

Macter International Limited



**QUARTERLY
REPORT**

MARCH 31, 2020

**WORKING TODAY
FOR A HEALTHIER TOMORROW**



CONTENTS

Company Information	02
Directors' Review Report	04
Un-consolidated Condensed Interim Statement of Financial Position	09
Un-consolidated Condensed Interim Statement of Profit or Loss	10
Un-consolidated Condensed Interim Statement of Other Comprehensive Income	11
Un-consolidated Condensed Interim Statement of Cash Flows	12
Un-consolidated Condensed Interim Statement of Changes in Equity	13
Notes to the Un-consolidated Condensed Interim Financial Information	14
Consolidated Condensed Interim Statement of Financial Position	25
Consolidated Condensed Interim Statement of Profit or Loss	26
Consolidated Condensed Interim Statement of Other Comprehensive Income	27
Consolidated Condensed Interim Statement of Cash Flows	28
Consolidated Condensed Interim Statement of Changes in Equity	29
Notes to the Consolidated Condensed Interim Financial Information	30

COMPANY INFORMATION

BOARD OF DIRECTORS

1.	Dr. Amanullah Kassim	Chairman	Independent Director
2.	Mr. Asif Misbah	Chief Executive	Executive Director
3.	Mr. Swaleh Misbah Khan		Executive Director
4.	Sheikh Muhammed Waseem		Independent Director
5.	Shaikh Aamir Naveed		Executive Director
6.	Mr. Sohaib Umar		Independent Director
7.	Mr. Islahuddin Siddiqui		Independent Director
8.	Ms. Masarrat Misbah		Non-Executive Director
9.	Mr. Muhammad Yahya Chawla		Non-Executive Director

BOARD AUDIT COMMITTEE

1.	Sheikh Muhammed Waseem	Chairman
2.	Mr. Sohaib Umar	Member
3.	Mr. Muhammad Yahya Chawla	Member

BOARD HUMAN RESOURCE AND REMUNERATION COMMITTEE

1.	Mr. Islahuddin Siddiqui	Chairman
2.	Shaikh Aamir Naveed	Member
3.	Mr. Muhammad Yahya Chawla	Member

CHIEF FINANCIAL OFFICER

Mr. Muhammad Asif

COMPANY SECRETARY

Mr. Asif Javed

INTERNAL AUDITORS

KPMG Taseer Hadi & Co.
Chartered Accountants

EXTERNAL AUDITORS

EY Ford Rhodes
Chartered Accountants

BANKERS

Al Baraka (Pakistan) Limited
Allied Bank Ltd - Islamic Banking Branch
Bank Al Habib Limited - Islamic Banking Branch
Bankislami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited - Islamic Banking Branch
Habib Metropolitan Bank Pakistan Limited - Islamic Banking Branch
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited

SHARE REGISTRAR

F.D. Registrar Services (SMC-Pvt) Limited
17th Floor, Saima Trade Tower-A
I. I. Chundrigar Road, Karachi
Telephone: + 92 21 32271905-6
Fax: + 92 21 32621233
Email: fdregistrar@yahoo.com

REGISTERED OFFICE

F-216, SITE, Karachi - 75700
Telephone: +92 21 32591000
Fax: +92 21 32564236
Email: info@macter.com

WEBSITE

www.macter.com

DIRECTORS' REVIEW REPORT

The Directors are pleased to present the un-audited un-consolidated and consolidated condensed interim financial information, for the period ended March 31, 2020:

FINANCIAL RESULTS

Description	January - March (m pkr)				July - March (m pkr)			
	Unconsolidated		Consolidated		Unconsolidated		Consolidated	
	2020	2019	2020	2019	2020	2019	2020	2019
Turnover - Net	1,585.1	1,033.6	1,644.9	1,082.1	4,114.5	2,879.2	4,273.9	2,965.7
Gross profit	593.4	407.2	626.6	433.3	1,589.3	1,232.4	1,677.8	1,277.0
Operating Profit	134.3	34.4	127.7	25.1	189.3	109.0	160.9	99.1
Profit / (Loss) before tax	70.6	0.9	60.9	(10.1)	15.6	24.6	(21.0)	11.4
(Loss) / Profit after tax	46.6	0.5	35.5	(14.0)	(37.1)	5.4	(79.2)	(13.6)

EARNINGS PER SHARE

Earnings per share as per unconsolidated financial information of the Company during January-March was 1.19 pkr and for nine months ended March 31, 2020 was (0.95) pkr as compared to 0.01 pkr and 0.14 pkr respectively during same periods last year.

FINANCIAL PERFORMANCE

On quarter on quarter (QoQ) basis net sales increased by 551.5m pkr (i.e. 53.4%), whereas on year on year (YoY) basis, net sales increased by 1,235.3m pkr (i.e. 42.9%). This was mainly due to increase in institutional tender sales during 3Q'20. The business segment wise growth was as follows:

Segment	QoQ				YoY			
	Jan-Mar 2020 (m pkr)	Jan-Mar 2019 (m pkr)	Growth in net sales (m pkr)	Growth (%)	Jul-Mar 2020 (m pkr)	Jul-Mar 2019 (m pkr)	Growth in net sales (m pkr)	Growth (%)
Street	908.4	760.3	148.1	19.5%	2,695.0	2,239.2	455.8	20.4%
Institution	539.9	161.9	378.0	233.5%	952.3	320.4	631.9	197.2%
Others	136.8	111.4	25.4	22.8%	467.2	319.6	147.6	46.2%
Total	1,585.1	1,033.6	551.5	53.4%	4,114.5	2,879.2	1,235.3	42.9%

The most promising aspect was the 25.5% growth in Street sales year on year (YoY), which is the largest and strategically most important segment (after adjusting for 91m pkr extraordinary sales of a key brand on YoY basis). Although, overall revenue growth is 42.9%, the street sales growth during January-March quarter was negatively affected due to Covid-19 response measures. Field force operations remain suspended as of April due to safety reasons, closure of Out Patient Departments and severe difficulties in visiting physicians.

Gross margin decreased YoY from 42.8% to 38.6% and from 39.4% to 37.4% on QoQ basis. This was mainly due to change in sales mix on account institutional sales during 3Q'20 and increase in other cost factors as compared to corresponding periods of last year.

Operating expenses (net of other income) increased YoY by 24.6% and by 23.2% on QoQ basis due to increased marketing investments in line with field force expansion, new launches and to sustain street sales growth momentum.

Macter International Limited

Finance cost increased from 84.5m pkr to 173.8m pkr YoY and from 33.5m pkr to 63.7m pkr QoQ mainly due to increased working capital needs on account of enhanced manufacturing volumes, stuck up government (institution) receivables and increase in KIBOR as compared to same period last year.

Despite the above challenges company registered a profit before taxation of 70.6m pkr during January-March period and 15.6m pkr during July-March period as compared to 0.9m pkr and 24.6m pkr on QoQ and YoY basis, respectively. The tax incidence was 52.7m pkr versus 19.2m pkr in same period of last year, on account of presumptive tax regime.

The Company posted a net profit of 46.6m pkr during January-March 2020 and a net loss of 37.1m pkr during July-March periods as compared to 0.5m pkr and 5.4m pkr on QoQ and YoY basis, respectively.

FUTURE OUTLOOK

The unprecedented catastrophe of COVID-19 has affected the entire world as well as Pakistan. Due to lock down since mid-March 2020, street sales of the company has been badly affected, as doctor clinics are off, hospital OPDs are not working and sales force operations are suspended.

The Government / State Bank of Pakistan has timely announced different relief measures to support industries and business community to mitigate the liquidity stress mainly due to supply disruptions, material price escalations and sales losses. The Company is in the process to evaluate the need and possibility of utilizing these relief measures to smoothen out its operations.

Although the operating results for April-June quarter are likely to account for the impacts of the lock down and the normalization process, however the management is taking all possible steps to minimize the negative impact on sales and profitability. Government announcement to phase wise ease out the lockdown situation is expected to normalize the business workflow in general and pharma street sales in particular by early next financial year.

ACKNOWLEDGEMENT

The Board of Directors would like to take this opportunity to express their profound appreciation of the commitment, dedication, and devotion of the employees especially from supply chain operations who are working to maintain uninterrupted medicine supplies with all possible health and safety precautions. We would also like to acknowledge the support and cooperation received from our valued shareholders, customers, distributors, suppliers, financial institutions and regulatory authorities in these challenging times.

All praise and gratitude to Allah SWT for His continued blessings.

ON BEHALF OF THE BOARD



ASIF MISBAH
CHIEF EXECUTIVE

Date: April 24, 2020



SHEIKH AAMIR NAVEED
DIRECTOR

Macter International Limited

فائننس کی لاگت سال بہ سال 84.5 ملین پاکستانی روپے سے بڑھ کر 173.8 ملین پاکستانی روپے ہو گئی اور سہ ماہی بہ سہ ماہی 33.5 ملین پاکستانی روپے سے بڑھ کر 63.7 ملین پاکستانی روپے ہو گئی، جس کی بنیادی وجہ گزشتہ سال کے اسی عرصہ کے مقابلے میں بڑھتے ہوئے مینوفیکچرنگ حجم میں اضافہ کے باعث ورکنگ کپٹل کی ضروریات میں اضافہ، حکومتی (اسٹی ٹیوٹنل) قابل وصول رقم کا تعطل جانا اور KIBOR میں اضافہ تھا۔

مذکورہ بالا چیلنجز کے باوجود کمپنی نے گزشتہ سہ ماہی بہ سہ ماہی اور سال بہ سال کے بالترتیب 0.9 ملین پاکستانی روپے اور 24.6 ملین پاکستانی روپے کے مقابلے میں جنوری-مارچ کے عرصے کے دوران 70.6 ملین پاکستانی روپے اور جولائی-مارچ کے عرصہ کے دوران 15.6 ملین پاکستانی روپے قبل از ٹیکس منافع درج کیا۔ ٹیکس بوجھ Presumptive tax regime کی وجہ سے گزشتہ سال کے اسی عرصے کے 19.2 ملین پاکستانی روپے کے مقابلے میں 52.7 ملین پاکستانی روپے تھا۔

کمپنی کو سہ ماہی بہ سہ ماہی اور سال بہ سال کے بالترتیب 0.5 ملین پاکستانی روپے اور 5.4 ملین پاکستانی روپے کے مقابلے میں جنوری-مارچ 2020 کے دوران 46.6 ملین پاکستانی روپے کا خالص منافع ہوا اور جولائی-مارچ کے عرصہ کے دوران 37.1 ملین پاکستانی روپے کا خالص خسارہ ہوا۔

مستقبل کا جائزہ

COVID-19 غیر معمولی تباہی نے پوری دنیا کے ساتھ ساتھ پاکستان کو بھی متاثر کیا ہے۔ مارچ 2020 کے وسط سے لاک ڈاؤن کی وجہ سے، کمپنی کی اسٹریٹ فروخت بری طرح متاثر ہوئی ہے کیونکہ ڈاکٹرز کے کلینک بند ہیں، اسپتال کے ادوی ڈیز کام نہیں کر رہے ہیں اور سیلز فوس کی سرگرمیاں معطل ہیں۔

گورنمنٹ / اسٹیٹ بینک آف پاکستان نے سپلائی میں رکاوٹوں، میٹریل کی قیمتوں میں اضافے اور فروخت میں ہونے والے نقصانات کے سبب لیکویڈیٹی پر دباؤ کو کم کرنے کی خاطر صنعتوں اور کاروباری برادری کی مدد کے لئے بروقت مختلف ریلیف اقدامات کا اعلان کیا ہے۔ کمپنی اپنے آپریٹنگز کو ہموار کرنے کے لیے ان امدادی اقدامات کی ضرورت اور ممکنہ طور پر ان کو بروئے کار لانے کے امکانات کا جائزہ لے رہی ہے۔


اگرچہ اپریل-جون کی سہ ماہی کے آپریٹنگ نتائج پر لاک ڈاؤن اور معمول پر لانے کے عمل کے اثرات مرتب ہوں گے، تاہم انتظامیہ سیلز اور منافع پر منفی اثرات کو کم کرنے کے لئے ہر ممکن اقدامات اٹھا رہی ہے۔ لاک ڈاؤن کی صورتحال کو مرحلہ وار نرم کرنے کے حکومتی اعلان سے اگلے مالی سال کے اوائل تک عمومی طور پر کاروباری سرگرمیوں اور خصوصی طور پر فارماسٹریٹ کی فروخت کے معمول پر آنے کی امید ہے۔

اعتراف

بورڈ آف ڈائریکٹرز اس موقع سے فائدہ اٹھاتے ہوئے ملازمین کے عزم، لگن اور خلوص کی گہری قدر دانی کا اظہار کرتا ہے اور ان کے تعاون کا معترف ہے، علاوہ ازیں اپنے تمام قابل قدر شیئرز، سٹاک ہولڈرز، سسٹمز، ڈسٹری بیوٹرز، سپلائرز، مالیاتی اداروں اور ریگولیٹری اتھارٹیز کی خدمات و تعاون کا اعتراف کرتا ہے۔

اللہ سبحانہ و تعالیٰ کے مسلسل فضل و کرم پر تمام تعریفیات اور تشکریاں اسی کے لیے ہے۔

منجانب بورڈ


شیخ عامر نوید
ڈائریکٹر


آصف مصباح
چیف ایگزیکٹو

کراچی

تاریخ: اپریل 24، 2020

ڈائریکٹرز جائزہ رپورٹ

ڈائریکٹرز 31 مارچ 2020ء کو ختم ہونے والی مدت کے غیر آڈٹ شدہ غیر مدغم شدہ اور مدغم شدہ مختصر عبوری مالیاتی معلومات پیش کرتے ہوئے خوش محسوس کر رہے ہیں۔

مالیاتی نتائج

مندرجات	جنوری-مارچ (پاکستانی روپے ملین میں)				جولائی-مارچ (پاکستانی روپے ملین میں)			
	غیر مدغم شدہ		مدغم شدہ		غیر مدغم شدہ		مدغم شدہ	
	2019	2020	2019	2020	2019	2020	2019	2020
فروخت خالص	1,585.1	1,033.6	1,644.9	1,082.1	4,114.5	2,879.2	4,273.9	2,965.7
مجموعی منافع	593.4	407.2	626.6	433.3	1,589.3	1,232.4	1,677.8	1,277.0
آپریٹنگ منافع	134.3	34.4	127.7	25.1	189.3	109.0	160.9	99.1
فعلی از ٹیکس منافع / (خسارہ)	70.6	0.9	60.9	(10.1)	15.6	24.6	(21.0)	11.4
بعد از ٹیکس (خسارہ) / منافع	46.6	0.5	35.5	(14.0)	(37.1)	5.4	(79.2)	(13.6)

فی حصص منافع

کسی فی غیر مدغم شدہ مالیاتی معلومات کے مطابق گزشتہ سال کی اسی مدت کے بالترتیب 0.01 پاکستانی روپے اور 0.14 پاکستانی روپے کے مقابلے میں جنوری-مارچ کے دوران فی حصص منافع 1.19 پاکستانی روپے اور 31 مارچ 2020 کو ختم ہونے والی نو ماہی کے لئے (0.95) پاکستانی روپے رہا۔

مالیاتی کارکردگی

سہ ماہی بہ سہ ماہی (QoQ) کی بنیاد پر خالص فروخت میں 551.5 ملین پاکستانی روپے (یعنی 53.4 فیصد) اضافہ ہوا، جبکہ سال بہ سال (YoY) کی بنیاد پر خالص فروخت میں 1,235.3 ملین پاکستانی روپے (یعنی 42.9 فیصد) اضافہ ہوا۔ اس کی بنیادی وجہ تیسری سہ ماہی 2020 کے دوران انسٹی ٹیوٹل ٹینڈر فروخت میں اضافہ تھا۔ کاروباری شعبوں کے اعتبار سے بڑھوتری درج ذیل تھی:

شعبہ	سہ ماہی بہ سہ ماہی				سال بہ سال			
	جنوری-مارچ 2020	جنوری-مارچ 2019	خالص فروخت میں بڑھوتری	خالص فروخت	جولائی-مارچ 2020	جولائی-مارچ 2019	خالص فروخت میں بڑھوتری	خالص فروخت
	(پاکستانی روپے ملین میں)	(پاکستانی روپے ملین میں)	(فیصد میں)	(فیصد میں)	(پاکستانی روپے ملین میں)	(پاکستانی روپے ملین میں)	(فیصد میں)	(فیصد میں)
اسٹریٹ	908.4	760.3	148.1	19.5%	2,695.0	2,239.2	455.8	20.4%
انسٹی ٹیوٹل	539.9	161.9	378.0	233.5%	952.3	320.4	631.9	197.2%
دیگر	136.8	111.4	25.4	22.8%	467.2	319.6	147.6	46.2%
ٹوٹل	1,585.1	1,033.6	551.5	53.4%	4,114.5	2,879.2	1,235.3	42.9%

سب سے پُر امید پبلو اسٹریٹ فروخت سالہ سال (YoY) میں 25.5 فیصد کی بڑھوتری تھی جو کہ سب سے بڑا اور اسٹریٹ ٹینجک لحاظ سے نہایت اہم شعبہ ہے (سال بہ سال کی بنیاد پر ایک اہم براڈ کی 91 ملین پاکستانی روپے کی غیر معمولی فروخت ایڈجسٹ کرنے کے بعد)۔ اگرچہ، مجموعی طور پر آمدنی میں اضافہ 42.9 فیصد ہے، Covid-19 کے جوابی اقدامات کی وجہ سے جنوری-مارچ سہ ماہی کے دوران اسٹریٹ فروخت میں اضافہ منفی طور پر متاثر ہوا تھا۔ حفاظتی وجوہات، بیرونی مریضوں کے شعبہ جات کی بندش اور ڈاکٹرز کے پتچے میں شدید مشکلات کے باعث اپریل سے فیلڈ فورس کے آپریشن معطل ہیں۔

سال بہ سال (YoY) مجموعی منافع 42.8 فیصد سے کم ہو کر 38.6 فیصد رہ گیا اور سہ ماہی بہ سہ ماہی (QoQ) کی بنیاد پر یہ 39.4 فیصد سے 37.4 فیصد تک کم ہوا۔ اس کی بنیادی وجہ تیسری سہ ماہی 2020 کے دوران انسٹی ٹیوٹل فروخت کے باعث فروخت کمس میں تبدیلی اور پچھلے سال کے اسی عرصہ کے مقابلے میں لاگت کے دیگر عوامل میں اضافہ تھا۔

آپریٹنگ اخراجات (other income سے خالص) میں سال بہ سال 24.6 فیصد اضافہ اور سہ ماہی بہ سہ ماہی کی بنیاد پر 23.2 فیصد اضافہ ہوا جس کی وجہ فیلڈ فورس میں توسیع کے سلسلے میں زیادہ مارکیٹنگ کی سرمایہ کاری، نئی اجراء اور اسٹریٹ فروخت میں اضافہ کی رفتار کو برقرار رکھنا تھا۔

**UN-CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION
PERIOD ENDED
MARCH 31, 2020**

UN-CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2020

		MARCH 31, 2020	JUNE 30, 2019
	NOTE	(RUPEES IN '000)	
		UN-AUDITED	AUDITED
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	1,348,296	1,232,833
Intangible assets		5,760	8,279
Long-term investment	6	200,000	100,000
Long-term loans		2,993	2,147
Long-term deposits		77,831	73,619
Deferred tax asset		26,645	18,396
		1,661,525	1,435,274
CURRENT ASSETS			
Stores and spares		3,800	2,171
Stock-in-trade	7	1,060,982	773,203
Trade debts		938,890	580,686
Loans and advances		117,637	72,018
Trade deposits, prepayments and other receivables		103,921	70,576
Taxation-net		157,161	134,045
Cash and bank balances	8	96,342	142,578
		2,478,733	1,775,277
TOTAL ASSETS		4,140,258	3,210,551
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital		391,444	391,444
Reserves		730,162	802,502
		1,121,606	1,193,946
NON-CURRENT LIABILITIES			
Long-term financing	9	367,232	298,760
Lease liabilities		49,018	-
Deferred liabilities		182,783	178,459
		599,033	477,219
CURRENT LIABILITIES			
Trade and other payables	10	886,590	625,248
Accrued profit		48,234	24,288
Short-term borrowings	11	1,343,025	790,738
Current portion of long-term financing	9	119,603	98,832
Current portion of lease liabilities		21,899	-
Unclaimed dividends		268	280
		2,419,619	1,539,386
CONTINGENCIES AND COMMITMENTS	12		
TOTAL EQUITY AND LIABILITIES		4,140,258	3,210,551

The annexed notes from 1 to 17 form an integral part of these unconsolidated condensed interim financial information.


 CHIEF FINANCIAL OFFICER


 CHIEF EXECUTIVE


 DIRECTOR

Macter International Limited

UN-CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2020

	NINE MONTHS ENDED		QUARTER ENDED	
	MARCH 31, 2020	MARCH 31, 2019	MARCH 31, 2020	MARCH 31, 2019
NOTE	(RUPEES IN '000)			
Turnover	4,114,483	2,879,230	1,585,060	1,033,605
Cost of sales	(2,525,216)	(1,646,819)	(991,611)	(626,413)
Gross profit	1,589,267	1,232,411	593,449	407,192
Distribution costs	(1,233,347)	(977,328)	(400,903)	(325,345)
Administrative expenses	(171,811)	(161,866)	(59,991)	(56,482)
Other expenses	(1,322)	(2,086)	(1,322)	(75)
Other income	6,556	17,877	3,052	9,141
	(1,399,924)	(1,123,403)	(459,164)	(372,761)
Operating profit	189,343	109,008	134,285	34,431
Financial charges 9.4 & 11.4	(173,783)	(84,456)	(63,729)	(33,546)
Profit before taxation	15,560	24,552	70,556	885
Taxation 13	(52,670)	(19,120)	(23,972)	(346)
(Loss) / Profit after taxation	(37,110)	5,432	46,584	539
	(RUPEES)			
Basic and diluted (loss) / earnings per share	(0.95)	0.14	1.19	0.01

The annexed notes from 1 to 17 form an integral part of these unconsolidated condensed interim financial information.


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR

Macter International Limited

UN-CONSOLIDATED CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2020

	NINE MONTHS ENDED		QUARTER ENDED	
	MARCH 31, 2020	MARCH 31, 2019	MARCH 31, 2020	MARCH 31, 2019
	..... (RUPEES IN '000)			
(Loss) / Profit after taxation	(37,110)	5,432	46,584	539
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	(37,110)	5,432	46,584	539

The annexed notes from 1 to 17 form an integral part of these unconsolidated condensed interim financial information.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

Macter International Limited

UN-CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2020

		NINE MONTHS ENDED	
		MARCH 31, 2020	MARCH 31, 2019
NOTE		..... (RUPEES IN '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		15,560	24,552
Adjustments :			
Depreciation		76,419	64,786
Depreciation - Right of use - asset		17,447	-
Amortization		2,519	2,885
Financial charges		173,783	84,456
Provision for gratuity		20,173	17,034
Gain on sale of operating fixed assets		(3,674)	(11,403)
Provision for slow moving and obsolete stock-in-trade		20,142	903
Provision for doubtful debts		21,000	29,344
		327,809	188,005
		343,369	212,557
(Increase) in current assets			
Stores and spares		(1,629)	(97)
Stock-in-trade		(307,921)	(52,187)
Trade debts		(379,204)	(37,747)
Loans and advances		(45,619)	(35,134)
Trade deposits, prepayments and other receivables		(33,345)	(3,553)
		(767,718)	(128,718)
Increase in current liabilities			
Trade and other payables		261,330	3,928
		(163,019)	87,767
Financial charges paid		(149,837)	(73,918)
Income tax paid		(84,035)	(44,908)
Gratuity paid		(15,755)	(5,913)
Long-term loans		(846)	244
Long-term deposits		(4,212)	492
Deferred liabilities		(93)	(209)
		(254,778)	(124,212)
Net cash (used in) operating activities		(417,797)	(36,445)
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property plant and equipment		(129,777)	(138,661)
Proceeds from disposal of operating fixed assets		7,109	17,349
Investments made during the period		(100,000)	(100,000)
Additions of intangible asset		-	(3,954)
Net cash (used in) investing activities		(222,668)	(225,266)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term financing obtained - net		89,243	55,730
Lease liabilities paid		(12,071)	-
Short-term borrowings obtained - net		552,287	258,833
Dividend Paid		(35,230)	(72,417)
Net cash generated from financing activities		594,229	242,146
Net decrease in cash and cash equivalent		(46,236)	(19,565)
Cash and cash equivalents at the beginning of the period		142,578	46,995
Cash and cash equivalents at the end of the period	8	96,342	27,430

The annexed notes from 1 to 17 form an integral part of these unconsolidated condensed interim financial information.

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR

**UN-CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2020**

PARTICULARS	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL	RESERVES		TOTAL RESERVES	TOTAL EQUITY
		CAPITAL RESERVES	UNAPPROP- -RIATED PROFIT		
..... (RUPEES IN '000)					
Balance as at July 01, 2018	391,444	217,808	558,275	776,083	1,167,527
Profit for the period	-	-	5,432	5,432	5,432
Other comprehensive income for the period ended March 31, 2019	-	-	-	-	-
	-	-	5,432	5,432	5,432
Final dividend for the year ended June 30, 2018 @ Rs. 1.85 per Share	-	-	(72,417)	(72,417)	(72,417)
Balance as at March 31, 2019	391,444	217,808	491,290	709,098	1,100,542
Balance as at July 01, 2019	391,444	217,808	584,694	802,502	1,193,946
Net (loss) for the period	-	-	(37,110)	(37,110)	(37,110)
Other comprehensive income for the period ended March 31, 2020	-	-	-	-	-
	-	-	(37,110)	(37,110)	(37,110)
Final dividend for the year ended June 30, 2019 @ Rs.0.90 per Share	-	-	(35,230)	(35,230)	(35,230)
Balance as at March 31, 2020	391,444	217,808	512,354	730,162	1,121,606

The annexed notes from 1 to 17 form an integral part of these unconsolidated condensed interim financial information.


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR

**NOTES TO THE UN-CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)**

FOR THE PERIOD ENDED MARCH 31, 2020

1. THE COMPANY AND ITS OPERATIONS

Macter International Limited (the Company) was incorporated in Pakistan in 1992 as a private limited company and was converted into a public limited company in 2011. Effective from August 01, 2017 the Company has been listed on Pakistan Stock Exchange Limited. The principal activity of the Company is to manufacture and market pharmaceutical products. The geographical location and registered office of the Company is situated at F-216, S.I.T.E. Karachi.

2. BASIS OF PREPARATION

This unconsolidated condensed interim financial information 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;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under 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.

This unconsolidated condensed interim financial information does not include all the information and disclosures required in annual financial statements and should be read in conjunction with the Company's unconsolidated annual audited financial statements for the year ended June 30, 2019.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of this unconsolidated condensed interim financial information are consistent with those followed in the preparation of the Company's unconsolidated annual audited financial statements for the year ended June 30, 2019 except as described in notes 3.1 and 3.2 below:

3.1 Adoption of IFRS 16 - Leases

During the period, the Company have adopted IFRS 16 as issued by the International Accounting Standards Board (IASB) in January 2016.

IFRS 16 supersedes IAS 17 "Leases", IFRIC 4 "Determining whether an Arrangement contains a Lease", SIC-15 "Operating Leases-Incentives" and SIC-27 "Evaluating the Substance of Transactions Involving the Legal Form of a Lease". The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model.

Lessor accounting under IFRS 16 is substantially unchanged under IAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as in IAS 17. Therefore, IFRS 16 did not have an impact for leases where the Company is the lessor.

The Company has lease contracts for its Commercial offices and warehouse. Before the adoption of IFRS 16, the Company classified each of its leases (as lessee) at the inception date as an operating lease. In an operating lease, the leased property was not capitalised and the lease payments were recognised as rent expense in statement of profit or loss on a straight-line basis over the lease term. Any prepaid rent and accrued rent were recognised under Trade deposits, short term prepayments and other receivables, respectively.

Upon adoption of IFRS 16, the Company initially recognized a lease liability for the obligation to make lease payments and a right-of-use (RoU) asset for the right to use the underlying asset for the lease term against a consideration. The lease liability is measured at the present value of the consideration (lease payments) to be made over the lease term. The lease payments are discounted using the interest rate implicit in the lease, unless it is not readily determinable, in which case the lessee may use the incremental rate of borrowing. The RoU asset is initially measured at the present value of lease liability, adjusted for lease prepayments and borrowing costs.

As permitted by the transitional provisions of IFRS 16, the Company elected not to restate the comparative figures and not to adjust the opening unappropriated profit. Accordingly, adjustment to the carrying amount of assets and liabilities were recognised in the current period.

The effect of adoption of IFRS 16 as at July 01, 2019 is as follows:

	JULY 01, 2019 (RUPEES IN '000)
Increase in RoU asset	82,987
(Decrease) in trade deposits, short term prepayments and other receivables	(7,260)
Increase in total assets	75,727
Increase in lease liability against assets subject to finance lease	75,727
Increase in net assets	-

The Company also applied the available practical expedients wherein it:

- Used a single discount rate to a portfolio of leases with reasonably similar characteristics.
- Relied on its assessment of whether leases are onerous immediately before the date of initial application.
- Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application.

Macter International Limited

The lease liabilities as at July 01, 2019 can be reconciled to the operating lease commitments as of June 30, 2019 as follows:

	(RUPEES IN '000)
Operating lease commitments as at June 30, 2019	103,930
Weighted average incremental borrowing rate as at July 01, 2019	<u>14.30%</u>
Discounted operating lease commitments as at July 01, 2019	78,394
Less: Commitments relating to short-term leases	(2,667)
Lease liabilities as July 01, 2019	<u>75,727</u>

Summary of new accounting policies in respect of adoption of IFRS 16

Set out below are the new accounting policies of the Company upon adoption of IFRS 16, which have been applied from the date of initial application:

Right-of-use (RoU) assets

At the commencement date of the lease, Right-of-use assets is measured at preset value of lease liability. Subsequently, RoU asset is measured at cost, less accumulated depreciation and any impairment losses, and adjusted for any pre measurement of lease liabilities. RoU are depreciated on a straight-line basis over the shorter of its estimated useful life and lease term.

Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term and is adjusted for lease prepayments. The lease payments are discounted using the interest rate implicit in the lease, unless it is not readily determinable, in which case the lessee may use incremental rate of borrowing. After the commencement date, the carrying amount of lease liability is increased to reflect the accretion of interest and reduced for the lease payments made.

Short-term leases

The Company applies the short-term lease recognition exemption to its short-term leases of premises (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). Lease payments on short-term leases are recognised as expense on a straight-line basis over the lease term.

Set out below, are the carrying amounts of the Company's right-of-use assets, lease liabilities and interest liability and the movements during the period:

	ROU ASSET	LEASE LIABILITY	INTEREST LAIBILITY
	..... (RUPEES IN '000)		
As at July 01, 2019	82,987	75,727	-
Depreciation expense	(17,447)	-	-
Interest expense	-	-	7,424
Payments	-	(12,234)	-
As at March 31, 2020	<u>65,540</u>	<u>63,493</u>	<u>7,424</u>

3.2 New / Revised Standards, Interpretations and Amendments

The Company has adopted the following standards and amendment to IFRSs which became effective for the current period:

IFRS 3 Business Combinations: Previously held interests in a joint operation

IFRS 9 Prepayment Features with Negative Compensation (Amendments)

IFRS 11 Joint Arrangements: Previously held interests in a joint operation

IFRS 16 Leases

IAS 12 Income Taxes: Income tax consequences of payments on financial instruments classified as equity (Amendments)

IAS 19 Plan Amendment, Curtailment or Settlement (Amendments)

IAS 23 Borrowing Costs: Borrowing costs eligible for capitalisation

IAS 28 Long-term Interests in Associates and Joint Ventures (Amendments)

IFRIC Interpretation 23 Uncertainty over Income Tax Treatments

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financial statements other than IFRS 16, the impact of which has been disclosed in note 3.1 above.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of unconsolidated condensed interim financial information is in conformity with approved accounting standards, as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

Judgments and estimates made by the management in the preparation of this unconsolidated condensed interim financial information are same as those applied in the Company's unconsolidated annual audited financial statements for the year ended June 30, 2019.

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 AUDITED
		UN-AUDITED	
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	1,250,198	1,201,358
Right of use - assets	3.1	65,540	-
Capital work-in-progress	5.2	32,558	31,475
		1,348,296	1,232,833

Macter International Limited

5.1 Detail of additions and deletions to operating fixed assets are as follow:

	NINE MONTHS ENDED		NINE MONTHS ENDED	
	ADDITIONS (COST)		DELETIONS (NET BOOK VALUE)	
	MARCH 31, 2020	MARCH 31, 2019	MARCH 31, 2020	MARCH 31, 2019
	..... (RUPEES IN '000)			
	..... (UN-AUDITED)			
Leasehold land	-	4,650	-	-
Buildings on leasehold land	3,967	64,792	-	-
Plant and machinery	21,327	129,226	2,414	159
Tools and equipment	13,611	8,476	-	-
Gas and other installation	31,432	44,479	53	-
Furniture and fixture	2,688	8,051	-	-
Office equipment	1,784	3,524	-	-
Computer equipment	1,584	952	-	61
Motor vehicles	52,301	26,961	968	5,726
	128,694	291,111	3,435	5,946

5.2 Capital work-in-progress

	MARCH 31, 2020				
	CIVIL WORKS	LEASEHOLD LAND	PLANT AND MACHINERY	OTHERS	TOTAL
	..... (RUPEES IN '000)				
	..... (UN-AUDITED)				
Balance at beginning of the period	683	2,050	28,427	315	31,475
Capital expenditure incurred / advances made	4,015	4,623	38,009	3,172	49,819
Transfer to operating fixed assets	(4,698)	-	(43,365)	(673)	(48,736)
Balance at end of the period	-	6,673	23,071	2,814	32,558

Macter International Limited

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
		UN-AUDITED	AUDITED
6. LONG-TERM INVESTMENT			
Investment in subsidiary - at cost			
Misbah Cosmetic (Private) Limited			
20,000,000 (2019 : 10,000,000) ordinary shares			
representing 72.53% (2019 : 56.90%) voting shares	6.1	<u>200,000</u>	<u>100,000</u>

- 6.1 During the period, the Company acquired an additional 10,000,000 ordinary shares increasing the voting shares from 56.90% to 72.53% of Misbah Cosmetics (Private) Limited against a consideration of Rs.100 million. The subsidiary company is engaged in selling and distribution of cosmetic products.

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
		UN-AUDITED	AUDITED
7. STOCK IN TRADE			
In hand			
- raw material		405,139	264,024
- packing material		228,961	170,963
- work-in-process		110,832	65,668
- finished goods	7.1	<u>348,566</u>	<u>296,278</u>
		1,093,498	796,933
Less: Provision for slow moving and obsolete items	7.2	<u>(37,223)</u>	<u>(27,376)</u>
		1,056,275	769,557
In transit		<u>4,707</u>	<u>3,646</u>
		<u>1,060,982</u>	<u>773,203</u>

- 7.1 These include cost of physician samples, aggregating Rs.14.558 (2019: Rs.13.502) million.

		MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
		UN-AUDITED	AUDITED
7.2 Provision for slow moving and obsolete items			
Balance at the beginning of the period		27,376	46,482
Charge for the period		20,142	10,716
Write off during the period		<u>(10,295)</u>	<u>(29,822)</u>
Balance at the end of the period		<u>37,223</u>	<u>27,376</u>

Macter International Limited

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
		UN-AUDITED	AUDITED
8. CASH AND BANK BALANCES			
Cash in hand		79	271
With banks in:			
- current accounts		78,048	84,462
- saving accounts	8.1	18,215	57,845
		96,263	142,307
		96,342	142,578

8.1 These carry profit at the rates ranging from 5.50 % to 7.55 % (2019: 2.25% to 6.15%) per annum.

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
		UN-AUDITED	AUDITED
9. LONG-TERM FINANCING			
Secured			
Diminishing musharakah on			
- leasehold land and buildings	9.1	154,376	76,263
- plant and machinery	9.2	231,378	253,727
- vehicles	9.3	101,081	67,602
		486,835	397,592
Less : Current maturity shown under current liabilities		(119,603)	(98,832)
		367,232	298,760

9.1 These facilities have been obtained from Meezan Bank Limited. These carry markup at the rate of 3 Months and 6 Months KIBOR plus 1.25% to 1.50% (2019: KIBOR plus 1.25% to 2.00%) per annum and having maturity till August 2024 (2019: August 2022). These facilities are secured against the respective assets.

9.2 These facilities have been obtained from First Habib Modaraba, Dubai Islamic Bank and MCB Islamic Bank. These carry markup at the rates of 1 Month, 3 Months and 6 Months KIBOR plus 1.00% to 2.00% (2019: KIBOR plus 1.40% to 2.00%) per annum and having maturity till March 2025 (2019: September 2024). These facilities are secured against the respective assets.

9.3 These facilities have been obtained from First Habib Modaraba and Albaraka Bank (Pakistan) Limited. These carry markup at the rates of 6 Months KIBOR plus 1.00% to 1.50% (2019: KIBOR plus 1.25% to 2.00%) per annum and are having maturity till January 2025 (2019: December 2023). These facilities are secured against the respective assets.

9.4 Financial charges on long term financing for the period ended March 31, 2020 is Rs.49.479 million.

Macter International Limited

		MARCH 31, 2020	JUNE 30, 2019
	NOTE	..... (RUPEES IN '000) .....	.....
		UN-AUDITED	AUDITED
10. TRADE AND OTHER PAYABLES			
Trade and other creditors		579,732	346,788
Advances from customers		102,179	114,205
Accrued liabilities		72,409	44,323
Provision for Gas Infrastructure Development Cess		79,190	66,795
Sindh Workers' Profit Participation Fund		844	2,852
Workers' Welfare Fund		22,045	21,725
Central Research Fund		157	1,238
Payable to Provident Fund		2,697	3,302
Ijarah rental payable		4,302	4,591
Auditors' remuneration		1,437	2,023
Withholding taxes payable		10,747	9,398
Others		10,851	8,008
		886,590	625,248
11. SHORT-TERM BORROWINGS			
Istisna'a	11.1	413,822	19,511
Musharakah running finance	11.2	200,000	130,000
Murabaha	11.3	729,203	641,227
		1,343,025	790,738

- 11.1** This represents finance facility obtained from Dubai Islamic Bank. This carries profit at the rate of 6 Months KIBOR plus 1.25% to 1.50% (2019: 3 to 6 Months KIBOR plus 1.25%) per annum and having maturity till September 2020 (2019: July 2019). These are secured by way of hypothecation on stock-in-trade and trade debts of the Company.
- 11.2** These represent finance facility obtained from MCB Islamic Bank. This carries profit at the rate of 3 Months KIBOR plus 0.85% per annum and is repayable on demand. These are secured by way of hypothecation on stock-in-trade and trade debts of the Company.
- 11.3** These represent outstanding murabaha facilities with various Islamic banks for the purpose of purchase of inventory. These carry profit at the rates ranging from 6 Months KIBOR plus 1.00% to 1.50% (2019: from 3 to 6 Months of KIBOR plus 1.00% to 1.50%) per annum and having maturity till September 2020 (2019: December 2019). These are secured against hypothecation of stock in trade and trade debts of the Company.
- 11.4** Financial charges on short term borrowings for the period ended March 31, 2020 is Rs.115.821 million.

Macter International Limited

	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
	UN-AUDITED	AUDITED
12. CONTINGENCIES AND COMMITMENTS		
12.1 Contingencies		
12.1 .1 Claims not acknowledged as debt by the Company	9,072	7,240
12.1 .2 Outstanding letters of guarantee	118,231	89,667
12.1 .3 There is no change in the status of contingencies as disclosed in the annual audited financial statements for the year ended June 30, 2019 except as mentioned in above notes.		
12.2 Commitments		
Outstanding letters of credit	108,891	55,641
Commitments for capital expenditures	28,540	42,136
Commitments for ljarah rentals in respect of plant and machinery, motor vehicles and equipment		
	Year	
	2020	26,217
	2021	100,314
	2022	71,459
	2023	17,714
	2024	7,228
	2025	125
		223,057
		264,602

	NINE MONTHS ENDED		QUARTER ENDED	
	MARCH 31, 2020	MARCH 31, 2019	MARCH 31, 2020	MARCH 31, 2019
	..... (RUPEES IN '000)			
	..... (UN-AUDITED)			
13. TAXATION				
Current	60,919	13,499	23,477	6,466
Prior year	-	(4,919)	-	198
Deferred	(8,249)	10,540	495	(6,318)
	52,670	19,120	23,972	346

14. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise of associates, directors and key management personnel. Transactions with related parties during the period, other than those which have been disclosed elsewhere in this condensed interim financial information, are as follows:

Relationship	Nature of transaction	NINE MONTHS ENDED	
		MARCH 31, 2020	MARCH 31, 2019
		..... (RUPEES IN '000)	
		..... (UN-AUDITED)	
Key Management Personnel	Salary and other benefits	130,968	123,155
	Dividend	23,002	47,283
Non-Executive Director	Meeting Fees	554	517
Provident Fund	Contribution	29,187	26,483
Misbah Cosmetics (Private) Limited (Subsidiary) 72.53%	Investment made	100,000	100,000
	Expenses incurred and reimbursement thereon	1,084	2,017

15. FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

These unconsolidated condensed interim financial information do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2019. There have been no change in any risk management policies since the year end.

16. DATE OF AUTHORISATION FOR ISSUE

This unconsolidated condensed interim financial information was authorised for issue on 24 April, 2020 by the Board of Directors of the Company.

17. GENERAL

17.1 Corresponding figures have been reclassified for the purpose of better presentation and comparison, wherever necessary. However, there are no material reclassifications to report.

17.2 All figures have been rounded off to the nearest thousand rupees, unless otherwise stated.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE



DIRECTOR

**CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION
PERIOD ENDED
MARCH 31, 2020**

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2020

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019
		UN-AUDITED	AUDITED
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	1,365,810	1,248,312
Intangible assets		60,546	65,218
Long-term loans		2,993	2,147
Long-term deposits		79,309	74,537
Deferred tax asset		26,645	18,396
		1,535,303	1,408,610
CURRENT ASSETS			
Stores and spares		3,800	2,171
Stock-in-trade	6	1,142,760	841,849
Trade debts		972,820	599,532
Loans and advances		122,175	76,887
Trade deposits, prepayments and other receivables		112,446	76,998
Taxation-net		157,161	134,045
Cash and bank balances	7	114,437	144,969
		2,625,599	1,876,451
TOTAL ASSETS		4,160,902	3,285,061
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital		391,444	391,444
Reserves		661,126	764,552
		1,052,570	1,155,996
Non controlling interest		(6,990)	4,031
		1,045,580	1,160,027
NON-CURRENT LIABILITIES			
Long-term financing	8	420,039	354,330
Lease liabilities		49,018	-
Deferred liabilities		182,783	178,459
		651,840	532,789
CURRENT LIABILITIES			
Trade and other payables	9	900,622	648,245
Accrued profit		49,381	25,453
Short-term borrowings	10	1,368,025	815,751
Current portion of long-term financing	9	123,287	102,516
Current portion of lease liabilities		21,899	-
Unclaimed dividends		268	280
		2,463,482	1,592,245
CONTINGENCIES AND COMMITMENTS	11		
TOTAL EQUITY AND LIABILITIES		4,160,902	3,285,061

The annexed notes from 1 to 16 form an integral part of this consolidated condensed interim financial information.


 CHIEF FINANCIAL OFFICER


 CHIEF EXECUTIVE


 DIRECTOR

Macter International Limited

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2020

	NINE MONTHS ENDED		QUARTER ENDED	
	MARCH 31, 2020	MARCH 31, 2019	MARCH 31, 2020	MARCH 31, 2019
NOTE	(RUPEES IN '000)			
Turnover	4,273,935	2,965,679	1,644,862	1,082,146
Cost of sales	(2,596,126)	(1,688,651)	(1,018,259)	(648,852)
Gross profit	1,677,809	1,277,028	626,603	433,294
Distribution costs	(1,347,176)	(1,031,400)	(439,692)	(360,604)
Administrative expenses	(174,968)	(162,323)	(60,891)	(56,689)
Other expenses	(1,322)	(2,086)	(1,322)	(75)
Other income	6,556	17,877	3,052	9,141
	(1,516,910)	(1,177,932)	(498,853)	(408,227)
Operating profit	160,899	99,096	127,750	25,067
Financial charges	8.5 & 10.4 (181,867)	(87,700)	(66,820)	(35,195)
(Loss) / profit before taxation	(20,968)	11,396	60,930	(10,128)
Taxation	12 (58,249)	(25,002)	(25,441)	(3,901)
(Loss) / profit after taxation	(79,217)	(13,606)	35,489	(14,029)
	(RUPEES)			
Basic and diluted (loss) / earnings per share	(2.02)	(0.35)	0.91	(0.36)

The annexed notes from 1 to 16 form an integral part of this consolidated condensed interim financial information.

Attributable to:

Owner of the Holding Company	(68,196)	(5,400)	38,340	(5,823)
Non- controlling interest	(11,021)	(8,206)	(2,851)	(8,206)
	(79,217)	(13,606)	35,489	(14,029)


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR

Macter International Limited

CONSOLIDATED CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2020

	NINE MONTHS ENDED		QUARTER ENDED	
	MARCH 31, 2020	MARCH 31, 2019	MARCH 31, 2020	MARCH 31, 2019
..... (RUPEES IN '000)				
(Loss) / profit after taxation	(79,217)	(13,606)	35,489	(14,029)
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	(79,217)	(13,606)	35,489	(14,029)

The annexed notes from 1 to 16 form an integral part of this consolidated condensed interim financial information.

Attributable to:

Owner of the Holding Company	(68,196)	(5,400)	38,340	(5,823)
Non- controlling interest	(11,021)	(8,206)	(2,851)	(8,206)
	(79,217)	(13,606)	35,489	(14,029)


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR

Macter International Limited

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2020

	NOTE	NINE MONTHS ENDED	
		MARCH 31, 2020	MARCH 31, 2019
		..... (RUPEES IN '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss) / Profit before taxation		(20,968)	11,396
Adjustments :			
Depreciation		77,837	65,454
Depreciation - Right of use - asset		17,447	-
Amortization		4,673	2,974
Financial charges		181,867	87,700
Provision for gratuity		20,173	17,034
Gain on sale of operating fixed assets		(3,674)	(11,403)
Provision for slow moving and obsolete stock-in-trade		20,142	903
Provision for doubtful debts		24,023	29,344
		342,488	192,006
		321,520	203,402
(Increase) in current assets			
Stores and spares		(1,629)	(97)
Stock-in-trade		(321,053)	(128,813)
Trade debts		(397,311)	(73,919)
Loans and advances		(45,288)	(40,516)
Trade deposits, prepayments and other receivables		(35,448)	(10,256)
		(800,729)	(253,601)
Increase in current liabilities			
Trade and other payables		252,366	16,327
		(226,843)	(33,872)
Financial charges paid		(157,939)	(77,066)
Income tax paid		(89,616)	(50,790)
Gratuity paid		(15,755)	(5,913)
Long-term loans		(846)	244
Long-term deposits		(4,772)	(426)
Deferred liabilities		(93)	(394)
		(269,021)	(134,345)
Net cash (used in) operating activities		(495,864)	(168,217)
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property plant and equipment		(133,230)	(144,800)
Proceeds from disposal of operating fixed assets		7,109	(3,954)
Additions of intangible asset		-	17,349
Net cash (used in) investing activities		(126,121)	(131,405)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term financing obtained - net		86,480	115,905
Lease liabilities paid		(12,071)	-
Short-term borrowings obtained - net		552,274	283,846
Dividend paid		(35,230)	(72,417)
Net cash generated from financing activities		591,453	327,334
Net (decrease) / Increase in cash and cash equivalents		(30,532)	27,712
Cash and cash equivalents at the beginning of the period		144,969	46,995
Cash and cash equivalents acquired through bussiness combination		-	(35,883)
Cash and cash equivalents at the end of the period	7	114,437	38,824

The annexed notes from 1 to 16 form an integral part of this consolidated condensed interim financial information.

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2020

PARTICULARS	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL	RESERVES			NON- CONTROLLING INTEREST	TOTAL EQUITY
		CAPITAL RESERVES	UNAPPROP- -RIATED PROFIT	TOTAL RESERVES		
..... (RUPEES IN '000)						
Balance as at July 01, 2018	391,444	217,808	546,403	764,211	-	1,155,655
Non controlling interest on acquisition of Subsidiary Company	-	-	-	-	31,245	31,245
(Loss) for the period	-	-	(5,400)	(5,400)	(8,206)	(13,606)
Other comprehensive income for the period ended March 31, 2019	-	-	-	-	-	-
	-	-	(5,400)	(5,400)	(8,206)	(13,606)
Final Dividend for the year ended June 30, 2018 @ Rs. 1.85 per share	-	-	(72,417)	(72,417)	-	(72,417)
Balance as at March 31, 2019	391,444	217,808	468,586	686,394	23,039	1,100,877
Balance as at July 01, 2019	391,444	217,808	546,744	764,552	4,031	1,160,027
(Loss) for the period	-	-	(68,196)	(68,196)	(11,021)	(79,217)
Other comprehensive income for the period ended March 31, 2020	-	-	-	-	-	-
	-	-	(68,196)	(68,196)	(11,021)	(79,217)
Final Dividend for the year ended June 30, 2019 @ Rs. 0.90 per share	-	-	(35,230)	(35,230)	-	(35,230)
Balance as at March 31, 2020	391,444	217,808	443,318	661,126	(6,990)	1,045,580

The annexed notes from 1 to 16 form an integral part of this consolidated condensed interim financial information.


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR

**NOTES TO THE CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)**

FOR THE PERIOD ENDED MARCH 31, 2020

1. THE COMPANY AND ITS OPERATIONS

Macter International Limited (the Company) was incorporated in Pakistan in 1992 as a private limited company and was converted into a public limited company in 2011. Effective from August 01, 2017 the Company has been listed on Pakistan Stock Exchange Limited. The principal activity of the Company is to manufacture and market pharmaceutical products. The geographical location and registered office of the Company is situated at F-216, S.I.T.E. Karachi.

1.1 Following is the Subsidiary Company

	Effective %age of holding	
	MARCH 31, 2020 UN-AUDITED	JUNE 30, 2019 AUDITED
Misbah Cosmetic (Private) Limited	72.5%	56.9%

2. BASIS OF PREPARATION

This consolidated condensed interim financial information 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
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under Companies Act 2017.
- 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.

This consolidated condensed interim financial information does not include all the information and disclosures required in annual financial statements and should be read in conjunction with the Company's consolidated annual audited financial statements for the year ended June 30, 2019.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of this consolidated condensed interim financial information are consistent with those followed in the preparation of the Company's consolidated annual audited financial statements for the year ended June 30, 2019 except as described in notes 3.1 and 3.2 below:

3.1 Adoption of IFRS 16 - Leases

During the period, the Company have adopted IFRS 16 as issued by the International Accounting Standards Board (IASB) in January 2016.

IFRS 16 supersedes IAS 17 "Leases", IFRIC 4 "Determining whether an Arrangement contains a Lease", SIC-15 "Operating Leases-Incentives" and SIC-27 "Evaluating the Substance of Transactions Involving the Legal Form of a Lease". The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model.

Lessor accounting under IFRS 16 is substantially unchanged under IAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as in IAS 17. Therefore, IFRS 16 did not have an impact for leases where the Company is the lessor.

The Company has lease contracts for its Commercial offices and warehouse. Before the adoption of IFRS 16, the Company classified each of its leases (as lessee) at the inception date as an operating lease. In an operating lease, the leased property was not capitalised and the lease payments were recognised as rent expense in statement of profit or loss on a straight-line basis over the lease term. Any prepaid rent and accrued rent were recognised under Trade deposits, short term prepayments and other receivables, respectively.

Upon adoption of IFRS 16, the Company initially recognized a lease liability for the obligation to make lease payments and a right-of-use (RoU) asset for the right to use the underlying asset for the lease term against a consideration. The lease liability is measured at the present value of the consideration (lease payments) to be made over the lease term. The lease payments are discounted using the interest rate implicit in the lease, unless it is not readily determinable, in which case the lessee may use the incremental rate of borrowing. The RoU asset is initially measured at the present value of lease liability, adjusted for lease prepayments and borrowing costs.

As permitted by the transitional provisions of IFRS 16, the Company elected not to restate the comparative figures and not to adjust the opening unappropriated profit. Accordingly, adjustment to the carrying amount of assets and liabilities were recognised in the current period.

The effect of adoption of IFRS 16 as at July 01, 2019 is as follows:

	JULY 01, 2019 (RUPEES IN '000)
Increase in RoU asset	82,987
(Decrease) in trade deposits, short term prepayments and other receivables	(7,260)
Increase in total assets	75,727
Increase in lease liability against assets subject to finance lease	75,727
Increase in net assets	-

The Company also applied the available practical expedients wherein it:

- Used a single discount rate to a portfolio of leases with reasonably similar characteristics.
- Relied on its assessment of whether leases are onerous immediately before the date of initial application.
- Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application.

Macter International Limited

The lease liabilities as at July 01, 2019 can be reconciled to the operating lease commitments as of June 30, 2019 as follows:

	(RUPEES IN '000)
Operating lease commitments as at June 30, 2019	103,930
Weighted average incremental borrowing rate as at July 01, 2019	14.30%
Discounted operating lease commitments as at July 01, 2019	78,394
Less: Commitments relating to short-term leases	(2,667)
Lease liabilities as July 01, 2019	75,727

Summary of new accounting policies in respect of adoption of IFRS 16

Set out below are the new accounting policies of the Company upon adoption of IFRS 16, which have been applied from the date of initial application:

Right-of-use (RoU) assets

At the commencement date of the lease, Right-of-use assets is measured at preset value of lease liability. Subsequently, RoU asset is measured at cost, less accumulated depreciation and any impairment losses, and adjusted for any pre measurement of lease liabilities. RoU are depreciated on a straight-line basis over the shorter of its estimated useful life and lease term.

Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term and is adjusted for lease prepayments. The lease payments are discounted using the interest rate implicit in the lease, unless it is not readily determinable, in which case the lessee may use incremental rate of borrowing. After the commencement date, the carrying amount of lease liability is increased to reflect the accretion of interest and reduced for the lease payments made.

Short-term leases

The Company applies the short-term lease recognition exemption to its short-term leases of premises (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). Lease payments on short-term leases are recognised as expense on a straight-line basis over the lease term.

Set out below, are the carrying amounts of the Company's right-of-use assets, lease liabilities and interest liability and the movements during the period:

	ROU ASSET	LEASE LIABILITY	INTEREST LAIBILITY
	..... (RUPEES IN '000)		
As at July 01, 2019	82,987	75,727	-
Depreciation expense	(17,447)	-	-
Interest expense	-	-	7,424
Payments	-	(12,234)	-
As at March 31, 2020	65,540	63,493	7,424

3.2 New / Revised Standards, Interpretations and Amendments

The Company has adopted the following standards and amendment to IFRSs which became effective for the current period:

IFRS 3 Business Combinations: Previously held interests in a joint operation

IFRS 9 Prepayment Features with Negative Compensation (Amendments)

IFRS 11 Joint Arrangements: Previously held interests in a joint operation

IFRS 16 Leases

IAS 12 Income Taxes: Income tax consequences of payments on financial instruments classified as equity (Amendments)

IAS 19 Plan Amendment, Curtailment or Settlement (Amendments)

IAS 23 Borrowing Costs: Borrowing costs eligible for capitalisation

IAS 28 Long-term Interests in Associates and Joint Ventures (Amendments)

IFRIC Interpretation 23 Uncertainty over Income Tax Treatments

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financial statements other than IFRS 16, the impact of which has been disclosed in note 3.1 above.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of consolidated condensed interim financial information is in conformity with approved accounting standards, as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

Judgments and estimates made by the management in the preparation of this consolidated condensed interim financial information are same as those applied in the Company's consolidated annual audited financial statements for the year ended June 30, 2019.

		MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019
	NOTE	UN-AUDITED	AUDITED
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	1,267,712	1,216,837
Right of use - asset	3.1	65,540	-
Capital work-in-progress	5.2	32,558	31,475
		1,365,810	1,248,312

Macter International Limited

5.1 Detail of additions and deletions to operating fixed assets are as follow:

	NINE MONTHS ENDED		NINE MONTHS ENDED	
	ADDITIONS (COST)		DELETIONS (NET BOOK VALUE)	
	MARCH 31, 2020	MARCH 31, 2019	MARCH 31, 2020	MARCH 31, 2019
	..... (RUPEES IN '000)			
	..... (UN-AUDITED)			
Leasehold land	-	4,650	-	-
Buildings on leasehold land	3,967	64,792	-	-
Plant and machinery	21,327	129,226	2,414	159
Tools and equipment	13,611	8,476	-	-
Gas and other installation	31,432	44,479	53	-
Furniture and fixture	2,688	11,637	-	-
Office equipment	1,784	3,524	-	-
Computer equipment	1,584	1,210	-	61
Motor vehicles	52,301	26,961	968	5,726
	128,694	294,955	3,435	5,946

5.2 Capital work-in-progress

	MARCH 31, 2020				
	CIVIL WORKS	LEASEHOLD LAND	PLANT AND MACHINERY	OTHERS	TOTAL
	..... (RUPEES IN '000)				
	..... (UN-AUDITED)				
Balance at beginning of the period	683	2,050	28,427	315	31,475
Capital expenditure incurred / advances made	4,015	4,623	38,009	3,172	49,819
Transferred to operating fixed assets	(4,698)	-	(43,365)	(673)	(48,736)
Balance at end of the period	-	6,673	23,071	2,814	32,558

Macter International Limited

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
		UN-AUDITED	AUDITED
6. STOCK IN TRADE			
In hand			
- raw material		405,139	264,024
- packing material		228,961	170,963
- work-in-process		110,832	65,668
- finished goods	6.1	407,226	361,668
		1,152,158	862,323
Less: Provision for slow moving and obsolete items	6.2	(37,223)	(27,376)
		1,114,935	834,947
In transit		27,825	6,902
		1,142,760	841,849

6.1 These include cost of physician samples, aggregating Rs.14.558 (2019: Rs.13.502) million.

	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
	UN-AUDITED	AUDITED
6.2 Provision for slow moving and obsolete items		
Balance at the beginning of the period	27,376	46,482
Charge for the period	20,142	10,716
Write off during the period	(10,295)	(29,822)
Balance at the end of the period	37,223	27,376

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
		UN-AUDITED	AUDITED
7. CASH AND BANK BALANCES			
Cash in hand		79	608
With banks in:			
- current accounts		96,143	86,516
- saving accounts	7.1	18,215	57,845
		114,358	144,361
		114,437	144,969

7.1 These carry profit at the rates ranging from 5.50 % to 7.55 % (2019: 2.25% to 6.15%) per annum.

Macter International Limited

	NOTE	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
		UN-AUDITED	AUDITED
8. LONG-TERM FINANCING			
Loan from related party	8.1	56,491	59,254
Secured			
Diminishing musharakah on			
- Leasehold land and buildings	8.2	154,376	76,263
- Plant and machinery	8.3	231,378	253,727
- Vehicles	8.4	101,081	67,602
		543,326	456,846
Less : Current maturity shown under current liabilities		(123,287)	(102,516)
		420,039	354,330

- 8.1** This represents unsecured loan obtained by the Subsidiary Company from one of the director in personal capacity, under mark-up arrangements. It carries profit at 90 days average of 12 Months KIBOR for 3rd calendar quarter-2019 which is fixed for the period as 12.30% per annum (2019: 90 days average of 12 Months KIBOR for 3rd calendar Quarter-2018 which is fixed for the period as 7.05% per annum). The profit is payable on monthly basis.
- 8.2** These facilities have been obtained from Meezan Bank Limited. These carry markup at the rate of 3 Months and 6 Months KIBOR plus 1.25% to 1.50% (2019: KIBOR plus 1.25% to 2.00%) per annum and having maturity till August 2024 (2019: August 2022). These facilities are secured against the respective assets.
- 8.3** These facilities have been obtained from First Habib Modaraba, Dubai Islamic Bank and MCB Islamic Bank. These carry markup at the rates of 1 Month, 3 Months and 6 Months KIBOR plus 1.00% to 2.00% (2019: KIBOR plus 1.40% to 2.00%) per annum and having maturity till March 2025 (2019: September 2024). These facilities are secured against the respective assets.
- 8.4** These facilities have been obtained from First Habib Modaraba and Albaraka Bank (Pakistan) Limited. These carry markup at the rates of 6 Months KIBOR plus 1.00% to 1.50% (2019: KIBOR plus 1.25% to 2.00%) per annum and are having maturity till January 2025 (2019: December 2023). These facilities are secured against the respective assets.
- 8.5** Financial charges on long term financing for the period ended March 31, 2020 is Rs.55.919 million.

Macter International Limited

		MARCH 31, 2020	JUNE 30, 2019
	NOTE	..... (RUPEES IN '000)	
		UN-AUDITED	AUDITED
9. TRADE AND OTHER PAYABLES			
Trade and other creditors		585,408	358,597
Advances from customers		102,500	115,334
Accrued liabilities		80,331	53,085
Provision for gas infrastructure development cess		79,190	66,795
Sindh Workers' Profit Participation Fund		844	2,852
Workers' Welfare Fund		22,045	21,725
Central Research Fund		157	1,238
Payable to provident fund		2,697	3,302
Ijarah rental payable		4,302	4,591
Auditors' remuneration		1,437	2,363
Withholding taxes payable		10,747	9,651
Others		10,964	8,712
		<u>900,622</u>	<u>648,245</u>

10. SHORT-TERM BORROWINGS

Istisna'a	10.1	413,822	19,511
Musharakah running finance	10.2	200,000	130,000
Murabaha	10.3	754,203	666,240
		<u>1,368,025</u>	<u>815,751</u>

- 10.1** This represents finance facility obtained from Dubai Islamic Bank. This carries profit at the rate of 6 Months KIBOR plus 1.25% to 1.50% (2019: 3 to 6 Months KIBOR plus 1.25%) per annum and having maturity till September 2020 (2019: July 2019). These are secured by way of hypothecation on stock-in-trade and trade debts of the Group.
- 10.2** This represent finance facility obtained from MCB Islamic Bank. This carries profit at the rate of 3 Months KIBOR plus 0.85% per annum and is repayable on demand. These are secured by way of hypothecation on stock-in-trade and trade debts of the Group.
- 10.3** These represent outstanding murabaha facilities with various Islamic banks for the purpose of purchase of inventory. These carry profit at the rates ranging from 3 to 6 Months KIBOR plus 1.00% to 2.25% (2019: from 3 to 6 Months of KIBOR plus 1.00% to 2.25%) per annum and having maturity till September 2020 (2019: December 2019). These are secured against hypothecation of stock in trade and trade debts of the Group.
- 10.4** Financial charges on short term borrowings for the period ended March 31, 2020 is Rs.117.397 million.

Macter International Limited

	MARCH 31, 2020 (RUPEES IN '000)	JUNE 30, 2019 (RUPEES IN '000)
	UN-AUDITED	AUDITED
11. CONTINGENCIES AND COMMITMENTS		
11.1 Contingencies		
11.1.1 Claims not acknowledged as debt by the Company	9,072	7,240
11.1.2 Outstanding letters of guarantee	118,231	89,667
11.1.3 There is no change in the status of contingencies as disclosed in the annual audited financial statement for the year ended June 30, 2019 except as mentioned in above notes.		
11.2 Commitments		
Outstanding letters of credit	108,891	55,641
Commitments for capital expenditures	29,153	43,495
Commitments for ljarah rentals in respect of plant and machinery, motor vehicles and equipment		
Year		
2020	26,769	102,565
2021	102,524	94,186
2022	73,669	65,817
2023	19,924	12,888
2024	9,462	1,765
2025	125	-
	232,473	277,221

	NINE MONTHS ENDED		QUARTER ENDED	
	MARCH 31, 2020	MARCH 31, 2019	MARCH 31, 2020	MARCH 31, 2019
..... (RUPEES IN '000)				
..... (UN-AUDITED)				
12. TAXATION				
Current	66,498	19,381	24,946	10,021
Prior year	-	(4,919)	-	198
Deferred	(8,249)	10,540	495	(6,318)
	58,249	25,002	25,441	3,901

13. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise of associates, directors and key management personnel. Transactions with related parties during the period, other than those which have been disclosed elsewhere in this consolidated condensed interim financial information, are as follows:

		NINE MONTHS ENDED	
		MARCH 31, 2020	MARCH 31, 2019
		..... (RUPEES IN '000)	
		..... (UN-AUDITED)	
Relationship	Nature of transaction		
Key Management Personnel	Salary and other benefit	138,973	132,672
	Repayment of loan	2,763	2,763
	Dividend	23,002	47,283
Non-Executive Director	Meeting Fee	554	517
Provident Fund	Contribution	29,187	26,483
Depilex (Private) Limited (Common directorship)	Sales made by the Subsidiary Company	3,979	7,321
Balances outstanding Depilex (Private) Limited (Common directorship)	Amount Due to the Subsidiary Company	402	1,781

14. FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

This consolidated condensed interim financial information does not include all financial risk management information and disclosures which are required in the annual consolidated financial statements and should be read in conjunction with the Company's annual consolidated financial statements for the year ended June 30, 2019. There have been no change in any risk management policies since the year end.

15. DATE OF AUTHORISATION FOR ISSUE

This consolidated condensed interim financial information was authorised for issue on 24 April, 2020 by the Board of Directors of the Company.

16. GENERAL

16.1 Corresponding figures have been reclassified for the purpose of better presentation and comparison, wherever necessary. However, there are no material reclassifications to report.

16.2 All figures have been rounded off to the nearest thousand rupees, unless otherwise stated.


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR



Macter

Macter International Limited
F-216, S.I.T.E, Karachi - Pakistan
www.macter.com