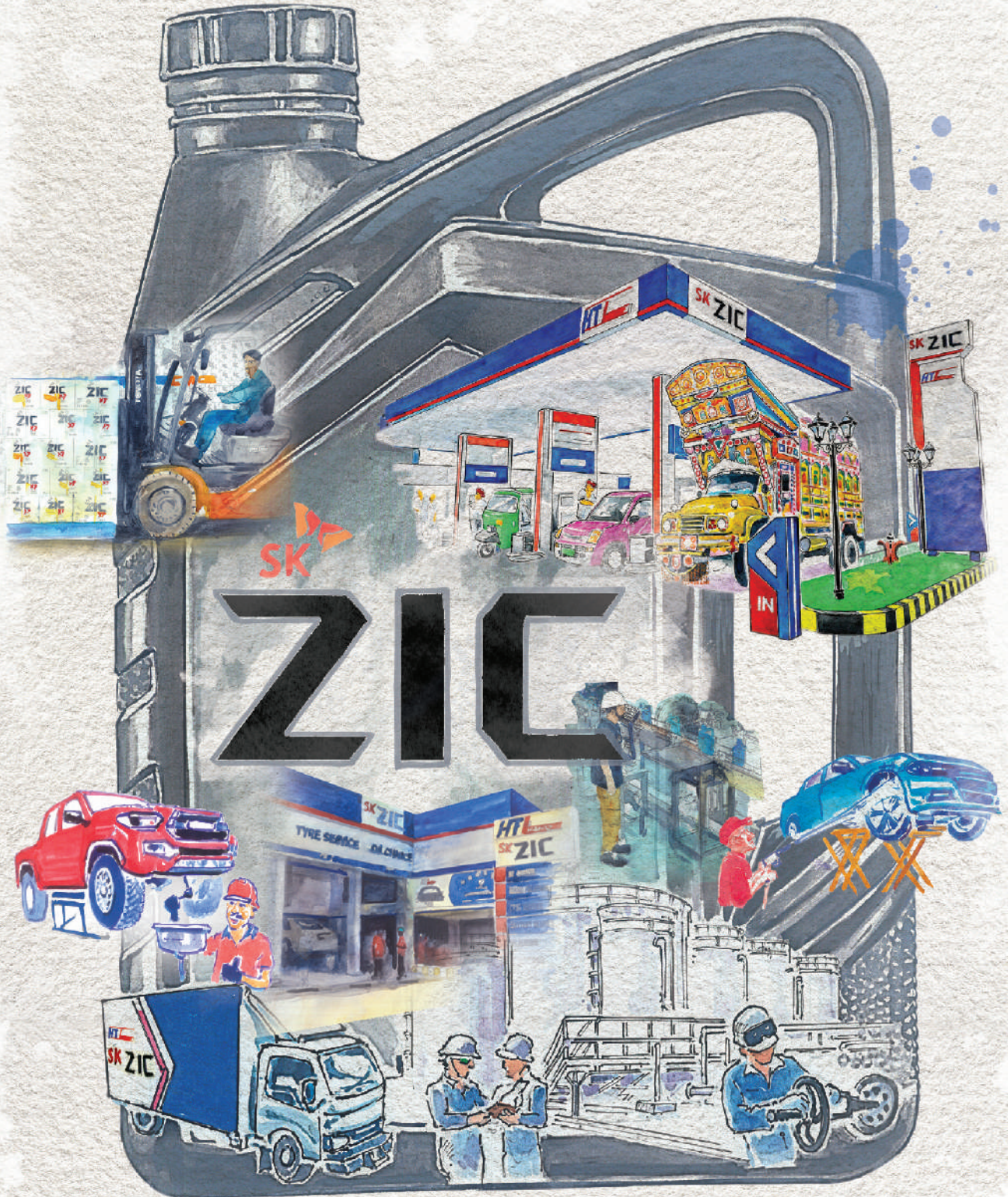




# Condensed Interim Financial Information

For the Quarter and Nine Months Period Ended March 31, 2022 (Un-audited)



ONE TEAM - ONE DREAM

# Company Information

## BOARD OF DIRECTORS

Mr. Shaukat Hassan  
Chairman of the Board / Non Executive Director

Mr. Hassan Tahir  
Chief Executive Officer / Executive Director

Mr. Muhammad Ali Hassan  
Executive Director

Mr. Tahir Azam  
Non Executive Director

Ms. Mavira Tahir  
Non Executive Director

Mr. Faraz Akhtar Zaidi  
Non Executive Director

Mr. Sanghyuk Seo (Nominee of SK Lubricants Co. Ltd.)  
Non Executive Director

Dr. Safdar Ali Butt  
Independent Director

Syed Asad Abbas Hussain  
Independent Director

Mr. Shafiq ur Rehman  
Independent Director

## CHIEF FINANCIAL OFFICER

Mr. Muhammad Imran  
Phone: +92-42-111-645-645  
Fax: +92-42-3631-18-14

## COMPANY SECRETARY & CHIEF COMPLIANCE OFFICER

Mr. Fraz Amjad Khawaja  
Phone: +92-42-111-645-645  
Fax: +92-42-3631-18-14

## EXTERNAL AUDITORS

M/S Riaz Ahmed & Company, Chartered Accountants  
10-B, Saint Marry Park, Main Boulevard Gulberg, Lahore  
Phone: +92-42-35718137  
Fax: +92-42-35714340

## SHARE REGISTRAR

M/S CDC Share Registrar Services Limited  
CDC House, 99-B, Block "B", S.M.C.H.S.,  
Main Shahrh-e-Faisal, Karachi, 74400.  
Telephone: +92 21 111-111-500,  
Fax: +92 21 34326053, Toll Free: 0800 23275 (CDCPL),  
Email address: info@cdcsrsl.com,  
Website: <https://www.cdcsrsl.com>

## REGISTERED / HEAD OFFICE

1-A, Danepur Road, GOR - 1, Lahore  
Phone: +92-42-111-645-645  
Fax: +92-42-3631-18-14  
Email Address: info@masgroup.org

## WEBSITE:

[www.hitechlubricants.com](http://www.hitechlubricants.com)  
[www.zicoil.pk](http://www.zicoil.pk)

## LEGAL ADVISOR

Mr. Ijaz Lashari  
Lashari Law Associates, 22-Munawar Chamber  
1-Mozang Road, Lahore  
Phone: +92-42-37359287  
Fax: 92-42-37321471

## BANKERS

### ISLAMIC BANKS

Meezan Bank Limited  
AL-Baraka Bank Limited  
Dubai Islamic Bank Limited

### CONVENTIONAL BANKS

MCB Bank Limited  
Habib Metropolitan Bank Limited  
The Bank of Punjab  
Bank AL-Habib Limited  
National Bank of Pakistan  
Askari Bank Limited  
JS Bank Limited  
Habib Bank Limited  
United Bank Limited  
Summit Bank Limited  
Samba Bank  
Faysal Bank  
Bank Alfalah Limited  
Soneri Bank Limited

## Directors' Review

The Directors of Hi-Tech Lubricants Limited (the Company) have the pleasure in presenting to you the financial results of your Company which include both, **standalone** and **consolidated** unaudited, condensed, interim financial statements, for the quarter and nine months ended 31 March 2022.

### OVERVIEW

#### FINANCIAL PERFORMANCE - UNCONSOLIDATED

During the period under review, i.e. nine months ended 31 March 2022, on unconsolidated basis, profit after tax was Rs 827.79 million, up by 183.82 percent as compared to after tax profit of Rs 291.66 million during the corresponding period last year. The unconsolidated earnings per share increased to Rs 5.95 as compared to Rs 2.10 during the corresponding period. The principal contributor to this achievement was receipt of the first dividend of Rs 260 million from Hi-Tech Blending (Private) Limited (wholly owned subsidiary) in the second quarter of current financial year.

Detailed unconsolidated financial performance of your Company for the nine months ended 31 March 2022 as compared to the same period last year is presented below:

#### PKR in millions except EPS

PARTICULARS	NINE MONTHS ENDED	NINE MONTHS ENDED	% CHANGE
	31 MARCH 2022	31 MARCH 2021	
Gross revenue	13,149	8,594	53.01
Net revenue	10,882	7,254	50.01
Gross profit	1,953	1,383	41.22
Other income	308	70	337.37
Profit from operations	1,120	478	134.27
Profit after taxation	828	292	183.82
Earnings per share (Rs)	5.95	2.10	183.82

#### FINANCIAL PERFORMANCE - CONSOLIDATED

During the nine months period under review, on **consolidated** basis, your company attained a profit after tax of Rs 605.47 million, up by 19.18 percent as compared to after tax of Rs 508.03 million during the corresponding period. The consolidated earnings per share increased to Rs 4.35 as compared to earnings per share of Rs 3.65 during the corresponding period.

Detailed consolidated financial performance of your Company for the nine months ended 31 March 2022 as compared to the same period last year is presented below:

#### PKR in millions except EPS

PARTICULARS	NINE MONTHS ENDED	NINE MONTHS ENDED	% CHANGE
	31 MARCH 2022	31 MARCH 2021	
Gross revenue	14,535	10,680	36.09
Net revenue	10,882	7,254	50.01
Gross profit	2,254	1,688	33.49
Profit from operations	945	701	34.90
Profit after taxation	605	508	19.18
Earnings per share (Rs)	4.35	3.65	19.18

## Directors' Review

### LUBRICANT SEGMENT

During the period under review, net revenue of lubricants segment was Rs 6,395 million, up by 13.53 percent as compared to Rs 5,788 million during the corresponding period. Gross profit and profit from operations has been increased by Rs 607 million and Rs 117 million respectively in comparison to the corresponding period.

### PETROLEUM SEGMENT

During the period under review, the petroleum segment of the Company recorded net sales revenue of Rs 4,486 million as compared to Rs 1,465 million which is higher by 206.14 percent as compared to same period last year mainly on account of increase in sales volume and average selling prices of petroleum products. Efficient inventory management, increase in average margins and inventory gains due to increase in the prices of petroleum products led to impressive 306.74 percent increase in gross profit, leading to a net profit of Rs 91.34 million which is 352.74% higher than the same period last year.

### INDUSTRY'S OVERALL PERFORMANCE

During the period under review, sales of total petroleum products climbed up by 15 percent on year-on-year basis to 16.26 million tons versus 14.15 million tons in the same period last year. The growth in sales volumes is primarily attributable to economic growth driving retail fuel sales, massive increase in automobile sales, higher reliance on furnace oil based power plants and higher HSD demand from agriculture sector.

### POSITION OF IPO FUNDS

At 31 March 2022, the un-utilized proceeds of Rupees 453,484 million of the initial public offer have been kept by the Company in the form of bank balances, money market investments and term deposit receipts. These can only be utilized for the purposes of expansions related to OMC project (petroleum segment) of the Company.

### FUTURE OUTLOOK

While the impact of Covid pandemic still persist, the global economy is now facing three additional challenges (financial sanctions, commodity prices and supply-chain disruptions) due to the ongoing war between Russia and Ukraine. These challenges have fueled global inflation and downgraded the growth outlook in most countries.

Pakistan's economic performance continues a trajectory compatible with an economic growth target of around 5 percent in the current fiscal year. The recent political instability, social unrest along with geopolitical tensions, in particular the Ukraine crisis, are building both domestic and external risk factors. A further escalation of these risks along with higher commodity prices, exchange rate fluctuations, hike in interest rate and rising debt could jeopardize the positive outlook for Pakistan's economy and may also aggravate the macroeconomic imbalances.

While navigating through the aforementioned challenges, the Company remains focused on minimizing the negative impacts and serving its stakeholders by delivering enduring value; strengthening stakeholder relationships, leveraging its diversified product portfolio and actively exploring opportunities for organic and inorganic growth in line with its growth aspirations.

## Directors' Review

### ACKNOWLEDGMENT

Directors of your Company take pleasure in expressing their sincere gratitude and appreciation for the outstanding commitment and contribution of all the employees and continued trust and reliance placed in the Company by all the stakeholders.

On behalf of the Board



Mr. Hassan Tahir  
**(Chief Executive)**

Lahore, April 22, 2022



Mr. Shaukat Hassan  
**(Chairman)**

## ڈائریکٹران کا جائزہ

ہائی ٹیک لبریکنٹس لمیٹڈ (کمپنی) کے ڈائریکٹران کی جانب سے انتہائی مسرت کے ساتھ آپ کی کمپنی کے ۳۱ مارچ ۲۰۲۲ء کو ختم ہونے والی مدت تک سہ ماہی اور نو ماہ کے عبوری مالیاتی نتائج بشمول غیر مربوط و درمربوط (غیر آڈٹ شدہ) مالیاتی حسابات پیش کیے جا رہے ہیں۔

مالیاتی کارکردگی - غیر مربوط

زیر جائزہ مدت (جو کہ ۳۱ مارچ ۲۰۲۲ء تک نو ماہ بنتی ہے) کے دوران غیر مربوط بنیادوں پر کمپنی کا بعد از ٹیکس منافع ۸۲۷.۷۹ ملین روپے رہا جو گزشتہ سال مساوی مدت کے دوران بعد از ٹیکس حاصل ہونے والے ۲۹۱.۶۶ ملین روپے منافع سے ۱۸۳.۸۲ فیصد زیادہ ہے۔ گزشتہ مساوی مدت میں فی حصص حاصل ہونے والی ۲.۱۰ روپے آمدنی (غیر مربوط بنیادوں پر) کے مقابلے میں اس مدت کے دوران فی حصص مجموعی آمدنی ۵.۹۵ روپے تک بڑھی۔ اس کامیابی کی بنیادی وجہ ہائی ٹیک بلینڈنگ (پرائیویٹ) لمیٹڈ (کل ملکیتی ذیلی ادارہ) کی جانب سے رواں مالی سال کی دوسری سہ ماہی میں حاصل ہونے والے ۲۶۰ ملین روپے کا پہلا منافع منقسمہ ہے۔

۳۱ مارچ ۲۰۲۲ء کو ختم ہونے والی چھ ماہ کی مدت کے دوران ایسی گزشتہ مدت کے مقابلے میں آپ کی کمپنی کی غیر مربوط مالیاتی کارکردگی کی تفصیل ذیل میں درج ہے:

### روپے ملین میں ماسوائے آمدنی فی حصص

تفصیلات	۳۱ مارچ ۲۰۲۲ء کو ختم ہونے والی نو ماہ کی مدت	۳۱ مارچ ۲۰۲۱ء کو ختم ہونے والی نو ماہ کی مدت	تبدیلی فیصد میں
مجموعی آمدنی	۱۳۱۴۹	۸۵۹۴	۵۳.۰۱
خالص آمدنی	۱۰۸۸۲	۷۲۵۴	۵۰.۰۱
مجموعی منافع	۱۹۵۳	۱۳۸۳	۴۱.۲۲
دیگر آمدنی	۳۰۸	۷۰	۳۳۷.۳۷
آپریٹنگ منافع	۱۱۲۰	۴۷۸	۱۳۴.۲۷
بعد از ٹیکس منافع	۸۲۸	۲۹۲	۱۸۳.۸۲
آمدنی فی حصص (روپے)	۵.۹۵	۲.۱۰	۱۸۳.۸۲

### مالیاتی کارکردگی - مجموعی

زیر جائزہ نو ماہ کی مدت کے دوران مجموعی بنیادوں پر کمپنی کا بعد از ٹیکس منافع ۶۰۵.۴۷ ملین روپے رہا جو گزشتہ مساوی مدت کے دوران بعد از ٹیکس حاصل ہونے والے ۵۰۸.۰۳ ملین روپے منافع سے ۱۹.۱۸ فیصد زیادہ ہے۔ گزشتہ مساوی مدت کے دوران فی حصص حاصل ہونے والی ۳.۶۵ روپے آمدنی کے مقابلے میں اس مدت کے دوران فی حصص مجموعی آمدنی ۴.۳۵ روپے تک بڑھی۔

۳۱ مارچ ۲۰۲۲ء کو ختم ہونے والی نو ماہ کی مدت کے دوران گزشتہ سال مساوی مدت کے مقابلے میں آپ کی کمپنی کی مجموعی مالیاتی کارکردگی کی تفصیل ذیل میں درج ہے:

### روپے ملین میں ماسوائے آمدنی فی حصص

تفصیلات	۳۱ مارچ ۲۰۲۲ء کو ختم ہونے والی نو ماہ کی مدت	۳۱ مارچ ۲۰۲۱ء کو ختم ہونے والی نو ماہ کی مدت	تبدیلی فیصد میں
مجموعی آمدنی	۱۳۵۳۵	۱۰۶۸۰	۳۶.۰۹
خالص آمدنی	۱۰۸۸۲	۷۲۵۴	۵۰.۰۱
مجموعی منافع	۲۲۵۴	۱۶۸۸	۳۳.۴۹
آپریٹنگ منافع	۹۴۵	۷۰۱	۳۴.۹۰
بعد از ٹیکس منافع	۶۰۵	۵۰۸	۱۹.۱۸
آمدنی فی حصص (روپے)	۴.۳۵	۳.۶۵	۱۹.۱۸

## ڈائریکٹریٹن کا جائزہ

لبریکٹس کا شعبہ:

زیر جائزہ مدت کے دوران لبریکٹس کے شعبے نے ۶۳۹۵ ملین روپے کا خالص منافع حاصل کیا جو گزشتہ مدت کے دوران حاصل ہونے والے ۵۷۸۸ ملین روپے سے ۱۳.۵۳ فیصد زیادہ ہے۔ شعبہ ہذا کا مجموعی منافع اور آپریٹنگ منافع بھی گزشتہ مدت کے مقابلے میں بالترتیب ۶۰۷ ملین روپے اور ۱۱۷ ملین روپے تک بڑھ گیا۔

پیٹرولیم کا شعبہ:

زیر جائزہ مدت کے دوران کمپنی کے پیٹرولیم کے شعبہ کی خالص سیلز آمدنی گزشتہ سال مساوی مدت کے دوران حاصل ہونے والی ۱۴۶۵ ملین روپے کی آمدنی سے بڑھ کر ۴۴۸۶ ملین روپے تک پہنچ گئی جو گزشتہ سال اسی مدت میں حاصل ہونے والی آمدنی سے ۲۰۶.۱۴ فیصد زیادہ ہے۔ اس کی بنیادی وجہ فروخت کے حجم اور پیٹرولیم مصنوعات کی اوسط قیمت فروخت میں اضافہ ہے۔ پیٹرولیم مصنوعات میں اضافے کے بعد انونٹری کے مؤثر انضباط سے اوسط مارجن اور انونٹری گینت میں اضافہ ہوا جس کی بدولت کل منافع میں ۳۰۶.۷۴ فیصد تک نمایاں اضافہ ہوا اور اس کے نتیجے میں ۹۱.۳۴ ملین روپے خالص منافع حاصل ہوا جو گزشتہ سال اسی مدت کے دوران حاصل ہونے والے منافع سے ۳۵۲.۷۴ فیصد زیادہ ہے۔

انڈسٹری کی مجموعی کارکردگی

زیر جائزہ مدت کے دوران گزشتہ سال اس سال پیٹرولیم مصنوعات کی کل سالانہ فروخت ۱۵ فیصد اضافہ کے ساتھ ۱۴.۱۵ ملین ٹن کے مقابلے میں ۱۶.۲۶ ملین ٹن تک بڑھی۔ فروخت میں یہ اضافہ فیول کی ریٹیل پرفروخت سے وابستہ معاشی ترقی، گاڑیوں کی فروخت میں بڑے اضافے، فرینٹس آئل پر چلنے والے پاور پلانٹس پر بڑھتا ہوئے انحصار اور شعبہ زراعت میں اینجائیں ڈی کی بڑھتی ہوئی طلب کی وجہ سے دیکھنے میں آیا۔

آئی پی او فنڈ کی صورت حال

۳۱ مارچ ۲۰۲۲ء تک کمپنی نے آئی پی او (IPO) سے حاصل ہونے والا ۴۸۴.۴۳ ملین روپے کا غیر استعمال شدہ سرمایہ پیک بیلنس، منی مارکیٹ سرمایہ کاری اور ٹرم ڈیپازٹ کی صورت میں محفوظ رکھا۔ اسے صرف کمپنی کے او ایس سی پراجیکٹ (پیٹرولیم سیکٹور) میں توسیع کے لیے استعمال میں لایا جاسکتا ہے۔

مستقبل کا جائزہ:

عالمی معیشت پر کووڈ باء کے اثرات اب تک باقی تو تھے ہی پر روس اور یوکرین کی جنگ کی وجہ سے دنیا کی معیشت کو مزید تین چیلنجز (معاشی پابندیاں، اجناس کی قیمت میں اضافہ اور سپلائی چین میں خلل) کا سامنا کرنا پڑ رہا ہے۔ ان چیلنجز نے عالمی سطح پر مہنگائی میں اضافہ کیا ہے اور بیشتر ممالک کی مجموعی پیداوار میں کمی آئی ہے۔

پاکستان کی معاشی کارکردگی بتدریج بہتری کی جانب گامزن اور امید ہے کہ رواں مالی سال کے دوران پاکستان کی معاشی ترقی کی رفتار ۵ فیصد کا معیار ہدف حاصل کر لے گی۔ تاہم حالیہ سیاسی بحران، معاشی بد امنی اور خطے کے سیاسی حالات خاص طور پر یوکرین کے مسئلے کی صورت میں اندرونی اور بیرونی رسک فیکٹرز اس وقت موجود ہیں۔ ان رسک فیکٹرز میں مزید اضافے اور اس کے ساتھ ساتھ اشیاء کے بڑھے ہوئے نرخ، آنچلیج ریٹ میں تبدیلیوں، شرح سود میں اضافے اور ڈی بیٹ کلاؤڈ کے بڑھنے سے نہ صرف پاکستان کی مثبت معاشی کارکردگی متاثر ہوگی بلکہ بڑے پیمانے پر اقتصادی عدم توازن کا اندیشہ بھی رہے گا۔

مذکورہ بالا چیلنجز سے نبرد آزما ہونے کے لیے، کمپنی نے اپنی تمام تر توجہ ان کے منفی اثرات کو کم کرنے، حصص داران کے حصص کی قدر میں پائیدار اضافے اور ان کے ساتھ اپنے تعلق کی مضبوطی کی جانب مرکوز کر رکھی ہے اور اس مقصد کی خاطر کمپنی اپنے متنوع پورٹ فولیو اور دستیاب مواقع سے بھرپور استفادہ کرتے ہوئے نامیاتی اور غیر نامیاتی ترقی کے لیے مصروف عمل ہے۔

## ڈائریکٹران کا جائزہ

اعتراف:

آپ کی کمپنی کے ڈائریکٹران اپنے ملازمین کی فرض شناسی اور ان کی گراں قدر خدمات کے ساتھ تمام فریقین کے کمپنی پر مستقل اعتماد کا بخوشی اعتراف کرتے ہوئے ان کے تودل سے شکرگزار ہیں۔

بورڈ کی جانب سے

جناب شوکت حسن  
(چیئرمین)

جناب حسن طاہر  
(چیف ایگزیکٹو)  
لاہور، اپریل ۲۲، ۲۰۲۲ء



**HI-TECH LUBRICANTS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2022 (Un-audited)**

# Unconsolidated Condensed Interim Statement Of Financial Position (Un-audited)

As At March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Authorized share capital 150,000,000 (30 June 2021: 150,000,000) ordinary shares of Rupees 10 each	<u>1,500,000,000</u>	<u>1,500,000,000</u>
Issued, subscribed and paid-up share capital 139,204,800 (30 June 2021: 116,004,000) ordinary shares of Rupees 10 each	1,392,048,000	1,160,040,000
Reserves	<u>2,103,646,320</u>	<u>1,990,443,156</u>
<b>Total equity</b>	<u>3,495,694,320</u>	<u>3,150,483,156</u>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Long term financing	4 -	47,490,196
Lease liabilities	5 418,056,253	334,670,123
Long term deposits	19,000,000	17,000,000
Deferred income - Government grant	-	361,618
Deferred income tax liability- net	<u>59,938,874</u>	<u>-</u>
	496,995,127	399,521,937
<b>CURRENT LIABILITIES</b>		
Trade and other payables	<u>1,252,797,820</u>	<u>1,385,266,386</u>
Accrued mark-up / profit	26,874,313	9,756,777
Short term borrowings	1,679,647,610	461,180,637
Current portion of non-current liabilities	180,432,185	162,697,568
Unclaimed dividend	5,199,346	6,326,546
Provision for taxation - net	-	10,919,484
<b>Total liabilities</b>	<u>3,144,951,274</u>	<u>2,036,147,398</u>
	3,641,946,401	2,435,669,335
<b>CONTINGENCIES AND COMMITMENTS</b>		
	6	
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>7,137,640,721</u>	<u>5,586,152,491</u>

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

  
Chief Executive

  
Director

  
Chief Financial Officer

## Unconsolidated Condensed Interim Statement Of Financial Position (Un-audited)

As At March 31, 2022

		Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	7	1,840,389,799	1,833,545,894
Right-of-use assets	8	489,418,981	359,293,341
Intangible assets	9	7,717,582	10,645,943
Investment property		61,658,100	61,658,100
Investment in subsidiary company	10	1,300,000,600	1,300,000,600
Long term security deposits		42,953,416	29,401,655
Deferred income tax asset - net		-	48,245,631
		3,742,138,478	3,642,791,164
<b>CURRENT ASSETS</b>			
Stock-in-trade	11	1,263,685,935	878,741,709
Trade debts		62,593,965	103,225,348
Loans and advances		956,764,163	89,718,454
Short term deposits and prepayments		22,669,899	19,316,915
Other receivables		269,215,544	141,381,054
Advance income tax - net of provision for taxation		227,820,106	-
Accrued interest		3,453,870	390,462
Short term investments		230,472,943	446,043,245
Cash and bank balances		358,825,818	264,544,140
		3,395,502,243	1,943,361,327
<b>TOTAL ASSETS</b>		7,137,640,721	5,586,152,491



Chief Executive



Director



Chief Financial Officer

## Unconsolidated Condensed Interim Statement of Profit or Loss (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
	Rupees	Rupees	Rupees	Rupees
GROSS REVENUE FROM CONTRACTS WITH CUSTOMERS	13,149,189,041	8,593,661,802	4,457,700,645	3,389,380,689
Discounts	(513,368,740)	(501,916,366)	(132,181,282)	(159,906,167)
Sales tax	(1,754,280,587)	(837,972,693)	(509,673,054)	(593,648,269)
NET REVENUE FROM CONTRACTS WITH CUSTOMERS	10,881,539,714	7,253,772,743	3,815,846,309	2,635,826,253
COST OF SALES	(8,928,254,719)	(5,870,651,576)	(3,153,487,774)	(2,143,499,124)
GROSS PROFIT	1,953,284,995	1,383,121,167	662,358,535	492,327,129
DISTRIBUTION COST	(636,243,171)	(616,372,681)	(185,329,873)	(207,329,346)
ADMINISTRATIVE EXPENSES	(415,812,755)	(335,900,612)	(165,380,867)	(120,459,762)
OTHER EXPENSES	(88,924,170)	(23,154,772)	(18,062,343)	(7,566,400)
	(1,140,980,096)	(975,428,065)	(368,773,083)	(335,355,508)
OTHER INCOME	307,521,427	70,311,003	19,109,664	25,498,599
PROFIT FROM OPERATIONS	1,119,826,326	478,004,105	312,695,116	182,470,220
FINANCE COST	(120,175,368)	(59,467,424)	(50,818,370)	(20,932,746)
PROFIT BEFORE TAXATION	999,650,958	418,536,681	261,876,746	161,537,474
TAXATION	(171,863,296)	(126,872,501)	(53,396,904)	(44,735,838)
PROFIT AFTER TAXATION	827,787,662	291,664,180	208,479,842	116,801,636
		(Restated)		(Restated)
EARNINGS PER SHARE - BASIC AND DILUTED	5.95	2.10	1.50	0.84

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

  
Chief Executive

  
Director

  
Chief Financial Officer

## Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
	Rupees	Rupees	Rupees	Rupees
PROFIT AFTER TAXATION	827,787,662	291,664,180	208,479,842	116,801,636
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>827,787,662</u>	<u>291,664,180</u>	<u>208,479,842</u>	<u>116,801,636</u>

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



Chief Executive



Director



Chief Financial Officer

# Unconsolidated Condensed Interim Statement of Changes In Equity (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	RESERVES				TOTAL EQUITY
	CAPITAL RESERVE	REVENUE RESERVE	TOTAL RESERVES		
	SHARE PREMIUM	UN-APPROPRIATED PROFIT			
(----- Rupees -----)					
<b>Balance as at 30 June 2020</b>	1,160,040,000	1,441,697,946	555,927,557	1,997,625,503	3,157,665,503
Transactions with owners:					
Final dividend for the year ended 30 June 2020 @ Rupees 0.90 per share of Rupees 10 each	-	-	(104,403,600)	(104,403,600)	(104,403,600)
Interim dividend for half year ended 31 December 2020 @ Rupees 2.00 per share of Rupees 10 each	-	-	(232,008,000)	(232,008,000)	(232,008,000)
	-	-	(336,411,600)	(336,411,600)	(336,411,600)
Profit for the nine months period ended 31 March 2021	-	-	291,664,180	291,664,180	291,664,180
Other comprehensive income for the nine months period ended 31 March 2021	-	-	-	-	-
Total comprehensive loss for the nine months period ended 31 March 2021	-	-	291,664,180	291,664,180	291,664,180
<b>Balance as at 31 March 2021</b>	<b>1,160,040,000</b>	<b>1,441,697,946</b>	<b>511,180,137</b>	<b>1,952,878,083</b>	<b>3,112,918,083</b>
<b>Balance as at 30 June 2021</b>	<b>1,160,040,000</b>	<b>1,441,697,946</b>	<b>548,745,210</b>	<b>1,990,443,156</b>	<b>3,150,483,156</b>
Transactions with owners:					
Issue of bonus shares @ 20%	232,008,000	-	(232,008,000)	(232,008,000)	-
Final dividend for the year ended 30 June 2021 @ Rupees 2.00 per share	-	-	(232,008,000)	(232,008,000)	(232,008,000)
Interim dividend for the half year ended 31 December 2021 @ Rupees 2.00 per share	-	-	(250,568,498)	(250,568,498)	(250,568,498)
	232,008,000	-	(714,584,498)	(714,584,498)	(482,576,498)
Profit for the nine months period ended 31 March 2022	-	-	827,787,662	827,787,662	827,787,662
Other comprehensive income for the nine months period ended 31 March 2022	-	-	-	-	-
Total comprehensive income for the nine months period ended 31 March 2022	-	-	827,787,662	827,787,662	827,787,662
<b>Balance as at 31 March 2022</b>	<b>1,392,048,000</b>	<b>1,441,697,946</b>	<b>661,948,374</b>	<b>2,103,646,320</b>	<b>3,495,694,320</b>

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

  
Chief Executive

  
Director

  
Chief Financial Officer

## Unconsolidated Condensed Interim Statement OF Cash Flows (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Note	NINE MONTHS ENDED	
		31 March 2022	31 March 2021
		Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Cash generated from operations</b>	12	(475,276,309)	920,146,082
Finance cost paid		(99,006,577)	(45,308,111)
Income tax paid		(302,418,381)	(37,427,257)
Net (increase) / decrease in long term security deposits		(12,974,361)	(13,660,867)
Increase / (decrease) in long term deposits		2,000,000	10,500,000
<b>Net cash generated from operating activities</b>		<b>(887,675,628)</b>	<b>834,249,847</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure on operating fixed assets		(116,513,227)	(209,896,907)
Capital expenditure on intangible assets		(824,608)	(4,260,611)
Initial direct cost incurred on right-of-use assets		-	-
Proceeds from disposal of operating fixed assets		2,497,201	9,057,516
Short term investments - net		217,568,570	227,857,996
Dividends received		275,208,600	14,583,625
Profit on bank deposits and term deposit receipts received		12,952,937	18,299,098
<b>Net cash from / (used in) investing activities</b>		<b>390,889,473</b>	<b>55,640,717</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of lease liabilities		(71,911,877)	(86,416,805)
Dividend paid		(483,703,698)	(332,927,753)
Long term financing obtained		-	105,498,457
Long term financing repaid		(71,783,565)	-
Short term borrowings - net		1,218,466,973	(488,995,242)
<b>Net cash used in financing activities</b>		<b>591,067,833</b>	<b>(802,841,343)</b>
<b>Net increase in cash and cash equivalents</b>		<b>94,281,678</b>	<b>87,049,221</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>264,544,140</b>	<b>124,177,670</b>
<b>Cash and cash equivalents at the end of the period</b>		<b>358,825,818</b>	<b>211,226,891</b>

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



Chief Executive



Director



Chief Financial Officer

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 1. THE COMPANY AND ITS OPERATIONS

Hi-Tech Lubricants Limited ("the Company") was incorporated under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The registered office of the Company is situated at 1-A, Danepur Road, GOR-1, Lahore. The principal activity of the Company is to procure and distribute lubricants and petroleum products. During the year ended 30 June 2017, Oil and Gas Regulatory Authority (OGRA) has granted license to the Company to establish an Oil Marketing Company (OMC), subject to some conditions. On 31 May 2019, OGRA has granted permission to the Company to operate new storage facility at Sahiwal and marketing of petroleum products in province of Punjab. On 20 January 2020, the Company has started marketing and sale of petroleum products. On 21 February 2020, OGRA has granted permission to the Company to apply for No Objection Certificates (NOCs) from concerned departments to setup petrol pumps in Khyber Pakhtunkhwa Province. On 9 August 2021, OGRA has acknowledged the satisfactory completion of oil storage facility at Nowshera, Khyber Pakhtunkhwa Province. On 13 January 2022, subsequent to the reporting period, OGRA has further extended / renewed the Provisional License for setting up of an OMC upto 31 December 2023.

### 2. BASIS OF PREPARATION

2.1 These unconsolidated 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 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2021. These unconsolidated condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

### 3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2021.

During the half year ended 31 December 2021, the Company has applied for Group taxation under the provisions of section 59AA of the Income Tax Ordinance, 2001. On 24 September 2021, the Securities and Exchange Commission of Pakistan (SECP) has designated the Company and its wholly-owned subsidiary company, Hi-Tech Blending (Private) Limited as a Group for Group taxation. Accounting policy for taxation is detailed in note 3.2 to these unconsolidated condensed interim financial statements.



## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2021.

### 3.2 Taxation

Income tax comprises current and deferred tax. Securities and Exchange Commission of Pakistan (SECP) has designated the Company and its wholly-owned subsidiary, Hi-Tech Blending (Private) Limited as a "Group" for the purpose of group taxation under Section 59AA of the Income Tax Ordinance, 2001.

#### Current

Provision for current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or the tax rates expected to apply to the profit for the year if enacted. The charge for current tax also includes adjustments, where considered necessary, to provision for tax made in previous years arising from assessments framed during the year for such years.

#### Deferred

Deferred tax is accounted for using the liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized.

Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on tax rates that have been enacted or substantively enacted by the reporting date. Deferred tax is charged or credited in the statement of profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case the tax is also recognized in other comprehensive income or directly in equity, respectively.

#### Group taxation adjustments

Current and deferred taxes based on the consolidated results of the Group (under Section 59AA of the Income Tax Ordinance, 2001) are allocated within the Group on the basis of separate return method, modified for determining realizability of tax credits and tax losses which are assessed at Group level. Any adjustments in the *current* and *deferred* taxes of the Company on account of group taxation are credited or charged to statement of profit or loss in the year in which they arise.

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>4. LONG TERM FINANCING</b>		
Opening balance	138,452,041	58,118,654
Add: Amount received during the period / year	-	126,582,220
Less: Effect of discounting during the period / year	-	7,741,179
Present value of loan obtained during the period / year	-	118,841,041
Add: Interest accrued during the period / year	6,194,456	12,461,556
Less: Payments made during the period / year	73,926,766	50,969,210
	<u>70,719,731</u>	<u>138,452,041</u>
Less: Current portion shown under current liabilities	70,719,731	90,961,845
	<u>-</u>	<u>47,490,196</u>

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>5. LEASE LIABILITIES</b>		
Total lease liabilities	526,716,577	401,664,079
Less: Current portion shown under current liabilities	108,660,324	66,993,956
	<u>418,056,253</u>	<u>334,670,123</u>

### 6. CONTINGENCIES AND COMMITMENTS

#### 6.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2021 except for the following:

- 6.1.1** Corporate guarantees of Rupees 4,000 million (2021: Rupees 2,375 million) have been given by the Company to the banks in respect of financing to Hi-Tech Blending (Private) Limited - subsidiary company.
- 6.1.2** Guarantee of Rupees 15 million (2021: Rupees 6 million) and Rupees 2.25 million (2021: Rupees 2.25 million) are given by the banks of the Company to Total Parco Pakistan Limited and Pakistan State Oil Company Limited respectively against fuel cards obtained by the Company for its employees.
- 6.1.3** During the year ended 30 June 2020, Deputy Commissioner Inland Revenue (DCIR) issued a notice to recover an amount of Rupees 21.124 million against super tax for the tax year 2019 under section 4B of the Income Tax Ordinance, 2001. The Company through its tax advisor submitted its reply that liability on account of super tax did not arise for subject year. The matter is still pending before DCIR. No provision against this demand has been recognized in the financial statements, as the Company, based on the advice of the tax advisor, is confident of favourable outcome of the matter.

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>6.2 Commitments</b>		
6.2.1 For capital expenditures	9,259,858	35,310,701
6.2.2 Letters of credit other than for capital expenditures	-	38,219,444
<b>7. FIXED ASSETS</b>		
Operating fixed assets (Note 7.1)	1,757,345,849	1,744,846,431
Capital work-in-progress (Note 7.2)	83,043,950	88,699,463
	<u>1,840,389,799</u>	<u>1,833,545,894</u>
<b>7.1 Operating fixed assets – owned</b>		
Opening book value	1,744,846,431	1,394,602,141
Add: Cost of additions during the period / year (Note 7.1.1)	115,996,660	477,930,759
Add: Book value of assets transferred from right-of-use of assets during the period / year (Note 8.2)	3,086,040	43,449,689
	<u>1,863,929,131</u>	<u>1,915,982,589</u>
Less: Book value of deletions during the period / year (Note 7.1.2)	1,927,243	6,038,919
Less: Book value of assets transferred to investment property during the period / year	-	61,658,100
	<u>1,862,001,888</u>	<u>1,848,285,570</u>
Less: Depreciation charged during the period / year	104,656,039	103,439,139
Closing book value	<u>1,757,345,849</u>	<u>1,744,846,431</u>
<b>7.1.1 Cost of additions during the period / year</b>		
Freehold land	-	18,382,000
Buildings on freehold land	63,989,606	269,659,293
Buildings on leasehold land	4,117,143	64,955,449
Machinery	17,823,024	926,527
Tanks and Pipeline and Tanks	-	61,569,350
Dispensing Pumps	-	7,638,404
Furniture and fittings	1,078,719	619,500
Vehicles	490,240	4,581,752
Leasehold improvements	-	4,463,125
Office equipment	20,654,111	32,040,434
Computers	7,843,817	13,094,925
	<u>115,996,660</u>	<u>477,930,759</u>

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>7.1.2 Book value of deletions during the period / year</b>		
Cost:		
Vehicles	4,994,634	12,989,313
Office Equipments	-	67,397
Computers	2,214,887	4,164,202
Less: Accumulated depreciation	5,282,278	11,181,993
	<u>1,927,243</u>	<u>6,038,919</u>
<b>7.2 Capital work-in-progress</b>		
Civil works	12,766,321	26,860,047
Dispensing pumps	29,396,095	29,396,100
Advance against purchase of apartment (Note 7.2.1)	25,976,750	25,226,750
Mobilization and other advances	2,753,508	5,069,766
Unallocated expenditures	12,151,276	2,146,800
	<u>83,043,950</u>	<u>88,699,463</u>

**7.2.1** This represent advance given to BNP (Private) Limited against purchase of apartment in Grand Hayatt (the "Project") at 1- Constitution Avenue, Islamabad. On 29 July 2016, Capital Development Authority (CDA) cancelled the lease deed of BNP (Private) Limited on the grounds of violating the terms and conditions of the said lease and sealed the Project. Against the alleged order, BNP (Private) Limited filed a writ petition before the Honorable Islamabad High Court ("IHC") challenging the cancellation of said lease. IHC dismissed the writ petition of BNP (Private) Limited. However, the honorable judge of IHC ruled that it is a duty of the Federal Government to ensure that the purchasers do not suffer due to Government's own wrongful actions and omissions, particularly when the regulatory failure of the CDA stands admitted. The Company and others filed appeals against the aforesaid judgment of IHC before Honorable Supreme Court of Pakistan. On 09 January 2019, Honorable Supreme Court of Pakistan has passed order whereby the Court has ordered BNP (Private) Limited to pay Rupees 17.5 billion in eight years to CDA to revive the original lease together with all approvals and permissions already granted. The Court has further ordered that BNP (Private) Limited shall complete the entire project within a reasonable time. CDA and BNP (Private) Limited have filed review petitions against the order of the Supreme Court of Pakistan which are still pending for review. Supreme Court of Pakistan referred the matter to the Public Accounts Committee (PAC) and asked them to submit its recommendation on the subject matter. During the year ended 30 June 2021, PAC endorsed the amount of Rupees 17.5 billion to be paid to CDA in six years for the revival of lease and de-sealing of the Project in accordance with the settlement held between CDA and BNP (Private) Limited. On 06 January 2021, on the directives of PAC and payment of first installment of settlement amount by BNP (Private) Limited, CDA has de-sealed the Project. Pursuant to the settlement of the matter as stated above and de-sealing of the Project, BNP (Private) Limited and the Company started negotiations to finalize the terms and conditions of "Undertaking and Indemnity Agreement" to take the possession of the apartment. Further, some purchasers have filed appeal before Honorable Supreme Court of Pakistan to order BNP (Private) Limited to alter / amend certain clauses of "Undertaking and Indemnity Agreement". The Company is confident of favorable outcome of the matter.

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>8. RIGHT-OF-USE ASSETS</b>		
Opening book value	359,293,341	270,942,898
Add: Additions during the period / year (Note 8.1)	158,822,376	264,844,347
Add / (Less): Impact of lease	44,314,081	(56,040,297)
Less: Book value of assets transferred to fixed assets - owned during the period / year (Note 8.2)	3,086,040	43,449,689
Less: Depreciation expense for the period / year	69,924,777	77,003,918
Closing book	<u>489,418,981</u>	<u>359,293,341</u>

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>8.1 Cost of additions during the period / year</b>		
Land	75,295,260	112,866,866
Buildings	1,365,659	94,245,027
Vehicles	82,161,457	57,732,454
	<u>158,822,376</u>	<u>264,844,347</u>
<b>8.2 Book value of assets transferred to fixed assets - owned during the period / year</b>		
Vehicles	<u>3,086,040</u>	<u>43,449,689</u>
<b>9. INTANGIBLE ASSETS</b>		
Opening book value	10,645,943	7,596,802
Add: Cost of additions during the period / year	824,607	7,069,069
Less: Amortization charged during the period / year	3,752,968	4,019,928
Closing book value	<u>7,717,582</u>	<u>10,645,943</u>
<b>10. INVESTMENT IN SUBSIDIARY COMPANY - at cost</b>		
Hi-Tech Blending (Private) Limited - unquoted 130,000,060 (30 June 2021: 130,000,060) fully paid ordinary shares of Rupees 10 each Equity held 100% (30 June 2021: 100%)	<u>1,300,000,600</u>	<u>1,300,000,600</u>
<b>10.1</b> Investment in Hi-Tech Blending (Private) Limited includes 60 (30 June 2021: 60) shares in the name of nominees of the Company.		
	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>11. STOCK-IN-TRADE</b>		
Lubricants and parts (Note 11.1)	451,152,401	305,785,909
Less: Provision for slow moving and damaged inventory items	<u>8,562,589</u>	<u>8,562,589</u>
	442,589,812	297,223,320
Petroleum products		
- Stock in hand	<u>423,595,527</u>	<u>375,546,876</u>
- Stock in pipeline system (Note 11.2)	<u>333,687,904</u>	<u>159,422,468</u>
	757,283,431	534,969,344
Dispensing pumps and other installations	63,620,538	46,356,890
Stock of promotional items	192,154	192,155
	<u>1,263,685,935</u>	<u>878,741,709</u>

**11.1** This includes stock-in-transit of Rupees Nil million (30 June 2021: Rupees 52.885 million).

**11.2** This represents the Company's share of pipeline stock of High Speed Diesel amounting to Rupees 218.567 million and Premium Motor Gasoline amounting to Rupees 115.120 million (30 June 2021: Rupees 159.422 million) held by Pak-Arab Pipeline Company Limited.

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	(Un-Audited)	
	NINE MONTHS ENDED	
	31 March 2022 Rupees	31 March 2021 Rupees
<b>12. CASH GENERATED FROM OPERATIONS</b>		
Profit before taxation	999,650,958	418,536,681
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation on operating fixed assets	117,375,440	71,362,984
Depreciation on right-of-use assets	57,205,375	53,054,398
Amortization on intangible assets	3,752,969	2,783,522
Amortization of deferred income - Government grant	(4,051,255)	(5,956,459)
Allowance / (reversal of allowance) for expected credit losses	10,000,000	4,793,574
Provision / (reversal of provision ) for slow moving and damaged inventory items - net	-	(4,350,720)
Gain on disposal of operating fixed assets	(569,958)	(4,291,043)
Dividend income	(275,208,600)	(14,583,625)
Profit on bank deposits and term deposit receipts	(16,016,346)	(18,296,862)
Unrealized loss / (gain) on remeasurement of investments carried at fair value through profit or loss - net	(1,998,268)	(823,287)
Credit balances written back	-	(374,735)
Debit balance written off	-	87,815
Exchange gain - net	(50,182,911)	(10,449,886)
Finance cost	120,175,368	59,467,424
Working capital changes (Note 39.1)	(1,435,409,081)	369,186,301
	<u>(475,276,309)</u>	<u>920,146,082</u>

### 12.1 Working capital changes

(Increase) / decrease in current assets:

Stock-in-trade	(384,944,226)	(467,413,429)
Trade debts	30,631,383	(11,975,841)
Loans and advances	(867,045,709)	(51,149,030)
Short term deposits and prepayments	(3,930,384)	(7,529,333)
Other receivables	(127,834,490)	(67,630,226)
	(1,353,123,426)	(605,697,859)
Increase / (decrease) in trade and other payables	(82,285,655)	974,884,160
	<u>(1,435,409,081)</u>	<u>369,186,301</u>

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 13. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise of subsidiary company, associated undertakings, other related parties, key management personnel and provident fund trust. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been disclosed else where in these unconsolidated condensed interim financial statements, are as follows:

NATURE OF TRANSACTIONS	UN-AUDITED			
	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021

-----Rupees-----

#### i Transactions

##### Subsidiary company

Hi-Tech Blending (Private) Limited	Sale of lubricants	897,792	714,720	897,792	19,936
	Purchase of lubricants	4,360,933,304	3,990,305,157	1,478,074,384	1,390,177,020
	Dividend received	260,000,120	-	-	-
	Lease rentals paid	2,250,000	2,250,000	750,000	750,000

##### Associated companies

MAS Associates (Pvt) Limited	Share of common expenses	763,462	519,407	270,145	179,475
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##### Other related parties

SK Lubricants Co., Ltd.	Purchase of lubricants	388,546,192	251,314,453	63,281,257	78,695,819
SK Lubricants Co., Ltd.	Dividend paid	2,927,012	2,288,797	1,519,795	1,655,550
Provident fund trust	Contribution	15,441,900	24,720,516	5,037,523	8,661,191
Key management personnel and executives	Remuneration	279,757,547	208,642,503	101,154,272	84,120,491
Sabra Hamida Trust	Donations	13,500,000	13,500,000	4,500,000	4,500,000

NATURE OF TRANSACTIONS	UN-AUDITED			
	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021

-----Number of shares-----

SK Lubricants Co., Ltd.	Bonus shares issued	165,555	-	-	-
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Un-Audited  
31 March  
2022  
Rupees

Audited  
30 June  
2021  
Rupees

#### ii Period / year end balances

##### Hi-Tech Blending (Private) Limited - Subsidiary company:

Investment	1,300,000,600	1,300,000,600
Receivable against sales	897,195	106,402
Payable against purchases	-	697,545,217
Advances against purchases	532,442,577	-

##### Associated companies

Receivable from MAS Associates (Private) Limited	524,687	218,274
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##### Other related parties

Receivable from SK Lubricants Co., Ltd.	45,675,000	31,560,000
Payable to SK Lubricants Co., Ltd.	81,556,218	104,572,196
Payable to employees' provident fund trust	3,591,197	3,138,376

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 14. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

#### (i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at 31 March 2022	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
<b>Financial assets</b>				
Financial assets at fair value through profit or loss	230,472,943	-	-	230,472,943
	----- Rupees -----			
Recurring fair value measurements at 30 June 2021	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
<b>Financial assets</b>				
Financial assets at fair value through profit or loss	446,043,245	-	-	446,043,245

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

**Level 1:** The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

#### (ii) Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments is the use of quoted market prices on Pakistan Stock Exchange and for funds, Net Asset Value (NAV) of respective Asset Management Company.



## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 15. SEGMENT INFORMATION

The Company has two reportable segments. The following summary describes the operation in each of the Company's reportable segments:

Lubricants

Petroleum products

Purchase and sale of lubricants, parts and rendering of services.

Marketing and sale of petroleum products.

	LUBRICANTS		PETROLEUM PRODUCTS		UNALLOCATED		TOTAL - COMPANY	
	31 March, 2022	31 March, 2021	31 March, 2022	31 March, 2021	31 March, 2022	31 March, 2021	31 March, 2022	31 March, 2021
Revenue from contracts with customers-net	6,395,425,618	5,788,393,558	4,486,114,096	1,465,379,185	-	-	10,881,539,714	7,253,772,743
Cost of sales	(4,712,372,694)	(4,471,171,190)	(4,215,882,025)	(1,398,940,386)	-	-	(8,928,254,719)	(5,870,651,576)
Gross profit / (loss)	1,683,052,924	1,316,682,367	270,232,071	66,438,800	-	-	1,953,284,995	1,383,121,167
Distribution cost	(455,799,869)	(499,578,372)	(180,443,302)	(116,794,309)	-	-	(636,243,171)	(616,372,681)
Administrative expenses	(404,084,523)	(317,246,583)	(11,728,232)	(18,654,029)	-	-	(415,812,755)	(335,900,612)
Other expenses	(81,034,255)	(16,298,478)	(7,889,915)	(6,856,294)	-	-	(88,924,170)	(23,154,772)
Other income	(940,918,647)	(833,123,432)	(200,061,449)	(142,304,633)	-	-	(1,140,980,096)	(975,428,065)
Profit / (loss) from operations	286,355,012	30,584,271	21,166,415	39,726,732	-	-	307,521,427	70,311,003
Finance cost	-	-	-	-	-	-	-	-
Profit / (loss) before taxation	1,028,489,289	514,143,206	91,337,037	(36,139,101)	(120,175,368)	(59,467,424)	1,119,826,326	478,004,105
Taxation	-	-	-	-	(120,175,368)	(59,467,424)	(171,863,296)	(126,872,501)
Profit / (loss) after taxation	1,028,489,289	514,143,206	91,337,037	(36,139,101)	(292,038,664)	(186,339,925)	827,787,662	291,664,180

### 15.1 Reconciliation of reportable segment assets and liabilities:

	LUBRICANTS		PETROLEUM PRODUCTS		TOTAL - COMPANY	
	Un-Audited 31 March, 2022	Audited 30 June, 2021	Un-Audited 31 March, 2022	Audited 30 June, 2021	Un-Audited 31 March, 2022	Audited 30 June, 2021
Total assets for reportable segments	2,029,768,014	1,456,080,373	2,336,855,165	2,093,952,623	4,366,623,179	3,550,032,996
Unallocated assets	-	-	-	-	2,772,517,542	2,036,119,495
Total assets as per statement of financial position	606,748,799	1,610,776,310	542,239,047	327,773,414	7,139,140,721	5,586,152,491
Total liabilities for reportable segments	-	-	-	-	1,148,987,846	1,938,549,724
Unallocated liabilities	-	-	-	-	2,494,458,555	497,119,611
Total liabilities as per statement of financial position	-	-	-	-	3,643,446,401	2,435,669,335

15.2 All of the sales of the Company relates to customers in Pakistan.

15.3 All non-current assets of the Company as at the reporting dates are located in Pakistan.

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 16. DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX

Description	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>i) Loans / advances obtained as per Islamic mode:</b>		
Loans	-	-
Advances	82,475,560	39,100,051
<b>ii) Shariah complaint bank deposits / bank balances</b>		
Bank balances	22,454,692	17,870,659

	(Un-Audited)	
	NINE MONTHS ENDED	
	31 March 2022 Rupees	31 March 2021 Rupees
<b>iii) Profit earned from shariah complaint bank deposits / bank balances</b>		
Profit on bank deposits and term deposit receipts	-	-
<b>iv) Mark up paid on Islamic mode of financing</b>	-	2,238,976
<b>v) Revenue earned from a shariah complaint business</b>	10,881,539,714	7,253,772,743
<b>vi) Gain / (loss) or dividend earned from shariah complaint investments</b>		
Dividend income	888,972	6,318,448
Gain on sale of investments	-	440,993
Gain / (loss) on remeasurement of investments at fair value through profit or loss	1,998,268	(5,736)
<b>vii) Exchange (loss) / gain earned</b>	(50,182,911)	15,173,383
<b>viii) Profits earned or interest paid on any conventional loan or advance</b>		
Interest paid on loans	58,772,937	38,168,603

### ix) Relationship with shariah compliant banks

Name	Relationship as at reporting date
Al-Baraka Bank (Pakistan) Limited	Bank balance
Meezan Bank Limited	Bank balance
Dubai Islamic Bank Pakistan Limited	Bank balance

## Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 17. UTILIZATION OF THE PROCEEDS OF THE INITIAL PUBLIC OFFER (IPO)

During the period ended 31 March 2022, the Company has made payments of Rupees 29.661 million out of IPO proceeds relating to OMC project. The un-utilized proceeds of Rupees 453.483 million of the public offer have been kept by the Company in the shape of bank balances, term deposit receipts and mutual funds.

### 18. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company for the year ended 30 June 2021.

### 19. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the unconsolidated condensed interim statement of financial position and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

### 20. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on \_\_\_\_\_ by the Board of Directors of the Company.

### 21. GENERAL

Figures have been rounded off to nearest of Rupee, unless otherwise stated.



Chief Executive



Director



Chief Financial Officer

**HI-TECH LUBRICANTS LIMITED**  
**CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2022 (Un-audited)**

# Consolidated Condensed Interim Statement Of Financial Position

As At March 31, 2022

	Note	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
150,000,000 (30 June 2021: 150,000,000) ordinary shares of Rupees 10 each		1,500,000,000	1,500,000,000
Issued, subscribed and paid-up share capital 139,204,800 (30 June 2021: 116,004,000) ordinary shares of Rupees 10 each		1,392,048,000	1,160,040,000
Reserves		3,035,192,151	3,144,304,616
<b>Total equity</b>		<b>4,427,240,151</b>	<b>4,304,344,616</b>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Long term financing	4	578,556,825	147,357,607
Lease liabilities	5	443,806,902	315,089,191
Long term deposits		19,000,000	17,000,000
Deferred liabilities		145,758,953	34,180,663
		1,187,122,680	513,627,461
<b>CURRENT LIABILITIES</b>			
Trade and other payables		2,419,049,467	1,728,466,552
Accrued mark-up / profit		43,657,094	14,963,365
Short term borrowings		1,988,190,064	607,994,104
Current portion of non-current liabilities		188,118,892	182,391,032
Unclaimed dividend		5,199,346	6,326,546
		4,644,214,863	2,540,141,599
<b>Total liabilities</b>		<b>5,831,337,543</b>	<b>3,053,769,060</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	6		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>10,258,577,694</b>	<b>7,358,113,676</b>

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



Chief Executive



Director



Chief Financial Officer

# Consolidated Condensed Interim Statement Of Financial Position

As At March 31, 2022

		Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	7	3,994,238,772	3,434,750,846
Right-of-use assets	8	523,398,981	340,945,782
Intangible assets	9	21,410,019	17,378,375
Investment property		61,658,100	61,658,100
Long term security deposits		57,473,216	37,226,855
Deferred income tax asset		-	-
		4,658,179,088	3,891,959,958
<b>CURRENT ASSETS</b>			
Stores		74,323,787	63,346,582
Stock-in-trade	10	3,683,806,099	1,957,046,564
Trade debts		61,696,770	103,118,348
Loans and advances		623,426,896	143,019,434
Short term deposits and prepayments		24,103,951	35,624,780
Other receivables		269,215,544	141,381,054
Advance Income tax-net of provision for taxation		261,174,337	188,435,988
Accrued Interest		3,453,870	390,462
Short term investments		230,472,943	446,043,245
Cash and bank balances		368,724,409	387,747,261
		5,600,398,606	3,466,153,718
<b>TOTAL ASSETS</b>		10,258,577,694	7,358,113,676

  
Chief Executive

  
Director

  
Chief Financial Officer

## Consolidated Condensed Interim Statement of Profit or Loss (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
	Rupees	Rupees	Rupees	Rupees
GROSS REVENUE FROM CONTRACTS WITH CUSTOMERS	14,534,508,105	10,679,855,294	5,129,089,466	3,817,957,446
Discounts	(513,368,740)	(501,916,366)	(132,181,282)	(159,906,167)
Sales tax	(3,139,599,651)	(2,924,166,185)	(1,181,061,875)	(1,022,225,026)
NET REVENUE FROM CONTRACTS WITH CUSTOMERS	10,881,539,714	7,253,772,743	3,815,846,309	2,635,826,253
COST OF SALES	(8,627,652,116)	(5,565,302,706)	(3,081,823,486)	(2,008,399,091)
GROSS PROFIT	2,253,887,598	1,688,470,037	734,022,823	627,427,162
DISTRIBUTION COST	(667,567,776)	(647,923,319)	(195,415,998)	(217,540,248)
ADMINISTRATIVE EXPENSES	(504,019,349)	(386,312,169)	(201,106,475)	(140,433,412)
OTHER EXPENSES	(191,112,324)	(37,477,460)	(23,029,567)	(15,111,103)
	(1,362,699,449)	(1,071,712,948)	(419,552,040)	(373,084,763)
OTHER INCOME	54,147,214	83,998,354	19,247,637	29,069,423
PROFIT FROM OPERATIONS	945,335,363	700,755,443	333,718,420	283,411,822
FINANCE COST	(168,000,034)	(77,144,016)	(71,243,840)	(25,380,986)
PROFIT BEFORE TAXATION	777,335,329	623,611,427	262,474,580	258,030,836
TAXATION	(171,863,296)	(115,584,161)	(53,396,904)	(54,849,868)
PROFIT AFTER TAXATION	605,472,033	508,027,266	209,077,676	203,180,968
		(Restated)		(Restated)
EARNINGS PER SHARE - BASIC AND DILUTED	4.35	3.65	1.50	1.46

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



Chief Executive



Director



Chief Financial Officer

## Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2022 Rupees	31 March 2021 Rupees	31 March 2022 Rupees	31 March 2021 Rupees
PROFIT AFTER TAXATION	605,472,033	508,027,266	209,077,676	203,180,968
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period	-	-	-	-
TOTAL COMPREHENSIVE PROFIT FOR THE PERIOD	<u>605,472,033</u>	<u>508,027,266</u>	<u>209,077,676</u>	<u>203,180,968</u>

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

  
Chief Executive

  
Director

  
Chief Financial Officer



## Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	RESERVES				TOTAL EQUITY
	CAPITAL RESERVE	REVENUE RESERVE	TOTAL RESERVES		
	SHARE PREMIUM	UN-APPROPRIATED PROFIT			
	(----- Rupees -----)				
<b>Balance as at 30 June 2020</b>	<b>1,160,040,000</b>	<b>1,441,697,946</b>	<b>1,387,528,775</b>	<b>2,829,226,721</b>	<b>3,989,266,721</b>
Transactions with owners:					
Final dividend for the year ended 30 June 2020 @ Rupees 0.90 per share of Rupees 10 each	-	-	(104,403,600)	(104,403,600)	(104,403,600)
Interim dividend for half year ended 31 December 2020 @ Rupees 2.00 per share of Rupees 10 each	-	-	(232,008,000)	(232,008,000)	(232,008,000)
	-	-	(336,411,600)	(336,411,600)	(336,411,600)
Profit for the nine months period ended 31 March 2021	-	-	508,027,266	508,027,266	508,027,266
Other comprehensive income for the nine months period ended 31 March 2021	-	-	-	-	-
Total comprehensive loss for the nine months period ended 31 March 2021	-	-	508,027,266	508,027,266	508,027,266
<b>Balance as at 31 March 2021</b>	<b>1,160,040,000</b>	<b>1,441,697,946</b>	<b>1,559,144,441</b>	<b>3,000,842,387</b>	<b>4,160,882,387</b>
<b>Balance as at 30 June 2021</b>	<b>1,160,040,000</b>	<b>1,441,697,946</b>	<b>1,702,606,670</b>	<b>3,144,304,616</b>	<b>4,304,344,616</b>
Transactions with owners:					
Issue of bonus shares @ 20%	232,008,000	-	(232,008,000)	(232,008,000)	-
Final dividend for the year ended 30 June 2021 @ Rupees 2.00 per share	-	-	(232,008,000)	(232,008,000)	(232,008,000)
Interim dividend for the half year ended 31 December 2021 @ Rupees 2.00 per share	-	-	(250,568,498)	(250,568,498)	(250,568,498)
	232,008,000	-	(714,584,498)	(714,584,498)	(482,576,498)
Profit for the nine months period ended 31 March 2022	-	-	605,472,033	605,472,033	605,472,033
Other comprehensive income for the nine months period ended 31 March 2022	-	-	-	-	-
Total comprehensive income for the nine months period ended 31 March 2022	-	-	605,472,033	605,472,033	605,472,033
<b>Balance as at 31 March 2022</b>	<b>1,392,048,000</b>	<b>1,441,697,946</b>	<b>1,593,494,205</b>	<b>3,035,192,151</b>	<b>4,427,240,151</b>

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



Chief Executive



Director



Chief Financial Officer

## Consolidated Condensed Interim Statement of Cash Flows (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Note	NINE MONTHS ENDED	
		31 March 2022	31 March 2021
		Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Cash generated from operations</b>	11	(371,539,253)	849,646,872
Finance cost paid		(131,155,353)	(71,162,346)
Income tax paid		(136,417,140)	(39,519,206)
Net decrease / (increase) in long term security deposits		(19,668,961)	(13,660,867)
Net increase / (decrease) in long term deposits		2,000,000	10,500,000
<b>Net cash (used in) / generated from operating activities</b>		<b>(656,780,707)</b>	<b>735,804,453</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure on operating fixed assets		(753,792,251)	(292,893,745)
Capital expenditure on intangible assets		(35,936,608)	(4,260,611)
Initial direct cost incurred on right-of-use-assets		(6,476,863)	-
Proceeds from disposal of operating fixed assets		5,477,201	9,057,516
Short term investments - net		217,568,570	227,857,996
Dividend received		15,208,480	14,583,625
Profit on bank deposits and term deposit receipts received		12,952,937	18,299,098
<b>Net cash from / (used in) investing activities</b>		<b>(544,998,534)</b>	<b>(27,356,121)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Short term borrowings - net		(71,911,877)	(433,925,535)
Dividend paid		(483,703,698)	(332,927,753)
Proceeds from long term financing		463,396,925	189,837,207
Repayment of long term financing		(105,220,921)	(4,025,625)
Repayment of lease liabilities		1,380,195,960	(87,822,135)
<b>Net cash from / (used in) financing activities</b>		<b>1,182,756,389</b>	<b>(668,863,841)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>(19,022,852)</b>	<b>39,584,491</b>
<b>Cash and cash equivalents at beginning of the period</b>		<b>387,747,261</b>	<b>186,741,495</b>
<b>Cash and cash equivalents at end of the period</b>		<b>368,724,409</b>	<b>226,325,986</b>

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

  
Chief Executive

  
Director

  
Chief Financial Officer

# Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

## 1. THE GROUP AND ITS OPERATIONS

The Group consists of:

### Holding Company

- Hi-Tech Lubricants Limited

### Subsidiary Company

- Hi-Tech Blending (Private) Limited

### 1.1 Hi-Tech Lubricants Limited

Hi-Tech Lubricants Limited ("the Holding Company") was incorporated under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The registered office of the Holding Company is situated at 1-A, Danepur Road, GOR-1, Lahore. The principal activity of the Holding Company is to procure and distribute lubricants and petroleum products. During the year ended 30 June 2017, Oil and Gas Regulatory Authority (OGRA) granted license to the Holding Company to establish an Oil Marketing Company (OMC), subject to some conditions. On 31 May 2019, Oil and Gas Regulatory Authority (OGRA) has granted permission to the Holding Company to operate new storage facility at Sahiwal and marketing of petroleum products in the Province of Punjab. On 20 January 2020, the Holding Company has started marketing and sale of petroleum products. On 21 February 2020, OGRA has granted permission to the Holding Company to apply for No Objection Certificates (NOCs) from concerned departments to setup petrol pumps in Khyber Pakhtunkhwa Province.

### 1.2 Hi-Tech Blending (Private) Limited

Hi-Tech Blending (Private) Limited ("the Subsidiary Company") was incorporated in Pakistan as a private company limited by shares on 13 March 2014 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Subsidiary Company is to construct, own and operate lubricating oil blending plant. The registered office of the Subsidiary Company is situated at 1-A, Danepur Road, GOR-1, Lahore. The Subsidiary Company is a wholly owned subsidiary of Hi-Tech Lubricants Limited.

## 2. BASIS OF PREPARATION

2.1 These consolidated 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 34: 'Interim Financial Reporting' (IAS 34), 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 These consolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Group for the year ended 30 June 2021.

## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these consolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Group for the year ended 30 June 2021 .

#### 3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these consolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these consolidated condensed interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 30 June 2021 .

#### 3.2 Taxation

Income tax comprises current and deferred tax. Securities and Exchange Commission of Pakistan (SECP) has designated the Company and its wholly-owned subsidiary, Hi-Tech Blending (Private) Limited as a "Group" for the purpose of group taxation under Section 59AA of the Income Tax Ordinance, 2001 .

##### Current

Provision for current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or the tax rates expected to apply to the profit for the year if enacted. The charge for current tax also includes adjustments, where considered necessary, to provision for tax made in previous years arising from assessments framed during the year for such years.

##### Deferred

Deferred tax is accounted for using the liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized.

Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on tax rates that have been enacted or substantively enacted by the reporting date. Deferred tax is charged or credited in the statement of profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case the tax is also recognized in other comprehensive income or directly in equity, respectively.

##### Group taxation adjustments

Current and deferred taxes based on the consolidated results of the Group (under Section 59AA of the Income Tax Ordinance, 2001) are allocated within the Group on the basis of separate return method, modified for determining realizability of tax credits and tax losses which are assessed at Group level. Any adjustments in the *current* and deferred taxes of the Company on account of group taxation are credited or charged to statement of profit or loss in the year in which they arise.

## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>4. LONG TERM FINANCING</b>		
Opening balance	253,611,941	67,091,672
Add: Amount received during the period / year	475,473,800	238,391,547
Less: Effect of discounting during the period / year	-	7,741,179
Present value of loan obtained during the period / year	475,473,800	230,650,368
Add: Interest accrued during the period / year	9,476,711	16,747,267
Less: Payments made during the period / year	82,044,657	60,877,366
	<u>656,517,795</u>	<u>253,611,941</u>
Less: Current portion shown under current liabilities	77,960,970	106,254,334
	<u>578,556,825</u>	<u>147,357,607</u>
<b>5. LEASE LIABILITIES</b>		
Total lease liabilities	560,153,933	381,624,955
Less: Current portion shown under current liabilities	116,347,031	66,535,764
	<u>443,806,902</u>	<u>315,089,191</u>
<b>6. CONTINGENCIES AND COMMITMENTS</b>		
<b>6.1 Contingencies</b>		
There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2021 except for the following:		
<b>6.1.1</b>	Corporate guarantees of Rupees 4,000 million (2021: Rupees 2,375 million) have been given by the Company to the banks in respect of financing to Hi-Tech Blending (Private) Limited - subsidiary company.	
<b>6.1.2</b>	Guarantee of Rupees 15 million (2021: Rupees 6 million) and Rupees 2.25 million (2021: Rupees 2.25 million) are given by the banks of the Company to Total Parco Pakistan Limited and Pakistan State Oil Company Limited respectively against fuel cards obtained by the Company for its employees.	
<b>6.1.3</b>	During the year ended 30 June 2020, Deputy Commissioner Inland Revenue (DCIR) issued a notice to recover an amount of Rupees 21.124 million against super tax for the tax year 2019 under section 4B of the Income Tax Ordinance, 2001. The Company through its tax advisor submitted its reply that liability on account of super tax did not arise for subject year. On 29 September 2021, DCIR passed an order whereby demand of Rupees 21.124 million has been raised. Being aggrieved with the order of DCIR, the Company filed an appeal before the Commissioner Inland Revenue Appeals [CIR(A)] against the order of DCIR which is pending for adjudication and to grant stay against the proceedings. CIR(A) granted stay for 30 days which was further extended for another 30 days. However, on 24 December 2021, CIR(A) refused to grant any further stay order. The Company preferred an appeal before Appellate Tribunal Inland Revenue (ATIR) for grant of stay which is pending for hearing. No provision against this demand has been recognized in these unconsolidated condensed interim financial statements, as the Company, based on the advice of the tax advisor, is confident of favourable outcome of the matter.	

## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>6.2 Commitments</b>		
6.2.1 Contracts for capital expenditures	9,259,858	588,801,401
6.2.2 Letters of credit other than for capital expenditures	596,990,358	38,219,444
<b>7. FIXED ASSETS</b>		
Operating fixed assets:		
Owned (Note 7.1)	3,345,988,191	3,180,557,592
Capital work-in-progress (Note 7.2)	648,250,581	254,193,254
	<u>3,994,238,772</u>	<u>3,434,750,846</u>
<b>7.1 Operating fixed assets – owned</b>		
Opening book value	3,180,557,592	2,852,230,682
Add: Cost of additions during the period / year (Note 7.1.1)	289,266,996	525,927,755
Add: Book value of assets transferred from right-of-use of assets	3,086,040	44,714,653
	<u>3,472,910,628</u>	<u>3,422,873,090</u>
Less: Book value of assets transferred to investment property during the period / year	-	61,658,100
Less: Book value of deletions during the period / year (Note 7.1.2)	3,023,502	6,038,919
	<u>3,469,887,126</u>	<u>3,355,176,071</u>
Less: Depreciation charged during the period / year	123,898,935	174,618,479
Closing book value	<u>3,345,988,191</u>	<u>3,180,557,592</u>
<b>7.1.1 Cost of additions during the period / year</b>		
Freehold land	-	18,382,000
Buildings on freehold land	63,989,606	296,287,707
Buildings on leasehold land	4,117,143	64,955,449
Machinery	177,354,999	12,174,231
Tanks and Pipeline	-	61,569,350
Dispensing Pumps	-	7,638,404
Electric Installation	1,382,198	7,465,360
Furniture and fittings	1,935,023	670,500
Vehicles	5,476,225	4,581,752
Leasehold improvements	-	4,463,125
Office equipment	22,307,764	32,730,802
Computers	12,704,037	15,009,075
	<u>289,266,996</u>	<u>525,927,755</u>
<b>7.1.2 Book value of deletions during the period / year</b>		
Cost:		
Vehicles	8,226,301	12,989,313
Computers	3,528,047	4,164,202
Office Equipments	-	67,397
Less: Accumulated depreciation	8,730,846	11,181,993
	<u>3,023,502</u>	<u>6,038,919</u>

## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>7.2. Capital work-in-progress</b>		
Advance for purchase of apartment (Note 7.2.1)	25,976,750	25,226,750
Advances for capital expenditure	-	101,550,777
Civil works	96,102,905	26,860,047
Dispensing pumps	29,396,095	29,396,100
Mobilization advances	-	5,069,766
Plant and machinery	481,870,056	63,943,014
Vehicles	-	-
Advances to suppliers	2,753,508	-
Unallocated expenditures	12,151,267	2,146,800
	<u>648,250,581</u>	<u>254,193,254</u>

**7.2.1** This represent advance given to BNP (Private) Limited against purchase of apartment in Grand Hayatt (the "Project") at 1- Constitution Avenue, Islamabad. On 29 July 2016, Capital Development Authority (CDA) cancelled the leased deed of BNP (Private) Limited on the grounds of violating the terms and conditions of the said lease and sealed the Project. Against the alleged order, BNP (Private) Limited filed a writ petition before the Honorable Islamabad High Court ("IHC") challenging the cancellation of said lease. IHC dismissed the writ petition of BNP (Private) Limited. However, the honorable judge of IHC ruled that it is a duty of the Federal Government to ensure that the purchasers do not suffer due to Government's own wrongful actions and omissions, particularly when the regulatory failure of the CDA stands admitted. The Company and others filed appeals against the aforesaid judgment of IHC before Honorable Supreme Court of Pakistan. On 09 January 2019, Honorable Supreme Court of Pakistan has passed order whereby the Court has ordered BNP (Private) Limited to pay Rupees 17.5 billion in eight years to CDA to revive the original lease together with all approvals and permissions already granted. The Court has further ordered that BNP (Private) Limited shall complete the entire project within a reasonable time. CDA and BNP (Private) Limited have filed review petitions against the order of the Supreme Court of Pakistan which are still pending for review. Supreme Court of Pakistan referred the matter to the Public Accounts Committee (PAC) and asked them to submit its recommendation on the subject matter. During the year ended 30 June 2021, PAC endorsed the amount of Rupees 17.5 billion to be paid to CDA in six years for the revival of lease and de-sealing of the Project in accordance with the settlement held between CDA and BNP (Private) Limited. On 06 January 2021, on the directives of PAC and payment of first installment of settlement amount by BNP (Private) Limited, CDA has de-sealed the Project. Pursuant to the settlement of the matter as stated above and de-sealing of the Project, BNP (Private) Limited and the Company have started negotiations to finalize the terms and conditions of "Undertaking and Indemnity Agreement" to take the possession of the apartment. The Company is confident of favorable outcome of the negotiations and possession of the apartment.

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>8. RIGHT-OF-USE ASSETS</b>		
Opening book value	340,945,782	253,085,332
Add: Additions during the period / year (Note 8.1)	193,934,376	264,844,347
Add / (less): Impact of lease modification	62,661,640	(56,040,297)
Less: Book value of assets transferred to fixed assets - owned during the period / year (Note 8.2)	3,086,040	44,714,653
Less: Depreciation expense for the period / year	71,056,777	76,228,947
Closing book value	<u>523,398,981</u>	<u>340,945,782</u>

## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees
<b>8.1 Cost of additions during the period / year</b>		
Land	75,295,260	112,866,866
Building	1,365,659	94,245,027
Vehicles	117,273,457	57,732,454
	<u>193,934,376</u>	<u>264,844,347</u>
<b>8.2 Book value of assets transferred to fixed assets - owned during the period / year</b>		
Vehicles	<u>3,086,040</u>	<u>44,714,653</u>
<b>9. INTANGIBLE ASSETS - computer software</b>		
Opening book value	10,713,375	7,866,531
Add: Cost of additions during the period / year	16,473,106	7,069,069
Less: Amortization charged during the period / year	5,776,462	4,222,225
Closing book value	<u>21,410,019</u>	<u>10,713,375</u>
<b>10. STOCK-IN-TRADE</b>		
Raw materials (Note 10.1)	1,819,652,343	562,888,981
Work-in-process	53,314,484	24,280,043
	<u>1,872,966,827</u>	<u>587,169,024</u>
Lubricants and parts (Note 10.2)	998,305,738	797,192,460
Less: Provision for slow moving and damaged inventory items	8,562,589	8,833,309
	989,743,149	788,359,151
Petroleum products		
- Stock in hand	374,885,187	375,546,876
- Stock in pipeline system (Note 10.3)	148,743,632	159,422,468
	523,628,819	534,969,344
Dispensing pumps and other installations	63,620,538	46,356,890
Stock of promotional items	192,154	192,155
	<u>3,450,151,487</u>	<u>1,957,046,564</u>

**10.1** These include raw materials in transit amounting to Rupees 761 million (2021: Rupees 179.017 million) and raw materials amounting to Rupees. 675.607 million (2021: Rupees Nil million) lying at customs bonded warehouse.

**10.2** This includes stock-in-transit of Rupees Nil million (30 June 2021: Rupees 52.885 million).

**10.3** This represents the Company's share of pipeline stock of High Speed Diesel amounting to Rupees 218.567 million and Premium Motor Gasoline amounting to Rupees 115.120 million (30 June 2021: Rupees 159.422 million) held by Pak-Arab Pipeline Company Limited.



## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

	(Un-Audited)	
	NINE MONTHS ENDED	
	31 March 2022	31 March 2021
	Rupees	Rupees
<b>11. CASH GENERATED FROM OPERATIONS</b>		
Profit before taxation	777,335,329	623,611,427
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation on operating fixed assets	175,885,226	124,257,902
Depreciation on right-of-use assets	57,205,375	53,282,822
Amortization of intangible assets	3,769,827	2,935,245
Amortization of deferred income - Government grant	(5,155,020)	(6,049,087)
Allowance / (reversal of allowance) for expected credit losses	10,000,000	4,793,574
Provision for slow moving and obsolete store items	1,577,625	-
Credit balances written back	-	(374,735)
Gain on disposal of operating fixed assets	(2,453,700)	(4,291,043)
Dividend income	(15,208,480)	(14,583,625)
Profit on bank deposits and short term investments	(16,016,346)	(18,296,862)
Unrealised loss / (gain) on remeasurement of investments	(1,998,268)	(823,287)
Gain on disposal of short term investments	-	-
Finance cost	168,000,035	77,144,016
Exchange (gain) / loss - net	46,166,510	(21,307,521)
Provision for workers' profit participation fund	2,355,277	10,380,889
Provision for workers' welfare fund	1,105,831	498,597
Debit balance written off	-	87,815
Working capital changes (Note 11.1)	(1,574,108,474)	22,731,465
	<u>(371,539,253)</u>	<u>849,646,872</u>

### 11.1 Working capital changes

Decrease / (increase) in current assets:

Stores	(12,554,830)	3,763,656
Stock-in-trade	(1,728,881,727)	(77,403,349)
Trade debts	729,073,798	315,789,034
Loans and advances	(480,407,462)	(101,194,900)
Short term deposits and prepayments	10,943,429	(7,749,379)
Other receivables	(127,834,490)	(67,630,226)
	(1,609,661,282)	65,574,836
Increase / (decrease) in trade and other payables	35,552,808	(42,843,371)
	<u>(1,574,108,474)</u>	<u>22,731,465</u>

Payable to employees' provident fund trust

3,531,521

-

## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 12. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Group comprise of subsidiary company, associated undertakings, other related parties, key management personnel and provident fund trust. The Holding Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been disclosed else where in these consolidated condensed interim financial statements, are as follows:

Relationship	Nature of transactions	NINE MONTHS ENDED		QUARTER ENDED	
		31 March 2022	31 March 2021	31 March 2022	31 March 2021
		Rupees	Rupees	Rupees	Rupees

#### i Transactions

##### Associated companies

MAS Associates (Private) Limited	Share of common expenses	763,462	519,407	270,145	185,475
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##### Other related parties

SK Lubricants Co., Ltd.	Purchase of lubricants	3,458,748,128	2,324,415,073	1,205,737,045	777,653,375
SK Lubricants Co., Ltd.	Dividend paid	2,927,012	2,288,797	1,519,795	1,655,370
Provident fund trusts	Contribution	19,978,914	29,257,530	7,632,764	11,761,950
Key management personnel and executive	Remuneration	312,207,261	225,612,503	114,944,953	94,896,943
Sabra Hamida Trust	Donations	14,500,000	14,500,000	5,500,000	5,500,000

NATURE OF TRANSACTIONS	UN-AUDITED			
	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021

-----Number of shares-----

SK Lubricants Co., Ltd.	Bonus shares issued	165,555	-	-	-
				Un-Audited 31 March 2022 Rupees	Audited 30 June 2021 Rupees

#### ii. Period end balances

##### Associated company

Receivable from MAS Associates (Private) Limited	524,687	218,274
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##### Other related party:

Receivable from SK Lubricants Company Limited	-	31,560,000
Payable to SK Lubricants Company Limited	92,517,114	748,540,365
Payable to employees' provident fund trust	4,248,293	3,730,588

## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 13 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

#### (i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these consolidated financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at 31 March 2022	Level 1	Level 2	Level 3	Total
--	---------	---------	---------	-------

----- Rupees -----

#### Financial assets

Financial assets at fair value through profit or loss	230,472,943	-	-	230,472,943
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Recurring fair value measurements at 30 June 2021	Level 1	Level 2	Level 3	Total
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----- Rupees -----

#### Financial assets

Financial assets at fair value through profit or loss	446,043,245	-	-	446,043,245
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The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer in and out of level 3 measurements.

The Group's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

**Level 1:** The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

#### (ii) Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments is the use of quoted market prices on Pakistan Stock Exchange and for funds, Net Asset Value (NAV) of respective Asset Management Company.

#### 14. SEGMENT INFORMATION

The Group has two reportable segments. The following summary describes the operation in each of the Group's reportable segments:

Lubricants  
Petroleum products

Purchase and sale of lubricants, parts and rendering of services.

Marketing and sale of petroleum products.

	LUBRICANTS		PETROLEUM PRODUCTS		UNALLOCATED		TOTAL - COMPANY	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
	(-----RUPEES-----)							
Revenue - net	6,395,425,618	5,788,393,558	4,486,114,096	1,465,379,185	-	-	10,881,539,714	7,253,772,743
Cost of sales	(4,411,770,091)	(4,166,362,320)	(4,215,882,025)	(1,398,940,386)	-	-	(8,627,652,116)	(5,565,302,706)
Gross profit	1,983,655,527	1,622,031,237	270,232,071	66,438,800	-	-	2,253,887,598	1,688,470,037
Distribution cost	(487,124,474)	(531,129,010)	(180,443,302)	(116,794,309)	-	-	(667,567,776)	(647,923,319)
Administrative expenses	(492,291,117)	(367,658,140)	(11,728,232)	(18,654,029)	-	-	(504,019,349)	(386,312,169)
Other expenses	(183,222,409)	(30,621,166)	(7,889,915)	(6,856,294)	-	-	(191,112,324)	(37,477,460)
	(1,162,638,000)	(929,408,315)	(200,061,449)	(142,304,633)	-	-	(1,362,699,449)	(1,071,712,948)
Other income	32,980,799	44,271,622	21,166,415	39,726,732	-	-	54,147,214	83,998,354
Profit / (loss) from operations	853,998,326	736,894,544	91,337,037	(36,139,101)	-	-	945,335,363	700,755,443
Finance cost	-	-	-	-	(168,000,034)	(77,144,016)	(168,000,034)	(77,144,016)
Profit / (Loss) before taxation	853,998,326	736,894,544	91,337,037	(36,139,101)	(168,000,034)	(77,144,016)	777,335,329	623,611,427
Taxation	-	-	-	-	(171,863,296)	(115,584,161)	(171,863,296)	(115,584,161)
Profit / (Loss) after taxation	853,998,326	736,894,544	91,337,037	(36,139,101)	(339,863,330)	(192,728,177)	605,472,033	508,027,266

	LUBRICANTS		PETROLEUM PRODUCTS		TOTAL - COMPANY	
	Un-Audited 31 March 2022	Audited 30 June 2021	Un-Audited 31 March 2022	Audited 30 June 2021	Un-Audited 31 March 2022	Audited 30 June 2021
Total assets for reportable segments	5,409,273,897	3,228,041,558	2,336,855,165	2,093,952,623	7,746,129,062	5,321,994,181

	LUBRICANTS		PETROLEUM PRODUCTS		TOTAL - COMPANY	
	Un-Audited 31 March 2022	Audited 30 June 2021	Un-Audited 31 March 2022	Audited 30 June 2021	Un-Audited 31 March 2022	Audited 30 June 2021
Unallocated assets	-	-	-	-	-	-
Total assets as per statement of financial position	3,054,708,851	2,228,876,035	542,239,047	327,773,414	2,772,517,542	2,036,119,495

	LUBRICANTS		PETROLEUM PRODUCTS		TOTAL - COMPANY	
	Un-Audited 31 March 2022	Audited 30 June 2021	Un-Audited 31 March 2022	Audited 30 June 2021	Un-Audited 31 March 2022	Audited 30 June 2021
Total liabilities for reportable segments	3,054,708,851	2,228,876,035	542,239,047	327,773,414	3,596,947,898	2,556,649,449

Total liabilities as per statement of financial position

14.2 All of the sales of the Group relates to customers in Pakistan.

14.3 All non-current assets of the Group as at the reporting dates are located in Pakistan.

## Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter and Nine Months Period Ended March 31, 2022

### 15. UTILIZATION OF THE PROCEEDS OF THE INITIAL PUBLIC OFFER (IPO)

During the period ended 31 March 2022, the Group has made payments of Rupees 29.661 million out of IPO proceeds relating to OMC project. The un-utilized proceeds of Rupees 453.483 million of the public offer have been kept by the Group in the shape of bank balances, term deposit receipts and mutual funds.

### 16. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Group for the year ended 30 June 2021.

### 17. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the consolidated condensed interim statement of financial position and consolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

### 18. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on 22 April 2022 by the Board of Directors of the Group.

### 19. GENERAL

Figures have been rounded off to nearest of Rupee, unless otherwise stated.



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Director



Chief Financial Officer



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