٹوں میں بہتری لانے پر پھر پورکوششیں جاری ہیں۔

آخر میں مجلس نظام اپنے اس عزم کا اعادہ کرتی ہے کہ کوئلے، کلنر اور سیمنٹ کے انتظام و انصرام کے لیے پاکستان کے اس پہلے اور جدید ترین بلک کارگو ٹرمینل کو فعال رکھے گی۔

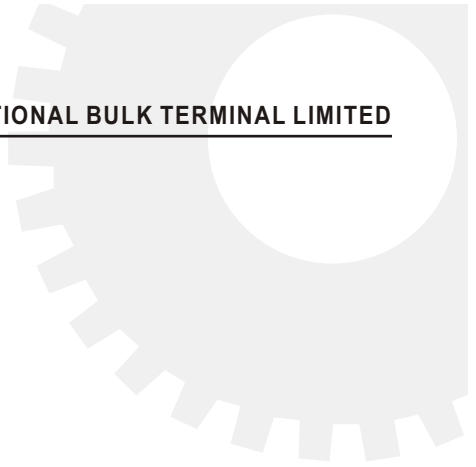
جس نے بین الاقوامی معیار پر پورا اترتے ہوئے ماحولیاتی آلودگی پر قابو پایا ہے اور ملک میں بندرگاہ کے بنیادی ڈھانچے کو ایک نئی جدت اور ترقی سے ہمکنار کیا ہے۔

منجانب مجلس نظام

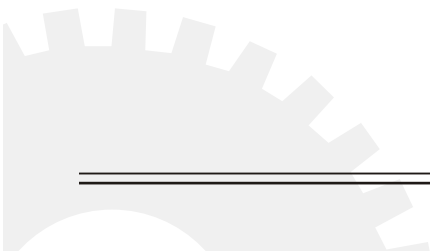
شارق عظیم صدیقی

چیف ایگزیکٹو آفیسر

کراچی: 08 فروری 2021ء



CONDENSED INTERIM FINANCIAL STATEMENTS



INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Pakistan International Bulk Terminal Limited (the Company)

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Pakistan International Bulk Terminal Limited** (the Company) as at **31 December 2020** and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flow and notes to the financial statements for the six months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and fair presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months ended 31 December 2020 and 2019 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended 31 December 2020.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

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

EY Ford Rhodes
Chartered Accountants
Place: Karachi
Date: 16 February 2021

A member firm of Ernst & Young Global Limited

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2020**

		December 31, 2020 (Un-audited)	June 30, 2020 (Audited)
	Note	----- (Rupees in '000) -----	
<u>ASSETS</u>			
NON-CURRENT ASSETS			
Property, plant and equipment	6	24,848,098	25,199,618
Intangible assets		333,513	344,247
Deferred tax	7	707,436	710,135
		<u>25,889,047</u>	<u>26,254,000</u>
CURRENT ASSETS			
Stores and spares		560,091	458,025
Trade debts - unsecured		711,223	884,172
Advances, deposits, prepayments and other receivables		102,035	150,425
Sales tax refundable		39,282	54,450
Taxation – net		1,636,356	1,433,510
Cash and bank balances		620,081	432,956
		<u>3,669,068</u>	<u>3,413,538</u>
TOTAL ASSETS		<u><u>29,558,115</u></u>	<u><u>29,667,538</u></u>
<u>EQUITY AND LIABILITIES</u>			
SHARE CAPITAL AND RESERVES			
Authorised capital			
2,000,000,000 (June 30, 2020: 2,000,000,000) ordinary shares of Rs. 10/- each		<u>20,000,000</u>	20,000,000
Issued, subscribed and paid-up capital			
1,786,092,772 (June 30, 2020: 1,786,092,772) ordinary shares of Rs. 10/- each fully paid in cash		17,860,928	17,860,928
Reserves		<u>(2,597,430)</u>	<u>(3,866,243)</u>
		<u>15,263,498</u>	13,994,685
NON-CURRENT LIABILITIES			
Long-term financing – secured		11,102,601	12,324,685
Staff compensated absences		59,486	50,201
Deferred government grant		16,972	11,621
Defined benefit obligation		8,617	23,118
		<u>11,187,676</u>	12,409,625
CURRENT LIABILITIES			
Trade and other payables		1,183,326	1,369,021
Current maturity of long-term financing – secured		1,869,393	1,841,075
Current portion of deferred Government grant		5,658	3,874
Accrued interest		48,564	49,258
		<u>3,106,941</u>	3,263,228
CONTINGENCIES AND COMMITMENTS	8		
TOTAL EQUITY AND LIABILITIES		<u><u>29,558,115</u></u>	<u><u>29,667,538</u></u>

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF
PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)**

	Half-year ended		Quarter ended	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Note	----- (Rupees in '000) -----			
Revenue – net	5,775,581	4,849,831	3,171,219	2,513,054
Cost of services	(3,856,055)	(3,332,067)	(2,118,465)	(1,676,050)
Gross profit	1,919,526	1,517,764	1,052,754	837,004
Administrative and general expenses	(262,663)	(217,879)	(138,859)	(123,948)
Other income	45,196	61,824	30,442	39,373
Finance costs	(511,735)	(675,119)	(236,363)	(291,793)
Exchange gain / (loss)	341,620	420,965	231,205	(17,096)
Profit before taxation	1,531,944	1,107,555	939,179	443,540
Taxation	9 (263,131)	(242,851)	(132,149)	(57,984)
Net profit for the period	1,268,813	864,704	807,030	385,556
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	1,268,813	864,704	807,030	385,556
	----- (Rupees) -----			
Earnings per share – basic and diluted	10 0.71	0.48	0.45	0.22

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)**

	December 31, 2020	December 31, 2019
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation for the period	1,531,944	1,107,555
Adjustments for non-cash items and other items:		
Depreciation on operating fixed assets	623,858	609,733
Amortisation	10,734	10,018
Finance costs	511,735	675,119
Exchange gain	(341,620)	(420,965)
Staff compensated absences	10,456	9,067
Amortisation of government grant	(4,761)	-
Provision for employees' defined benefit scheme	13,587	-
Gain on disposal of operating fixed assets	(5,768)	(4,494)
Profit before working capital changes	818,221	878,478
(Increase) / decrease in current assets		
Stores and spares	(102,067)	(64,513)
Trade debts – unsecured	172,949	43,294
Advances, deposits, prepayments and other receivables	48,390	(9,821)
Sales tax refundable	15,168	151,433
	134,440	120,393
Decrease in current liabilities		
Trade and other payables	(180,216)	(4,351)
Cash generated from operations	2,304,389	2,102,075
Taxes paid	(463,277)	(406,012)
Contribution to defined benefit scheme	(28,062)	-
Finance costs paid	(546,987)	(811,552)
Staff compensated absences paid	(1,171)	(596)
Net cash generated from operating activities	1,264,892	883,915
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(273,241)	(543,925)
Proceeds from sale of operating fixed assets	6,673	5,072
Net cash used in investing activities	(266,568)	(538,853)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long-term financing - secured (net)	(811,199)	(769,005)
Short-term borrowing acquired	-	509,000
Net cash used in from financing activities	(811,199)	(260,005)
Net increase in cash and cash equivalents	187,125	85,057
Cash and cash equivalents at the beginning of the period	432,956	430,686
Cash and cash equivalents at the end of the period	620,081	515,743

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)**

	Issued, subscribed and paid-up capital	Revenue reserve – (accumulated losses)	Reserves		Total equity and reserves
			Other component of equity – Actuarial gain on defined benefit obligation	Total reserves	
----- (Rupees in '000) -----					
Balance as at July 01, 2019 (Audited)	17,860,928	(5,015,947)	-	(5,015,947)	12,844,981
Net profit for the period	-	864,704	-	864,704	864,704
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	864,704	-	864,704	864,704
Balance as at December 31, 2019 (Un – audited)	17,860,928	(4,151,243)	-	(4,151,243)	13,709,685
Balance as at July 01, 2020 (Audited)	17,860,928	(3,871,662)	5,419	(3,866,243)	13,994,685
Net profit for the period	-	1,268,813	-	1,268,813	1,268,813
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	1,268,813	-	1,268,813	1,268,813
Balance as at December 31, 2020 (Un – audited)	17,860,928	(2,602,849)	5,419	(2,597,430)	15,263,498

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)**

1. THE COMPANY AND ITS OPERATIONS

- 1.1 Pakistan International Bulk Terminal Limited (the Company) was incorporated under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) on March 22, 2010 as a private limited company. Subsequently, it was converted to an unquoted public limited company and later on, listed on the Pakistan Stock Exchange on December 23, 2013.

Geographical location and address of business units

Registered office The Company's registered office is situated at 2nd floor, Business Plaza, Mumtaz Hassan Road, Karachi.

Terminal The Company's terminal is situated at NWIZ/LL/02, North Western Industrial Zone, Port Qasim Authority.

- 1.2 The Company has entered into a Build Operate Transfer (BOT) contract with Port Qasim Authority (PQA) on November 06, 2010 for the construction, development, operations and management of a coal and clinker / cement terminal at Port Muhammad Bin Qasim for a period of thirty years. After the expiry date, the Company will transfer all the concession assets to PQA as disclosed in note 12 to these condensed interim financial statements.

1.3 Impact of COVID-19 on these condensed interim financial statements

The Company's port operation being essential services have been permitted by the government to operate during COVID-19 lockdowns and the financial position and performance of the Company was not considerably affected by the pandemic. Accordingly, there is no material financial impact of COVID-19 in these condensed interim financial statements.

2. 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 (the Act); and
- Provisions of and directives issued under the Act.

Where the provisions of and directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

The Securities and Exchange Commission of Pakistan (SECP) vide its SRO No. 24 (1) / 2012 dated January 16, 2012 has granted waiver in respect of application of IFRIC 12 "Service Concession Arrangements" due to the practical difficulties faced by the companies. The impact on the financial results of the Company due to application of IFRIC 12 is disclosed in note 12 to these condensed interim financial statements. Accordingly, the Company has not applied IFRIC 12 in preparation of these condensed interim financial statements.

3. BASIS OF PREPARATION

These condensed interim financial statements are un-audited and are being submitted to the shareholders as required under Section 237 of the Act. These condensed interim financial statements do not include all the information and disclosures required for complete set of financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2020.

These condensed interim financial statements are presented in Pakistani Rupee which is the Company's functional and presentation currency.

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements for the year ended June 30, 2020.

4.2 Standards, amendments and framework for financial reporting effective during the period

The Company has adopted the following amendments to International Financial Reporting Standards (IFRSs) and framework for financial reporting which became effective for the current period:

Standard or interpretation:

IFRS 3	Definition of a Business (Amendments);
IFRS 9 / IAS 39 / IFRS 7	Interest Rate Benchmark Reform (Amendments); and
IAS 1 / IAS 8	Definition of Material (Amendments)

The IASB has also issued the revised Conceptual Framework for Financial Reporting (the Conceptual Framework) in March 2018, which is effective for annual periods beginning on or after January 01, 2020, for preparers of financial statements who develop accounting policies based on the Conceptual Framework. The revised Conceptual Framework is not a standard, and none of the concepts override those in any standard or any requirements in a standard. The purpose of the Conceptual Framework is to assist IASB in developing standards, to help preparers develop consistent accounting policies if there is no applicable standard in place and to assist all parties to understand and interpret the standards. The adoption of the said framework did not have any material impact on the Company's condensed interim financial statements.

5. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses, however, actual results may differ from these estimates. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual financial statements for the year ended June 30, 2020.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2020.

		December 31, 2020 (Un-audited)	June 30, 2020 (Audited)
	Note	----- (Rupees in '000) -----	
6. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	6.1	24,543,120	24,879,073
Capital work-in-progress	6.2	304,978	320,545
		<u>24,848,098</u>	<u>25,199,618</u>
6.1 Operating fixed assets			
Written down value as at the beginning of the period / year		24,879,073	25,671,133
Additions during the period / year		288,807	439,956
		<u>25,167,880</u>	<u>26,111,089</u>
Less:			
Disposals during the period / year at written down value		(902)	(1,796)
Depreciation charged during the period / year		(623,858)	(1,230,220)
		<u>24,543,120</u>	<u>24,879,073</u>

	December 31, 2020 (Un-audited)	June 30, 2020 (Audited)
	----- (Rupees in '000) -----	
6.2 Capital work-in-progress		
Opening balance	320,544	237,345
Additions during the period / year	273,241	523,156
Transfers to operating fixed assets	<u>(288,807)</u>	<u>(439,956)</u>
Closing balance	<u>304,978</u>	<u>320,545</u>

	December 31, 2020 (Un-audited)	June 30, 2020 (Audited)
	----- (Rupees in '000) -----	
7. DEFERRED TAX		
Arising on taxable temporary difference		
- accelerated tax depreciation	(2,620,483)	(2,509,605)
- amortization	(7,032)	(3,254)
Arising on deductible temporary differences		
- tax losses	2,879,309	2,950,144
- ACT (in excess of corporate tax)	282,103	119,429
- pre-commencement expenses	24,587	32,782
- government grant	6,565	4,494
- minimum tax	139,888	109,441
- defined benefit obligation	<u>2,499</u>	<u>6,704</u>
	<u>707,436</u>	<u>710,135</u>

8. CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There is no change in the status of the contingencies as disclosed in note 18.1 to the annual audited financial statements of the Company for the year ended June 30, 2020.

8.2 Commitments

There is no change in the status of the commitment as disclosed in note 18.2 to the annual audited financial statements of the Company for the year ended June 30, 2020 except for the unexecuted capital expenditure contracts amounting to Rs. 253.2 million (June 30, 2020: Rs. 304.9 million).

	Half-year ended		Quarter ended	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
	----- (Un-audited) -----			
	----- (Rupees in '000) -----			
9. TAXATION				
Current	260,430	188,284	159,660	153,232
Deferred	<u>2,701</u>	<u>54,567</u>	<u>(27,511)</u>	<u>(95,248)</u>
	<u>263,131</u>	<u>242,851</u>	<u>132,149</u>	<u>57,984</u>

10. EARNINGS PER SHARE – basic and diluted

	1,268,813	864,704	807,030	385,556
	----- (Number of shares) -----			
Profit after taxation				
Weighted average number of ordinary shares in issue during the period	<u>1,786,092,772</u>	<u>1,786,092,772</u>	<u>1,786,092,772</u>	<u>1,786,092,772</u>
Earnings per share – basic and diluted (Rupee)	<u>0.71</u>	<u>0.48</u>	<u>0.45</u>	<u>0.22</u>

11. TRANSACTIONS WITH RELATED PARTIES

11.1 Related parties of the Company comprise companies with common directorship, retirement funds, directors and key management personnel. Detail of related parties with whom the Company has entered into transactions with or has arrangement / agreement in place during the period along with relationship and transactions with related parties, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

Name of related party and relationship	Percentage of holding	Nature of transactions	December 31, December 31,	
			2020	2019
			----- (Unaudited) -----	
			---- (Rupees in '000) ----	
Associated companies				
Premier Mercantile Services (Private) Limited	43.30	Rent against office premises	1,391	1,391
Portlink International Services (Private) Limited		Consultancy services	18,037	16,397
EFU General Insurance Limited		Insurance premium	93,681	59,070
Premier Software (Private) Limited		IT support services	600	600
Other related parties				
Key management personnel		Remuneration and benefits	116,899	82,074
Staff retirement contribution plan		Contribution	11,902	9,834
Defined benefit obligation		Contribution	28,062	-
Sponsors	50.48	Securities pledged for facilities	715,100	429,000

12. EXEMPTION FROM APPLICABILITY OF IFRIC 12 “SERVICE CONCESSION ARRANGEMENTS”

As explained in note 2, the required disclosure is as follows:

Under IFRIC 12, the consideration required to be made by operator (the Company) for the right to use the asset is to be accounted for as an intangible asset under IAS 38 “Intangible Assets”. Had the Company required to follow IFRIC 12, the effect on the condensed interim financial statements would have been as follows:

	December 31, 2020 (Un-audited)	June 30, 2020 (Audited)
	----- (Rupees in '000) -----	----- (Rupees in '000) -----
Reclassification from property, plant and equipment to intangible assets (Port Concession Rights) – written down value	<u>24,813,712</u>	<u>24,861,900</u>
Reclassification from intangible assets to intangible assets (Port Concession Rights) – written down value	<u>333,086</u>	<u>343,861</u>
Reclassification from stores and spares to intangible assets (Port Concession Rights) – written down value	<u>560,091</u>	<u>458,025</u>
Recognition of intangible assets (Port Concession Rights) on account of rent of backup and waterfront area (rent)	<u>65,174</u>	<u>66,403</u>
Recognition of present value of concession liability on account of intangible assets (rent)	<u>107,897</u>	<u>106,571</u>

Interest expense charged for the period / year on account of intangible assets (rent)	<u>4,978</u>	<u>9,671</u>
Amortisation expense charged for the period / year on account of intangible assets (rent)	<u>1,230</u>	<u>2,459</u>
Amortisation expense charged for the period / year on account of concession assets (PPE)	<u>649,244</u>	<u>1,258,221</u>

13. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 8, 2021 by the Board of Directors of the Company.

14. GENERAL

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

Sharique Azim Siddiqui
Chief Executive Officer

Capt. Zafar Iqbal Awan
Director

Arsalan I. Khan
Chief Financial Officer