

CENERGYCO PK LIMITED
First Quarter Report
30 September 2023



LEADING THE CHARGE



**PAKISTAN'S ONLY SINGLE POINT
MOORING FACILITY**

CONTENT

02 Company Information

04 Directors' Report

Unconsolidated Financial Statements

06 Statement of Financial Position

07 Statement of Profit or Loss

08 Statement of Comprehensive Income

09 Statement of Changes in Equity

10 Statement of Cash Flows

11 Notes to the Financial Statements

Consolidated Financial Statements

18 Statement of Financial Position

19 Statement of Profit or Loss

20 Statement of Comprehensive Income

21 Statement of Changes in Equity

22 Statement of Cash Flows

23 Notes to the Financial Statements

COMPANY INFORMATION

BOARD OF DIRECTORS

UZMA ABBASI	CHAIRPERSON
AMIR ABBASSCIY	DIRECTOR & CHIEF EXECUTIVE OFFICER
USAMA QURESHI	DIRECTOR & VICE CHAIRMAN
MUSHTAQ MALIK	INDEPENDENT DIRECTOR
LT. (R) RAJA MUHAMMAD ABBAS	INDEPENDENT DIRECTOR
SAMI UL HAQ KHILJI	INDEPENDENT DIRECTOR
AUMAR ABBASSCIY	DIRECTOR

AUDIT COMMITTEE

MUSHTAQ MALIK	CHAIRMAN
USAMA QURESHI	MEMBER
LT. (R) RAJA MUHAMMAD ABBAS	MEMBER
AUMAR ABBASSCIY	MEMBER

HUMAN RESOURCE AND REMUNERATION COMMITTEE

LT. (R) RAJA MUHAMMAD ABBAS	CHAIRMAN
SAMI UL HAQ KHILJI	MEMBER
USAMA QURESHI	MEMBER
MUSHTAQ MALIK	MEMBER
AUMAR ABBASSCIY	MEMBER

RISK MANAGEMENT COMMITTEE

AMIR ABBASSCIY	CHAIRMAN
USAMA QURESHI	MEMBER
SAMI UL HAQ KHILJI	MEMBER
AUMAR ABBASSCIY	MEMBER

CHIEF FINANCIAL OFFICER

ZAFAR SHAHAB

COMPANY SECRETARY

MAJID MUQTADIR

AUDITORS

YOUSUF ADIL
CHARTERED ACCOUNTANTS

BANKERS

ALLIED BANK LIMITED
AL BARAKA BANK (PAKISTAN) LIMITED
ASKARI BANK LIMITED
BANK ALFALAH LIMITED
BANK ISLAMI PAKISTAN LIMITED
BANK OF CHINA LIMITED - PAKISTAN OPERATIONS
FAYSAL BANK LIMITED
FIRST WOMEN BANK LIMITED
HABIB BANK LIMITED
HABIB METROPOLITAN BANK LIMITED
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LIMITED
JS BANK LIMITED
MCB BANK LIMITED
MEEZAN BANK LIMITED
NATIONAL BANK OF PAKISTAN
PAK OMAN INVESTMENT COMPANY LIMITED
SONERI BANK LIMITED
SUMMIT BANK LIMITED
SILKBANK LIMITED
THE BANK OF KHYBER
THE BANK OF PUNJAB
UNITED BANK LIMITED

SHARES REGISTRAR

FAMCO ASSOCIATES (PVT) LIMITED
8-F, NEXT TO HOTEL FARAN, NURSERY, BLOCK - 6, P.E.C.H.S,
SHAHRAH-E-FAISAL, KARACHI

TEL: (92 21) 3438 0101

3438 0102

FAX: (92 21) 3438 0106

REGISTERED OFFICE

THE HARBOUR FRONT, 9TH FLOOR, DOLMEN CITY, HC-3, BLOCK-4, MARINE DRIVE, CLIFTON,
KARACHI 75600, PAKISTAN

TEL: (92 21) 111 222 081

FAX: (92 21) 111 888 081

WEBSITE:
WWW.CENERGYICO.COM

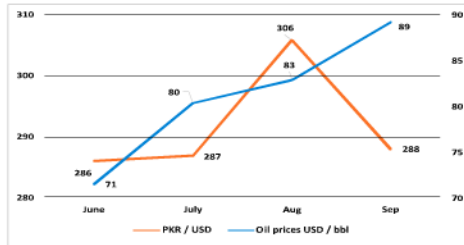
DIRECTORS' REPORT

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

In the name of Allah the Most Merciful and the Most Benevolent.

The Directors of your Company are pleased to present a brief review of the financial results and operations of the Company for the period ended 30th September, 2023.

The oscillation of PkR against USD continued in the current quarter as well. The quarter started with the parity of PkR 286 | USD which peaked to the level of PkR 306 | USD in August 2023 and then settled down at PkR 288 | USD by the end of the quarter. Oil prices in international market also increased by 25% creating a further stress on already weakened economy. Both these factors have resulted in an adverse position for the Company as its working capital requirement in PkR remained unfulfilled to a large extent.



The Company continued to battle with an extremely low refinery throughput which has a highly adverse impact on its financial health depicted in current quarter financial results. The Company's net sales of decreased to PKR 33.53 billion as compared to PKR 52.75 billion in the same period last year reflecting very low refinery throughput in current quarter. The gross profit in current quarter was PKR 390 million compared to gross loss of PKR 4.6 billion last year as the Company had significant inventory losses in first quarter of year 2022 due to severe rainfall and flash flooding in the area surrounding the refinery. The increase of KIBOR rates from 15% in the same period last year to 23% in current period also increased the Company's finance cost by 90%. Consequential to the above mentioned factors the Company incurred loss after tax of PKR 2.5 billion with basic | diluted loss per share of Rs. 0.46 as compared to loss after tax of PKR 6.5 billion with basic (Restated) | diluted loss per share of Rs. 1.22 and Rs. 1.19 respectively in the same period last year.

The Company is currently focused on enhancing its performance and has initiated various measures to increase refinery throughput, which is crucial for driving profitability. One notable step is the adoption of processing crude oil on open credit.

As part of this strategy, the Company successfully negotiated a shipment of crude oil, which recently arrived at the Company's Single Point Mooring facility. This crude oil will be processed in the ensuing month, further supporting our efforts to improve performance.

.During the period, the Government of Pakistan approved the long awaited brownfield oil refining policy for upgradation of existing / brownfield refineries. We highly appreciate the support of the Government for approving the policy as this will not only improve the overall product quality but will also attract investment in the refining sector. The policy requires several milestones / deliverables to be achieved during the upgradation phase and currently, all the refineries are working jointly with the Government to discuss and finalize the modus operandi of the policy.

The Board wishes to place on record its gratitude for the co-operation extended by the Government of Pakistan and our strategic partners including: customers, financial institutions, suppliers | vendors and shareholders.

For and on behalf of the Board of Directors

Chief Executive Officer

Director

Karachi
October 30th, 2023

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

	Notes	Sep 30, 2023 Unaudited ----- (Rupees in '000) -----	June 30, 2023 Audited
NON CURRENT ASSETS			
Property, plant and equipment	5	291,019,353	291,938,370
Intangible asset		10,759	12,372
Long term investment		17,414,238	17,414,138
Long-term deposits		390,527	328,652
		308,834,877	309,693,532
CURRENT ASSETS			
Stores and spares		2,351,318	2,308,618
Stock-in-trade	6	34,912,911	25,691,081
Trade debts	7	3,422,995	3,205,613
Loans and advances		1,686,890	1,636,594
Trade deposits and short-term prepayments		141,708	28,591
Accrued interest		532,295	511,631
Other receivables	8	1,617,874	1,423,806
Taxation - net		424,369	573,273
Cash and bank balances		1,333,253	1,194,718
		46,423,613	36,573,925
TOTAL ASSETS		355,258,490	346,267,457
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital		54,934,476	54,934,476
Reserves		(36,607,461)	(34,741,156)
Surplus on revaluation of operating fixed assets		157,472,417	158,149,183
		175,799,432	178,342,503
NON CURRENT LIABILITIES			
Long term financing		16,299,206	16,319,206
Accrued and deferred markup		9,328,094	8,598,704
Long term lease liabilities		2,008,700	2,014,883
Long-term deposits		247,615	246,115
Deferred liabilities		891,276	855,011
Deferred tax liability		61,436,773	61,713,199
		90,211,664	89,747,117
CURRENT LIABILITIES			
Trade and other payables		52,687,638	54,227,820
Advance from customers		656,037	1,345,505
Accrued mark-up		3,242,935	1,923,136
Short term borrowings - secured		31,297,609	18,954,023
Current portion of non-current liabilities		1,362,148	1,726,325
Unclaimed dividend		1,027	1,027
		89,247,394	78,177,837
CONTINGENCIES AND COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		355,258,490	346,267,457

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

Chief Executive Officer

Director

Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Notes	Sep 2023 ----- (Rupees in '000) -----	Sep 2022
Revenue from contract with customers - Gross		40,362,160	56,597,301
Sales tax, discounts & other duties		(6,829,840)	(3,844,175)
Revenue from contract with customers - net		33,532,320	52,753,126
Cost of sales		(33,142,203)	(57,395,186)
Gross profit / (loss)		390,117	(4,642,060)
Administrative expenses		(365,761)	(292,112)
Selling and distribution expenses		(129,562)	(144,319)
Other expenses		(740,884)	(517,195)
Other income - net		645,257	436,854
		(590,950)	(516,772)
Operating loss		(200,833)	(5,158,832)
Finance costs - net		(2,451,002)	(1,284,345)
Loss before taxation		(2,651,835)	(6,443,177)
Current		(167,662)	(118,695)
Deferred		276,426	-
Taxation		108,764	(118,695)
Loss after taxation		(2,543,071)	(6,561,872)
Loss per share - Rupees			(Restated)
- Basic	13	(0.46)	(1.22)
- Diluted		(0.46)	(1.19)

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

Chief Executive Officer

Director

Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF
OTHER COMPREHENSIVE INCOME**
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Sep 2023	Sep 2022
-----Rupees in '000-----		
Loss after taxation	(2,543,071)	(6,561,872)
Other comprehensive income	-	-
Total comprehensive loss for the period	(2,543,071)	(6,561,872)

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

Chief Executive Officer

Director

Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF
CHANGES IN EQUITY**
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Issued, subscribed and paid up capital	Capital Reserve		Revenue Reserve		Sub-total	Contribution against future issue of shares	Total
		Merger Reserves	Other Capital Reserve	Surplus on revaluation of operating assets	Accumulated Loss			
-----Rupees in '000-----								
Balance as at July 1, 2022	53,298,847	(21,303,418)	3,214,209	2,530,087	(4,130,209)	33,669,516	979,418	34,648,934
Total comprehensive income for the period								
Loss for the period	--	--	--	--	(6,561,872)	(6,561,872)	--	(6,561,872)
Incremental depreciation relating to surplus on revaluation of property, plant and equipment - net of tax	--	--	--	(131,493)	131,493	--	--	--
Balance as at Sep 30, 2022	53,298,847	(21,303,418)	3,214,209	2,458,594	(10,560,587)	27,107,645	979,418	28,087,063
Balance as at July 1, 2023	54,934,476	(21,959,629)	3,214,209	158,149,183	(15,995,736)	178,342,503	--	178,342,503
Total comprehensive income for the period								
Loss for the period	--	--	--	--	(2,543,071)	(2,543,071)	--	(2,543,071)
Incremental depreciation relating to surplus on revaluation of property, plant and equipment - net of tax	--	--	--	(676,766)	676,766	--	--	--
Balance as at Sep 30, 2023	54,934,476	(21,959,629)	3,214,209	157,472,417	(17,862,041)	175,799,432	--	175,799,432

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

Chief Executive Officer

Director

Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Sep 30 2023	Sep 30 2022
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(2,651,835)	(6,443,177)
Adjustments for:		
Depreciation/Amortisation	1,706,639	963,289
Finance costs	2,451,002	1,284,345
Allowance for expected credited losses	740,884	517,185
Gain on disposal of assets	-	(33)
Interest income	(633,052)	(413,009)
Provision for defined benefit plan	36,265	24,284
Net cash flow before working capital changes	1,649,903	(4,067,116)
Movement in working capital		
<i>(Increase) / decrease in current assets</i>		
Stores and spares	(42,700)	57,366
Stock in trade	(9,221,830)	24,449,102
Trade debts	(346,025)	1,188,085
Loans and advances	(50,296)	(111,591)
Trade deposits and short term prepayments	(113,117)	(14,671)
Other receivables	(194,068)	1,462,576
<i>Decrease in current liabilities</i>		
Advance from customers	(689,468)	(84,220)
Trade and other payables	(1,787,839)	(36,447,922)
	(12,445,343)	(9,501,276)
Cash used in operations	(10,795,440)	(13,568,392)
Finance costs paid	(947,696)	(710,782)
Income Taxes paid	(18,758)	(10,723)
Gratuity paid	-	(15,000)
Interest income received	147	3,804
Net cash used in operating activities	(11,761,747)	(14,301,093)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(116,260)	(1,350,791)
Proceeds from disposal of PPE	-	112
Long term deposits - net	(60,375)	(7,820)
Net cash used in investing activities	(176,635)	(1,358,499)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term loan - net	(266,669)	(621,039)
Short term borrowings	12,343,586	14,584,754
Net cash generated from financing activities	12,076,917	13,963,714
Net increase / (decrease) in cash and cash equivalents	138,535	(1,695,877)
Cash and cash equivalents - opening	(405,282)	1,279,745
Cash and cash equivalents - closing	(266,747)	(416,132)
Cash and cash equivalents comprise of:		
Cash and bank balances	1,333,253	1,183,868
Running finance facility	(1,600,000)	(1,600,000)
	(266,747)	(416,132)

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

Chief Executive Officer

Director

Chief Financial Officer

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Cnergyco Pk Ltd was incorporated in Pakistan as a public limited company on 09 January 1995 under the repealed Companies Ordinance, 1984 and was granted a certificate of commencement of business on 13 March 1995. The shares of the Company are listed on Pakistan Stock Exchange. The Company is a subsidiary of Boscicorco International Limited (formerly Cnergyco Mu Incorporated (CMI)), Mauritius (the Parent Company). The Holding Company in turn is a subsidiary of Businetco Incorporated, Cayman Islands.

1.2 The Company currently operates two business segments namely Oil Refinery Business and Petroleum Marketing Business. The Company has two refineries with an aggregate rated capacity of 156,000 bpd. Petroleum Marketing Business was formally launched in 2007 and has 470 (June 30, 2023: 468) retail outlets across the country as at 30 Sep 2023.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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 Standards (IAS 34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified by 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 June 30, 2023.

2.3 This unconsolidated condensed interim financial information is un-audited and is being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange and section 237 of the Companies Act, 2017.

2.4 These unconsolidated condensed interim financial statements is presented in Pakistan Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest thousand.

2.5 The comparative balance sheet presented in these unconsolidated condensed interim financial information has been extracted from the unconsolidated audited financial statements of the Company for the year ended 30 June 2023.

3. ACCOUNTING POLICIES

3.1 The accounting policies and the methods of computation used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the Company's annual audited financial statements for the year ended June 30, 2023 except as disclosed otherwise.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this unconsolidated condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Estimates and judgements made by management in the preparation of these unconsolidated condensed interim financial statements are the same as those that were applied to the annual unconsolidated financial statements of the Company for the year ended 30 June 2023, except as disclosed otherwise.

5 PROPERTY, PLANT AND EQUIPMENT

		------(Rupees in '000)-----	
		Sep 30, 2023	Jun 30, 2023
		Unaudited	Audited
Operating fixed assets	5.1	253,530,954	255,157,042
Capital work in progress - at cost	5.2	36,181,224	35,410,950
ROU asset	5.3	1,307,175	1,370,378
		<u>291,019,353</u>	<u>291,938,370</u>

5.1 Additions in operating fixed assets

		------(Rupees in '000)-----	
		Sep 30, 2023	Sep 30, 2022
		Unaudited	Unaudited
Building on freehold land, roads and civil works		-	82,389
Furniture and fixtures		-	1,085
Filling stations		14,184	13,711
Vehicles		-	20,000
Computer and allied equipments		-	8,360
Safety and lab equipments		-	1,710
		<u>14,184</u>	<u>127,256</u>

5.2 During the period, the additions in capital work-in-progress amounted to Rs. 770.273 million (Sep 30, 2022: Rs. 414.991 million).

5.3 During the period, the additions in right-of-use assets amounted to Nil (Sep 30, 2022: Rs. 808.545 million).

6 STOCK IN TRADE

		------(Rupees in '000)-----	
		Sep 30, 2023	Jun 30, 2023
		Unaudited	Audited
Raw material	6.1 & 6.2	23,167,650	18,389,344
Finished products	6.3 & 6.4	11,745,261	7,301,737
		<u>34,912,911</u>	<u>25,691,081</u>

6.1 This includes raw material in transit amounting to Rs. 19,100.814 million (June 30, 2023: Rs. 14,366.305 million) as at the balance sheet date.

6.2 Raw material has been written down by Nil (June 30, 2023: Rs. 318.784 million) to net realisable value.

6.3 Finished Product has been written down by Nil (June 30, 2023: Rs. 8.139 million) to net realisable value.

6.4 This includes finished products held by third parties amounting to Rs. 3,500.951 million (June 30, 2023: Rs. 1,867.896 million).

7 TRADE DEBTS

7.1 During the period, allowance for expected credit losses amounting to Rs. 740.884 million (Sep 30, 2022 : Rs. 517.185 million).

8 OTHER RECEIVABLES - considered good

8.1 This includes Rs. 1,595,298 million (June 30, 2023: Rs. 1,401,230 million) receivable from subsidiaries.

9 CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

There are no material change in the status of contingencies from what is disclosed in note 29 to the annual audited unconsolidated financial statements for the year ended 30 June 2023.

9.2 Commitments

The status for commitments is same as disclosed in unconsolidated financial statements for the year ended 30 June 2023 except for:

		------(Rupees in '000)-----	
		Sep 30, 2023	Jun 30, 2023
		Unaudited	Audited
Commitments for capital expenditure		<u>3,949,518</u>	<u>3,949,879</u>

10 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of ultimate parent company, parent company, subsidiary companies, associated companies, directors, key management personnel, staff provident fund and staff gratuity fund. All transactions involving related parties arising in the normal course of business are conducted at agreed terms and conditions. Details of transactions and balances with related parties during the period are as follows:

10.1 Transactions with related parties

		------(Rupees in '000)-----	
		Jul - Sep 2023	Jul - Sep 2022
		-----Unaudited-----	
Parent Company:			
Markup charged		86,985	55,344
Subsidiary Companies:			
Rent expense		92	92
Product Processing charges		--	14,703
Buoy Charges		32,494	--
Associated companies:			
Markup charged - net			
- secured		269,328	--
- unsecured		1,117,283	591,799
Purchase of operating fixed assets and services		90,434	39,741
Others			
Post employment benefit Funds		--	37,076
key management personnel - Salaries and other benefits		104,640	79,504

10.2 Balances with related parties

		(Un-audited) 30 Sep 2023	(Audited) 30 June 2023
		------(Rupees in '000)-----	
Parent Company			
Contribution against future issue of shares		--	--
Accrued markup		1,082,874	1,011,009
Loan payable		3,935,650	3,935,650
Subsidiary Companies			
Receivable against expenses incurred		1,595,298	1,401,230
Loans and advances		1,518,780	1,518,780
Accrued Interest - Receivable		524,992	504,329
Associated Companies			
Advance against shared services		1,202	12,452
Accrued markup			
- secured		313,345	44,017
- unsecured - gross		8,969,073	8,311,546
Loan payable			
- secured		63,742	63,742
- unsecured - gross		10,240,098	10,240,098
Short-term borrowings		4,211,295	3,947,018
Trade debts-net		901,880	-
Payable against purchases		242,343	153,595
Payable against services		7,891,882	22,379
Others			
Payable to key management person		68,508	68,508
Payable to post employment benefit funds		752,413	499,833

11 FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES

The Company's activities expose it to a variety of financial risks. These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2023. There have been no changes in any risk management policies since the year end.

12 FAIR VALUE OF ASSETS AND LIABILITIES

There were no transfers amongst levels during the period.

13 EARNINGS PER SHARE - BASIC AND DILUTED		Sep 30, 2023	Sep 30, 2022
BASIC EARNINGS PER SHARE			
Loss after taxation (Rupees in '000)		(2,543,071)	(6,561,872)
			(Restated)
Weighted average ordinary shares (Numbers in '000)	13.1	5,493,448	5,394,322
			(Restated)
Loss per share - basic (Rupees)		(0.46)	(1.22)
DILUTED EARNINGS PER SHARE			
Loss after taxation (Rupees in '000)		(2,543,071)	(6,561,872)
Weighted average ordinary shares (Numbers in '000)		5,493,448	5,493,448
Loss per share - diluted (Rupees)		(0.46)	(1.19)

13.1 In accordance with the requirement of the International Accounting Standard (IAS) 33 'Earnings Per Share', the basic earning per share of the Company for the period ended September 30, 2022 has been retrospectively adjusted for the effect of bonus element contained in the further issuance of shares made during last year. For this purpose, the weighted average number of ordinary shares outstanding immediately before the rights issue has been increased by the bonus adjustment factor of 1.012 which, in turn, has been determined as the fair value of an ordinary share of the Company as on the date of further issuance of shares i.e. May 05, 2023 divided by the theoretical ex-rights price per share.

14 OPERATING SEGMENTS

For management purposes, the Company has determined following reportable operating segments on the basis of business activities i.e. oil refining and petroleum marketing. Oil refining business is engaged in crude oil refining and selling of refined petroleum products to oil marketing companies. Petroleum marketing business is engaged in trading of petroleum products, procuring products from oil refining business as well as from other sources.

	Oil Refining		Petroleum Marketing		Total	
	2023	2022	2023	2022	2023	2022
	(Rupees in '000)					
Sales to ext. customers	15,341,289	26,219,056	18,191,031	26,534,070	33,532,320	52,753,126
Inter-segment sales	17,776,840	26,157,844	--	--	17,776,840	26,157,844
Eliminations	(17,776,840)	(26,157,844)	--	--	(17,776,840)	(26,157,844)
Total revenue	15,341,289	26,219,056	18,191,031	26,534,070	33,532,320	52,753,126
Result						
Segment results - (Loss) / profit	(517,509)	(5,446,908)	424,508	392,261	(93,001)	(5,054,647)
Unallocated expenses:						
Finance costs					(2,451,002)	(1,284,345)
Other expenses					(740,884)	(517,195)
Interest income					633,052	413,009
Loss before taxation					(2,651,835)	(6,443,178)
Taxation					108,764	(118,695)
Loss after taxation					(2,543,071)	(6,561,873)
Other Information						
Depreciation/Amortisation	1,670,740	899,356	35,899	63,933	1,706,639	963,289

All non-current assets of the Company as at September 30, 2023 and 2022 are located in Pakistan.

15 DATE OF AUTHORIZATION FOR ISSUE

This unconsolidated condensed interim financial statements was authorised for issue on October 30, 2023 by the Board of Directors of the Company.

Chief Executive Officer

Director

Chief Financial Officer

CONSOLIDATED FINANCIAL STATEMENTS



CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

Notes	Sep 30, 2023 Unaudited ----- (Rupees in '000) -----	June 30, 2023 Audited
NON CURRENT ASSETS		
Property, plant and equipment	330,619,643	331,806,662
Intangible assets	10,759	12,372
Long-term deposits	390,602	328,727
	331,021,004	332,147,761
CURRENT ASSETS		
Stores and spares	2,351,318	2,308,618
Stock-in-trade	34,912,911	25,691,081
Trade debts	3,422,995	3,205,613
Loans and advances	168,110	117,814
Trade deposits and short-term prepayments	141,708	28,591
Accrued interest	7,302	7,302
Other receivables	23,157	23,157
Taxation - net	363,790	518,289
Cash and bank balances	1,334,945	1,196,310
	42,726,237	33,096,775
TOTAL ASSETS	373,747,241	365,244,536
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Share capital	54,934,476	54,934,476
Reserves	(51,904,476)	(50,072,929)
	3,030,000	4,861,547
Surplus on revaluation of operating fixed assets	179,782,937	180,718,586
Equity attributable to shareholders of the Parent company	182,812,937	185,580,133
Non controlling Interest	1,021,057	1,033,255
	183,833,994	186,613,388
NON CURRENT LIABILITIES		
Long term financing	16,299,206	16,319,206
Accrued and deferred markup	9,328,094	8,598,704
Long term lease liabilities	2,009,254	2,014,883
Long-term deposits	247,615	246,115
Deferred liabilities	891,276	855,011
Deferred taxation - net	71,874,372	72,200,890
	100,649,817	100,234,809
CURRENT LIABILITIES		
Trade and other payables	52,703,631	54,446,323
Advance from customers	656,037	1,345,505
Accrued mark-up	3,242,935	1,923,136
Short term borrowings - secured	31,297,609	18,954,023
Current portion of non-current liabilities	1,362,191	1,726,325
Unclaimed dividend	1,027	1,027
	89,263,430	78,396,339
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	373,747,241	365,244,536

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

-----Sd-----
Chief Executive Officer

-----Sd-----
Director

-----Sd-----
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

Note	Sep 2023 ----- (Rupees in '000) -----	Sep 2022
Revenue from contract with customers - Gross	40,362,160	56,597,301
Sales tax, discount & other duties	(6,829,840)	(3,844,175)
Revenue from contract with customers - net	33,532,320	52,753,126
Cost of sales	(33,400,819)	(57,614,955)
Gross profit / (loss)	131,501	(4,861,829)
Administrative expenses	(366,556)	(292,112)
Selling and distribution expenses	(129,562)	(144,319)
Other expenses	(740,884)	(517,195)
Other income	624,502	436,763
	(612,500)	(516,863)
Operating loss	(480,999)	(5,378,692)
Finance costs	(2,451,085)	(1,284,345)
Loss before taxation	(2,932,084)	(6,663,037)
Current	(173,256)	(120,805)
Deferred	325,947	49,521
Taxation	152,691	(71,284)
Loss after taxation	(2,779,393)	(6,734,321)
Attributable to:		
- Equity Holders of the Parent Company	(2,767,195)	(6,734,321)
- Non- controlling interest	(12,198)	-
	(2,779,393)	(6,734,321)
Loss per share - (Rupees)		(Restated)
- Basic	12 (0.51)	(1.25)
- Diluted	(0.51)	(1.23)

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

-----Sd-----
Chief Executive Officer

-----Sd-----
Director

-----Sd-----
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF
OTHER COMPREHENSIVE INCOME**
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Sep 2023	Sep 2022
	-----Rupees in '000-----	
Loss after taxation	(2,779,394)	(6,734,321)
Other comprehensive income	-	-
Total comprehensive loss for the period	(2,779,394)	(6,734,321)
Attributable to:		
- Equity Holders of the Parent Company	(2,767,196)	(6,734,321)
- Non- controlling interest	(12,198)	-
	(2,779,394)	(6,734,321)

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

-----Sd-----
Chief Executive Officer

-----Sd-----
Director

-----Sd-----
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF
CHANGES IN EQUITY**
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Issued, subscribed and paid up capital	Capital Reserve		Surplus on revaluation of operating assets	Revenue Reserve	Sub- total	Non- Controlling Interest - NCI	Contribution against future issue of shares	Total
		Merger Reserves	Other Capital Reserve		Accumulated Loss				
	[Rupees in '000]								
Balance as at July 1, 2022	53,298,847	(21,303,418)	3,214,209	8,733,023	(19,102,829)	24,839,832	-	979,418	25,819,250
Total comprehensive loss for the period									
Loss for the period	-	-	-	-	(6,734,321)	(6,734,321)	-	-	(6,734,321)
Incremental depreciation relating to surplus on revaluation of property, plant and equipment - net of tax	-	-	-	(252,540)	252,540	-	-	-	-
Balance as at Sep 30, 2022	53,298,847	(21,303,418)	3,214,209	8,480,483	(25,584,610)	18,105,511	-	979,418	19,084,929
Balance as at July 1, 2023	54,934,476	(21,959,629)	3,214,209	180,718,586	(31,327,509)	185,580,133	1,033,255	-	186,613,388
Total comprehensive loss for the period									
Loss for the period	-	-	-	-	(2,767,196)	(2,767,196)	(12,198)	-	(2,779,394)
Incremental depreciation relating to surplus on revaluation of property, plant and equipment - net of tax	-	-	-	(935,646)	935,646	-	-	-	-
Balance as at Sep 30, 2023	54,934,476	(21,959,629)	3,214,209	179,782,937	(33,159,056)	182,812,937	1,021,057	-	183,833,994

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

-----Sd-----
Chief Executive Officer

-----Sd-----
Director

-----Sd-----
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the period ended September 30, 2023

	Sep 2023	Sep 2022
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(2,932,084)	(6,663,037)
Adjustments for:		
Depreciation / Amortisation	1,974,641	1,184,804
Finance costs	2,451,085	1,284,345
Allowance for expected credited losses	740,884	517,185
Gain on disposal of assets	-	(33)
Interest income	(612,389)	(413,009)
Provision for defined benefit plan	36,265	24,284
Net cash flow before working capital changes	1,658,402	(4,065,461)
Movement in working capital		
<i>(Increase) / decrease in current assets</i>		
Stores and spares	(42,700)	57,366
Stock in trade	(9,221,830)	24,449,102
Trade debts	(217,382)	1,188,085
Loans and advances	(50,296)	(111,591)
Trade deposits and short term prepayments	(113,117)	(14,671)
Other receivables	-	1,466,021
<i>Decrease in current liabilities</i>		
Advance from customers	(689,468)	(84,220)
Trade and other payables	(2,118,872)	(36,453,022)
	(12,453,665)	(9,502,930)
Cash used in operations	(10,795,263)	(13,568,392)
Finance costs paid	(947,696)	(710,782)
Income Taxes paid	(18,757)	(10,723)
Gratuity paid	-	(15,000)
Interest income received	147	3,804
Net cash used in operating activities	(11,761,569)	(14,301,092)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(116,338)	(1,350,791)
Proceeds from disposal of PPE	-	112
Long term deposits - net	(60,375)	(7,820)
Net cash used in investing activities	(176,713)	(1,358,499)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term loan - net	(266,669)	(621,039)
Short term borrowing	12,343,586	14,584,754
Net cash generated from financing activities	12,076,917	13,963,714
Net increase / (decrease) in cash and cash equivalents	138,635	(1,695,877)
Cash and cash equivalents - opening	(403,690)	1,280,745
Cash and cash equivalents - closing	(265,055)	(415,132)
Cash and cash equivalents comprise of:		
Cash and bank balances	1,334,945	1,184,868
Running finance facility	(1,600,000)	(1,600,000)
	(265,055)	(415,132)

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

-----Sd-----
Chief Executive Officer

-----Sd-----
Director

-----Sd-----
Chief Financial Officer

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 The "Group" consist of:

Holding Company

Nergycorco Pk Limited - the Holding Company

The Holding Company was incorporated in Pakistan as a public limited company on 09 January 1995 under the repealed Companies Ordinance, 1984 and was granted a certificate of commencement of business on 13 March 1995. The shares of the Holding Company are listed on Pakistan Stock Exchange. The Holding Company is a subsidiary of Bosicorco International Limited (formerly Nergycorco Mu Incorporated (CMI)), Mauritius (the Parent Company). The Holding Company in turn is a subsidiary of Busientco Incorporated - BI, Cayman Islands (the Ultimate Parent Company).

The Holding Company currently operates two business segments namely Oil Refinery Business and Petroleum Marketing Business. The Holding Company has two refineries with an aggregate rated capacity of 156,000 bpd. Petroleum Marketing Business was formally launched in 2007 and has 470 (June 30, 2023: 468) retail outlets across the country as at 30 September 2023.

Subsidiary Companies

i) **Nergycorco Isomerate PK (Private) Limited (CIPL)**

CIPL was incorporated in Pakistan as a private limited company under the repealed Companies Ordinance, 1984 on May 14, 2014. CIPL is principally engaged in blending, refining and processing of petroleum naphtha to produce petroleum products such as premium motor gasoline.

ii) **Bosicorco OSB 1 (Private) Limited**

Bosicorco OSB 1 (Private) Limited (formerly Nergycorco SLB SPM 1 (Private) Limited) (the Company) was incorporated as a public unlisted company in Pakistan on August 19, 2005 and was subsequently converted into a private limited company on April 27, 2011, under the Companies Act 2017. The principal activity of the Company is serving as a mooring point for offloading liquid products through the Single Buoy Mooring (SBM).

iii) **Bosicorco CPB 1 (Private) Limited**

Bosicorco CPB 1 (Private) Limited (formerly Nergycorco CPB CPC 1 (Private) Limited) (the Company) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on October 27, 2022. The company is principally engaged in refining, buying and selling basic drugs, phyto chemicals, laboratory and other chemicals used in different industries.

iv) **Bosicorco OMB 1 (Private) Limited**

Bosicorco OMB 1 (Private) Limited (formerly Nergycorco OMB (Private) Limited) (the Company) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on October 27, 2022. The company is principally engaged in acquisition, distribution, marketing and selling, import and export all kinds of petroleum and petroleum products.

v) **Bosicorco ORB 1 (Private) Limited**

Bosicorco ORB 1 (Private) Limited (formerly Nergycorco ORB ORC 1 (Private) Limited) (the Company) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on October 25, 2022. The company is principally engaged in refining of crude oil to produce petroleum products like PMG, HSD, Kerosene Oil, furnace oil and other petroleum products.

vi) **Bosicorco ORB 2 (Private) Limited**

Bosicorco ORB 2 (Private) Limited (formerly Nergycorco ORB ORC 2 (Private) Limited) (the Company) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on October 27, 2022. The company is principally engaged in refining of crude oil to produce petroleum products like PMG, HSD, Kerosene Oil, furnace oil and other petroleum products.

vii) **Bosicorco OSB 2 (Private) Limited**

Bosicorco OSB 2 (Private) Limited (formerly Nergycorco SLB SPM 2 (Private) Limited) (the Company) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on October 27, 2022. The company is principally engaged in refining of crude oil to produce petroleum products like PMG, HSD, Kerosene Oil, furnace oil and other petroleum products.

viii) **Bosicorco Essential Services (Private) Limited**

Bosicorco Essential Services (Private) Limited (the Company) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on July 6, 2023. The company is principally engaged in material management, event management, disaster response services, canteen and cafeteria service, janitorial services, fumigation, import, export, and to set up, establish, run and manage family entertainment centers that are par with family amusement standards worldwide.

2. Statement of compliance

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2023

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 Standards (IAS 34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified by 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.

2.1 Basis of Consolidation

These Condensed consolidated financial statements include the financial statements of the Holding Company and its subsidiaries.

A company is a subsidiary, if the Holding Company directly or indirectly controls, beneficially owns or holds more than fifty percent of its voting securities or otherwise has power to elect and appoint more than fifty percent of its directors.

Subsidiaries are consolidated from the date on which the Group obtains control, and continue to be consolidated until the date when such control ceases.

The financial statements of the subsidiaries are prepared for the same reporting period as the Holding Company, using consistent accounting policies. The accounting policies of the subsidiaries have been changed to conform with accounting policies of the Group, where required.

All intra-group balances, transactions and unrealised gains and losses resulting from intra-group transactions and dividends are eliminated in full.

Where the ownership of a subsidiary is less than hundred percent and therefore, a non-controlling interest (NCI) exists, the NCI is allocated its share of the total comprehensive income of the period, even if that results in a deficit balance.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it derecognises the assets (including goodwill) and liabilities of the subsidiary, carrying amount of any NCI, cumulative translation differences recognised in other comprehensive income, and recognises fair value of consideration received, any investment retained, surplus or deficit in profit or loss, and reclassifies the Group's share of components previously recognised in other comprehensive income to profit or loss.

The assets, liabilities, income and expenses of subsidiary companies are consolidated on a line by line basis and carrying value of investments held by the Holding Company is eliminated against the subsidiary companies' shareholders' equity in these consolidated financial statements.

2.2 Business Combinations

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, which is measured at acquisition date fair value, and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred and included in administrative expenses, if any.

The Group determines that it has acquired a business when the acquired set of activities and assets include an input and a substantive process that together significantly contribute to the ability to create outputs. The acquired process is considered substantive if it is critical to the ability to continue producing outputs, and the inputs acquired include an organised workforce with the necessary skills, knowledge, or experience to perform that process or it significantly contributes to the ability to continue producing outputs and is considered unique or scarce or cannot be replaced without significant cost, effort, or delay in the ability to continue producing outputs.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions at the acquisition date.

Any contingent consideration to be transferred by the acquirer will be recognised at fair value at the acquisition date. Contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of IFRS 9 Financial Instruments, is measured at fair value with the changes in fair value recognised in the statement of profit or loss in accordance with IFRS 9. Other contingent consideration that is not within the scope of IFRS 9 is measured at fair value at each reporting date with changes in fair value recognised in profit or loss.

Goodwill is initially measured at cost (being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests and any previous interest held over the net identifiable assets acquired and liabilities assumed). If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, then the gain is recognised in profit or loss.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

2.3 Bosicorco Essential Services (Private) Limited has been incorporated during the period with paid up capital of 10,000 shares having face value of Rs. 10. Energycor PK Limited holds 100% paid up capital of the subsidiary.

2.4 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 June 30, 2023.

2.5 This consolidated condensed interim financial information is un-audited and is being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange and section 237 of the Companies Act, 2017.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2023

2.6 These consolidated condensed interim financial statements is presented in Pakistan Rupees which is also the Group's functional currency and all financial information presented has been rounded off to the nearest thousand.

2.7 The comparative balance sheet presented in these consolidated condensed interim financial information has been extracted from the consolidated audited financial statements of the Group for the year ended 30 June 2023.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and the methods of computation applied in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the Group's annual audited financial statements as at and for the year ended June 30, 2023. Certain new IFRS and amendments to existing IFRS are effective for periods beginning on or after July 1, 2023, which do not have any impact on the Group's financial reporting and therefore have not been detailed in these consolidated condensed interim financial statements.

3.2 The Group follows the practice of conducting actuarial valuation annually at the year end. Hence, the impact of re-measurement of post-employment benefit plans has not been incorporated in these consolidated condensed interim financial statements.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this consolidated condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Estimates and judgements made by management in the preparation of these consolidated condensed interim financial statements are the same as those that were applied to the annual consolidated financial statements of the Group for the year ended 30 June 2023, except as disclosed otherwise.

5	PROPERTY, PLANT AND EQUIPMENT	Notes	------(Rupees in '000)-----	
			Sep 30, 2023 Unaudited	Jun 30, 2023 Audited
	Operating fixed assets	5.1	293,131,243	295,025,334
	Capital work in progress	5.2	36,181,224	35,410,950
	Right-of-use assets	5.3	1,307,175	1,370,378
			330,619,643	331,806,662

5.1	Additions in operating fixed assets	------(Rupees in '000)-----	
		Sep 30, 2023	Sep 30, 2022
		Unaudited	
	Building on free hold land, roads and civil works	-	82,389
	Plant and machinery	-	-
	Furniture and fixtures	-	1,085
	Filling stations	14,184	13,711
	Vehicles	-	20,000
	Computer and allied equipments	-	8,360
	Safety & lab equipments	-	1,710
		14,184	127,255

5.2 During the period, the additions in capital work-in-progress amounted to Rs. 770.273 million (Sep 30, 2022: Rs. 414.991 million).

5.3 During the period, the additions in right-of-use assets amounted to Nil (Sep 30, 2022: Rs. 808.545 million).

6	STOCK IN TRADE	Notes	------(Rupees in '000)-----	
			Sep 30, 2023 Unaudited	Jun 30, 2023 Audited
	Raw material	6.1 & 6.2	23,167,650	18,389,344
	Finished products	6.3 & 6.4	11,745,261	7,301,737
			34,912,911	25,691,081

6.1 This includes raw material in transit amounting to Rs. 19,100.814 million (June 30, 2023: Rs. 14,366.305 million) as at the balance sheet date.

6.2 Raw material has been written down by Nil (June 30, 2023: Rs. 318.784 million) to net realisable value.

6.3 Finished Product has been written down by Nil (June 30, 2023: Rs. 8.139 million) to net realisable value.

6.4 This includes finished products held by third parties amounting to Rs. 3,500.951 million (June 30, 2023: Rs. 1,867.896 million).

7 TRADE DEBTS

7.1 During the period, allowance for expected credit losses amounting to Rs. 740.884 million (Sep 30, 2022 : Rs. 517.185 million).

8 CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There are no material change in the status of contingencies from what is disclosed in note 28 to the annual audited consolidated financial statements for the year ended 30 June 2023.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

8.2 Commitments

The status for commitments is same as disclosed in annual audited consolidated financial statements for the year ended 30 June 2023 except for:

	----- (Rupees in '000) ----- Sep 30, 2023 Unaudited	Jun 30, 2023 Audited
Commitments for capital expenditure	3,949,518	3,949,879

9 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of ultimate parent company, parent company, associated companies, directors, key management personnel, staff provident fund and staff gratuity fund. All transactions involving related parties arising in the normal course of business are conducted at agreed terms and conditions. Details of transactions and balances with related parties during the period are as follows:

	----- (Rupees in '000) ----- Jul - Sep 2023 Unaudited	Jul - Sep 2022
Parent Company:		
Markup charged	86,985	55,344
Associated companies:		
Purchase of operating fixed assets and services	90,434	39,741
Markup charged - net		
- secured	269,328	--
- unsecured	1,117,283	591,799
Others		
Post employment benefit Funds	--	37,076
Key management personnel remuneration	104,640	79,504

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	(Un-audited) 30 Sep 2023	(Audited) 30 June 2023
	----- (Rupees in '000) -----	
9.2 Balances with related parties		
Parent Company		
Accrued markup	1,082,874	1,011,009
Loan payable	3,935,650	3,935,650
Associated Companies		
Advance against shared services	1,202	12,452
Accrued markup		
- secured	313,345	44,017
- unsecured - gross	8,969,073	8,311,546
Loan payable		
- secured	63,742	63,742
- unsecured - gross	10,240,098	10,240,098
Short term borrowings	4,211,295	3,947,018
Trade debts-net	901,980	-
Payable against purchases	242,343	153,595
Payable against services	2,891,882	22,379
Others		
Payable to key management person	68,508	68,508
Payable to post employment benefit funds	752,413	499,833

10 FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES

The Group's activities expose it to a variety of financial risks. There have been no changes in any risk management policies since the year end.

11 FAIR VALUE OF ASSETS AND LIABILITIES

There were no transfers amongst levels during the period.

12 EARNINGS PER SHARE - BASIC AND DILUTED

	Notes	Sep 30, 2023	Sep 30, 2022
BASIC EARNINGS PER SHARE			
Loss after taxation (Rupees in '000)		(2,779,394)	(6,734,321)
			(Restated)
Weighted average ordinary shares (Numbers in '000)	12.1	5,493,448	5,394,322
			(Restated)
Loss per share - basic (Rupees)		(0.51)	(1.25)
DILUTED EARNINGS PER SHARE			
Loss after taxation (Rupees in '000)		(2,779,394)	(6,734,321)
Weighted average ordinary shares (Numbers in '000)		5,493,448	5,493,448
Loss per share - diluted (Rupees)		(0.51)	(1.23)

12.1 In accordance with the requirement of the International Accounting Standard (IAS) 33 'Earnings Per Share', the basic earning per share of the Company for the period ended September 30, 2022 has been retrospectively adjusted for the effect of bonus element contained in the further issuance of shares made during last year. For this purpose, the weighted average number of ordinary shares outstanding immediately before the rights issue has been increased by the bonus adjustment factor of 1.012 which, in turn, has been determined as the fair value of an ordinary share of the Company as on the date of further issuance of shares i.e. May 05, 2023 divided by the theoretical ex-rights price per share.

13 OPERATING SEGMENTS

For management purposes, the Group has determined following reportable operating segments on the basis of business activities i.e. oil refining and petroleum marketing. Oil refining business is engaged in crude oil refining and selling of refined petroleum products to oil marketing companies. Petroleum marketing business is engaged in trading of petroleum products, procuring products from oil refining business as well as from other sources.

	Oil Refining		Petroleum Marketing		Total	
	2023	2022	2023	2022	2023	2022
	----- (Rupees in '000) -----					
Sales to ext. customers	15,341,289	26,219,056	18,191,031	26,534,070	33,532,320	52,753,126
Inter-segment sales	17,776,840	26,157,844	--	--	17,776,840	26,157,844
Eliminations	(17,776,840)	(26,157,844)	--	--	(17,776,840)	(26,157,844)
Total revenue	15,341,289	26,219,056	18,191,031	26,534,070	33,532,320	52,753,126

**NOTES TO THE CONSOLIDATED CONDENSED
INTERIM FINANCIAL STATEMENTS**

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

Result

Segment results - (Loss) / profit	(777,012)	(5,666,766)	424,508	392,261	(352,504)	(5,274,506)
-----------------------------------	------------------	-------------	----------------	---------	------------------	-------------

Unallocated expenses:

Finance costs					(2,451,085)	(1,284,345)
---------------	--	--	--	--	--------------------	-------------

Other expenses					(740,884)	(517,195)
----------------	--	--	--	--	------------------	-----------

Interest income					612,389	413,009
-----------------	--	--	--	--	----------------	---------

Loss before taxation					(2,932,084)	(6,663,037)
-----------------------------	--	--	--	--	--------------------	-------------

Taxation					152,691	(71,284)
----------	--	--	--	--	----------------	----------

Loss after taxation					(2,779,393)	(6,734,321)
----------------------------	--	--	--	--	--------------------	-------------

Other Information

Depreciation/Amortisation	1,938,742	1,120,871	35,899	63,933	1,974,641	1,184,804
---------------------------	------------------	-----------	---------------	--------	------------------	-----------

All non-current assets of the Group as at September 30, 2023 and 2022 are located in Pakistan.

14. DATE OF AUTHORIZATION FOR ISSUE

This consolidated condensed interim financial statements was authorised for issue on October 30, 2023 by the Board of Directors of the Group.

-----Sd-----
Chief Executive Officer

-----Sd-----
Director

-----Sd-----
Chief Financial Officer



Cnergyico Pk Limited

The Harbour Front, 9th Floor, Dolmen City, HC-3, Block-4, Marine Drive,
Clifton, Karachi-75600, Pakistan

Tel: (+92 21) 111 222 081 | www.cnergyico.com