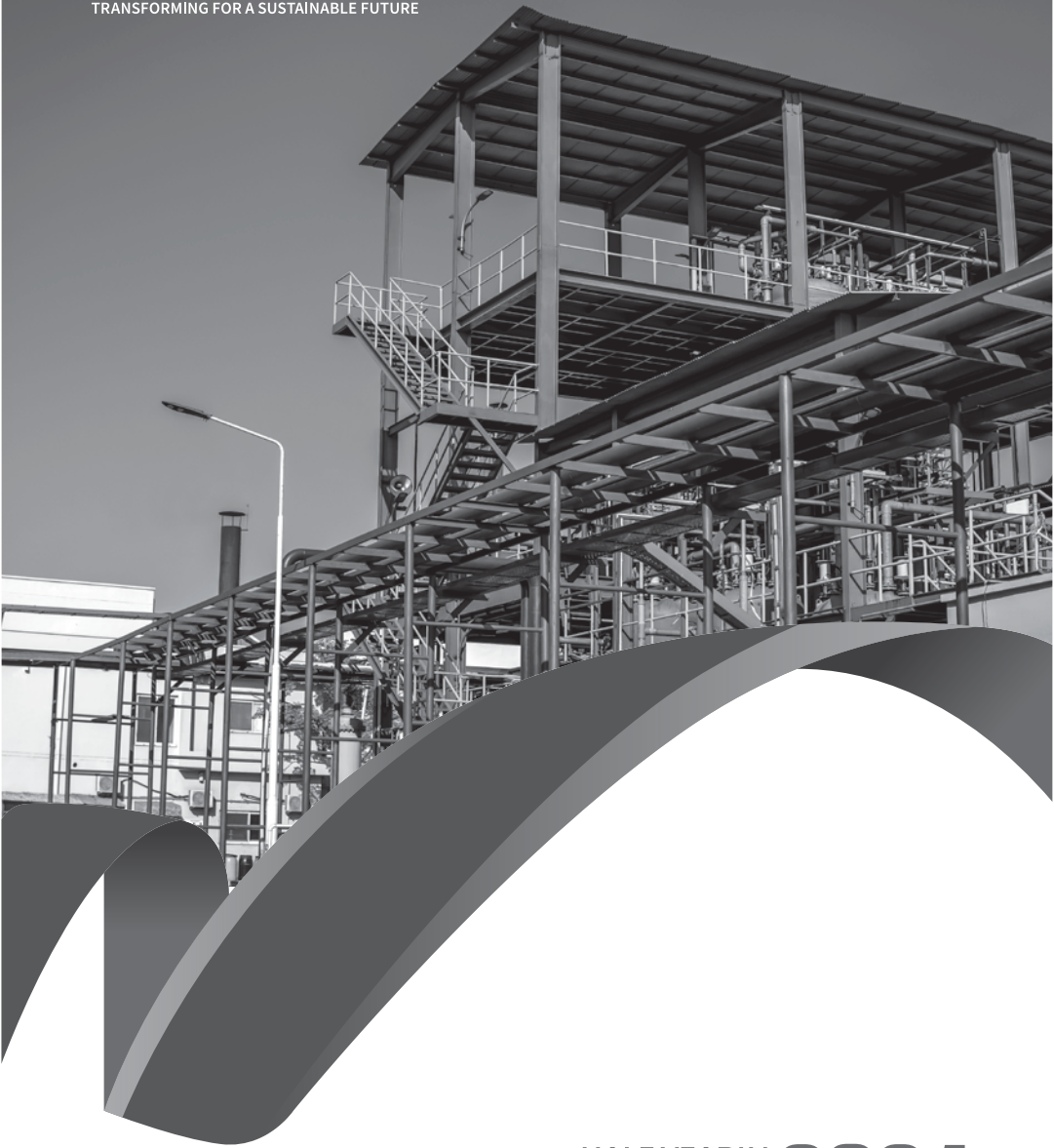


NIMIR

TRANSFORMING FOR A SUSTAINABLE FUTURE



HALF YEARLY
REPORT
DECEMBER **2024**

Nimir Industrial Chemicals Limited

Company Information

▶ Board of Directors

Mr. M. Saeed-uz-Zaman	- Chairman
Mr. Zafar Mahmood	- Chief Executive Officer
Mr. Khalid Mumtaz Qazi	
Mr. Umar Iqbal	
Mr. Javaid Bashir Sheikh	
Mrs. Humaira Shazia	
Mr. Farrukh Ansari	
Mr. Saqib Anjum	
Mr. Abdul Jaleel Shaikh	
(Nominee - Pak Brunei Investment Company Limited)	

▶ Chief Financial Officer

Syed Sajid Nasim

▶ Company Secretary

Mr. Muhammad Inam-ur-Rahim

▶ Head of Internal Audit

Mr. Umair Tahir

▶ Audit Committee

Mr. Javaid Bashir Sheikh	- Chairman
Mrs. Humaira Shazia	- Member
Mr. Abdul Jaleel Shaikh	- Member

▶ Human Resource & Remuneration Committee

Mr. Farrukh Ansari	- Chairman
Mr. M. Saeed-uz-Zaman	- Member
Mr. Zafar Mahmood	- Member

▶ ESG Committee

Mr. Abdul Jaleel Shaikh	- Chairman
Mr. Saqib Anjum	- Member
Mr. Umar Iqbal	- Member

▶ External Auditors

BDO Ibrahim & Co.
Chartered Accountants

▶ Legal Advisor

Cornelius, Lane & Mufti
Advocates & Solicitors

▶ Shares' Registrar

Corplink (Pvt.) Limited
Wings Arcade, 1-K (Commercial),
Model Town, Lahore.
Tel: +92 42 35916714 & 19
Fax: +92 42 35869037
www.corplink.com.pk

▶ Banks / DFIs

Al Baraka Bank Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Ltd
Bank Islami Pakistan Ltd
The Bank of Punjab
Habib Bank Limited
Habib Metropolitan Bank Limited
Industrial & Commercial Bank of China (ICBC)
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Samba Bank Limited
Soneri Bank Limited
Standard Chartered Bank Pakistan Ltd
Pak Brunei Investment Company Limited
Pak Kuwait Investment Company (Pvt) Limited
Pak China Investment Company Limited
Pak Libya Holding Company (Pvt) Limited
Pair Investment Company Limited
United Bank Limited

▶ Registered Office / Plant 1

14.8 km., Sheikhpura-Faisalabad Road,
Bhikhi, District Sheikhpura, Pakistan.
Tel: +92 56 3883001-7
Cell: +92 301-8221151, 301-8483950

▶ Plant 2

B-233 & 234 LIEDA, Hub Industrial Trading Estate,
Hub, District Lasbela, Balochistan

▶ Head Office

122-B, New Muslim Town,
Lahore, Pakistan.
Tel: +92 42 35926090-93

▶ Karachi Office

607, Progressive Centre, Block-6,
PECHS, Shahrah-e-Faisal, Karachi.
Tel: +92 21 34327661-62

▶ Website

www.nimir.com.pk

Directors' Review Report

On behalf of the Board of Directors, we are pleased to present our performance review report together with un-audited financial statements of Nimir Industrial Chemicals Limited (the "Company") for the quarter and six months ended December 31, 2024.

Despite a 10% decrease in sales turnover, the company saw a notable improvement in profitability during the second quarter compared to the same period last year. This turnaround was achieved through a focused effort by management to maximize margins by implementing better pricing strategies and optimizing operations for increased efficiency.

During the half-year under review, the gross profit increased from PKR 2.95 billion to PKR 3.30 billion, reflecting a growth of approximately 12%, despite the net turnover remaining nearly unchanged at around PKR 20.0 billion. The operating profit also saw an increase of 10.32%, rising from PKR 2.42 billion to PKR 2.67 billion. A reduction in the discount rate, coupled with improved working capital management, led to a decrease in financial costs by PKR 518 million. This contributed to a significant 140% increase in profit before income tax. Consequently, the profit for the period surged by 104% during the period. As a result, the basic earnings per share (EPS) rose to PKR 7.66, compared to PKR 3.76 in the corresponding period of the previous year.

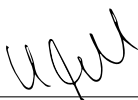
The uncertain political conditions in Pakistan have been a massive challenge in the economic recovery of the country. The political economy in the world is facing heterogenic challenges and set to adversely impact countries with weak economic conditions. Although the discount rate and KIBOR has shown tremendous decline and has come to 12% level; to be economic driver, this should be brought down in single digit specially when the inflation has come down to 4% keeping in view the amounts of foreign debts the country has to pay during the year. State Bank of Pakistan has somewhat controlled the devaluation of PKR, but this is hard to sustain keeping in view the amounts of foreign debts the country has to pay during the year. Under these scenarios, the management of the Company is committed to put all its efforts to achieve the best possible results in the remaining half of the year, Insha Allah.

On September 1, 2024, your company officially took control of the plant purchased from Procter & Gamble Pakistan Limited in Hub. While operations have commenced, the plant will require some time to reach its optimal performance.

The Board has recommended interim cash dividend of Rs. 2 per share (i.e. 20%) for the half year ended December 31, 2024.

On behalf of the board, we extend our heartfelt appreciation to the shareholders, employees, suppliers, customers and bankers for their continued confidence and support during this time of unprecedented challenges and look forward to a productive second half of the financial year.

For and on the behalf of the Board



Umar Iqbal
Director



Zafar Mahmood
Chief Executive Officer

Lahore
February 13, 2025

ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے، ہم 31 دسمبر، 2024 کو ختم ہونے والی سہ ماہی اور ششماہی کے لئے نمبر انڈسٹریل کیمیکلز لمیٹڈ ("کمپنی") کے غیر آڈٹ شدہ مالی گوشواروں کے ساتھ اپنی کارکردگی کی جائزہ رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

فروخت آمدنی میں 10 فیصد کمی کے باوجود کمپنی گزشتہ سال کے اسی عرصہ کے مقابلے میں دوسری سہ ماہی کے دوران منافع میں نمایاں بہتری آئی ہے۔ یہ تبدیلی بہتر قیمتوں کی حکمت عملی کا نفاذ اور کارکردگی میں اضافے کے لئے آپریشنز کو بہتر بنا کر مارجن کو زیادہ سے زیادہ کرنے کے لئے انتظامیہ کی بھرپور کوشش کے ذریعہ حاصل کی گئی۔

رواں ششماہی کے دوران مجموعی منافع 2.95 بلین روپے سے بڑھ کر 3.30 بلین روپے تک پہنچ گیا جو تقریباً 12 فیصد اضافہ کی عکاسی کرتا ہے حالانکہ خالص آمدنی تقریباً 20.0 بلین روپے پر برقرار رہی۔ آپریٹنگ منافع میں بھی 10.32 فیصد اضافہ دیکھا گیا جو 2.42 بلین روپے سے بڑھ کر 2.67 بلین روپے ہو گیا۔ ڈسکاؤنٹ ریٹ میں کمی اور بہتر ورکنگ کپینٹل مینجمنٹ کے نتیجے میں مالی اخراجات میں 518 ملین روپے کی کمی واقع ہوئی۔ اس سے انکم ٹیکس سے قبل منافع میں 140 فیصد کا نمایاں اضافہ ہوا۔ نتیجتاً اس عرصے کے دوران منافع میں 104 فیصد اضافہ ہوا۔ جس کے نتیجے میں فی حصص بنیادی آمدنی (ای پی ایس) بڑھ کر 7.66 روپے ہو گئی جو گزشتہ سال کے اسی عرصے میں 3.76 روپے تھی۔

دنیا کی سیاسی معیشت کو مختلف مشکلات کا سامنا ہے جس سے کمزور معاشی حالات والے ممالک پر منفی اثرات مرتب ہوں گے۔ اگرچہ ڈسکاؤنٹ ریٹ اور کاہر میں زبردست گراؤ آئی ہے جو کہ 1 فیصد کی سطح پر آچکی ہے۔ معاشی محرک بننے کے لیے اسے واحد ہندسہ میں لایا جانا چاہیے، خاص طور پر اس وقت جب سال کے دوران ملک کو غیر ملکی قرضوں کی ادائیگی کو مد نظر رکھتے ہوئے افراط زر کی شرح کم ہو کر 4 فیصد رہ گئی ہو۔ اسٹیٹ بینک آف پاکستان نے روپیہ کی قدر میں کمی پر کسی حد تک قابو پایا ہے، لیکن سال کے دوران ملک کو ادائیگی جانے والے غیر ملکی قرضوں کی رقم کو مد نظر رکھتے ہوئے اسے برقرار رکھنا مشکل ہے۔ ان حالات میں کمپنی کی انتظامیہ انشاء اللہ سال کی دوسری ششماہی میں بہترین ممکنہ نتائج کے حصول کے لیے اپنی تمام تر کوششیں بروئے کار لانے کے لیے پرعزم ہے۔

یکم دسمبر 2024 کو آپ کی کمپنی نے باضابطہ طور پر جب میں پرائمری اینڈ گیمبل پاکستان لمیٹڈ سے خریدے گئے پلانٹ کا کنٹرول سنبھال لیا۔ اگرچہ آپریشن شروع ہو چکا ہے، پلانٹ کو اپنی بہترین کارکردگی تک پہنچانے کے لیے کچھ وقت درکار ہوگا۔

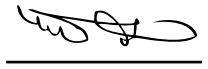
بورڈ نے 31 دسمبر 2024 کو ختم ہونے والی ششماہی کے لئے 21 روپے فی حصص (یعنی 20%) کے عبوری نقد منافع تقسیمہ کی سفارش کی ہے۔

بورڈ کی جانب سے ہم شیئرز، ملازمین، سپلائرز، صارفین اور بینکرز کے بے حد مشکلات کے اس دور میں مسلسل اعتماد اور حمایت پر تہ دل سے شکر گزار ہیں اور مالی سال کی دوسری ششماہی کے نتیجے میں نتائج کے منتظر ہیں۔

منجانب بورڈ آف ڈائریکٹرز



عمر اقبال
ڈائریکٹر



ظفر محمود
چیف ایگزیکٹو آفیسر

لاہور

13 فروری 2025ء

Independent Auditors' Review Report

To the members of Nimir Industrial Chemicals Limited

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Nimir Industrial Chemicals Limited (the "Company") as at December 31, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

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

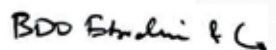
Conclusion

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

Other matter

The figures for the quarters ended December 31, 2024 and December 31, 2023 in the condensed interim statement of profit or loss and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditor's review report is Sajjad Hussain Gill.



Lahore: February 14, 2025
UDIN: RR202410087GBfnhsMd5

BDO EBRAHIM & CO.
Chartered Accountants

Condensed Interim Statement Of Financial Position

AS AT DECEMBER 31, 2024

	Note	Unaudited	Audited
		31 December 2024	30 June 2024
		Rs. "000"	Rs. "000"
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	6	14,210,343	13,657,328
Intangible assets		9,217	13,556
Long term deposits		35,308	32,559
		14,254,868	13,703,443
CURRENT ASSETS			
Stores, spare parts and loose tools		1,005,172	909,582
Stock-in-trade	7	8,974,682	8,985,999
Trade receivables	8	5,352,799	5,150,632
Loans and advances		46,900	57,602
Short term prepayments		73,932	8,781
Other receivables		42,990	43,960
Tax refunds due from the Government		1,559,933	2,123,334
Cash and bank balances		472,826	303,170
		17,529,234	17,583,060
		31,784,102	31,286,504
TOTAL ASSETS			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital (145 million ordinary shares of Rs. 10 each)		1,450,000	1,450,000
Issued, subscribed and paid up capital		1,105,905	1,105,905
Revenue reserves - Accumulated profits		7,932,842	7,251,094
		9,038,747	8,356,999
NON CURRENT LIABILITIES			
Long term loans	9	3,861,263	4,232,131
Long term payables		224,567	-
Lease liabilities		132,345	113,725
Net defined benefit liability - Funded gratuity		238,724	231,949
Deferred tax liability		995,185	940,596
Deferred grant		484,269	561,117
		5,936,353	6,079,517
CURRENT LIABILITIES			
Trade and other payables		3,382,288	2,077,117
Contract liabilities		202,115	204,220
Mark up accrued		416,870	576,876
Unclaimed dividend		16,128	14,937
Short-term borrowings	10	11,305,354	12,700,494
Current maturity of long-term loans	9	1,298,883	1,063,867
Current maturity of lease liabilities		27,073	43,704
Current maturity of deferred grant		160,291	168,773
		16,809,002	16,849,988
CONTINGENCIES AND COMMITMENTS			
	11		
TOTAL EQUITY AND LIABILITIES		31,784,102	31,286,504

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

Condensed Interim Statement of Profit or Loss

FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

	Half year ended		Quarter ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Rs."000"	Rs."000"	Rs."000"	Rs."000"
Revenue from contracts with customers - Gross	23,890,235	24,403,593	10,908,950	12,140,100
Less: Sales tax and trade discounts	(3,500,907)	(3,778,666)	(1,650,913)	(1,866,072)
Revenue from contracts with customers - Net	12 20,389,328	20,624,927	9,258,037	10,274,028
Cost of revenue	13 (17,086,496)	(17,674,726)	(7,548,881)	(8,897,496)
Gross profit	3,302,832	2,950,201	1,709,156	1,376,532
Distribution cost	14 (316,816)	(253,832)	(124,106)	(122,019)
Administrative and selling expenses	(320,952)	(280,504)	(176,189)	(151,846)
	(637,768)	(534,336)	(300,295)	(273,865)
Operating profit	2,665,064	2,415,865	1,408,861	1,102,667
Other expense	(102,026)	(55,251)	(59,339)	(35,890)
Other income	117,963	189,869	103,255	61,191
Finance cost	15 (1,400,510)	(1,918,187)	(637,282)	(988,021)
Profit before income tax and levy	1,280,491	632,296	815,495	139,947
Levy	16 (16,047)	(104,547)	(6,383)	(40,417)
Profit before income tax	1,264,444	527,749	809,112	99,530
Taxation	17 (416,810)	(112,331)	(262,132)	4,962
Profit for the period	847,634	415,418	546,980	104,492
Earnings per share - Basic and diluted	18 7.66	3.76	4.95	0.94

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Condensed Interim Statement Of Comprehensive Income

FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

	Half year ended		Quarter ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Rs."000"	Rs."000"	Rs."000"	Rs."000"
Profit for the period	847,634	415,418	546,980	104,492
Other comprehensive income for the period				
Items that may be reclassified to profit or loss in subsequent periods - net of tax	-	-	-	-
Items that may not be reclassified to profit or loss in subsequent periods - net of tax	-	-	-	-
Total comprehensive income for the period	847,634	415,418	546,980	104,492

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Unconsolidated Condensed Interim Statement Of Changes In Equity

FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

	Capital Reserve Issued, subscribed and paid up share capital	Revenue Reserve Accumulated profits	Total
	Rs. "000"	Rs. "000"	Rs. "000"
Balance as at July 01, 2023 (Audited)	1,105,905	6,742,469	7,848,374
Profit for the period	-	415,418	415,418
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	-	415,418	415,418
Final dividend for the year ended June 30, 2023 at the rate of Rs. 2 per share	-	(221,182)	(221,182)
Balance as at December 31, 2023 (Un-Audited)	1,105,905	6,936,705	8,042,610
Balance as at July 01, 2024 (Audited)	1,105,905	7,251,094	8,356,999
Profit for the period	-	847,634	847,634
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	-	847,634	847,634
Final dividend for the year ended June 30, 2024 at the rate of Rs. 1.5 per share	-	(165,886)	(165,886)
Balance as at December 31, 2024 (Un-Audited)	1,105,905	7,932,842	9,038,747

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Condensed Interim Statement Of Cash Flows

FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

	Half year ended	
	31 DECEMBER 2024	31 DECEMBER 2023
	Rs."000"	Rs."000"
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	1,264,444	632,296
Adjustments for		
Depreciation	6.1 464,444	444,823
Amortization of intangible assets	8,479	8,134
Gain on disposal of operating fixed assets	(76)	(73,023)
Finance cost	1,385,258	1,895,082
Amortization of deferred grant	(85,330)	(91,964)
Provision for gratuity	33,000	29,900
Workers' profit participation fund	68,770	33,958
Workers' welfare fund	26,133	12,903
	1,900,678	2,259,813
Profit before working capital changes	3,165,122	2,892,109
Effect on cash flow due to working capital changes:		
Decrease / (increase) in current assets		
Stores, spare parts and loose tools	(95,590)	9,412
Stock in trade	11,317	(723,693)
Trade receivables	(202,167)	(513,823)
Loans and advances	10,702	24,561
Trade deposits and short term prepayments	(65,151)	(71,692)
Other receivables	970	161,821
Tax refunds due from the Government	605,171	430,566
	265,252	(682,848)
Increase / (decrease) in current liabilities		
Trade and other payables	1,512,948	(763,054)
Contract liabilities	(2,105)	(81,606)
	1,510,843	(844,660)
Cash generated from operations	4,941,217	1,364,601
Gratuity paid	(26,225)	(22,000)
Finance costs paid	(1,444,304)	(1,710,349)
Income taxes paid	(403,990)	(456,255)
Workers' welfare fund paid	-	(44,961)
Workers' profit participation fund paid	(78,113)	(149,999)
Net cash generated from / (used in) operating activities	2,988,585	(1,018,963)
CASH FLOW FROM INVESTING ACTIVITIES		
Additions in operating fixed assets	(159,646)	(77,857)
Addition in intangible assets	(4,140)	-
Addition in capital work-in-progress	(843,931)	(209,945)
Long term deposits - Net	(2,749)	2
Proceeds from sale of operating fixed assets	201	90,511
Net cash used in investing activities	(1,010,265)	(197,289)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term loans	(721,181)	(502,662)
Long term loans obtained	500,000	-
Dividend paid	(164,695)	(219,475)
Repayment of lease liabilities	(27,648)	(24,478)
Short term borrowings - Net	(1,395,140)	2,046,626
Net cash (used in) / generated from financing activities	(1,808,664)	1,300,011
Net increase in cash and cash equivalents	169,656	83,759
Cash and cash equivalents at the beginning of the period	303,170	215,625
Cash and cash equivalents at the end of the period	472,826	299,384

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

Notes To The Condensed Interim Financial Statements

FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

1 THE COMPANY AND ITS OPERATIONS

Nimir Industrial Chemicals Limited ("the Company") was incorporated in Pakistan as a public limited company and its shares are listed on Pakistan Stock Exchange. The Company is engaged in manufacturing and sales of chemical products along with toll manufacturing of aerosol, soap products, home and personal care products.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The geographical locations and addresses of the Company's business units including production facilities are as under:

BUSINESS UNIT	LOCATION
Registered office and plant	14.8 km, Sheikhpura-Faisalabad Road, Mouza Bhikki, District Sheikhpura, Pakistan.
Head office	Nimir House, 122-B, New Muslim Town, Lahore, Pakistan.
Hub plant	Sector B-233 & 234 LIEDA, Hub Industrial Trading Estate, Lasbela District, Balochistan, Pakistan.

3 BASIS OF PREPARATION

3.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where 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.

- 3.2** These condensed interim financial statements do not include all the information and the disclosures required in the annual financial statements, and should be read in conjunction with annual audited financial statements of the Company for the year ended June 30, 2024.

Comparative condensed interim statement of financial position is stated from annual audited financial statements as of June 30, 2024, whereas comparatives for condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows are extracted from unaudited condensed interim financial statements of the Company for the half year ended December 31, 2023.

- 3.3** These condensed interim financial statements are unaudited and are being submitted to the shareholders as required under section 237 of the Companies Act, 2017. However, a limited scope review has been performed by the external auditors as required by the Code of Corporate Governance.

- 3.4** The condensed interim financial statements have been prepared under the historical cost convention. These condensed interim financial statements are prepared in Pak Rupee, which is the Company's functional and presentation currency. Figures have been rounded off to the nearest thousand Pak Rupee unless otherwise stated.

4 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

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

In preparing the condensed interim financial statements, the significant judgments made by the management in applying accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of annual audited financial statements for the year ended June 30, 2024.

Provision in respect of Workers' Welfare Fund, Workers' Profit Participation Fund and taxation in these condensed interim financial statements are estimated based on management judgment and prevailing laws; these are subject to final adjustments in the annual audited financial statements.

5 MATERIAL ACCOUNTING POLICY INFORMATION

5.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended June 30, 2024.

5.2 Change in accounting standards, interpretations and amendments to published accounting and reporting standards

5.2.1 Amendments to published accounting and reporting standards which became effective during the period:

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

5.2.2 Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2025. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

6 PROPERTY, PLANT AND EQUIPMENT

	Note	(Un-audited)	(Audited)
		31 Dec. 2024	30 June 2024
		Rs."000"	Rs."000"
Operating fixed assets - owned assets	6.1	13,865,465	13,280,668
Right-of-use assets		172,207	146,633
Capital work in progress		172,671	230,027
		<u>14,210,343</u>	<u>13,657,328</u>

6.1 Operating fixed assets - owned assets

Opening written down value	13,280,668	13,583,265
Additions during the period / year	1,029,337	591,831
Disposal during the period / year	(125)	(20,626)
	<u>14,309,880</u>	<u>14,154,470</u>
Depreciation charge for the period / year	(444,415)	(873,802)
	<u>13,865,465</u>	<u>13,280,668</u>

6.2 During the period, the Company acquired a cash generating unit which includes property, plant, machinery, and related assets from Procter and Gamble Pakistan (Private) Limited.

7 STOCK-IN-TRADE

	(Un-audited)	(Audited)
	31 Dec. 2024	30 June 2024
	Rs."000"	Rs."000"
Raw and packing material (In hand and in transit)	6,820,376	7,431,060
Finished goods	2,154,306	1,554,939
	<u>8,974,682</u>	<u>8,985,999</u>

8 TRADE RECEIVABLES

Considered good-unsecured

Due from customers	5,292,617	5,151,928
Due from associates	82,067	20,589
	<u>5,374,684</u>	<u>5,172,517</u>
Allowance for expected credit losses	(21,885)	(21,885)
	<u>5,352,799</u>	<u>5,150,632</u>

Notes To The Condensed Interim Financial Statements
FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

9 LONG-TERM LOANS	Note	(Un-audited)	(Audited)
		31 Dec. 2024	30 June 2024
		Rs."000"	Rs."000"
Term Finance	9.1	1,958,727	1,879,846
Term Finance - under temporary economic refinance facility	9.2	3,201,419	3,416,152
		5,160,146	5,295,998
Mark up accrued		73,279	114,190
		5,233,425	5,410,188
Current maturity of term finance		(859,267)	(636,031)
Current maturity under temporary economic refinance facility		(439,616)	(427,837)
		(1,298,883)	(1,063,868)
		3,934,542	4,346,320
Less: Mark up accrued shown under current liabilities		(73,279)	(114,190)
		3,861,263	4,232,130

9.1 These represent long-term finance facilities obtained from financial institutions carrying mark-up at the rate of from 3 months KIBOR to 06 Months KIBOR plus 125 bps per annum repayable in equal monthly and quarterly installments over a period of 5 to 6 years including 1 year grace period. These facilities are secured against first joint pari passu charge and mortgage charge (equitable) over present and future fixed assets of the Company.

9.2 These represent loans obtained under the Temporary Economic Refinance Facility offered by the State Bank of Pakistan (the "SBP TERF") for setting up imported and locally manufactured plants and machinery for new projects. The loans carry mark up ranges from SBP base rate plus 125 bps to 250 bps per annum repayable in equal quarterly instalments over a period of 10 years including 2 years grace period. These facilities are secured against first joint pari passu charge over all present and future fixed assets of the Company. The loan was initially recognized at fair value in accordance with IFRS 9 - Financial instruments using interest rate of three (3) month KIBOR plus spread. The difference between the fair value of the loan and loan proceeds has been recognized as deferred income as per requirements of IAS 20 (Accounting for Government grants and disclosure of Government assistance).

10 SHORT-TERM BORROWINGS	Note	(Un-audited)	(Audited)
		31 Dec. 2024	30 June 2024
		Rs."000"	Rs."000"
Running finance	10.1	318,811	1,518,556
Local bills discounting	10.1	-	724,749
Finance against trust receipts	10.1	8,408,387	7,032,998
Short term loan		2,578,156	3,424,190
		11,305,354	12,700,493

10.1 The aggregate limit of short term finance facilities available from various financial institutions (including commercial banks) at year end is Rs. 26,500 million (June 30, 2024: Rs. 18,600 million).

The limit of running finance facilities amounts to Rs. 4,400 million (June 30, 2024: Rs. 2,800 million). The rate of markup ranges from 1 month KIBOR to 6 months KIBOR + 0 to 110 bps with no floor and no cap (June 30, 2024: 1 month KIBOR to 6 months KIBOR + 0 to 100 bps with no floor and no cap). The limit of local bills discounting and finance against trust receipts amounts to Rs. 22,100 million (June 30, 2024: Rs. 15,800 million). The rate of markup ranges from 1 month KIBOR to 6 months KIBOR + 15 bps to 75 bps (June 30, 2024: 1 month KIBOR to 3 months KIBOR + 50 bps) and 1 month KIBOR + 15 bps to 6 months KIBOR + 75 bps with no floor and cap (June 30, 2024: 1 month KIBOR + 25 bps to 6 months KIBOR + 75 bps with no floor and cap) respectively. These facilities are secured against joint pari passu charge on the present and future current assets of the Company.

The unutilized facility for letters of credit, bank guarantees, running finance, local bills discounting as on December 31, 2024 amounts to Rs. 9,628 million (June 30, 2024: Rs. 5,467 million).

11 CONTINGENCIES AND COMMITMENT

11.1 Contingent liabilities

There is no material change in the status of contingencies as reported in the financial statements of the Company for the year ended June 30, 2024.

Notes To The Condensed Interim Financial Statements
FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

11.2 Commitments

Commitments in respect of letters of credit and letters of guarantee are as follows:

	(Un-audited) 31 Dec. 2024	(Audited) 30 June 2024
	Rs."000"	Rs."000"
Letters of credit established for the import of raw materials, spare parts and machinery	6,698,662	3,514,000
Letter of guarantee issued by financial institution in favor of Sui Northern Gas Pipeline Limited (SNGPL)	156,000	156,000
Letter of guarantee issued by financial institution in favor of Pakistan State Oil (PSO)	59,000	59,000
Letter of guarantee issued by financial institution in favor of Total PARCO	7,000	7,000
Contractual obligations in respect of the acquisition of plant	-	950,000

	(Un-Audited)			
	Half year ended		Quarter ended	
	31 Dec. 2024	31 Dec. 2023	31 Dec. 2024	31 Dec. 2023
	Rs."000"	Rs."000"	Rs."000"	Rs."000"
12 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET				
Gross revenue	23,890,235	24,403,593	10,908,950	12,140,100
Less:				
Discount	(86,393)	(192,313)	(43,619)	(79,718)
Sales tax	(3,414,514)	(3,586,353)	(1,607,294)	(1,786,354)
	<u>(3,500,907)</u>	<u>(3,778,666)</u>	<u>(1,650,913)</u>	<u>(1,866,072)</u>
	<u>20,389,328</u>	<u>20,624,927</u>	<u>9,258,037</u>	<u>10,274,028</u>
13 COST OF SALES				
Opening stock of finished goods	1,554,939	2,996,374	1,822,832	2,221,306
Cost of goods manufactured	17,685,863	17,065,956	7,880,354	9,063,794
	<u>19,240,802</u>	<u>20,062,330</u>	<u>9,703,186</u>	<u>11,285,100</u>
Closing stock of finished goods	(2,154,306)	(2,387,604)	(2,154,306)	(2,387,604)
	<u>17,086,496</u>	<u>17,674,726</u>	<u>7,548,881</u>	<u>8,897,496</u>
14 DISTRIBUTION COSTS				
Salaries, wages and benefits	60,553	54,303	32,363	26,717
Depreciation	1,995	2,534	1,090	1,256
Repairs and maintenance	50	35	17	32
Traveling, conveyance and entertainment	9,256	9,099	4,288	4,795
Communications	638	1,194	98	1,006
Insurance	1,651	2,365	875	955
Printing and stationery	37	284	28	74
Freight outward	239,299	182,388	83,129	85,967
Dues, fees and subscription	1,004	257	486	109
Other expenses	2,333	1,373	1,732	1,108
	<u>316,816</u>	<u>253,832</u>	<u>124,106</u>	<u>122,019</u>

Notes To The Condensed Interim Financial Statements
FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

	(Un-Audited)			
	Half year ended		Quarter ended	
	31 Dec. 2024	31 Dec. 2023	31 Dec. 2024	31 Dec. 2023
	Rs."000"	Rs."000"	Rs."000"	Rs."000"
15 FINANCE COSTS				
Mark-up on				
Long-term loans	340,761	452,648	209,073	221,468
Short-term borrowings	1,028,867	1,436,777	413,060	754,768
Financial charges on lease	15,630	5,657	7,739	2,339
Bank charges, fee and commission	15,252	23,105	7,410	9,446
	<u>1,400,510</u>	<u>1,918,187</u>	<u>637,282</u>	<u>988,021</u>
16 LEVY				
Levy	-	9,172	-	3,772
Minimum tax differential	16,047	95,375	6,383	36,645
	<u>16,047</u>	<u>104,547</u>	<u>6,383</u>	<u>40,417</u>
17 TAXATION				
Current	362,221	181,566	186,600	58,028
Deferred tax	54,589	(69,235)	75,532	(62,990)
	<u>416,810</u>	<u>112,331</u>	<u>262,132</u>	<u>(4,962)</u>
18 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit attributable to ordinary shareholders (Rs. "000")	847,634	415,418	546,980	104,492
Weighted average number of shares (No. "000")	110,591	110,591	110,591	110,591
Earnings per share (Rs.)	<u>7.66</u>	<u>3.76</u>	<u>4.95</u>	<u>0.94</u>

19 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise associated companies, companies where directors also hold directorship, retirement benefits fund, directors and key management personnel. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any director (whether executive or otherwise) of that Company. The Company in the normal course of business carries out transactions with various related parties. Details of transactions with related parties during the year, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

Name of Company and Relationship	Nature of Transaction	Note	(Un-audited)	
			31 Dec. 2024	31 Dec. 2023
			Rs."000"	Rs."000"
Nimir Resins Limited - Associated Company	Sale of goods		166,168	134,142
	Purchase of goods		1,278	3,350
	Services acquired		1,425	2,815
	Services provided		15,716	3,633
	Other expenses reimbursement-net		2,273	307
Nimir Overseas LLC - Associated Company	Sale of goods	19.1	-	366,069
Nimir Chemcoats Limited - Associated Company	Purchase of goods		2,667	837
	Services acquired		1,200	-
	Services provided		5,169	-
	Other expenses reimbursement-net		3,990	-

Notes To The Condensed Interim Financial Statements
FOR THE HALF YEAR ENDED DECEMBER 31, 2024 (UN-AUDITED)

Nimir Energy Limited - Associated Company	Purchase of goods	5,537	-
	Services provided	2,083	-
	Other expenses reimbursement-net	939	-
Nimir Chemicals Pakistan Limited - Associated Company	Sale of goods	155	5,540
	Key Management Personnel		
Key Management Personnel	Managerial Remuneration	204,128	177,012
	Other Benefits	17,935	68,285
Staff retirement benefits	Contribution to gratuity fund	26,225	14,000

19.1 Transactions with Nimir Overseas LLC have been disclosed for the purpose of comparison only, it is not an associated company in the current period.

20 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in preceding audited financial statements for the year ended June 30, 2024.

21 CORRESPONDING FIGURES

Corresponding figures where necessary, have been rearranged for the purpose of comparison. However no significant rearrangement or reclassification has been made during the period ended December 31, 2024 except the following:

Description	Note	From	To	Rupees
Reclassification of taxation expense to minimum tax differential	17	Taxation	Minimum tax differential	95,375

22 NON-ADJUSTING EVENTS AFTER THE REPORTING DATE

The Board of Directors of the Company in its meeting held on February 13, 2025 has recommended interim cash dividend at 20% i.e Rs. 2 per share. These condensed interim financial statements do not reflect this appropriation.

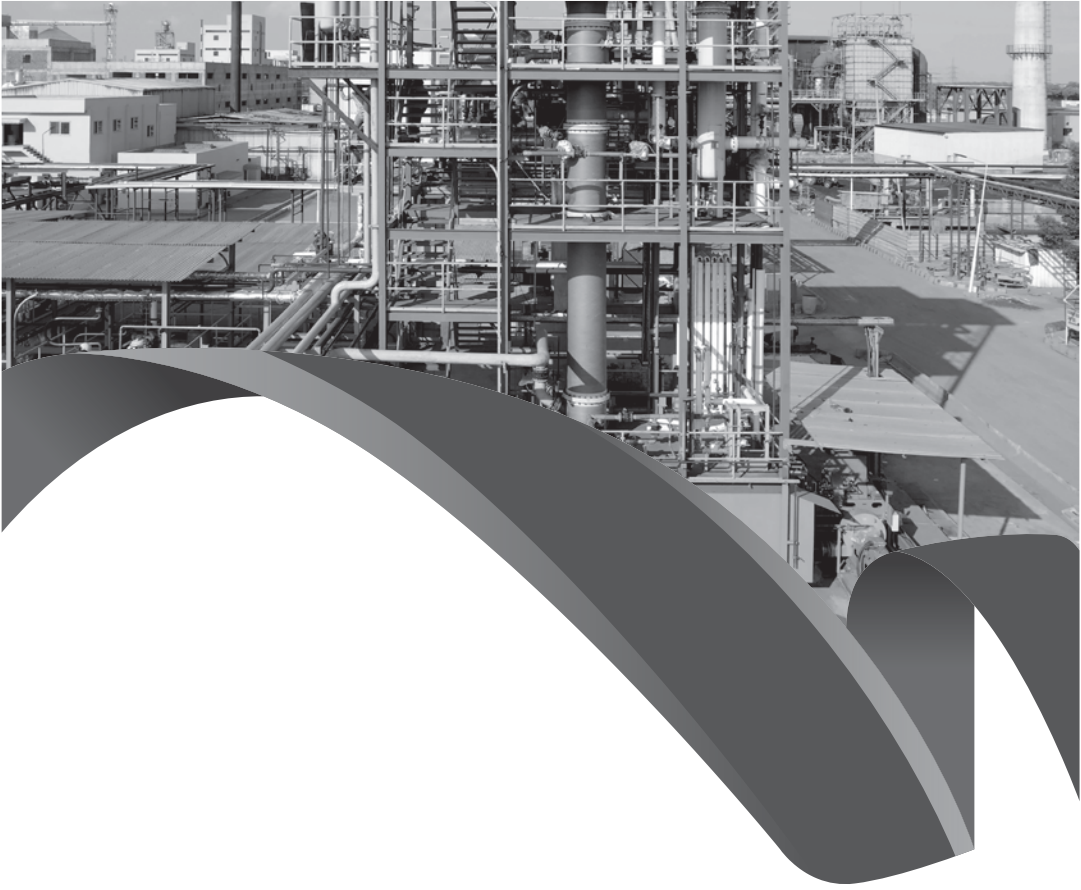
23 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized by the Board of Directors of the Company for issue on Thursday, February 13, 2025.


Chief Executive Officer


Director


Chief Financial Officer



Corporate Video



E-Brochure



Accounts

NIMIR

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