



NIMIR

TRANSFORMING FOR A SUSTAINABLE FUTURE

QUARTERLY
REPORT
SEPTEMBER
2023



Nimir Industrial Chemicals Limited

Company Information

▶ Board of Directors

Mr. M. Saeed-uz-Zaman	- Chairman
Mr. Zafar Mahmood	- Chief Executive Officer
Mr. Imran Afzal	
Mr. Aamir Jamil	
Mr. Javed Saleem Arif	
Mrs. Humaira Shazia	
Ms. Parveen Akhter Malik	
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. Javed Saleem Arif	- Chairman
Mrs. Humaira Shazia	- Member
Mr. Abdul Jaleel Shaikh	- Member

▶ Human Resource & Remuneration Committee

Ms. Parveen Akhter Malik	- Chairman
Mr. M. Saeed-uz-Zaman	- Member
Mr. Zafar Mahmood	- 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 / Factory

14.8 km., Sheikhpura-Faisalabad Road,
Bhikhi, District Sheikhpura, Pakistan.
Tel: +92 56 3883001-7
Fax: +92 56 3883010
Cell: +92 301-8221151, 301-8483950

▶ Head Office

122-B, New Muslim Town,
Lahore, Pakistan.
Tel: +92 42 35926090-93
Fax: +92 42 35926099

▶ Karachi Office

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

▶ Website

www.nimr.com.pk

Directors' Review Report

The Directors are pleased to present their review report with the unaudited financial statements of the Nimir Industrial Chemicals Limited (the "Company") for the first quarter, which ended on September 30, 2023.

An analysis of the financial results for first quarter is as under:

	September 2023	September 2022	%
	(Rs. '000')	(Rs. '000')	
Gross Sales	12,150,898	14,903,232	(18.47)
Gross Profit	1,573,669	1,152,655	36.53
Operating Profit	1,313,199	955,985	37.37
Finance Cost	884,606	610,604	44.87
Profit Before Taxation	492,348	345,001	42.71
Profit After Taxation	310,925	215,588	44.22
Earnings per share (Rs.) Basic and diluted)	2.81	1.95	44.22

During the quarter under review, the gross sales stood at PKR 12.15 billion showing a decrease of 18% over the corresponding period. The reduction in sale is mainly attributed to higher inflation which resulted in reduction in volumes of our core business owing to contraction in demand of end consumer products. However, the new investments on power and chlor alkali plants helped us to post better profitability despite overall lower sales. The gross profit for the quarter rose from PKR 1.15 billion to PKR 1.57 billion showing an increase of 37%. Financial cost continued to increase in this quarter as well due to higher interest rates. We, however, managed to post a decent growth of 44% on the bottom line.

The international prices of feedstock have shown declining trend in the past few months which would have negative impact on the operating results of the coming quarter. With strengthening currency and reduction in petroleum products, we expect the inflation easing in coming months. This will have a positive impact on the consumers' off-take and recovery of the economy.

The management is fully committed to produce the best possible results under the current difficult times, Insha Allah.

On behalf of the board, the company would like to thank all its stakeholders for their continued trust and support.

For and on the behalf of the Board



Aamir Jamil
Director



Zafar Mahmood
Chief Executive Officer

Lahore
October 25, 2023

ڈائریکٹرز کی رپورٹ

ڈائریکٹرز 30 ستمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کے لئے نمبر انڈسٹریل کیمیکلز لمیٹڈ (کپنی) کے غیر نظر ثانی شدہ مالی حسابات پر اپنی جائزہ رپورٹ پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔
پہلی سہ ماہی کے لئے مالی نتائج کا خلاصہ حسب ذیل ہے:

فیصد %	30 ستمبر 2022	30 ستمبر 2023	
	پاکستانی روپے ہزاروں میں		
(18.47)	14,903,232	12,150,898	مجموعی فروخت
36.53	1,152,655	1,573,669	مجموعی منافع
37.37	955,985	1,313,199	آپریٹنگ منافع
44.87	610,604	884,606	مالی لاگت
42.71	345,001	492,348	قبل از ٹیکس منافع
44.22	215,588	310,925	منافع بعد از ٹیکس
44.22	1.95	2.81	فی عام شیئر آمدنی (روپے) (بنیادی اور معتدل)

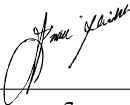
زیر جائزہ سہ ماہی کے دوران، مجموعی فروخت 12.15 بلین روپے رہی ہے، جو گزشتہ سال سے 18 فیصد کی کمی ظاہر کر رہی ہے۔ فروخت میں کمی بنیادی طور پر زیادہ مہنگائی کی وجہ سے ہوئی ہے جو کہ مصنوعات کے صارفین کی طلب میں کمی کی وجہ سے ہمارے بنیادی کاروبار کے حجم میں کمی کا نتیجہ ہے۔ تاہم، پاور اور کلورالکلی پلائس برنی سرمایہ کاری نے مجموعی کم فروخت کے باوجود بہتر منافع درج کرنے میں ہماری مدد کی ہے۔ سہ ماہی کے لئے مجموعی منافع 1.15 بلین روپے سے بڑھ کر 1.57 بلین روپے ہو گیا جو 37% کا اضافہ ظاہر کر رہا ہے۔ زیادہ شرح سود کی وجہ سے اس سہ ماہی میں بھی مالی لاگت میں اضافہ جاری رہا۔ تاہم، ہم زیریں لائن پر 44% کی شاندار نمود درج کرنے میں کامیاب رہے ہیں۔

فیڈ سٹاک کی بین الاقوامی قیمتوں نے گزشتہ چند مہینوں میں کمی کا رجحان ظاہر کیا ہے جو آئندہ سہ ماہی کے آپریٹنگ نتائج پر منفی اثرات مرتب کرے گا۔ کرنسی کے استحکام اور پیٹرولیم مصنوعات میں کمی کے ساتھ، ہمیں آئندہ مہینوں میں مہنگائی کم ہونے کی توقع ہے۔ صارفین کی خریداری اور معیشت کی بحالی پر اس کے مثبت اثرات پڑیں گے۔

انتظامیہ موجودہ مشکل اوقات کے تحت بہترین ممکنہ نتائج درج کرنے کے لیے پُر عزم ہے۔ انشاء اللہ

بورڈ کی جانب سے، ہم اپنے تمام اسٹیک ہولڈرز کے اعتماد اور تعاون کے لئے ان کا شکریہ ادا کرتے ہیں۔

منجانب بورڈ



عامر جمیل
ڈائریکٹر



ظفر محمود
چیف ایگزیکٹو آفیسر

لاہور
125 اکتوبر 2023ء



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Financial Statements Separate


FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Condensed Interim Statement of Financial Position (Unaudited)

AS AT SEPTEMBER 30, 2023

		(Un-audited) September 2023 (Rs. '000')	(Audited) June 2023 (Rs. '000')
ASSETS			
NON CURRENT ASSETS			
	Property, plant and equipment	13,782,866	13,849,352
5	Intangibles	25,757	29,824
	Investment in subsidiaries	211,773	211,773
6	Loan to subsidiary	14,512	14,512
	Long term deposits	36,105	36,105
		14,071,013	14,141,565
CURRENT ASSETS			
	Stores, spare parts and loose tools	778,205	810,135
	Stock in trade	8,166,758	8,217,933
	Trade debts	5,023,051	5,165,560
	Loans and advances	187,857	111,769
	Trade deposits and short term prepayments	111,781	2,476
	Other receivables	55,016	214,717
	Tax refunds due from the Government	2,185,405	2,541,876
	Cash and bank balances	388,710	215,625
		16,896,783	17,280,092
	Total Assets	30,967,796	31,421,657
EQUITY AND LIABILITIES			
Authorized Share Capital			
	145,000,000 (30 June 2023: 145,000,000)		
	Ordinary Shares of Rs. 10/- each	1,450,000	1,450,000
Issued, subscribed and paid up capital			
	110,590,546 (30 June 2023: 110,590,546)		
	Ordinary Shares of Rs. 10/- each	1,105,905	1,105,905
	Unappropriated profit - revenue reserve	6,832,214	6,742,469
		7,938,119	7,848,374
NON CURRENT LIABILITIES			
	Long term loans	5,027,885	5,130,677
7	Lease liabilities	47,336	50,402
	Net defined benefit liability-funded gratuity	214,405	200,405
	Deferred tax liability	1,011,174	1,017,419
	Deferred grant	702,450	730,544
		7,003,250	7,129,447
CURRENT LIABILITIES			
	Trade and other payables	2,167,762	2,015,053
	Contract liabilities	1,056,433	150,862
	Mark up accrued	633,808	633,476
	Unclaimed dividend	12,871	12,871
	Dividend payable	221,181	-
	Short term borrowings	10,716,031	12,296,372
	Current maturity of long term loans	1,018,220	1,119,517
7	Current maturity of lease liabilities	27,693	34,233
	Current portion of deferred grant	172,428	181,452
		16,026,427	16,443,836
	CONTINGENCIES AND COMMITMENTS	-	-
8		-	-
	TOTAL EQUITY AND LIABILITIES	30,967,796	31,421,657

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.


Chief Executive Officer


Director


Chief Financial Officer

Condensed Interim Statement of Profit or Loss (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	September 30, 2023	September 30, 2022
		Rs. "000"	Rs. "000"
Revenue from contracts with customers - gross		12,150,898	14,903,232
Less: Sales tax, trade discounts and commission		(1,799,999)	(2,065,833)
Revenue from contracts with customers - net		10,350,899	12,837,399
Cost of sales	9	(8,777,230)	(11,684,744)
Gross Profit		1,573,669	1,152,655
Distribution costs		(131,813)	(88,582)
Administrative expenses		(128,657)	(108,088)
Operating Profit		1,313,199	955,985
Other expenses		(36,490)	(25,570)
Other income		100,246	25,190
Finance cost		(884,606)	(610,604)
Profit before Taxation		492,348	345,001
Taxation			
Current		(187,668)	(97,709)
Deferred		6,245	(31,704)
		(181,423)	(129,413)
Profit after taxation		310,925	215,588
Earning per Share - Basic & diluted (Rs.)		2.81	1.95

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

Condensed Interim Statement of Comprehensive Income (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023	September 30, 2022
	Rs. "000"	Rs. "000"
Profit after taxation	310,925	215,588
Other comprehensive income	-	-
Total Comprehensive Income for the Period	310,925	215,588

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.



Chief Executive Officer



Director



Chief Financial Officer

Condensed Interim Statement of Changes in Equity (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Particulars	Issued, subscribed and paid up capital	Unappropriated Profit	Total
	Rs. "000"	Rs. "000"	Rs. "000"
Balance as on 01 July 2022	1,105,905	5,072,837	6,178,742
Final dividend for 2022 @ Rs. 1.50 per share	-	(165,886)	(165,886)
Total comprehensive income for the period (Jul 2022 to Sep 2022)	-	215,588	215,588
Balance as on 30 September 2022 (unaudited)	<u>1,105,905</u>	<u>5,122,539</u>	<u>6,228,444</u>
Balance as on 01 July 2023	1,105,905	6,742,469	7,848,374
Final dividend for 2023 @ Rs. 2.00 per share	-	(221,181)	(221,181)
Total comprehensive income for the period (Jul 2023 to Sep 2023)	-	310,925	310,925
Balance as on 30 September 2023 (unaudited)	<u>1,105,905</u>	<u>6,832,214</u>	<u>7,938,118</u>

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.



Chief Executive Officer



Director



Chief Financial Officer

Condensed Interim Statement of Cash Flows (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023	September 30, 2022
	Rs. "000"	Rs. "000"
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	492,348	345,001
Adjustments for:		
Depreciation	222,851	142,570
Amortization	4,067	2,690
Gain on disposal of property, plant and equipment	(70,992)	(20)
Mark-up expense	870,947	600,931
Workers profit participation fund provision	26,442	18,528
Workers welfare fund provision	10,048	7,041
Provision for gratuity fund	14,000	9,800
	<u>1,077,362</u>	<u>781,540</u>
Operating profit before working capital changes	1,569,710	1,126,541
(Increase) / decrease in current assets:		
Stores, spares and loose tools	31,930	(33,607)
Stock in trade	51,175	137,569
Trade debts	142,509	(1,335,731)
Loans and advances	(76,088)	(390,111)
Trade deposits and short term prepayments	(109,305)	(42,138)
Other receivables	159,701	118,951
Tax refunds due from the Government	324,129	(116,664)
Increase / (decrease) in current liabilities:		
Trade and other payables	116,220	341,944
Contract liabilities	905,571	(5,485)
	<u>1,545,842</u>	<u>(1,325,273)</u>
Cash generated from / (used) in operations	3,115,552	(198,732)
Contribution drawn from gratuity fund	-	20,000
Markup paid	(867,297)	(425,185)
Tax paid	(155,326)	(267,102)
Long term deposits	-	(160)
	<u>(1,022,623)</u>	<u>(672,447)</u>
Net cash generated from / (used in) from operations	2,092,929	(871,179)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment - net	(55,617)	(8,487)
Additions in capital work in progress	(118,203)	(725,251)
Sale proceeds from disposal of property, plant and equipment	88,448	20
Net Cash Used In Investing Activities	(85,373)	(733,718)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans obtained	87,500	105,730
Long term loans repaid	(328,707)	(122,516)
Lease rentals paid	(12,924)	(9,899)
Short term borrowings - net	(1,580,341)	1,494,050
Net cash (used in) / generated from financing activities	(1,834,472)	1,467,365
Net increase / (decrease) in cash and cash equivalents	173,085	(137,532)
Cash and cash equivalents at the beginning of the period	215,625	260,276
Cash and cash equivalents at the end of the period	388,710	122,744

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.


Chief Executive Officer


Director


Chief Financial Officer

Notes to the Condensed Interim Financial Information (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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.

2 BASIS OF PREPARATION

2.1 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 comprises of:

- International Accounting Standards (IAS) 34, Interim Financial Reporting, issued by the Internal 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 requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended 30 June 2023.

2.3 These condensed interim financial statements are presented in Pak rupees, which is the Company's functional and presentational currency. The financial statements have been prepared under the historical cost convention. Figures have been rounded off to the nearest thousand rupee, unless stated otherwise.

3 ACCOUNTING POLICIES

The accounting policies and methods of computation of these condensed interim financial statements are the same as those followed in the preparation of annual financial statements for the preceding financial year ended June 30, 2023.

4 TAXATION

Provision for taxation is calculated on prevailing rates and these are subject to final adjustments in the annual audited financial statements.

5 PROPERTY, PLANT AND EQUIPMENT

	Period ended Sep. 30, 2023 (Un-audited) Rs."000"	Year ended June 30, 2023 (Audited) Rs."000"
Operating fixed assets	13,614,891	13,647,382
Capital work in progress	167,975	201,970
	<u>13,782,866</u>	<u>13,849,352</u>

6 INVESTMENT IN SUBSIDIARIES

Investment in shares of Nimir Management (Pvt) Limited - cost	128,162	128,162
Investment in shares of Nimir Resins Limited - cost	74,223	74,223
Investment in shares of Nimir Orseas LLC - cost	9,388	9,388
	<u>211,773</u>	<u>211,773</u>

7 LONG TERM LOANS

	(Un-audited) Sep. 30, 2023 Rs."000"	(Audited) June 30, 2023 Rs."000"
Term finance	2,369,430	2,506,418
Term finance - under temporary economic refinance facility	3,676,675	3,743,775
	<u>6,046,105</u>	<u>6,250,194</u>
Mark-up accrued	143,629	140,550
	<u>6,189,734</u>	<u>6,390,744</u>
Current maturity of long term loans	(1,018,220)	(1,119,517)
	<u>5,171,514</u>	<u>5,271,227</u>
Less:- Mark-up accrued shown under current liabilities	(143,629)	(140,550)
Current maturity under refinance scheme for payroll financing	<u>5,027,885</u>	<u>5,130,677</u>

Notes to the Condensed Interim Financial Informaiton (Unaudited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

8 CONTINGENCIES AND COMMITMENT

8.1 CONTINGENCIES

There is no material change in the status of contingencies as reported in annual financial statements of the Company for the year ended June 30, 2023.

8.2 COMMITMENTS

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

	(Un-audited) Sep. 30, 2023	(Audited) June 30, 2023
Letters of credit established for the import of raw materials, spare parts and machinery	1,865 million	3,132 million
Letter of guarantee given to SNGPL	156 million	156 million
Letter of guarantee given to PSO	59 million	59 million
Letter of guarantee given to TOTAL PARCO	7 million	7 million

9 COST OF SALES

	(Un-audited) Sep. 30, 2023 Rs."000"	(Audited) Sep. 30, 2022 Rs."000"
Opening stock of finished goods	2,996,374	1,456,673
Cost of goods manufactured	8,002,162	11,988,645
	10,998,536	13,445,318
Closing stock of finished goods	(2,221,306)	(1,760,574)
Cost of goods sold	8,777,230	11,684,744

10 TRANSACTIONS WITH RELATED PARTIES

The related parties and associated undertakings comprise parent Company, related group companies, directors and key management personnel. Transactions with related parties are as follows.

Name of Related Parties	Relationship	Nature of Transaction	Sep. 30, 2023 Rs."000"	Sep. 30, 2022 Rs."000"
Nimir Resins Limited	Subsidiary Company	Sale of goods	56,069	86,278
		Purchase of goods	1,020	2,270
		Services provided	1,816	1,651
		Services acquired	1,407	1,279
		Other Expenses	741	1,376
Nimir Oerseas LLC	Subsidiary Company	Slae of goods	295,768	-
Nimir Chemiclac Pakistan Limitied	Associated Company	Sale of goods	5,468	9,216
Nimir Chemcoats Limited	Associated Company	Purchase of goods	-	3,891
Key Management Personnel				
Remuneration and other benefits			89,053	73,606

11 Corresponding figures

Corresponding figures have been re-arranged and re-classified, where necessary, for better and fair presentation. However no significant reclassifications / restatements have been made, other than the following:

12 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 25, 2023 by the Board of Directors of the Company.


Chief Executive Officer


Director


Chief Financial Officer



11

Financial Statements Consolidated


FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Condensed Interim Consolidated Statement of Financial Position (Unaudited) AS AT SEPTEMBER 30, 2023

Note	(Un-audited)	(Audited)	
	Sep. 30, 2023	June 30, 2023	
	Rs."000"	Rs."000"	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
	-	-	
Authorized Share Capital 145,000,000 (30 June 2023: 145,000,000) Ordinary shares of Rs.10 each	1,450,000	1,450,000	
Issued, subscribed and paid up capital	1,105,905	1,105,905	
Unappropriated profit - revenue reserve	7,409,612	7,275,995	
Exchange translation reserve - foreign investment	163	163	
Non-controlling interest	1,573,766	1,523,216	
	10,089,446	9,905,279	
NON-CURRENT LIABILITIES			
Long term loans	7	5,054,328	5,234,620
Lease liabilities		77,269	82,392
Net defined benefit liability - funded gratuity		261,072	242,497
Deferred grant		702,450	730,544
Deferred tax liability		990,777	1,003,925
		7,085,896	7,293,978
CURRENT LIABILITIES			
Trade and other payables		3,212,098	2,977,376
Contract liabilities		1,056,433	195,848
Mark up accrued		692,335	678,169
Unclaimed dividend		13,164	13,164
Dividend payable		221,181	-
Short term borrowings		12,287,031	13,147,749
Current maturity of long term loans	7	1,042,506	1,188,445
Current maturity of lease liabilities		36,199	42,388
Current maturity of deferred grant		172,428	181,452
		18,733,375	18,424,591
Contingencies and commitments	8	-	-
TOTAL EQUITY AND LIABILITIES		35,908,717	35,623,848
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	14,483,973	14,555,032
Intangibles		25,757	29,824
Long term deposits		63,120	63,120
		14,572,850	14,647,976
CURRENT ASSETS			
Stores, spare parts and loose tools		810,928	838,453
Stock in trade		9,882,185	10,119,407
Trade debts		7,403,432	6,625,642
Loans and advances		251,870	163,147
Trade deposits and short term prepayments		130,400	2,476
Other receivables		165,214	231,057
Tax refunds due from the Government		2,184,399	2,644,113
Cash and bank balances		507,439	351,577
		21,335,867	20,975,872
TOTAL ASSETS		35,908,717	35,623,848

The annexed notes from 1 to 13 form an integral part of these condensed interim consolidated financial statements.


Chief Executive Officer


Director


Chief Financial Officer

Condensed Interim Consolidated Statement of Profit or Loss (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Sep. 30, 2023	Sep. 30, 2022
		Rs. "000"	Rs. "000"
Revenue from contracts with customers-gross		15,658,695	17,530,432
Less: Sales tax, trade discount and commission		(2,274,470)	(2,477,137)
Revenue from contracts with customers-net		13,384,225	15,053,295
Cost of sales	9	(11,490,673)	(13,692,992)
Gross profit		1,893,552	1,360,303
Distribution costs		(163,821)	(115,167)
Administrative expenses		(167,810)	(130,244)
Operating profit		1,561,921	1,114,892
Other expenses		(49,825)	(28,791)
Other income		105,889	27,471
Finance cost		(974,883)	(722,675)
Profit before taxation		643,102	390,897
Taxation		(237,754)	(155,888)
Profit after taxation		405,348	235,009
Attributable to:			
Equity holders of the parent		354,798	224,277
Non-controlling interests		50,550	10,732
		405,348	235,009
Earnings per share- Basic and diluted (Rs.)		3.21	2.03

The annexed notes from 1 to 13 form an integral part of these condensed interim consolidated financial statements.

Condensed Interim Consolidated Statement of Comprehensive Income (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Sep. 30, 2023	Sep. 30, 2022
	Rs. "000"	Rs. "000"
Profit after taxation	405,348	235,009
Other comprehensive income	-	-
Total comprehensive income for the period	405,348	235,009
Attributable to:		
Equity holders of the parent	354,798	224,277
Non-controlling interest	50,550	10,732
	405,348	235,009

The annexed notes from 1 to 13 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Condensed Interim Consolidated Statement Of Changes In Equity (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Particulars	Issued, subscribed and paid up share capital	Un-appropriated Profit	Exchange translation reserve - foreign investment	Non-controlling interest	Total
	Rs. "000"	Rs. "000"	Rs. "000"	Rs. "000"	Rs. "000"
Balance as on 01 July 2022 (audited)	1,105,905	5,498,106	-	1,253,269	7,857,280
Final dividend for 2022 @ Rs. 1.50 per share	-	(165,886)	-	-	(165,886)
Total comprehensive income for the period (Jul 2022 to Sep 2022)	-	224,277	-	10,732	235,009
Balance as on 30 September 2022 (unaudited)	1,105,905	5,556,497	-	1,264,001	7,926,403
Balance as on 01 July 2023 (audited)	1,105,905	7,275,995	163	1,523,216	9,905,279
Final dividend for 2023 @ Rs. 2.00 per share	-	(221,181)	-	-	(221,181)
Total comprehensive income for the period (Jul 2023 to Sep 2023)	-	354,798	-	50,550	405,348
Balance as on 30 September 2023 (unaudited)	1,105,905	7,409,612	163	1,573,766	10,089,446

The annexed notes from 1 to 13 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Condensed Interim Consolidated Statement of Cash Flows (Unaudited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Sep. 30, 2023	Sep. 30, 2022
	Rs. "000"	Rs. "000"
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	643,102	390,897
Adjustment for:		
Depreciation	245,838	162,349
Amortization	4,067	2,690
Mark-up expense	959,700	712,854
Provision for gratuity fund	18,576	12,860
Gain on disposal of property, plant and equipment	(70,992)	(43)
Exchange loss - unrealized	652	-
Workers' profit participation fund provision	33,765	20,863
Workers' welfare fund provision	12,830	7,928
	1,204,436	919,501
Operating profit before working capital changes	1,847,538	1,310,398
(Increase) / decrease in current assets		
Stores, spares parts and loose tools	27,525	(37,250)
Stock in trade	232,568	492,961
Trade debts	(342,915)	(1,743,026)
Loans and advances	(88,486)	(375,695)
Trade deposits and short term prepayments	(127,924)	(53,054)
Other receivables	88,396	130,316
Tax refunds due from the Government	402,514	(83,810)
	191,678	(1,669,558)
Increase / (decrease) in current liabilities		
Trade and other payables	(276,217)	446,544
Contract liabilities	866,610	(5,485)
	782,071	(1,228,499)
Cash generated from operations	2,629,609	81,899
Contribution drawn from gratuity fund	-	20,000
Mark-up paid	(942,216)	(508,682)
Tax paid	(191,374)	(298,850)
Long term deposits	-	(2,455)
	(1,133,590)	(789,987)
Net cash generated / (used in) from operating activities	1,496,019	(708,089)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment - net	(53,471)	(9,319)
Additions in capital work in progress - net	(136,435)	(738,546)
Sale proceeds from disposal of property, plant and equipment	88,448	20
Net cash used in investing activities	(101,458)	(747,845)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loan obtained	87,500	105,730
Long term loan repaid	(450,850)	(138,876)
Lease rentals paid	(14,630)	(11,443)
Repayment of liabilities against diminishing musharaka finance	-	(166)
Short term borrowings - net	(860,718)	1,351,668
Net cash (used in) / generated from financing activities	(1,238,699)	1,306,913
Net increase / decrease in cash and cash equivalents	155,862	(149,021)
Cash and cash equivalents at the beginning of the period	351,577	284,936
Cash and cash equivalents at the end of the period	507,439	135,915

The annexed notes from 1 to 13 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 THE GROUP AND ITS OPERATIONS

Nimir Industrial Chemicals Limited ("NICL") is part of Nimir Group ("The Group") which consist of:

Parent (Holding) Company

Nimir Industrial Chemicals Limited ("NICL")

Subsidiary Companies

Nimir Management (Private) Limited ("NMPL")

Nimir Resins Limited ("NRL")

The shareholding of the Nimir Group is as follows:

Holding of NICL in NMPL	51%
Holding of NMPL in NRL	51%
Holding of NICL in NRL	11.63%
Effective shareholding of NICL in NRL	37.64%

Nimir Industrial Chemicals Limited (the Holding Company) was incorporated in Pakistan as a Public Limited Company and its shares are listed on Pakistan Stock Exchange Limited. The Holding Company is engaged in manufacturing and sales of chemical products.

Nimir Management (Private) Limited (NMPL) were incorporated in Pakistan as private limited companies on 4 December 2015 respectively for the purpose of investment in Nimir Resins Limited. The registered office of NMPL is Nimir House, 122-B, New Muslim Town, Lahore, Pakistan.

Nimir Resins Limited was initially incorporated in Pakistan on 17 December 1964 as a private limited company under the Companies Act, 1913 (now the Companies Act, 2017) and was converted into public limited company on 19 August 1991 with the name of Nimir Resins Limited. The name of the company was changed to Descon Chemicals Limited on 1 April 2010 when the company entered into a scheme of arrangement for merger / amalgamation with Descon Chemicals (Private) Limited. Upon acquisition by Nimir Group, the name of the company changed to Nimir Resins Limited as per the approval of Securities and Exchange Commission of Pakistan dated 18 April 2016. The shares of Nimir Resins Limited are quoted on Pakistan Stock Exchange Limited. The principal activity of the company is to manufacture surface coating resins for paint industry, polyesters, and optical brightener for paper and textile industries and textile auxiliaries for textile industry.

2 BASIS OF PREPARATION

2.1 These condensed interim consolidated 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 comprises of:

- International Accounting Standards (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 requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim consolidated financial statements does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the consolidated financial statements of the Group for the year ended 30 June 2023.

2.3 The condensed interim consolidated financial statements have been prepared under the historical cost convention. These consolidated financial statements are prepared in Pak Rupees, which is the functional currency of the group. Figures have been rounded off to the nearest thousand of Rupee, unless otherwise stated.

3 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The accounting estimates and associated assumptions used in the preparation of these condensed interim consolidated financial statements are consistent with those applied in the preparation of the preceding annual published financial statements of the Group for the year ended 30 June 2023.

4 TAXATION

Provision for taxation is estimated and are subject to final adjustments in the annual audited financial statements.

5 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these condensed interim consolidated financial statements are consistent with those applied in the preparation of the preceding annual published consolidated financial statements of the Group for the year ended 30 June 2023.

6 PROPERTY, PLANT AND EQUIPMENT

	(Unaudited) Quarter Ended Sep. 30, 2023 (Rs. '000')	(Audited) Year Ended June 30, 2023 (Rs. '000')
Operating fixed assets	14,282,075	14,337,371
Capital work in progress	201,898	217,661
	14,483,973	14,555,032

7 LONG TERM LOANS

Term finance	2,406,215	2,665,346
Term finance - under temporary economic refinance facility	3,676,675	3,718,775
Term finance - Secured IX	-	25,000
Loan from directors / sponsors	13,944	13,944
	6,096,834	6,423,065
Mark up accrued	144,787	140,550
	6,241,621	6,563,615
Less: Current maturity shown under current liabilities	(1,042,506)	(1,188,445)
Less: Markup accrued shown under current liabilities	(144,787)	(140,550)
	5,054,328	5,234,620

8 CONTINGENCIES AND COMMITMENTS

8.1 CONTINGENCIES

Holding Company/Subsidiary Company

There is no material change in the status of contingencies as reported in annual financial statements of the Company for the year ended June 30, 2023.

8.2 COMMITMENTS

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

	(Unaudited) Sep. 30, 2023 Rs. in million	(Audited) June 30, 2022 Rs. in million
Letters of credit established for the import of raw materials, spare parts and machinery	2,956	3,132
Letter of guarantee given to SNGPL	159	159
Letter of guarantee given to PSO	65	65
Letter of guarantee given to Total PARCO	15	15

9 COST OF SALES

	(Unaudited) Sep. 30, 2023 (Rs. '000')	(Audited) Sep. 30, 2022 (Rs. '000')
Opening stock of finished goods	3,507,175	1,947,496
Cost of goods manufactured	10,619,315	14,075,600
	14,126,490	16,023,096
Closing stock of finished goods	(2,635,817)	(2,330,104)
	11,490,673	13,692,992

10 TRANSACTIONS WITH RELATED PARTIES

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

The related parties and associated undertakings comprise related group companies, directors and key management personnel. Transactions with related parties are as follows.

Name of Related Parties	Relationship	Nature of Transaction	Sep. 30, 2023	Sep. 30, 2022
			Rs."000"	Rs."000"
Nimir Chemcoats Limited	Associated Company	Purchase of goods	-	19,335
		Sale of goods	87,786	7,975
		Services provided	1,199	629
Nimir Chemiclas Pakistan Limited	Associated Company	Sale of goods	5,468	9,216
Nimir Energy Limited	Associated Company	Sale of goods	145,738	87,486
		Other expenses reimbursed	-	4
Key Management Personnel				
Remuneration			115,567	92,451
Other Benefits			-	-

11 Corresponding figures

Corresponding figures have been re-arranged and re-classified, where necessary, for better and fair presentation. However no significant reclassifications / restatements have been made in these financial statement.

12 GENERAL

These condensed interim consolidated financial statements were authorized for issue by the Board of Directors of the Group on October 25, 2023.

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

13 OPERATING SEGMENT INFORMATION

	Nimir Industrial Chemicals Limited		Nimir Resins Limited Coating, emulsion and resins		Nimir Overseas LLC & Others		Inter segment eliminations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	Rs. "000"									
Revenue from contracts with customers - net	10,350,899	12,837,399	2,667,158	2,306,149	719,025	-	(352,857)	(90,253)	13,384,225	15,053,295
Cost of sales	(8,777,230)	(11,684,744)	(2,367,706)	(2,100,921)	(708,245)	-	362,508	92,673	(11,490,673)	(13,692,992)
Gross profit	1,573,669	1,152,655	299,452	205,228	10,780	-	9,651	2,420	1,893,552	1,360,303
Distribution cost	(131,813)	(88,562)	(32,055)	(26,612)	-	-	47	27	(163,821)	(115,167)
Administrative expenses	(128,657)	(108,088)	(36,058)	(22,472)	(3,581)	-	486	316	(167,810)	(130,244)
Operating profit	1,313,199	955,985	231,339	156,144	7,199	-	10,184	2,763	1,561,921	1,114,892
Other expenses	(36,490)	(25,570)	(10,757)	(3,221)	(2,578)	-	-	-	(49,825)	(28,791)
Other income	100,246	25,190	6,492	2,833	-	-	(849)	(552)	105,889	27,471
Finance cost	(884,606)	(610,604)	(90,277)	(112,071)	-	-	-	-	(974,883)	(722,675)
Profit before taxation	492,349	345,001	136,797	43,685	4,621	-	9,335	2,211	643,102	390,897
Taxation	(181,423)	(129,413)	(55,615)	(26,475)	(716)	-	-	-	(237,754)	(155,888)
Profit after taxation	310,926	215,588	81,182	17,210	3,905	-	9,335	2,211	405,348	235,009
Segment assets	30,967,796	31,865,930	5,846,438	5,453,055	562,537	269,763	(1,468,054)	(1,964,901)	35,908,717	35,623,848
Segment liabilities	23,029,677	24,005,927	2,736,729	2,424,528	277,630	388	(224,765)	(712,275)	25,819,271	25,718,569

13.1 Inter segment sales, purchases and balances have been eliminated.


Chief Executive Officer


Director


Chief Financial Officer



NIMIR

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E-Brochure



Corporate Video