

THE FUTURE IS NOW

JAVEDAN
CORPORATION LIMITED

FIRST QUARTERLY REPORT SEPTEMBER 2021



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Company Information

Board of Directors

Arif Habib
Samad Habib
Muhammad Siddiq Khokhar
Muhammad Ejaz
Abdul Qadir Sultan
Abdullah Ghaffar
Darakshan Zohaib
Alamgir A. Shaikh
Saeed Ahmad

Chairman
CEO
Director
Director
Director
Director
Director
Director

Audit Committee

Abdul Qadir Sultan
Alamgir Shaikh
Muhammad Ejaz
Owais Ahmed

Chairman
Director
Director
Secretary

HR & Remuneration Committee

Saeed Ahmad
Arif Habib
Samad A. Habib
Muhammad Ejaz

Chairman
Member
Member
Member

Chief Financial Officer & Company Secretary

Muneer Gader



Auditors

EY Ford Rhodes
Chartered Accountants

Reanda Haroon Zakaria and Co.
Chartered Accountants

Bankers

Al Baraka Bank Pakistan Limited
Allied Bank Limited
Askari Bank Limited
Bank Al-Falah Limited
BankIslami Pakistan Limited
Bank of Punjab
Dubai Islamic Bank
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
National Bank of Pakistan
Sindh Bank Limited
Summit Bank Limited
United Bank Limited
Faysal Bank Limited
Meezan Bank Limited

Registered Office

Arif Habib Center,
23, M.T.Khan Road, Karachi Pakistan - 74000,
Tel : 32460717-19
Fax: 32466824
Website: www.jcl.com.pk

Site Office:

Naya Nazimabad
Manghopir Road
Karachi - 75890
Phones: +92 21 36770141-42
Website: www.nayanazimabad.com

Share Registrar

CDC Share Registrar Services Limited,
CDC House, 99-B, Block 'B' S.M.C.H.S
Sharah-e-Faisal, Karachi.



DIRECTORS' REVIEW REPORT

Directors' Review Report

On behalf of the board of directors, we are pleased to present the Condensed Interim Unconsolidated & Consolidated Financial Information for the three-month period ended September 30, 2021 along with operational performance of the Company for the same period.

The financial performance for the period declined as compared to the corresponding period on account of no new developments being launched during the period. Going forward, the management expects sales and profitability to improve as many new projects are set to be launched in the market.

Financial Performance

During the period under review (on an unconsolidated basis) Company recorded sale of PKR 9.8 million as compared to PKR 261.4 million in the corresponding period last year. Cost of sale for the period was PKR 8.1 million as compared to PKR 59.9 million in the corresponding period last year. The loss/profit after tax for the period is PKR 57.6 million as compared to profit of PKR 42.3 million, which translates into loss per share of Re. 0.18 as compared to earning per share Re. 0.13 in the corresponding period. The financial results over the period represents negative EPS due to no launch of new product in the market.

On a consolidated basis revenues of the Company for the period ended 30 September 2021 is PKR 29.2 million and the loss after tax for the period is PKR 108 million, which translates into EPS of Re. (0.34)

Following is the comparative summary of (unconsolidated) financial results:

Particulars	September 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)
	(Rupees in thousands)	
Net sales	9,857	261,407
Cost of sales	(8,171)	(59,937)
Gross Profit	1,686	201,470
(Loss)/Profit before Taxation	(83,133)	52,650
Taxation	25,489	(10,255)
(loss) / Profit after taxation	(57,644)	42,395
(Loss)/ EPS - Basic (in rupees)	(0.18)	0.13
(Loss)/ EPS - Diluted (in rupees)	(0.18)	0.13

Operational Performance

During the quarter, the work on projects including club house (Naya Nazimabad Gymkhana), Jama Mosque and other progressed as per schedule and all the projects are expected to be completed within timeline.

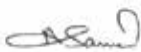
Future Outlook

The board and the management are planning to launch the new phase soon. With increasing demands and value for units in Naya Nazimabad project appreciating, further surge is very probable. Moreover, the differentiating factor which makes Naya Nazimabad a preferred investment is that Naya Nazimabad offers a bankable title for its buyers as it qualifies for mortgage financing by banks.

The recent initiatives of Government of Pakistan and State Bank of Pakistan (SBP) "Mera Pakistan - Mera Ghar scheme", "Roshan Apna Ghar scheme" and new guidelines for housing finance particularly for high rise under construction projects by SBP have completely change the dynamics of the sector. These steps will increase the potential customer base manifold for the project and it is likely to create additional demand of plots, houses, and apartments (to be launched soon) in Naya Nazimabad. In view of above outlook of your company is encouraging.

Acknowledgement

On behalf of the Board of Directors, we thank our customers and shareholders for their continued support to transform the dream into reality. We would like to thank our Banks and Financial institutions who, over the years, have been critical in enabling the Company to deliver this project. We would also like to thank Securities and Exchange Commission of Pakistan and Pakistan Stock Exchange for their support to the project and also appreciate all the employees of the Company for the hard work put in by them.



Abdus Samad Habib
Chief Executive



Arif Habib
Chairman


Dated: October 26, 2021

**CONDENSED INTERIM
UNCONSOLIDATED
FINANCIAL INFORMATION
FOR THE PERIOD ENDED
SEPTEMBER 30, 2021**

Javedan Corporation Limited
**CONDENSED INTERIM UNCONSOLIDATED
STATEMENT OF FINANCIAL POSITION**
AS AT SEPTEMBER 30, 2021

		Unaudited September 30, 2021	Audited June 30, 2021
ASSETS	Note	----- (Rupees in 000) -----	
Non-Current Assets			
Property, plant and equipment	5	6,255,038	6,224,610
Intangible assets		4,025	4,313
Investment properties		631,366	631,366
Long term deposits		10,520	9,316
Deferred tax asset	10	24,908	-
Long-term Investment	6	20,000	10,000
		6,945,857	6,879,605
Current Assets			
Development properties	7	19,048,434	18,910,598
Trade debts		266,098	267,863
Loans and advances		480,296	293,389
Short term investments		74,750	1,296,802
Trade deposits, prepayments and other receivables	8	251,545	197,991
Cash and bank balances		1,452,494	152,696
		21,573,618	21,119,339
TOTAL ASSETS		28,519,475	27,998,944
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital			
Authorised			
390,000,000 (2021: 390,000,000) ordinary shares of Rs.10/- each		3,900,000	3,900,000
Issued, subscribed and paid-up capital		3,173,837	3,173,837
Capital reserves		3,393,060	3,393,060
Revenue reserves		2,767,441	2,823,590
Other component of equity - revaluation surplus on lands		8,460,284	8,461,779
		17,794,622	17,852,267
Non-Current Liabilities			
Long-term financing	9	6,842,975	4,904,662
Deferred grant		766	168
Deferred tax liability - net	10	-	704
Deferred liability - gratuity		53,941	50,207
		6,897,682	4,955,740
Current Liabilities			
Trade and other payables	11	289,653	962,474
Preference shares		505	505
Accrued mark-up		157,673	92,014
Contract liabilities		2,096,457	2,091,971
Advance against sale of investment properties		109,996	48,346
Short-term borrowings	12	264,193	904,959
Current maturity of non-current liabilities		821,140	991,963
Taxation - net		83,097	94,264
Unpaid preference dividend		197	182
Unclaimed dividend		4,259	4,259
		3,827,171	5,190,937
CONTINGENCIES AND COMMITMENTS	13		
TOTAL EQUITY AND LIABILITIES		28,519,475	27,998,944

The annexed notes from 1 to 20 form an integral part of these condensed interim financial information.


Chief Executive



Chief Financial Officer


Director

Javedan Corporation Limited
**CONDENSED INTERIM UNCONSOLIDATED
STATEMENT OF PROFIT OR LOSS (UNAUDITED)**
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Note	Three month period ended	
		September 30, 2021	September 30, 2020
------(Rupees in 000)-----			
Revenue from contracts with customers - net	14	9,857	261,407
Cost of sales	15	(8,171)	(59,937)
Gross profit		1,686	201,470
Expenses			
Marketing and selling expenses		4,589	2,059
Administrative expenses		109,246	137,057
Finance cost		14,932	28,045
		(128,767)	(167,161)
Other income		43,948	18,341
(Loss) / Profit before taxation		(83,133)	52,650
Taxation	16	25,489	(10,255)
(Loss) / Profit after taxation		(57,644)	42,395
(Loss) / Earning per share			
Basic	17	(0.18)	0.13
Diluted	17	(0.18)	0.13

The annexed notes from 1 to 20 form an integral part of these condensed interim financial information.


Chief Executive


Chief Financial Officer


Director

Javedan Corporation Limited
**CONDENSED INTERIM UNCONSOLIDATED STATEMENT
 OF COMPREHENSIVE INCOME (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021


<u>Three month period ended</u>	
<u>September 30,</u> 2021	<u>September 30,</u> 2020
------(Rupees in 000)-----	
(Loss)/Profit after taxation	42,395
Other comprehensive income for the period	-
Total comprehensive (loss)/profit for the period	42,395

(Loss)/Profit after taxation

Other comprehensive income for the period

Total comprehensive (loss)/profit for the period

The annexed notes from 1 to 20 form an integral part of these condensed interim financial information.


 Chief Executive


 Chief Financial Officer


 Director

Javedan Corporation Limited
**CONDENSED INTERIM UNCONSOLIDATED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Issued, Subscribed and Paid-up Capital	Capital Reserves		Revenue Reserves		Other component of equity	Total Equity
		Share premium	Tax holiday reserve	General	Un- appropriated profit	Revaluation surplus on lands	
------(Rupees in 000)-----							
Balance as at June 30, 2020	3,173,834	3,381,090	11,966	63,500	2,348,401	8,544,621	17,523,412
Profit for the period	-	-	-	-	42,395	-	42,395
Other comprehensive income net of tax	-	-	-	-	-	-	-
Total comprehensive income, net of tax	-	-	-	-	42,395	-	42,395
Revaluation surplus on land realised on account of sale of development properties	-	-	-	-	13,159	(13,159)	-
Balance as at September 30, 2020	3,173,834	3,381,090	11,966	63,500	2,403,955	8,531,462	17,565,807
Balance as at June 30, 2021	3,173,837	3,381,094	11,966	63,500	2,760,090	8,461,779	17,852,266
Loss for the period	-	-	-	-	(57,644)	-	(57,644)
Other comprehensive loss, net of tax	-	-	-	-	-	-	-
Total comprehensive loss, net of tax	-	-	-	-	(57,644)	-	(57,644)
Revaluation surplus on land realised on account of sale of development properties	-	-	-	-	1,495	(1,495)	-
Balance as at September 30, 2021	3,173,837	3,381,094	11,966	63,500	2,703,941	8,460,284	17,794,622

The annexed notes from 1 to 20 form an integral part of these condensed interim financial information.


Chief Executive


Chief Financial Officer


Director

Javedan Corporation Limited
**CONDENSED INTERIM UNCONSOLIDATED
STATEMENT OF CASH FLOWS (UNAUDITED)**
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	<u>Three month period ended</u>	
	September 30, 2021	September 30, 2020
	------(Rupees in 000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(83,133)	52,650
Adjustments:		
Depreciation	5,618	5,331
Amortization	288	288
Gratuity expense	3,837	2,875
Finance cost	-	28,045
Interest income	3,217	(1,380)
	12,960	35,159
Operating (Loss) / profit before Working capital changes	(70,173)	87,809
decrease / (increase) in current assets		
Trade debts	1,765	58,596
Development properties	(137,836)	(15,491)
Advances	(186,907)	(42,050)
Deposits, prepayments and other receivables	(53,554)	(44,972)
Short term investment	1,222,052	-
	845,520	(43,917)
(decrease) / increase in current liabilities		
Trade and other payables	(672,821)	(46,670)
Contract Liabilities	4,502	284,139
Advance against sale of investment properties	61,650	-
Accrued mark-up	65,659	-
	(541,010)	237,469
Net cash generated from operations	234,336	281,361
payments for:		
Income tax paid	(11,290)	(15,673)
Finance cost paid	-	(98,107)
Gratuity paid	(103)	(83)
Net cash generated from Operating activities	222,944	167,498
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment made for purchase of property, plant and equipment and CWIP	(36,046)	(70,069)
Payment made for purchase of investment property	-	(689)
Interest received	(3,217)	1,380
Payment made for long term security deposit	(1,204)	-
Investment in subsidiary	(10,000)	-
Net cash used in investing activities	(50,467)	(69,378)


Chief Executive


Chief Financial Officer


Director


Javedan Corporation Limited
**CONDENSED INTERIM UNCONSOLIDATED
STATEMENT OF CASH FLOWS (UNAUDITED)**
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

Three month period ended
September 30, September 30,
2021 2020
------(Rupees in 000)-----

CASH FLOWS FROM FINANCING ACTIVITIES

Receipt / (Repayment) of long-term finance	1,767,490	18,015
Proceeds/ (Repayment) of short term borrowings-net	(640,766)	39,108
Deferred grant	598	926
Net cash generated from financing activities	1,127,322	58,049
Net increase in cash and cash equivalent	1,299,798	156,169
Cash and cash equivalents at beginning of the period	152,696	59,908
Cash and cash equivalents at end of the period	1,452,494	216,076

The annexed notes from 1 to 20 form an integral part of these condensed interim financial information.


Chief Executive


Chief Financial Officer


Director

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED
FINANCIAL INFORMATION (UNAUDITED)**
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

1. STATUS AND NATURE OF BUSINESS

- 1.1** Javedan Corporation Limited (the Company) was incorporated in Pakistan on June 08, 1961, as a public limited company under the repealed Companies Act, 1913 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. The registered office of the Company is located at Arif Habib Centre, 23, M.T Khan Road, Karachi.
- 1.2** The Company has ceased its cement business since July 01, 2010 and the management has developed business diversification strategy for utilizing the Company's land for developing a housing scheme, "Naya Nazimabad", that includes bungalows, open plots, flat sites and commercial sites. The Company's layout plan of the project was approved by Lyari Development Authority vide letter number LDA/PP/2010/255 on March 02, 2011 and revised master plan approved vide letter No CTP/LDA/112 and has obtained No Objection Certificate from Sindh Building Control Authority having NOC # SBCA/D.D(D-II)/985/ADV-503/2011 on November 12, 2011 and revised NOC # SBCA/DD(D-II)/985 & 991/ADV-584/2013. The Company is also the member of Association of Builders and Developers of Pakistan (ABAD).
- 1.3** These Condensed interim financial information are the separate financial information of the Company, in which investment in subsidiary has been accounted for at cost less accumulated impairment losses, if any.

2. STATEMENT OF COMPLIANCE

These condensed interim financial information of the Company for the three months period ended September 30, 2021 has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3. BASIS OF PREPARATION

- 3.1.** The preparation of these condensed interim financial information require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial information, the significant judgements made by the management in applying the Company's accounting policies and areas where assumptions and estimates are significant are same as those applied to the annual financial statements of the Company as at and for the year ended June 30, 2021. The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company as at and for the year ended June 30, 2021.

- 3.2.** These condensed interim financial information are presented in Pakistani Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest rupees, otherwise stated.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial information are the same as those applied in the preparation of the annual financial statements for the year ended June 30, 2021, except for the adoption of the new/amended standards, interpretations and improvements to accounting standards, which became effective for the current period:

Javedan Corporation Limited

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

The adoption of above standards, interpretations and improvement to standards did not have any material effect or either not relevant or did not have any material effect on the condensed interim financial information.

	Unaudited September 30, 2021	Audited June 30, 2021
Note	------(Rupees in 000)-----	

5. PROPERTY, PLANT AND EQUIPMENT

Opening Net Book Value	4,771,008	4,772,373
Add: Additions during the period/year	2,536	20,937
Less: Disposals during the period/year	-	(419)
Less: Depreciation during the period/year	(5,618)	(21,883)
Closing Net Book Value	4,767,927	4,771,008
Add: Capital work-in-progress	1,487,112	1,453,602
	6,255,038	6,224,610

5.1 Additions to operating fixed assets, during the period / year were as follows

Buildings on lease-hold land	-	4,055
Furniture and fixtures	29	544
Office equipment	594	6,428
Vehicles	60	3,147
Medical equipment	-	4,957
Computer equipment	1,854	1,806
	2,536	20,937

5.2 The following assets were disposed off during the period / year:

Office equipment	-	47
Vehicles	-	372
	-	419

5.3 Capital work-in-progress

Opening	1,453,602	1,165,417
Additions	33,510	288,185
Closing	1,487,112	1,453,602

6. LONG TERM INVESTMENT

Subsidiary company

- NN Maintenance Company (Private) Limited	10,000	10,000
- Sapphire Bay Development Company Limited	-	-
	10,000	-
	20,000	10,000

6.1. On August 25 2021, the Company formed a subsidiary namely Sapphire Bay Development Company Limited by subscribing 99.97% shareholding (representing 999,700 ordinary shares of Rs. 10 each).

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Unaudited September 30, 2021	Audited June 30, 2021
Note -----(Rupees in 000)-----		
7. DEVELOPMENT PROPERTIES		
Land for development	15,031,918	14,980,418
Add: Acquired During the period/year	-	51,500
	15,031,918	15,031,918
Development expenditure		
Opening balance	10,957,285	9,915,362
Add: Incurred during the period/year	174,978	1,041,923
	11,132,262	10,957,285
Borrowing costs related to development properties		
Opening balance	2,683,235	2,316,625
Add: Additions during the period/year	124,368	366,610
	2,807,603	2,683,235
	28,971,783	28,672,438
Transferred to:		
- property, plant and equipment	(68,545)	(68,545)
- investment properties	(40,291)	(40,291)
- cost of sales to date	(5,570,415)	(5,562,243)
- development charges incurred and apportioned to date	(4,244,098)	(4,090,760)
	19,048,434	18,910,598
	15	15
8. TRADE DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Deposits		
Considered good		
- Security deposit with Sindh Building Control Authority	3,345	3,345
- Others	12,409	12,409
	15,754	15,754
Considered doubtful		
- Guarantee margin	225	225
- Contractors	2,680	2,680
	2,905	2,905
Provision for impairment	(2,905)	(2,905)
	15,754	15,754
Prepayments		
Prepaid rent, insurance and expenses	7,514	4,343
Other receivables - Considered good		
Sales tax refundable	4,704	4,703
Excise duty refundable	574	574
Others	227,702	177,320
	232,980	182,597
Provision for impairment	(4,703)	(4,703)
	251,545	197,991
	8.1	
8.1. Included herein receivables from related parties, as follows:		
- NN Maintenance Company (Private) Limited - subsidiary company	221,593	172,866
- International Builders and Developers (Private) Limited - associate	104	104
- Sapphire Bay Development Company Limited - subsidiary company	902	-
	222,599	172,970

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

		Unaudited September 30, 2021	Audited June 30, 2021
Note		------(Rupees in 000)-----	
9. LONG-TERM FINANCING			
	Term finance certificates	172,500	172,500
	Term finance loan I	995,215	995,002
	Term finance loan II	541,329	541,329
	Syndicated loan facility	-	662,501
	SBP-Refinance Scheme	32,399	39,270
	Sukuk certificates	2,735,021	2,734,408
	Diminishing musharakah I	750,000	750,000
	Term Finance Facility	987,651	-
	Islamic refinance facility	450,000	-
	Diminishing musharakah II	1,000,000	-
		<u>7,664,115</u>	<u>5,895,010</u>
	Current maturity of long-term financings	<u>(821,140)</u>	<u>(990,348)</u>
		6,842,975	4,904,662

9.1. During the period the company has fully settled the syndicated loan facility.

9.2. During the period, the Company has obtained term finance facility of PKR 2,500 million from commercial bank for the completion of under contruction projects and for construction of Naya Nazimabad flyover project. It carries mark-up at the rate of 6 month KIBOR plus 1 percent per annum and is repayable in 10 semi-annual installment with a 18 months grace period. The facility is secured by equitable mortgage charge over land at project site. As of the reporting date the Company has drawdown PKR 1,000 million.

9.3. During the period the Company has obtained an Islamic Refinance Facility under SBP's refinance scheme amounting to PKR 1,000 million from a bank for a period of 5 years for the construction of tertiary level Hospital in Naya Nazimabad. It carries mark-up at Nil % and is redeemable in 18 equal quarterly installments inclusive of 6 months grace period. As of the reporting date the Company has drawdown PKR 450 million.

The Company has also obtained diminishing musharaka facility amounting to PKR 550 million from the same bank for a period of 10 years for the settlement of above mentioned SBP refinance facility under IRFCC. The facility carry mark-up rate of 3 month KIBOR plus 1.00% per annum and is repayable in 20 equal quarterly installment. As of the reporting date no drawdown has been taken.

The above facilities are secured by equitable mortgage charge over land at project site and pledge of shares.

9.4. During the period, the Company obtained diminishing musharaka facility of PKR 1000 million from a bank to finance the ongoing infrastructure development of Naya Nazimabad project for a period of 5 years with twelve months grace period. It carries mark-up at the rate of 3 month KIBOR plus 1.10 percent per annum. The musharaka units are to be purchased by Sep 2026. The facility is secured by equitable mortgage charge and registered mortgage over land at project site.

9.5 The terms and conditions of Long-term financing arrangements are same as disclosed in note 20 to the annual audited financial statements of the Company for the year ended 30 June 2021 except for as mentioned in Note 9.1 to 9.4 to this condensed interim financial information.

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Unaudited September 30, 2021	Audited June 30, 2021
Note	------(Rupees in 000)-----	

10. DEFERRED TAX (ASSETS) / LIABILITIES - net

Deferred tax on deductible temporary differences

- provisions	(2,206)	(2,247)
- losses	(21,902)	-
- deferred liabilities	(15,643)	(14,560)
	<u>(39,751)</u>	<u>(16,807)</u>

Deferred tax on taxable temporary differences

- accelerated depreciation on property, plant and equipment	7,507	7,753
- investment properties	7,261	2,504
- investment in equity instruments	-	563
- long-term financings	75	6,691
	<u>14,843</u>	<u>17,511</u>
	<u>(24,908)</u>	<u>704</u>

11. TRADE AND OTHER PAYABLES

Creditors	62,605	28,595
Accrued liabilities	38,060	53,207
Retention money	90,512	121,877
Withholding tax payable	10,033	8,170
Other payables:	18,035	18,035
- against other projects	13,846	13,846
- book overdraft	-	676,466
- security deposits	56,562	42,278
	<u>289,653</u>	<u>962,474</u>

11.1

11.1. Included herein Rs. 2.607 million, Rs. 0.761 million and Rs. 2.976 million (June 30, 2021: Rs. 3.854, Rs. 1.998 million and Rs.2.976) Payable to Power cement limited, Safe Mix Concrete Limited and Arif Habib Dolmen Reit Management Limited respectively.

	Unaudited September 30, 2021	Audited June 30, 2021
Note	------(Rupees in 000)-----	

12. SHORT TERM BORROWINGS

Musharakah arrangement	264,193	264,193
Running finance under mark-up arrangements	-	640,766
	<u>264,193</u>	<u>904,959</u>

12.1.

12.1. The terms and conditions of short term borrowings are same as disclosed in note 28 to the annual audited financial statements of the Company for the year ended 30 June 2021.

13. CONTINGENCIES AND COMMITMENTS

The status and nature of contingencies and commitments are same as those disclosed in an annual audited financial statements of the Company for the year ended June 30, 2021.

	Three month period ended	
	September 30, 2021	September 30, 2020
Note	------(Rupees in 000)-----	

14. REVENUE FROM CONTRACTS WITH CUSTOMERS - NET

Plots	9,857	223,849
Bungalows	-	54,758
	<u>9,857</u>	<u>278,607</u>
Less:		
Cancellation and forfeiture	-	(17,200)
	<u>9,857</u>	<u>261,407</u>

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Three month period ended	
	September 30, 2021	September 30, 2020
	------(Rupees in '000)-----	
15. COST OF SALES		
Cost of development properties sold:		
- plots	8,171	32,820
- bungalows	8,171	27,117
		59,937
Development charges:		
- incurred and apportioned to customers	153,338	31,951
- reimbursable from customers	(153,338)	(31,951)
	8,171	59,937
16. TAXATION		
Current	123	16,284
Deferred	(25,612)	(6,029)
	(25,489)	10,255
17. (LOSS) / EARNINGS PER SHARE		
Basic		
(Loss)/Profit after tax (Rupees in '000)	(57,644)	42,395
Weighted average numbers of ordinary shares	317,383,706	317,383,396
(Loss)/Earnings per share - (Rupees)	(0.18)	0.13
Diluted		
(Loss)/Profit after tax (Rupees in '000)	(57,644)	42,395
Weighted average numbers of ordinary shares	317,383,706	317,383,396
(Loss)/Earnings per share - (Rupees)	(0.18)	0.13
18. TRANSACTIONS WITH RELATED PARTIES		
The related parties comprise of associates and their close family members, key management personnel and post employment benefit plan. The details of transactions with related parties during the year, other than those which have been disclosed elsewhere in these financial statements, are as follows:		
	Three month period ended	
	September 30, 2021	September 30, 2020
	------(Rupees in '000)-----	
Subsidiary Company		
NN Maintenance Company (Private) Ltd		
Expenses incurred on behalf of NNMC by the Company - Net	61,822	37,255
Sapphire Bay Development Company Limited		
Investment made during the period	10,000	-
Expenses incurred on behalf of SBDCL by the Company - Net	902	-
Associates		
Arif Habib Corporation Limited		
Mark-up paid during the period	2,723	-
Rotocast Engineering Company (Private) Limited		
Services received during the period	183	-
Paid against services received	118	-
Rent prepaid during the period	302	-
Rent expense charged during the period	302	-

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	<u>Three month period ended</u>	
	<u>September 30, 2021</u>	<u>September 30, 2020</u>
	------(Rupees in 000)-----	
Safe Mix Concrete Limited		
Purchase of construction material	1,808	5,409
Paid against the purchase of construction material	1,533	3,999
Key management personnel		
Arif Habib - Director		
Short-term loans received during the period	675,000	-
Short-term loans paid during the period	675,000	-
Mark-up expense on short term-borrowing	894	-
Others		
Post employment benefit plan		
Gratuity fund trust - contribution paid during the period	103	83

All transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company. The outstanding receivable and payable balances of the related parties are disclosed in their respective notes to these financial statements.

19. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorized for issue on 26 October 2021 by the Board of Directors of the Company.

20. GENERAL

Figures have been rounded-off to the nearest thousands rupees.


 Chief Executive


 Chief Financial Officer


 Director

**CONDENSED INTERIM
CONSOLIDATED
FINANCIAL INFORMATION
FOR THE PERIOD ENDED
SEPTEMBER 30, 2021**


Javedan Corporation Limited

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2021

		Unaudited September 30, 2021	Audited June 30, 2021
	Note	----- (Rupees in 000) -----	
ASSETS			
Non-Current Assets			
Property, plant and equipment	5	6,256,816	6,225,591
Intangible assets		4,025	4,313
Investment properties		631,366	631,366
Long term deposits		10,520	9,316
Deferred tax asset	9	35,664	27,035
		6,938,391	6,897,621
Current Assets			
Development properties	6	19,048,429	18,910,598
Trade debts		326,734	329,375
Loans and advances		396,085	297,354
Short term investments		74,750	1,296,802
Trade deposits, prepayments and other receivables	7	56,504	42,101
Advance tax		88	-
Cash and bank balances		2,558,341	153,562
		22,460,931	21,029,792
		29,399,322	27,927,413
TOTAL ASSETS			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital			
Authorised			
390,000,000 (2021: 390,000,000) ordinary shares of Rs.10/- each		3,900,000	3,900,000
Issued, subscribed and paid-up capital			
		3,173,837	3,173,837
Capital reserves		3,393,060	3,393,060
Revenue reserves		2,619,985	2,727,104
Other component of equity - revaluation surplus on lands		8,460,284	8,461,779
Advance against shares		1,000,000	-
		18,647,166	17,755,780
Non-Current Liabilities			
Long-term financing	8	6,842,975	4,904,662
Deferred grant		766	168
Deferred liability - gratuity		57,348	53,091
		6,901,089	4,957,921
Current Liabilities			
Trade and other payables	10	307,819	979,934
Preference shares		505	505
Accrued mark-up		157,673	92,014
Contract liabilities		2,100,691	2,091,971
Advance against sale of investment properties		109,996	48,346
Short-term borrowings	11	264,193	904,959
Current maturity of non-current liabilities		821,140	991,963
Taxation - net		84,594	99,579
Unpaid preference dividend		197	182
Unclaimed dividend		4,259	4,259
		3,851,067	5,213,711
CONTINGENCIES AND COMMITMENTS			
	12		
TOTAL EQUITY AND LIABILITIES		29,399,322	27,927,413

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.


Chief Executive


Chief Financial Officer


Director

Javedan Corporation Limited
**CONDENSED INTERIM CONSOLIDATED
STATEMENT OF PROFIT OR LOSS (UNAUDITED)**
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Note	Three month period ended	
		September 30, 2021	September 30, 2020
------(Rupees in 000)-----			
Revenue from contracts with customers - net	13	29,208	278,102
Cost of sales	14	(47,525)	(89,376)
Gross profit		(18,317)	188,726
Expenses			
Marketing and selling expenses		4,589	2,059
Administrative expenses		123,522	140,917
Finance cost		14,938	28,047
		(143,049)	(171,023)
Other income		44,588	18,583
(Loss) / Profit before taxation		(116,778)	36,286
Taxation	15	8,164	(468)
(Loss) / Profit after taxation		(108,614)	35,818
(Loss) / Earnings per share			
Basic	16	(0.34)	0.11
Diluted	16	(0.34)	0.11

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.


Chief Executive



Chief Financial Officer


Director

Javedan Corporation Limited
**CONDENSED INTERIM CONSOLIDATED STATEMENT
 OF OTHER COMPREHENSIVE INCOME (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Three month period ended	
	September 30, 2021	September 30, 2020
Note	------(Rupees in 000)-----	
(Loss)/Profit after taxation	(108,614)	35,818
Other comprehensive income for the period	-	-
Total comprehensive (loss)/profit for the period	(108,614)	35,818

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.


 Chief Executive



 Chief Financial Officer


 Director

Javedan Corporation Limited
CONDENSED INTERIM CONSOLIDATED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	Issued, Subscribed and Paid-up Capital	Capital Reserves		Revenue Reserves		Other component of equity	Total Equity
		Share premium	Tax holiday reserve	General	Un-appropriated profit	Revaluation surplus on lands	
----- (Rupees in 000) -----							
Balance as at June 30, 2020	3,173,834	3,381,090	11,966	63,500	2,348,401	8,544,621	17,523,412
Profit for the period	-	-	-	-	35,818	-	35,818
Other comprehensive income, net of tax	-	-	-	-	-	-	-
Total comprehensive income, net of tax	-	-	-	-	35,818	-	35,818
Revaluation surplus on land realised on account of sale of development properties	-	-	-	-	13,159	(13,159)	-
Balance as at September 30, 2020	3,173,834	3,381,090	11,966	63,500	2,397,378	8,531,462	17,559,230
Balance as at June 30, 2021	3,173,837	3,381,094	11,966	63,500	2,663,604	8,461,779	17,755,780
Loss for the period	-	-	-	-	(108,614)	-	(108,614)
Other comprehensive loss, net of tax	-	-	-	-	-	-	-
Total comprehensive loss, net of tax	-	-	-	-	(108,614)	-	(108,614)
Revaluation surplus on land realised on account of sale of development properties	-	-	-	-	1,495	(1,495)	-
Advance against Shares							1,000,000
Balance as at September 30, 2021	3,173,837	3,381,094	11,966	63,500	2,556,485	8,460,284	18,647,166

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



 Chief Executive


 Chief Financial Officer


 Director

Javedan Corporation Limited
**CONDENSED INTERIM CONSOLIDATED
STATEMENT OF CASH FLOWS (UNAUDITED)**
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	<u>Three month period ended</u>	
	September 30, 2021	September 30, 2020
	------(Rupees in 000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(116,778)	36,286
Adjustments:		
Depreciation	5,766	5,331
Amortization	288	288
Gratuity expense	4,257	3,211
Finance cost	-	28,047
Interest income	(3,217)	(1,380)
	7,094	35,606
Operating (loss)/profit before Working capital changes	(109,684)	71,893
decrease / (increase) in current assets		
Trade debts	2,641	47,698
Development properties	(137,729)	(15,491)
Advances	(98,731)	(42,681)
Deposits, prepayments and other receivables	(14,403)	(3,461)
Short term investment	1,222,052	-
	973,829	(13,936)
(decrease) / increase in current liabilities		
Trade and other payables	(672,115)	(51,608)
Contract Liabilities	8,721	284,084
Advance against sale of investment properties	61,650	-
Accrued mark-up	65,659	-
Unpaid preference dividend	15	-
	(536,070)	232,476
Net cash generated from operations	328,075	290,433
Payments for		
Income tax paid	(15,538)	(15,699)
Finance cost paid	-	(98,108)
Gratuity paid	(103)	(727)
Net cash generated from Operating activities	312,434	175,899
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment made for purchase of property, plant and equipment and CWIP	(36,990)	(70,089)
Payment made for purchase of investment property	-	(689)
Interest received	3,217	1,380
Payment made for long term security deposit	(1,204)	-
Net cash used in investing activities	(34,977)	(69,398)


Chief Executive



Chief Financial Officer


Director

Javedan Corporation Limited
**CONDENSED INTERIM CONSOLIDATED
STATEMENT OF CASH FLOWS (UNAUDITED)**
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	<u>Three month period ended</u>	
	<u>September 30,</u> 2021	<u>September 30,</u> 2020
	----- (Rupees in 000) -----	
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of long-term finance	1,767,490	18,015
(Repayment) / Proceeds of short term borrowings-net	(640,766)	39,108
Deferred grant	598	925
Advance against shares	1,000,000	-
Net cash generated from financing activities	<u>2,127,322</u>	<u>58,048</u>
Net increase in cash and cash equivalent	2,404,779	164,549
Cash and cash equivalents at beginning of the period	153,562	60,421
Cash and cash equivalents at end of the period	<u>2,558,341</u>	<u>224,971</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.


Chief Executive


Chief Financial Officer


Director

Javedan Corporation Limited

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

1. STATUS AND NATURE OF BUSINESS

1.1 The group companies comprises of Javedan Corporation Limited (JCL) and its subsidiaries NN Maintenance Company (Private) Limited (NNMC) and Sapphire Bay Development Company Limited (SBDC) that have been consolidated in these condensed interim consolidated financial information.

1.2 Holding Company

Javedan Corporation Limited (the holding company)

Javedan Corporation Limited (the Company) was incorporated in Pakistan on June 08, 1961, as a public limited company under the repealed Companies Act, 1913 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. The registered office of the Company is located at Arif Habib Centre, 23, M.T Khan Road, Karachi.

1.3 The Company has ceased its cement business since July 01, 2010 and the management has developed business diversification strategy for utilizing the Company's land for developing a housing scheme, "Naya Nazimabad", which will include bungalows, open plots, flat sites and commercial sites. The housing project is located at Deh, Manghopir Road, Gadap town, Scheme #43, Karachi. The Company's layout plan of the project was approved by Lyari Development Authority vide letter number LDA/PP/2010/255 on March 02, 2011 and revised master plan approved vide letter No CTP/LDA/112 and has obtained No Objection Certificate from Sindh Building Control Authority having NOC # SBCA/D.D(D-II)/985/ADV-503/2011 on November 12, 2011 and revised NOC # SBCA/DD(D-II)/985 & 991/ADV-584/2013. The Company is also the member of Association of Builders and Developers of Pakistan (ABAD).

1.4 Subsidiary companies

NN Maintenance Company (Private) Limited

The Company was incorporated on November 29, 2019 as a Private Limited Company under Companies Act, 2017. The Company's principle line of business is to provide maintenance management and related services to residents of Naya Nazimabad.

Sapphire Bay Development Company Limited

The Company was incorporated on August 25, 2021 as a Public Unlisted Company under Companies Act, 2017. The Company's principle line of business is to engage in development of real estate projects or provide project management services for real estate projects.

2. STATEMENT OF COMPLIANCE

These condensed interim financial information of the Company for the three months period ended September 30, 2021 has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3. BASIS OF PREPARATION

3.1. The preparation of these condensed interim financial information require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM CONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

In preparing these condensed interim financial information, the significant judgements made by the management in applying the Company's accounting policies and areas where assumptions and estimates are significant are same as those applied to the annual financial statements of the Company as at and for the year ended June 30, 2021. The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company as at and for the year ended June 30, 2021.

3.2. These condensed interim financial information are presented in Pakistani Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest rupees, otherwise stated.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial information are the same as those applied in the preparation of the annual financial statements for the year ended June 30, 2021, except for the adoption of the new/amended standards, interpretations and improvements to accounting standards, which became effective for the current period.

The adoption of above standards, interpretations and improvement to standards did not have any material effect or either not relevant or did not have any material effect on the condensed interim financial information.

		Unaudited September 30, 2021	Audited June 30, 2021
	Note	------(Rupees in 000)-----	
5. PROPERTY, PLANT AND EQUIPMENT			
Opening Net Book Value		4,771,989	4,773,680
Add: Additions during the period/year	5.1	3,480	21,107
Less: Disposals during the period/year	5.2	-	(461)
Less: Depreciation during the period/year		(5,766)	(22,337)
Closing Net Book Value		4,769,704	4,771,989
Add: Capital work-in-progress	5.3	1,487,112	1,453,602
		6,256,816	6,225,591

5.1 Additions to operating fixed assets, during the period / year were as follows

Buildings on lease-hold land	-	4,055
Furniture and fixtures	672	544
Office equipment	878	6,598
Vehicles	60	3,147
Medical equipment	-	4,957
Computer equipment	1,871	1,806
	3,480	21,107

5.2 The following assets were disposed off during the period / year:

Office equipment	-	89
Vehicles	-	372
	-	461

5.3 Capital work-in-progress

Opening	1,453,602	1,165,417
Additions	33,510	288,185
Closing	1,487,112	1,453,602

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM CONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

Unaudited Audited
 September 30, June 30,
 2021 2021
 Note -----(Rupees in 000)-----

6. DEVELOPMENT PROPERTIES

Land for development

Add: Acquired During the period/year

15,031,918	14,980,418
-	51,500
15,031,918	15,031,918

Development expenditure

Opening balance

Add: Incurred during the period/year

10,957,285	9,915,362
174,973	1,041,923
11,132,258	10,957,285

Borrowing costs related to development properties

Opening balance

Add: Additions during the period/year

2,683,235	2,316,625
124,368	366,610
2,807,603	2,683,235
28,971,779	28,672,438

Transferred to:

- property, plant and equipment
- investment properties
- cost of sales to date
- development charges incurred and apportioned to date

(68,545)	(68,545)
(40,291)	(40,291)
(5,570,415)	(5,562,243)
(4,244,098)	(4,090,760)
14 19,048,429	18,910,598

7. TRADE DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Deposits

Considered good

- Security deposit with Sindh Building Control Authority
- Others

3,345	3,345
12,409	12,409
15,754	15,754

Considered doubtful

- Guarantee margin
- Contractors

225	225
2,680	2,680
2,905	2,905
(2,905)	(2,905)
15,754	15,754

Provision for impairment

Prepayments

Prepaid rent, insurance and expenses

10,390	5,553
---------------	-------

Other receivables - Considered good

- Sales tax refundable
- Excise duty refundable
- Others

4,704	4,703
574	574
29,785	20,220
35,063	25,497
(4,703)	(4,703)
56,504	42,101

Provision for impairment

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM CONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

		Unaudited September 30, 2021	Audited June 30, 2021
Note		----- (Rupees in 000) -----	
8. LONG-TERM FINANCING			
		172,500	172,500
		995,215	995,002
		541,329	541,329
		-	662,501
	8.1	32,399	39,270
		2,735,021	2,734,408
		750,000	750,000
	8.2	987,651	-
	8.3	450,000	-
	8.4	1,000,000	-
		7,664,115	5,895,010
		(821,140)	(990,348)
	8.5	6,842,975	4,904,662
		Current maturity of long-term financings	

8.1 During the period the company has fully settled the syndicated loan facility.

8.2 During the period, the Company has obtained term finance facility of PKR 2,500 million from commercial bank for the completion of under construction projects and for construction of Naya Nazimabad flyover project. It carries mark-up at the rate of 6 month KIBOR plus 1 percent per annum and is repayable in 10 semi-annual installment with a 18 months grace period. The facility is secured by equitable mortgage charge over land at project site. As of the reporting date the Company has drawdown PKR 1,000 million.

8.3 During the period the Company has obtained an Islamic Refinance Facility under SBP's refinance scheme amounting to PKR 1,000 million from a bank for a period of 5 years for the construction of tertiary level Hospital in Naya Nazimabad. It carries mark-up at Nil % and is redeemable in 18 equal quarterly installments inclusive of 6 months grace period. As of the reporting date the Company has drawdown PKR 450 million.

The Company has also obtained diminishing musharaka facility amounting to PKR 550 million from the same bank for a period of 10 years for the settlement of above mentioned SBP refinance facility under IRFCC. The facility carry mark-up rate of 3 month KIBOR plus 1.00% per annum and is repayable in 20 equal quarterly installment. As of the reporting date no drawdown has been taken.

The above facilities are secured by equitable mortgage charge over land at project site and pledge of shares.

8.4 During the period, the Company obtained diminishing musharaka facility of PKR 1000 million from a bank to finance the ongoing infrastructure development of Naya Nazimabad project for a period of 5 years with twelve months grace period. It carries mark-up at the rate of 3 month KIBOR plus 1.10 percent per annum. The musharaka units are to be purchased by Sep 2026. The facility is secured by equitable mortgage charge and registered mortgage over land at project site.

8.5 The terms and conditions of Long-term financing arrangements are same as disclosed in note 21 to the annual audited financial statements of the Company for the year ended 30 June 2021 except for as mentioned in Note 8.1 to 8.4 to this condensed interim financial information.

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM CONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

Unaudited Audited
 September 30, June 30,
 2021 2021
 Note -----(Rupees in 000)-----

9. DEFERRED TAX (ASSETS) / LIABILITIES - net

Deferred tax on deductible temporary differences

- provisions	(2,206)	(2,247)
- losses	(29,594)	(25,906)
- deferred liabilities	(16,631)	(14,560)
- minimum tax	(2,189)	(1,848)
	(50,620)	(44,561)

Deferred tax on taxable temporary differences

- accelerated depreciation on property, plant and equipment	7,620	7,768
- investment properties	7,261	2,504
- investment in equity instruments	-	563
- long-term financings	75	6,691
	14,956	17,526
	(35,664)	(27,035)

10. TRADE AND OTHER PAYABLES

Creditors	62,605	28,641
Accrued liabilities	55,597	68,846
Retention money	90,512	121,877
Withholding tax payable	10,661	8,412
Other payables:		
- on cancellation of plots	18,035	18,035
- against other projects	13,846	13,846
- book overdraft	-	677,999
- security deposits	56,563	42,278
	307,819	979,934

10.1. Included herein Rs. 2.607 million, Rs. 0.761 million and Rs. 2.976 million (June 30, 2021: Rs. 3.854, Rs. 1.998 million and Rs.2.976) Payable to Power cement limited, Safe Mix Concrete Limited and Arif Habib Dolmen Reit Management Limited respectively.

Unaudited Audited
 September 30, June 30,
 2021 2021
 Note -----(Rupees in 000)-----

11. SHORT TERM BORROWINGS

Musharakah arrangement	264,193	264,193
Running finance under mark-up arrangements	-	640,766
	264,193	904,959

11.1. The terms and conditions of short term borrowings are same as disclosed in note 28 to the annual audited financial statements of the Company for the year ended 30 June 2021.

12. CONTINGENCIES AND COMMITMENTS

The status and nature of contingencies and commitments are same as those disclosed in an annual audited financial statements of the Company for the year ended June 30, 2021.

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM CONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

Three month period ended

September September
 30, 2021 30, 2020

------(Rupees in '000)-----

13. REVENUE FROM CONTRACTS WITH CUSTOMERS - NET

Plots	9,857	223,849
Bungalows	-	54,758
	9,857	278,607
Less:		
Cancellation and forfeiture	-	(17,200)
Service income - net	19,351	16,695
	29,208	278,102

14. COST OF SALES

Cost of development properties sold:		
- plots	8,171	32,820
- bungalows	-	27,117
	8,171	59,937
Development charges:		
- incurred and apportioned to customers	70,652	31,951
- reimbursable from customers	(70,652)	(31,951)
Cost of service	39,354	29,439
	47,525	89,376

15. TAXATION

Current	463	11,577
Deferred	(8,627)	(11,110)
	(8,164)	468

16. (LOSS) / EARNINGS PER SHARE

Basic

(Loss)/Profit after tax (Rupees in '000)	(108,614)	35,818
Weighted average numbers of ordinary shares	317,383,706	317,383,396
(Loss)/Earnings per share - (Rupees)	(0.34)	0.11

Diluted

(Loss)/Profit after tax (Rupees in '000)	(108,614)	35,818
Weighted average numbers of ordinary shares	317,383,706	317,383,396
(Loss)/Earnings per share - (Rupees)	(0.34)	0.11

17. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associates and their close family members, key management personnel and post employment benefit plan. The details of transactions with related parties during the year, other than those which have been disclosed elsewhere in these financial statements, are as follows:

Javedan Corporation Limited
**NOTES TO THE CONDENSED INTERIM CONSOLIDATED
 FINANCIAL INFORMATION (UNAUDITED)**
 FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2021

	<u>Three month period ended</u>	
	<u>September 30, 2021</u>	<u>September 30, 2020</u>
	------(Rupees in 000)-----	
<u>Associates</u>		
Arif Habib Corporation Limited		
Mark-up paid during the period	2,723	-
Rotocast Engineering Company (Private) Limited		
Services received during the period	183	-
Paid against services received	118	-
Rent prepaid during the period	301,871	-
Rent expense charged during the period	301,871	-
Safe Mix Concrete Limited		
Purchase of construction material	1,808	5,409
Paid against the purchase of construction material	1,533	3,999
<u>Key management personnel</u>		
Arif Habib - Director		
Short-term loans received during the period	675,000	-
Short-term loans paid during the period	675,000	-
Mark-up expense on short term-borrowing	894	-
<u>Others</u>		
Post employment benefit plan		
Gratuity fund trust - contribution paid during the period	103	83

All transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company. The outstanding receivable and payable balances of the related parties are disclosed in their respective notes to these financial statements.

18. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorized for issue on 26 October 2021 by the Board of Directors of the Company.

19. GENERAL

Figures have been rounded-off to the nearest thousands rupees.


 Chief Executive


 Chief Financial Officer


 Director

REGISTERED OFFICE

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