

# HALF YEARLY REPORT

FOR THE PERIOD ENDED

DECEMBER 31, 2021

Hala Enterprises Limited





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## COMPANY INFORMATION

<b>BOARD OF DIRECTORS</b>	Mr. Tahir Jahangir Mr. Jillani Jahangir Mrs. Munizae Jahangir Mrs. Sulema Jahangir Mr. Rashid Ahmad Khan Mrs. Myra Husain Qureshi Mr. Abdul Munaf	Chairman/Non Executive Director Chief Executive Officer Non-Executive Director Non-Executive Director Independent Director Non-Executive Director Executive Director
<b>AUDIT COMMITTEE</b>	Mr. Rashid Ahmad Khan Mrs. Munizae Jahangir Mrs. Sulema Jahangir	Chairman/Member Member Member
<b>HUMAN RESOURCE &amp; REMUNERATION COMMITTEE</b>	Mr. Rashid Ahmad Khan Mr. Jillani Jahangir Mrs. Munizae Jahangir Mrs. Sulema Jahangir	Chairman/Member Member Member Member
<b>CHIEF FINANCIAL OFFICER</b>	Mr. Abdul Munaf	
<b>COMPANY SECRETARY</b>	Muhammad Mushtaq Saeed Iqbal	
<b>AUDITORS</b>	M/s. Malik Haroon Shahid Safder & Co. Chartered Accountants	
<b>LEGAL ADVISORS</b>	A.G.H.S Law Associates	
<b>BANKERS</b>	J.S Bank Limited Faysal Bank Limited Askari Bank Limited MCB Bank Limited	
<b>REGISTERED OFFICE/WORKS</b>	Factory Premises, 17.5 KM Sheikhupura Road, Lahore Tel: 042-37970130, 37970230 Fax: 042-37970681 Email. hala@halaenterprises.com Website:www.halaenterprises.com	
<b>SHARE REGISTRAR OFFICE</b>	M/s Corplink (Private) Limited Wings Arcade, 1-K, Commercial Model Town, Lahore Tel: 042-35916714, 35916719 Fax: 042-35869037 Email. corplink786@gmail.com	



## DIRECTOR'S REVIEW REPORT

The Board of Directors of Hala Enterprises Limited hereby present the interim financial reports of the company for the half year ended 31<sup>st</sup> December, 2021, together with the interim financial information.

Financial performance of the Company remained satisfactory during the current half year in comparison to the corresponding half year of 31 December 2020. Revenue increased from Rs. 192.96 Million to Rs. 250.59 Million i.e. 29.86 %. However unprecedented surge in raw material cost pushed the home textile prices upward which was fiercely resisted by our foreign customers. However, with better marketing we were able to achieve better results. Net profit increased from Rs.4.09 Million to Rs, 6.15 Million.

Q2 experienced a rising trend of cotton yarn prices which has continued till date. While this should have decreased the margins, we were able to cover the raw material in a timely manner and evade any negative impact on profitability.

The overall trend in the home textile industry has also been quite positive, where we have been seen international buyers return to Pakistan for their requirements. Exports significantly increased during the current half year in comparison to export in the corresponding half year. Covid-19 vaccination process showed positive results and world economy came out of crises as lockdowns across the world ended. Demand of home textile products increased substantially during this period due to which most of the textile units were able to utilize their full capacities.

We would like to take this opportunity to thank our customers, suppliers and bankers for their continued cooperation towards the progress of the company. We hope that this support continues in the future as well.

We would also like to thank our dedicated and talented team of executives, the Board, our staff and workers for the hard work put in towards the company's improvement in performance.

For & on behalf of the Board

A handwritten signature in black ink, appearing to read 'Jillani Jahangir', written over a white background.

**(JILLANI JAHANGIR)**  
**CHIEF EXECUTIVE OFFICER**

**LAHORE: February 28, 2022**



## **INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF HALA ENTERPRISES LIMITED REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

### **Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **Hala Enterprises Limited** as at December 31, 2021 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, and the condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

### **Scope of Review**

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

### **Conclusion**

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

### **Other matter**

The figures of the condensed interim statement of profit or loss, condensed interim statement of other comprehensive income for the quarters ended December 31, 2021 and 2020 have not been reviewed as we are required to review only cumulative figures for the six-month period ended on that date.

The engagement partner on the review resulting in this independent auditor's review report is **Malik Haroon Ahmad (FCA)**.

Malik Haroon Shahid Safder & Co.  
Chartered Accountants

**Date: February 28, 2022**



**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
AS AT DECEMBER 31, 2021 (UN-AUDITED)

	Note	December 2021 Un-Audited	June 2021 Audited
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	155,184,280	158,099,285
Long term investments		9,354,780	12,993,789
Long term deposits		5,038,617	5,038,617
		<b>169,577,677</b>	<b>176,131,691</b>
<b>CURRENT ASSETS</b>			
Stores and spares		4,794,916	4,393,269
Stock in trade		83,862,808	85,221,420
Trade debts		46,783,206	54,138,277
Advances, deposits, prepayments and other receivables		57,323,118	50,327,432
Tax refund due from Government		35,143,570	30,682,075
Due from related parties		17,843,503	10,406,768
Cash and bank balances		4,788,243	2,390,254
		<b>250,539,364</b>	<b>237,559,495</b>
<b>Non current assets classified as held for sale</b>	6	<b>6,716,112</b>	<b>6,716,112</b>
		<b>426,833,153</b>	<b>420,407,298</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized Share Capital</b>			
16,000,000 ordinary shares of Rs. 10 each		<b>160,000,000</b>	<b>160,000,000</b>
Issued, subscribed and paid up capital		<b>129,963,040</b>	<b>129,963,040</b>
<b>Reserves</b>			
<b>Capital reserves</b>			
Surplus on revaluation of property, plant and equipment	7	107,192,851	108,136,803
Fair value reserve of financial assets at FVOCI		8,171,146	11,810,155
Other capital reserves		2,274,287	2,274,287
		<b>117,638,284</b>	<b>122,221,245</b>
<b>Revenue reserves</b>			
Other revenue reserve		7,000,000	7,000,000
Accumulated loss		(65,064,086)	(72,161,201)
		<b>(58,064,086)</b>	<b>(65,161,201)</b>
<b>Total reserves</b>		<b>189,537,238</b>	<b>187,023,084</b>
<b>NON CURRENT LIABILITIES</b>			
Deferred liabilities		42,189,773	41,563,912
Long term borrowing		9,852,977	12,834,045
		<b>52,042,750</b>	<b>54,397,957</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		39,815,659	27,184,149
Accrued mark up		1,266,068	891,887
Short term borrowings		131,911,000	137,520,000
Current portion of deferred Government grant		146,275	338,951
Current portion of long term loan		5,229,620	6,041,804
Due to related parties	8	3,109,543	3,234,466
		<b>181,478,165</b>	<b>175,211,257</b>
<b>Liabilities directly associated with non-current assets classified as held for sale</b>		<b>3,775,000</b>	<b>3,775,000</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	9		
		<b>426,833,153</b>	<b>420,407,298</b>

The annexed notes form 1 to 14 form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE  
OFFICER

CHIEF FINANCIAL  
OFFICER

DIRECTOR



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
FOR THE HALF YEAR ENDED DECEMBER 31, 2021

Notes	Half Year Ended	Half Year Ended	Quarter Ended	Quarter Ended
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021	Dec 31, 2020
Revenue	10 250,592,243	192,961,908	135,763,191	91,475,840
Cost of sales	(204,895,791)	(150,727,399)	(111,092,300)	(69,009,734)
<b>Gross profit</b>	<b>45,696,452</b>	<b>42,234,509</b>	<b>24,670,891</b>	<b>22,466,106</b>
Selling and distribution costs	(20,564,523)	(18,906,099)	(10,178,394)	(8,690,265)
Administrative expenses	(12,395,196)	(12,579,998)	(6,550,492)	(6,648,029)
Other operating expenses	(815,752)	(629,366)	(456,283)	(372,361)
	(33,775,471)	(32,115,463)	(17,185,169)	(15,710,655)
<b>Operating profit</b>	<b>11,920,981</b>	<b>10,119,046</b>	<b>7,485,722</b>	<b>6,755,451</b>
Finance cost	(5,842,530)	(5,392,723)	(3,280,851)	(2,185,860)
Other income	2,530,887	1,414,269	1,133,067	(997,165)
<b>Profit before taxation</b>	<b>8,609,338</b>	<b>6,140,592</b>	<b>5,337,938</b>	<b>3,572,426</b>
Taxation	(2,456,175)	(2,050,034)	(1,345,196)	(1,081,142)
<b>Profit after taxation</b>	<b>6,153,163</b>	<b>4,090,558</b>	<b>3,992,742</b>	<b>2,491,284</b>
Earning per share - Basic	0.47	0.31	0.31	0.19
Earning per share - Diluted	0.47	0.31	0.31	0.19

*The annexed notes form 1 to 14 form an integral part of this condensed interim financial information.*

**CHIEF EXECUTIVE  
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**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UN-AUDITED)

	Half Year Ended		Quarter Ended	
	31-Dec-21	31-Dec-20	31-Dec-21	31-Dec-20
Net profit after taxation for the period	6,153,163	4,090,558	3,992,742	2,491,284
Other comprehensive income / (loss)				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Unrecognized actuarial gain due to experience adjustment on remeasurement of staff retirement benefits	-	-	-	-
<i>Items that may be reclassified subsequently to profit or loss</i>				
Loss on re-measurement of investment designated as FVOCI	(3,639,009)	1,633,969	(639,763)	(639,763)
<b>Total comprehensive income for the period</b>	<b>2,514,154</b>	<b>5,724,527</b>	<b>3,352,979</b>	<b>1,851,521</b>

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**CONDENSED INTERIM STATEMENT OF CASH FLOWS**  
FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UN-AUDITED)

	Half year ended December 31,2021	Half year ended December 31,2020
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	8,609,338	6,140,592
Adjustments for :		
Depreciation	3,580,744	3,510,423
Provision for gratuity	2,026,296	2,370,979
WWF expense	195,870	162,309
WPPF Expense	469,882	317,057
Grant income	(217,437)	(417,988)
Unrealized exchange gain	(77,408)	-
Gain on disposal of property, plant and equipment	-	(151,799)
Finance cost	5,842,530	5,392,723
	<b>11,820,477</b>	<b>11,183,704</b>
<b>Operating profit before working capital changes (Increase) / decrease in current assets</b>	<b>20,429,815</b>	<b>17,324,296</b>
Stores and spares	(401,647)	(982,886)
Stock in trade	1,358,612	1,527,000
Trade debtors	7,355,071	1,859,930
Advances, deposits, prepayments and other receivables	(6,995,686)	(6,960,635)
Sales tax refundable	(4,168,973)	7,603,503
Due from associated undertakings	(7,436,735)	(3,536,350)
<b>(Decrease) / increase in current liabilities</b>		
Trade and other payables	12,537,521	(3,492,488)
Due to directors and associated undertakings	(124,923)	818,969
	<b>2,123,240</b>	<b>(3,162,957)</b>
<b>Cash generated from operations</b>	<b>22,553,055</b>	<b>14,161,339</b>
Income tax paid	(2,748,697)	(2,069,214)
Finance cost paid	(5,468,349)	(4,732,940)
WPPF and WWF paid	(571,764)	-
Gratuity paid	(1,375,674)	(4,735,731)
	<b>(10,164,484)</b>	<b>(11,537,885)</b>
<b>Net cash generated from operating activities</b>	<b>12,388,571</b>	<b>2,623,454</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Sale proceed from property, plant and equipment	-	2,500,000
Capital expenditure on property, plant and equipment	(665,739)	(13,607,319)
	-	-
Dividend received	(665,739)	(11,107,319)
<b>Net cash generated from investing activities</b>		
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Receipt/(Payment) of long term borrowings	(3,793,252)	8,496,360
Receipt/(Payment) of short term borrowings	(5,609,000)	8,561,455
<b>Net cash used in financing activities</b>	<b>(9,402,252)</b>	<b>17,057,815</b>
Effect of exchange gain/(loss) on cash & cash equivalents	77,408	-
<b>Net increase in cash and cash equivalents</b>	<b>2,397,988</b>	<b>8,573,950</b>
Cash and cash equivalents at the beginning of year	2,390,255	1,660,578
<b>Cash and cash equivalents at the end of year</b>	<b>4,788,243</b>	<b>10,234,528</b>

The annexed notes form 1 to 14 form an integral part of this condensed interim financial information.

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DIRECTOR



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UN-AUDITED)**

Particulars	Share Capital	Capital Reserves				Revenue Reserves			Total Share Capital and Reserves
		Surplus on Revaluation of Property, Plant and Equipment	Fair Value Reserve of Financial Assets at FVOCI	Other Capital Reserve	Total Capital Reserves	Other Revenue Reserve	Accumulated Loss	Total Revenue Reserves	
----- Rupees -----									
Balance as at July 1, 2020	129,963,040	113,212,127	7,082,873	2,274,287	122,569,287	7,000,000	(81,553,930)	(74,553,930)	177,978,397
Net profit for the half year ended December 31, 2020	-	-	-	-	-	-	4,090,558	4,090,558	4,090,558
Other comprehensive (loss) for the half year ended December 31, 2020	-	-	1,633,969	-	1,633,969	-	-	-	1,633,969
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(2,269,847)	-	-	(2,269,847)	-	2,269,847	2,269,847	-
Transfer from surplus on revaluation of property, plant and equipment on disposal of plant and machinery.	-	(673,495)	-	-	(673,495)	-	-	-	(673,495)
<b>Balance as at December 31, 2020</b>	<b>129,963,040</b>	<b>110,268,785</b>	<b>8,716,842</b>	<b>2,274,287</b>	<b>121,259,914</b>	<b>7,000,000</b>	<b>(75,193,525)</b>	<b>(68,193,525)</b>	<b>183,029,429</b>
Balance as at January 1, 2020	129,963,040	110,268,785	8,716,842	2,274,287	121,259,914	7,000,000	(75,193,525)	(68,193,525)	183,029,429
Net profit for the half year ended June 30, 2021	-	-	-	-	-	-	2,952,081	2,952,081	2,952,081
Other comprehensive (loss) for the half year ended June 30, 2021	-	-	3,093,313	-	3,093,313	-	(2,725,234)	(2,725,234)	368,079
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(19,107)	-	-	(19,107)	-	19,107	19,107	-
Transfer from surplus on revaluation of property, plant and equipment on disposal of plant and machinery.	-	(2,112,875)	-	-	(2,112,875)	-	2,786,370	2,786,370	673,495
<b>Balance as at June 30, 2021</b>	<b>129,963,040</b>	<b>108,136,803</b>	<b>11,810,155</b>	<b>2,274,287</b>	<b>122,221,245</b>	<b>7,000,000</b>	<b>(72,161,201)</b>	<b>(65,161,201)</b>	<b>187,023,084</b>
Balance as at July 1, 2021	129,963,040	108,136,803	11,810,155	2,274,287	122,221,245	7,000,000	(72,161,201)	(65,161,201)	187,023,084
Net profit for the half year ended December 31, 2021	-	-	-	-	-	-	6,153,163	6,153,163	6,153,163
Other comprehensive (loss) for the half year ended December 31, 2021	-	-	(3,639,009)	-	(3,639,009)	-	-	-	(3,639,009)
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(943,952)	-	-	(943,952)	-	943,952	943,952	-
<b>Balance as at December 30, 2021</b>	<b>129,963,040</b>	<b>107,192,851</b>	<b>8,171,146</b>	<b>2,274,287</b>	<b>117,638,284</b>	<b>7,000,000</b>	<b>(65,064,086)</b>	<b>(58,064,086)</b>	<b>189,537,238</b>

The annexed notes form 1 to 14 form an integral part of this condensed interim financial information.

**CHIEF EXECUTIVE  
OFFICER**

**CHIEF FINANCIAL  
OFFICER**

**DIRECTOR**



## SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UNAUDITED)

### 1 THE COMPANY AND ITS OPERATIONS

- Hala Enterprises Limited ("the Company") was incorporated as a Private Limited Company and was subsequently converted into a public limited company. The registered office of the Company is located at 17.5 KM Sheikhpura Road, Lahore and its shares are listed on Pakistan Stock Exchange Limited. The Company is primarily engaged in manufacturing and sale of terry towels, kitchen towels and terry cloth.
- Manufacturing facilities are located at 17.5 KM Sheikhpura Road, Lahore while administration & management office is situated at House No, 120 E1, Gulburg III, Lahore.

### 2 BASIS OF PREPARATION

- This condensed interim financial statements of the Company for the six months period ended December 31, 2021 is unaudited and has been prepared in accordance with the requirements of the International Accounting Standard - 34: "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where the requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.
- This condensed interim financial statements has, however, been subjected to limited scope review by the statutory auditors of the Company, as required by the Code of Corporate Governance and is being submitted to the shareholders as required under Section 237 of the Companies Act, 2017.
- The comparative condensed interim statement of profit or loss and condensed interim statement of comprehensive income and notes, thereto, for the quarters ended December 31, 2021 and 2020 are also included in this condensed interim financial statements, which were not subject to review.
- This condensed interim financial statements does not include all the information and disclosures required for full financial statements, and should be read in conjunction with the company's audited annual financial statements for the year ended June 30, 2021.
- This condensed interim financial statements has been presented in Pak Rupees, which is the functional and presentation currency of the Company.

### 3 ACCOUNTING POLICIES

- Accounting policies and methods of computation of this condensed interim financial statements is the same as those followed in the preparation of annual financial statements for the preceding financial year ended on June 30, 2021.

### 4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

- The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.
- During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2021.

### 5 PROPERTY, PLANT AND EQUIPMENT

	Note	December 2021 (Un-audited)	June 2021 (Audited)
Opening written down value		158,099,285	150,199,499
Additions during the period / year (at cost)		665,739	21,456,993
		<b>158,765,024</b>	171,656,492
Disposal during the period / year (at written down value)		-	(6,095,536)
		<b>158,765,024</b>	165,560,956
Revaluation surplus		-	-
Depreciation charged for the period / year		(3,580,744)	(7,461,671)
		<b>155,184,280</b>	158,099,285

### 6 NON CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

Non current assets classified as held for sale	6.1	<b>6,716,112</b>	6,716,112
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- 6.1 This includes 9 kanal 12 marlas land situated at 10 Km G.T. Road, Adayain Road, Rana Town (2020: 9 Kanal 12 marlas).



## SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UNAUDITED)

7	SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	Note	December 2021 (Un-audited)	June 2021 (Audited)
	Land - freehold		81,208,480	81,208,480
	Building		16,098,584	16,945,878
	Plant and machinery		10,813,773	15,040,029
	Fittings and installations		15,966	17,740
			<b>108,136,803</b>	113,212,127
	Surplus realized on disposal of assets		-	(2,786,370)
	Incremental depreciation charged on revalued property, plant and equipment during the period / year transferred to retained earnings		(943,952)	(2,288,954)
			<b>107,192,851</b>	108,136,803

### 8 DUE TO RELATED PARTIES

Due to related parties carry mark up @ 10.5% (2020: 12%-14%) per annum. However, directors have given waiver of interest on their balance for the current period and comparative financial year due to liquidity issues of the Company.

### 9 CONTINGENCIES AND COMMITMENTS

There is no material change in the status of contingencies and commitments as reported in the annual financial statements for the preceding year ended June 30, 2021 and the proceedings of the same are in process. Further, there are no commitments as at December 31, 2021 (June 30, 2021: Nil).

10	REVENUE	Half Year Ended		Quarter Ended	
		Dec 31, 2021	Dec 31, 2020	Dec 31, 2021	Dec 31, 2020
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
	Export sales	240,851,031	185,772,203	129,982,819	87,965,774
	Local sales	3,986,824	2,782,499	5,076,177	1,441,149
		<b>244,837,855</b>	188,554,702	<b>135,058,996</b>	89,406,923
	Duty drawback	3,131,063	2,415,039	1,689,777	1,143,555
	Export rebate	3,106,978	2,396,461	1,676,778	1,134,758
		<b>251,075,896</b>	193,366,202	<b>138,425,551</b>	91,685,237
	Sales tax	(483,653)	(404,294)	(263,983)	(209,397)
		<b>250,592,243</b>	192,961,908	<b>138,161,568</b>	91,475,840

### 11 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise associated undertakings, related group companies, directors and key management personnel. Transactions with related parties and associated undertakings, other than remuneration and benefits to key management personnel under the terms of their employment are as follows:

Related Party	Relationship	Nature of Transaction	Half Year Ended	Half Year Ended
			Dec 31, 2021	Dec 31, 2020
			(Un-audited)	(Un-audited)
Premier Garments Limited	Associated Company	Interest charged	54,567	24,539
		Payments made for expenses	(492,573)	(750,000)
		Funds received	-	148,000
		Expenses charged to Associate	-	-
		Lease rental charged by Associate	-	-
Punjab Oil Mills Limited	Associated Company	Interest charged	138,085	127,022
		Payments made	(1,593,682)	(1,109,689)
		Expenses charged to Associate	(33,795)	204,308
		Expenses charged by Associate	1,649,557	2,181,623
		Goods sold to associate	15,501	-
Tee Jay Corporation (Private) Limited	Associated Company	Rendering of services	-	-
		Debtor balance transfer	500,000	-
Directors	Associated Person	Interest charged to Associate	443,788	352,979
		Payments made for expenses	5,025,000	1,285,000
		Funds received	-	(1,538,400)
		Expenses incurred for Associate	11,500	63,800
		Payments made	(7,330,387)	(8,585)
		Funds received	6,218,121	20,185



## SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UNAUDITED)

Outstanding Balance at the Period / Year Ended		Dec 31,2021 (Un-audited)	Dec 31,2020 (Un-audited)
Premier Garments Limited	Due to associated company	1,477,637	682,373
Punjab Oil Mills Limited	Due to associated company	3,109,539	2,972,839
Tee Jay Corporation (Pvt.) Limited	Due from associated company	14,689,894	7,964,770
	Interest receivable		
Directors	Advance against salary	200,000	200,000

12 **SEGMENT INFORMATION**

For management purposes, the activities of the Company are recognized into one operating segment, i.e. manufacturing and sales of towel. The Company operates in the said reportable operating segment based on the nature of the product, risk and return, organizational and management structure and internal financial reporting systems. Accordingly, the figures reported in this condensed interim financial statements relate to the Company's only one reportable segment. Company-wide disclosures regarding the reportable segments are as follows:

Particulars	December 2021 (Un-audited) Percentage	June 2021 (Audited) Percentage
Information about products:		
- Terry towel	85.69%	90%
Major customers:		
- 7 customers (2021: 6 customers)	68.35%	63.13%
Revenue from external customers attributed to foreign countries	98.57%	98.68%

- All non-current assets of the Company are located in Pakistan as at the reporting date.

13 **AUTHORIZATION OF INTERIM FINANCIAL INFORMATION**

This condensed interim financial statements (un-audited) is authorized for issuance on February 28, 2022 by the Board of Directors of the Company.

14 **GENERAL**

Corresponding figures are re-arranged / re-classified, wherever necessary, to facilitate comparison. No material reclassifications have been made in this condensed interim financial statements (un-audited).

**CHIEF EXECUTIVE  
OFFICER**

**CHIEF FINANCIAL  
OFFICER**

**DIRECTOR**



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