



**Hala
Enterprises
Limited**



**HALF YEARLY REPORT
FOR THE PERIOD ENDED
DECEMBER 31, 2023**



CONTENTS

Company Information	2
Director's Review Report	3
Independent Auditor's Review Report	4
Condensed Interim Statement of Financial Position	5
Condensed Interim Statement of Profit or Loss	6
Condensed Interim Statement of Comprehensive Income	7
Condensed Interim Statement of Cash Flows	8
Condensed Interim Statement of Changes in Equity	9
Notes to the Condensed Interim financial Information	10-12



COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Tahir Jahangir Mr. Jillani Jahangir Mrs. Munizae Jahangir Mrs. Sulema Jahangir Mr. Rashid Ahmad Khan Mr. Hassan Ahmad Mr. Abdul Munaf	Chairman/Non Executive Director Chief Executive Officer Non-Executive Director Non-Executive Director Independent Director Independent Director Executive Director
AUDIT COMMITTEE	Mr. Rashid Ahmad Khan Mrs. Munizae Jahangir Mrs. Sulema Jahangir	Chairman/Member Member Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	Mr. Rashid Ahmad Khan Mr. Jillani Jahangir Mrs. Munizae Jahangir Mrs. Sulema Jahangir	Chairman/Member Member Member Member
CHIEF FINANCIAL OFFICER	Mr. Abdul Munaf	
COMPANY SECRETARY	Muhammad Mushtaq Saeed Iqbal	
AUDITORS	Malik Haroon Shahid Safder & Co. Chartered Accountants	
LEGAL ADVISORS	A.G.H.S Law Associates	
BANKERS	J.S Bank Limited Faysal Bank Limited Askari Bank Limited MCB Bank Limited	
REGISTERED OFFICE/WORKS	Factory Premises, 17.5 KM Sheikhupura Road, Lahore Tel: 042-37970130, 37970230 Fax: 042-37970681 Email. hala@halaenterprises.com Website:www.halaenterprises.com	
SHARE REGISTRAR OFFICE	M/s Corplink (Private) Limited Wings Arcade, 1-K, Commercial Model Town, Lahore Tel: 042-35916714, 35916719 Fax: 042-35869037 Email. corplink786@yahoo.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 31st December, 2023, together with the interim financial information.

The textile sector in Pakistan has displayed a weak performance in the first half of financial year 2023-24. The reason is primarily attributed to a subdued demand for home textile products in the international markets. Additionally, the textile sector in Pakistan is facing several challenges such as high raw material costs, expensive energy, costly bank financing, and delayed government refunds. These factors have negatively impacted the profitability and overall performance of the textile sector. Moreover, unexpected fluctuations in the foreign exchange rate have introduced uncertainty into pricing strategies. Looking ahead, the remaining part of financial year 2023-24 is expected to be even more challenging. Tough competition from neighboring countries is anticipated due to a declining demand for home textile products in the international market. At the same time the Red Sea or Suez Canal crisis will also play a major role in giving an edge to the Towel Industries of Egypt & Turkey – who will be able to compete with better rates to the European markets while attaining quicker transit times.

Due to sluggish off-take by customers, we experienced a lower demand in comparison to the corresponding half year, ending December 2022. As a consequence, the revenue decreased by 13% during the period (when compared to the previous FY). Operating profit remained steady; however, the Net Profitability decreased by 65% during the period due to higher costs of energy. However, this trend shall stabilize over the next period as the costs shall be passed on to customers in the upcoming half year.

The management is trying to improve operational efficiency and expand its customer base by entering new regions and by introducing a high value-added product line to boost revenue. We are hope full that these strategic efforts will help us to achieve better results in the upcoming period.

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

For & on behalf of the Board



**(TAHIR JAHANGIR)
CHAIRMAN**



**(JILLANI JAHANGIR)
CHIEF EXECUTIVE OFFICER**

LAHORE: February 28, 2023



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, 2023 and the related condensed interim statement of profit or loss, condensed interim statement of 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 fair 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 are 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 comprehensive income for the quarters ended December 31, 2023 and 2022 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 Ahmad FCA

Malik Haroon Ahmad & Co.
Chartered Accountants

Place: Lahore
Date: February 28, 2024
UNID: RR202310206iHcO0Vyma



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023 (UN-AUDITED)

	Note	December 2023 Un-Audited	June 2023 Audited
ASSETS			
Non-Current Assets			
Property, plant and equipment	5	270,809,846	276,369,713
Long term investments		8,981,308	6,341,273
Long term deposits		6,392,617	5,660,617
		286,183,771	288,371,603
Current Assets			
Stores and spares		4,969,552	5,352,040
Stock in trade		96,609,050	89,409,049
Trade debts		58,972,853	43,150,049
Advances, deposits, prepayments and other receivables		58,928,130	53,918,090
Tax refund due from Government		51,995,400	53,216,983
Due from related parties		10,831,383	8,598,837
Cash and bank balances		9,358,965	2,351,300
		291,665,332	255,996,348
Non-current assets classified as held for sale	6	6,716,112	6,716,112
		584,565,215	551,084,063
EQUITY AND LIABILITIES			
Share Capital And Reserves			
Authorized Share Capital			
16,000,000 Ordinary shares of Rs. 10 each		160,000,000	160,000,000
Issued, subscribed and paid up capital		129,963,040	129,963,040
Reserves			
Capital reserves			
Surplus on revaluation of property, plant and equipment	7	219,572,180	223,302,128
Fair value reserve of financial assets at FVOCI		7,797,674	5,157,639
Other capital reserves		2,274,287	2,274,287
		229,644,141	230,734,054
Revenue reserves			
Other revenue reserve		7,000,000	7,000,000
Accumulated loss		(30,365,742)	(37,880,120)
		(23,365,742)	(30,880,120)
Total reserves		336,241,439	329,816,974
Non Current Liabilities			
Deferred liabilities		36,040,081	34,646,760
Long term borrowing		2,050,500	3,167,500
		38,090,581	37,814,260
Current Liabilities			
Trade and other payables		36,580,223	42,789,522
Accrued mark up		6,321,408	4,645,835
Short term borrowings		154,890,800	125,125,000
Current portion of long term loan		2,792,500	2,234,000
Due to related parties	8	5,873,265	4,883,472
		206,458,195	179,677,829
Liabilities directly associated with non-current assets classified as held for sale		3,775,000	3,775,000
Contingencies And Commitments	9		
		584,565,215	551,084,063

The annexed notes from 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, 2023

Notes	Half Year Ended	Half Year Ended	Quarter Ended	Quarter Ended	
	Dec 31, 2023	Dec 31, 2022	Dec 31, 2023	Dec 31, 2022	
Revenue	10	279,612,691	322,970,656	143,839,778	162,412,850
Cost of sales	A	(219,396,067)	(249,160,794)	(109,158,974)	(121,424,336)
Gross profit		60,216,624	73,809,862	34,680,804	40,988,514
Selling and distribution costs		(22,055,044)	(32,670,864)	(14,289,431)	(18,904,156)
Administrative expenses		(15,878,629)	(13,021,391)	(9,660,650)	(5,798,673)
Other operating expenses		(1,815,929)	(6,805,650)	(295,728)	(3,489,781)
		(39,749,602)	(52,497,905)	(24,245,809)	(28,192,610)
Operating profit		20,467,022	21,311,957	10,434,995	12,795,904
Finance cost		(15,709,414)	(8,411,939)	(8,595,929)	(4,500,946)
Other income		1,564,212	1,282,291	1,268,647	898,312
Profit before taxation		6,321,820	14,182,309	3,107,713	9,193,270
Taxation		(2,537,390)	(3,037,179)	(1,184,515)	(1,475,085)
Profit after taxation		3,784,430	11,145,130	1,923,198	7,718,185
Earning per share - Basic		0.29	0.86	0.15	0.59
Earning per share - Diluted		0.29	0.86	0.15	0.59

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


CHIEF EXECUTIVE
OFFICER


CHIEF FINANCIAL
OFFICER


DIRECTOR



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2023 (UN-AUDITED)

	Half Year Ended		Quarter Ended	
	Dec 31, 2023	Dec 31, 2022	Dec 31, 2023	Dec 31, 2022
Net profit after taxation for the period	3,784,430	11,145,130	1,923,198	7,718,185
Other comprehensive income / (loss)				
<i>Items that will not be reclassified to profit and loss</i>				
Unrecognized actuarial gain due to experience adjustment on remeasurement of staff retirement benefits	-	-	-	-
<i>Items that may be reclassified subsequently to profit and loss</i>				
Loss on re-measurement of investment designated as FVOCI	2,640,035	(2,141,228)	(639,763)	(983,834)
Total comprehensive income for the period	6,424,465	9,003,902	1,283,435	6,734,351

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

**CHIEF EXECUTIVE
OFFICER**

**CHIEF FINANCIAL
OFFICER**

DIRECTOR



CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED DECEMBER 31, 2023 (UN-AUDITED)

	Half year ended December 31, 2023	Half year ended December 31, 2022
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	6,321,820	14,182,309
Adjustments for :		
Depreciation	6,282,138	6,778,130
Provision for gratuity	2,341,988	2,026,296
WWF expense	201,644	433,845
WPPF Expense	342,750	1,061,725
Grant income	-	(28,247)
Unrealized exchange gain	-	(325,546)
Gain on disposal of property, plant and equipment	-	554,267
Dividend Income	(112,257)	(103,942)
Finance cost	15,709,414	8,411,939
	24,765,676	18,808,467
Operating profit before working capital changes (Increase) / decrease in current assets	31,087,496	32,990,776
Stores and spares	382,488	585,725
Stock in trade	(7,200,001)	(1,625,400)
Trade debtors	(15,822,804)	(1,659,357)
Advances, deposits, prepayments and other receivables	(5,010,040)	(4,776,187)
Sales tax refundable	3,250,002	(3,450,047)
Due from associated undertakings	(2,232,546)	1,529,874
(Decrease) / increase in current liabilities		
Trade and other payables	(5,397,177)	(4,463,489)
Due to directors and associated undertakings	989,793	544,206
	(31,040,286)	(13,314,675)
Cash generated from operations	47,210	19,676,101
Income tax paid	(4,565,808)	(3,203,655)
Finance cost paid	(14,033,840)	(6,536,335)
Change in long term deposits	(732,000)	(622,000)
Workers profit participation fund paid	(1,356,516)	(933,862)
Gratuity paid	(948,667)	(3,135,156)
	(21,636,831)	(14,431,008)
Net cash generated from operating activities	(21,589,621)	5,245,093
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	(722,271)	(6,147,720)
Proceeds from disposal of asset held for sale	-	330,000
Dividend received	112,257	103,942
Net cash generated from investing activities	(610,014)	(5,713,778)
CASH FLOW FROM FINANCING ACTIVITIES		
Receipt/(Payment) of long term borrowings	(558,500)	(4,112,613)
Receipt/(Payment) of short term borrowings	29,765,800	2,940,000
Net cash used in financing activities	29,207,300	(1,172,613)
Effect of exchange gain/(loss) on cash & cash equivalents	-	-
Net increase in cash and cash equivalents	7,007,665	(1,641,298)
Cash and cash equivalents at the beginning of year	2,351,300	10,727,193
Cash and cash equivalents at the end of period	9,358,965	9,085,895

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


**CHIEF EXECUTIVE
OFFICER**


**CHIEF FINANCIAL
OFFICER**


DIRECTOR



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2023 (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, 2022	129,963,040	231,780,100	8,067,204	2,274,287	242,121,591	7,000,000	(61,064,404)	(54,064,404)	318,020,227
Net profit for the half year ended December 31, 2022	-	-	-	-	-	-	11,145,131	11,145,131	11,145,131
Other comprehensive (loss) for the half year ended December 31, 2022	-	-	(2,141,228)	-	(2,141,228)	-	-	-	(2,141,228)
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(4,113,834)	-	-	(4,113,834)	-	4,113,834	4,113,834	-
Transfer from surplus on revaluation of property, plant and equipment on disposal of plant and machinery.	-	(250,303)	-	-	(250,303)	-	250,303	250,303	500,606
Balance as at December 31, 2022	129,963,040	227,415,963	5,925,976	2,274,287	235,616,226	7,000,000	(45,555,136)	(38,555,136)	327,524,736
Balance as at January 1, 2023	129,963,040	227,415,963	5,925,976	2,274,287	235,616,226	7,000,000	(45,555,136)	(38,555,136)	327,024,130
Net profit for the half year ended June 30, 2023	-	-	-	-	-	-	7,789,243	7,789,243	7,789,243
Other comprehensive (loss) for the half year ended June 30, 2023	-	-	(768,337)	-	(768,337)	-	(4,228,062)	(4,228,062)	(4,996,399)
Addition in surplus on revaluation of property, plant & equipment	-	-	-	-	-	-	-	-	-
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(4,113,835)	-	-	(4,113,835)	-	4,113,835	4,113,835	-
Transfer from surplus on revaluation of property, plant and equipment on disposal of plant and machinery.	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2023	129,963,040	223,302,128	5,157,639	2,274,287	230,734,054	7,000,000	(37,880,120)	(30,880,120)	329,816,974
Balance as at July 1, 2023	129,963,040	223,302,128	5,157,639	2,274,287	230,734,054	7,000,000	(37,880,120)	(30,880,120)	329,816,974
Net profit for the half year ended December 31, 2023	-	-	-	-	-	-	3,784,430	3,784,430	3,784,430
Other comprehensive (loss) for the half year ended December 31, 2023	-	-	2,640,035	-	2,640,035	-	-	-	2,640,035
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(3,729,948)	-	-	(3,729,948)	-	3,729,948	3,729,948	-
Balance as at December 31, 2023	129,963,040	219,572,180	7,797,674	2,274,287	229,644,141	7,000,000	(30,365,742)	(23,365,742)	336,241,439

The annexed notes from 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, 2023 (UNAUDITED)

1 THE COMPANY AND ITS OPERATIONS

- Hala Enterprises Limited ("the Company") was incorporated in Pakistan under the repealed Companies Act, 1913 (now the Companies Act, 2017) as a Private Limited Company on May 16, 1973 which was subsequently converted into a Public Limited Company. The Company is primarily engaged in manufacturing and sale of terry towels, kitchen towels and terry cloth.

1.1 Geographical location and addresses of business units

1. The registered office of the Company is located at 17.5 KM Sheikhpura Road, Lahore.
2. Manufacturing facilities are located at 17.5 KM Sheikhpura Road, Lahore.
3. Administration and management office is situated at House No, 120 E1, Gulberg III, Lahore.

2 BASIS OF PREPARATION

- These condensed interim financial statements of the Company for the six months period ended December 31, 2023 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, 2023 and 2022 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, 2023.
- These 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, 2023.

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 2023.

5	PROPERTY, PLANT AND EQUIPMENT	Note	December 2023	June 2023
			(Un-audited)	(Audited)
	Opening written down value		276,369,713	280,264,376
	Additions during the period / year (at cost)		722,271	10,499,502
			<u>277,091,984</u>	<u>290,763,878</u>
	Disposal during the period / year (at written down value)		-	(884,267)
			<u>277,091,984</u>	<u>289,879,611</u>
	Revaluation surplus		-	-
	Depreciation charged for the period / year		(6,282,138)	(13,509,898)
			<u>270,809,846</u>	<u>276,369,713</u>

6 NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

- | | | | | |
|---|--|-----|-----------|-----------|
| 6 | Non current assets classified as held for sale | 6.1 | 6,716,112 | 6,716,112 |
|---|--|-----|-----------|-----------|
- 6.1 This includes 9 kanal 12 marlas land situated at 10 Km G.T. Road, Adayain Road, Rana Town (2022:9 Kanal 12 marlas).



SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2023 (UNAUDITED)

7 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	Note	December 2023	June 2023
		(Un-audited)	(Audited)
Land - freehold		133,498,480	133,498,480
Building		30,409,366	32,009,859
Plant and machinery		59,381,350	66,257,392
Fittings and installations		12,932	14,369
		223,302,128	231,780,100
Addition in surplus on revaluation of property, plant & equipment		-	-
Surplus realized on disposal of assets		-	(250,303)
Incremental depreciation charged on revalued property, plant and equipment during the period / year transferred to retained earnings		(3,729,948)	(8,227,669)
		219,572,180	223,302,128

8 DUE TO RELATED PARTIES

Due to related parties carry mark up @ 18.66% (2022:18%) 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, 2023 and the proceedings of the same are in process. Further, there are no commitments as at December 31, 2023 (June 30, 2023: Nil).

10 REVENUE	Half Year Ended		Quarter Ended	
	Dec 31, 2023	Dec 31, 2022	Dec 31, 2023	Dec 31, 2022
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
Export sales	268,706,947	312,718,498	137,628,752	156,591,840
Local sales	8,218,675	6,218,089	4,834,739	3,800,975
	276,925,622	318,936,587	142,463,491	160,392,815
Duty drawback	-	-	-	-
Export rebate	2,687,069	4,034,069	1,376,287	2,020,035
Total Sales	279,612,691	322,970,656	143,839,778	162,412,850
10.1 Gross Sales	10,022,774	7,491,673	5,896,023	4,579,488
Sales tax	(1,804,099)	(1,273,584)	(1,061,284)	(778,513)
	8,218,675	6,218,089	4,834,739	3,800,975

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, 2023	Dec 31, 2022
			(Un-audited)	(Un-audited)
Premier Garments Limited	Associated Company	Interest charged by the Company on balance	104,087	325,202
		Amount Paid during the year by the Company	6,954,802	235,570
		Amount received during the year by the Company	4,772,000	2,000,000
		Expenses charged to Associate	63,085	-
		Lease rental charged by Associate	-	-



SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2023 (UNAUDITED)

Punjab Oil Mills Limited	Associated Company	Interest charged by the Company on balance	336,047	257,313
		Amount Paid during the year by the Company.	540,000	694,322
		Expenses paid by Company on behalf of the related party	27,726	185,578
		Expenses paid by related party on behalf of the Company	1,210,972	1,023,753
		Sale of goods by the Company to related party	-	-
Tee Jay Corporation (Private) Limited	Associated Company	Interest charged by the Company on balance	526,513	499,354
		Expenses paid by related party on behalf of the Company	-	-
		Amount Paid during the year by the Company	2,500,000	1,910,000
		Amount received during the year by the Company	3,160,000	2,500,000
		Expenses paid by Company on behalf of the related party	16,059	-
Directors	Associated Person	Amount Paid during the year by the Company	8,481,800	6,903,810
		Amount received during the year by the Company	8,492,300	7,046,850

Outstanding Balance at the Period / Year Ended		Dec 31, 2023	Dec 31, 2022
		(Un-audited)	(Un-audited)
Premier Garments Limited	Due from associated company	4,085,060	3,244,265
Punjab Oil Mills Limited	Due to associated company	5,770,490	4,133,239
Tee Jay Corporation (Pvt.) Limited	Due from associated company	6,746,323	6,920,770
Directors	Due to director	102,775	275,000
	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 2023	June 2023
	(Un-audited)	(Audited)
	Percentage	Percentage

Information about products:

- Terry towel **82.23%** 83.06%

Major customers:

- 6 customers (2022: 5 customers) **71.42%** 71.65%

Revenue from external customers attributed to foreign countries **97.03%** 98.05%

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

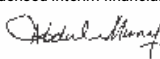
13 AUTHORIZATION OF INTERIM FINANCIAL INFORMATION

This condensed interim financial statements (un-audited) is authorized for issuance on February 28, 2024 by the Board of Directors of the Company.

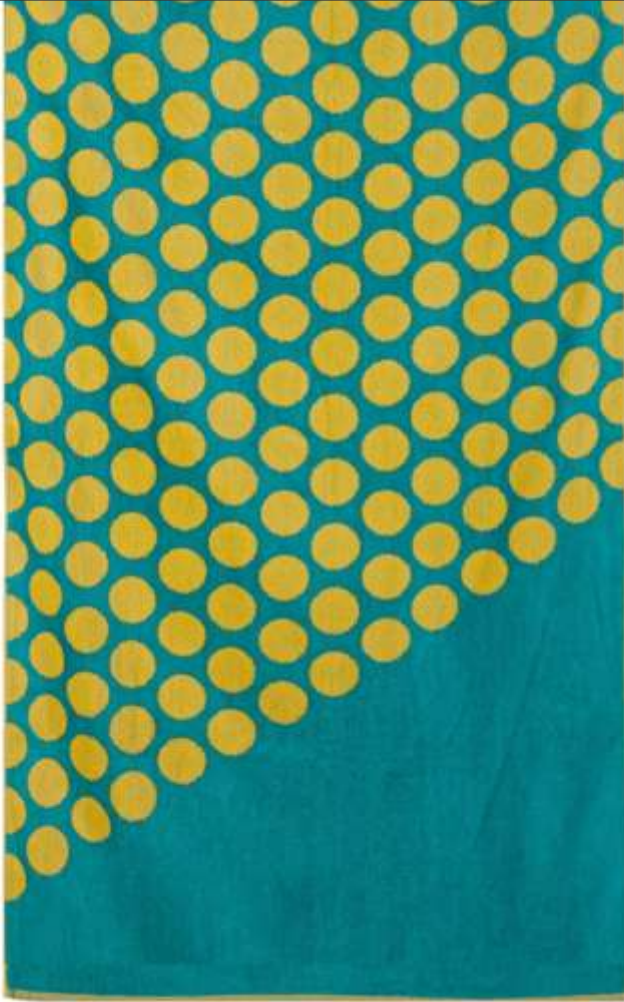
14 GENERAL

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



Hala
Enterprises Limited

17.5 km Sheikhpura Road, Lahore - PK

Tel: + 92 (42) 3797 0130, 3797 0230

Fax: + 92 (42) 3797 0681

E-mail: corporate@halaenterprises.com

www.halaenterprises.com

