



**QUARTERLY REPORT  
AND ACCOUNT  
SEPTEMBER 30, 2018  
(UNAUDITED)**

**PAKISTAN PVC LIMITED**

Registered Office  
Shaffiabad, Gharo Dist. Thatta

## **PAKISTAN PVC LIMITED**

### **DIRECTOR'S REPORT TO THE SHAREHOLDERS**

On behalf of my colleagues on the Board, I present the unaudited accounts for the 1<sup>st</sup> quarter ended September 30, 2018.

The financial position of your company during the quarter ended September 30, 2018 further deteriorated due to financial charges, idle cost and depreciation. As reported previously, Gharo Plant remains closed and there was no production during the period under review. Your management hopes that all old disputes can be resolved amicably.

The lower production of PVC Pipes & Fittings at Islamabad is due to shortage of fund and the prevailing economic conditions in the country. Sales during the period under review increased to Rs. 2.046 million as compared to Rs. 1.111 million of the same period last year. During the period under review your company sustained a loss of Rs. 4.270 million as compared to net loss of Rs. 4.765 million for the same period last year.

I want to repeat my words that unless and until your Gharo Plant goes into production no fruitful result can be achieved.

Gharo: October 26, 2018

**(ARIF SHAFFI)**  
**Chief Executive**

## پاکستان پی وی سی لمیٹڈ شیئر ہولڈرز کے لیے ڈائریکٹرز کی رپورٹ

بورڈ میں اپنے ساتھیوں کی جانب سے، میں آپ کے سامنے 30 ستمبر 2018 کو اختتام پذیر ہونے والی پہلی سہ ماہی کے لیے غیر آڈٹ شدہ اکاؤنٹس پیش کر رہا ہوں۔

30 ستمبر 2018 کو اختتام پذیر ہونے والی سہ ماہی کے دوران آپ کی کمپنی کی مالی حالت مزید خراب ہوئی جس کی وجہ مالیاتی چارجز، غیر فعالیت اور قدر میں کمی جیسے عناصر بنے۔ جیسا کہ پہلے بتایا جا چکا ہے، گھارو پلانٹ بند رہا تھا جس کی وجہ سے زیر جائزہ مدت کے دوران کسی قسم کی پیداوار نہیں ہوئی۔ آپ کی کمپنی انتظامیہ پر امید ہے کہ تمام تر پرانے تنازعات دوستانہ انداز میں حل کیے جا سکتے ہیں۔

فنڈز کی قلت اور ملک میں جاری موجودہ معاشی صورتحال کی وجہ سے اسلام آباد میں پی وی سی پائپوں اور فٹنگز کی کم پیداوار ہوئی۔ زیر جائزہ مدت کے دوران فروخت کا حجم گذشتہ سال اسی مدت کے دوران ہونے والی 1.111 ملین روپے کی نسبت اس سال 2.046 ملین روپے رہا۔ زیر جائزہ مدت کے دوران آپ کی کمپنی کو 4.270 ملین روپے کا نقصان ہوا جو کہ گذشتہ سال اسی عرصے کے دوران خالص 4.765 ملین روپے تھا۔

میں اپنے الفاظ کو دوبارہ دہرانا چاہتا ہوں کہ جب تک آپ کا گھارو پلانٹ پیداوار نہیں شروع کرے گا تب تک کوئی بار آور نتیجہ حاصل نہیں کیا جا سکتا۔

گھارو، 26 اکتوبر 2018

(عارف شفیع)  
چیف ایگزیکٹو

**PAKISTAN PVC LIMITED**  
STATEMENT OF FINANCIAL POSITION  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

	Sept. 30, 2018	June 30, 2018		Sept. 30, 2018	June 30, 2018
Note	-----Rupees-----		Note	-----Rupees-----	
<b>SHARE CAPITAL AND RESERVES</b>			<b>NON CURRENT ASSETS</b>		
Authorized capital 15,000,000 (June 30, 2017 : 15,000,000) ordinary shares of Rs. 10/- each	150,000,000	150,000,000	Property, plant and equipment	186,158,140	187,095,786
Issued, subscribed and paid up capital	149,580,000	149,580,000	Long term investments	105,000	105,000
Accumulated loss	(482,388,355)	(479,504,747)			
Surplus on revaluation of fixed assets	173,669,691	175,131,108			
	(159,138,663)	(154,793,640)			
<b>NON CURRENT LIABILITIES</b>			<b>CURRENT ASSETS</b>		
Long term financing	-	-	Stock in trade	701,787	726,288
Deferred liabilities	-	197,370	Trade debts	1,168,022	1,188,215
<b>CURRENT LIABILITIES</b>			Loans and advances	221,115	1,041,987
Trade and other payables	87,453,148	85,546,439	Trade deposits	100,000	100,000
Unclaimed Dividend	45,980	45,980	Other receivables	249,086	2,339
Accrued interest / markup	186,470,792	184,661,047	Tax refunds due from Government	307,790	231,080
Short term borrowings	40,182,715	40,663,242	Cash and bank balances	382,004	134,026
Current portion of long term financing	32,991,000	32,991,000			
Provision for taxation - net	1,387,976	1,313,283			
	348,531,611	345,220,991		3,129,807	3,423,936
<b>CONTINGENCIES AND COMMITMENTS</b>				189,392,947	190,624,721
	189,392,947	190,624,721			

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

*Arif Shaffi*  
CHIEF EXECUTIVE

*Mohammad Shaffi*  
DIRECTOR

*Asif Shaffi*  
CHIEF FINANCIAL OFFICER

PAKISTAN PVC LIMITED  
STATEMENT OF PROFIT OR LOSS  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

Note	Sept. 30, 2018	Sept. 30, 2017
	-----Rupees-----	
Sales	2,046,032	1,110,911
Cost of sales	(6,782,084)	(5,235,000)
Gross loss	(4,736,052)	(4,124,089)
Other income	3,914,586	2,683,688
Distribution cost	(507,744)	(422,871)
Administrative expenses	(1,131,211)	(1,088,656)
Other operating expenses	-	-
Finance costs	(1,809,744)	(1,812,821)
Loss before taxation	(4,270,164)	(4,764,749)
Taxation	(74,859)	(580,986)
Loss for the year	(4,345,024)	(5,345,734)
Loss per share - basic and diluted	(0.29)	(0.36)

*The annexed notes form an integral part of these financial statements.*

*Arif Shaffi*  
CHIEF EXECUTIVE

*Mohammad Shaffi*  
DIRECTOR

*Asif Shaffi*  
CHIEF FINANCIAL OFFICER

PAKISTAN PVC LIMITED  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

Note	Sept. 30, 2018	Sept. 30, 2017
	-----Rupees-----	
Loss for the year	(4,345,024)	(5,345,734)
Items that may be subsequently reclassified to profit or loss		
Gain on revaluation of land and buildings	-	-
Impact of deferred tax	-	-
Other comprehensive income	-	-
<b>Total comprehensive income/(loss) for the year</b>	<b>(4,345,024)</b>	<b>(5,345,734)</b>

*The annexed notes form an integral part of these financial statements.*

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*Mohammad Shaffi*

*DIRECTOR*

*Asif Shaffi*

*CHIEF FINANCIAL OFFICER*

PAKISTAN PVC LIMITED  
CASH FLOW STATEMENT  
FOR THE QUATER ENDED SEPTEMBER 30, 2018

	Sept. 30, 2018	Sept. 30, 2017
-----Rupees-----		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(4,270,164)	(4,764,749)
<i>Adjustments for :</i>		
Depreciation	1,722,985	1,986,741
Accrued Interest	-	-
Credit balances charged to other income	-	-
Debit balances written off	-	-
Finance cost	1,809,744	1,812,821
Staff retirement benefits - gratuity	-	1,106
Rental income	(3,914,586)	(2,683,688)
Operating cash flows before changes in working capital	(4,652,021)	(3,647,770)
<b>(Increase) / decrease in current assets</b>		
Stock in trade	24,501	56,861
Trade debts	(177,176)	236,536
Loans and advances	820,872	21,299
Tax refunds due from Government	(76,710)	(34,638)
<b>Increase in current liabilities</b>		
Trade and other payables	1,734,653	1,213,373
	2,326,138	1,493,432
<b>Net cash used in operation</b>	<b>(2,325,882)</b>	<b>(2,154,338)</b>
Income tax paid	(166)	(2,589)
Finance cost paid	-	(3,077)
	(166)	(5,666)
<b>Net cash used in operating activities</b>	<b>(2,326,048)</b>	<b>(2,160,003)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment acquired	(785,340)	-
Rent received	3,839,894	3,060,226
<b>Net cash generated from investing activities</b>	<b>3,054,554</b>	<b>3,060,226</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Short term borrowings - net	(480,527)	(608,559)
<b>Net cash generated from /(used) in financing activities</b>	<b>(480,527)</b>	<b>(608,559)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>247,978</b>	<b>291,663</b>
Cash and cash equivalent at the beginning of the year	134,026	109,446
<b>Cash and cash equivalent at the end of the year</b>	<b>382,004</b>	<b>401,109</b>

*The annexed notes form an integral part of these financial statements.*

*Arif Shaffi*  
CHIEF EXECUTIVE

*Mohammad Shaffi*  
DIRECTOR

*Asif Shaffi*  
CHIEF FINANCIAL OFFICER

PAKISTAN PVC LIMITED  
STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

	Issued, subscribed and paid up capital	Revenue Reserve Accumulated loss	Capital Reserve Revaluation Surplus	Total
-----Rupees-----				
Balance as at July 1, 2016	149,580,000	(453,615,890)	-	(304,035,890)
Impact of Re-statement			132,777,531	132,777,531
Balance as at July 1, 2016 re-stated	149,580,000	(453,615,890)	132,777,531	(171,258,358)
Transfer from surplus on revaluation on account of incremental depreciation	-	7,768,788	(7,768,788)	-
<b>Total comprehensive loss for the year ended June 30, 2017</b>				
Loss for the year ended June 30, 2017	-	(22,599,313)	-	(22,599,313)
Other comprehensive income / (loss) for the year ended June 30, 2017	-	-	-	-
Balance as at July 1, 2017 re-stated	149,580,000	(468,446,415)	125,008,744	(193,857,672)
Transfer from surplus on revaluation on account of incremental depreciation	-	6,991,909	(6,991,909)	-
<b>Total comprehensive loss for the year ended June 30, 2018</b>				
Loss for the year ended June 30, 2018	-	(18,050,241)	-	(18,050,241)
Other comprehensive income / (loss) for the year ended June 30, 2018	-	-	57,114,273	57,114,273
Balance as at June 30, 2018	149,580,000	(479,504,747)	175,131,108	(154,793,640)
Transfer from surplus on revaluation on account of incremental depreciation	-	1,461,416	(1,461,416)	-
<b>Total comprehensive loss for the year ended September 30, 2018</b>				
Loss for the year ended September 30, 2018	-	(4,345,024)	-	(4,345,024)
Other comprehensive income / (loss) for the year ended September 30, 2018	-	-	-	-
Balance as at September 30, 2018	-	(482,388,355)	(1,461,416)	(4,345,024)

*The annexed notes form an integral part of these financial statements.*

**NOTES TO THE ACCOUNTS  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018**

- 1 These accounts are un-audited and are being submitted to the shareholders as required by SRO 764(1)/2001 dated November 5, 2001 issued by the Securities & Exchange Commission of Pakistan.
- 2 The accounting policies adopted for the preparation of these accounts are the same as those applied for preparation of the preceding annual published accounts of the company.
- 3 Provision for income-tax have been made on a quarterly basis. These are subject to change on final results.
- 4 Figures of previous year have been re-arranged where ever necessary for the purpose of comparison.

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