

BELA AUTOMOTIVES LIMITED



**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
30TH JUNE 2023**

Undelivered, please return to:

REGISTERED OFFICE & FACTORY
Plot No. 1 & 3, Mouza Pathra, Hub Chowki, Balouchistan.



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CORPORATE INFORMATION

Mr. Omer Mateen Allahwala

Mr. Fazal Kafeel
Mrs. Khilat Kafeel

Mr. Fazal Kafeel (Member)

Meezan Bank Limited
Habib Metropolitan Bank Ltd



MISSION STATEMENT

Bela Automotives Limited with its commitment to providing quality products to its customers.

Performance

Customer satisfaction, quality, cost, and service. To ensure that our products are of the highest quality and that our customers are satisfied with our service.

Environment

Protecting the environment and ensuring that our products are safe for use. To ensure that our products are safe for use and that our customers are satisfied with our service.

Employees

Providing a safe and healthy work environment for our employees. To ensure that our employees are safe and healthy and that our customers are satisfied with our service.

INTEGRITY

Acting with integrity and honesty in all our dealings. To ensure that our customers are satisfied with our service and that our employees are safe and healthy.

VISION

To be the leader of Auto Parts Manufacturer for the OEM industry and to generate sales to the total satisfaction of customers in a safe and caring work environment for our employees. While ensuring a fair return to our shareholders and being a responsible corporate citizen.

VISION STATEMENT

To be the leader of Auto Parts Manufacturer for the OEM industry and to generate sales to the total satisfaction of customers in a safe and caring work environment for our employees. While ensuring a fair return to our shareholders and being a responsible corporate citizen.



NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 40th Annual General Meeting of "Bela Automotives Limited" will be held on Saturday, October 28, 2023, at 10:00 a.m. at Plot No. 1 & 3, Model Park, Hub Chowki, Balouchistan to transact the following business:

1. To read and confirm the minutes of the 39th Annual General Meeting of the Shareholders of the company, held on October 28, 2022.
2. To receive and adopt the audited accounts of the Company for the year ended 30th June 2023 together with the Director's and Auditor's Report thereon.
3. To appoint auditors of the Company and to fix their remuneration. The present Auditors, M/s. Mushiq & Company, Chartered Accountants, retire and being eligible, offer themselves for reappointment as auditors of the Company.
4. To transact any other business with the permission of the Chair.

By order of the Board

Omer Mahmood Allahwala
Director & Company Secretary

Karachi: 07-10-2023

Notes:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend instead of him / her.
2. Proxies must be deposited with the Company not later than 48 hours before the time of holding the meeting.
3. Share Transfer Book of the Company will remain closed from October 21, 2023, to October 28, 2023 (Both days inclusive)
4. Shareholders are requested to notify immediately, any change in their registered address to the Registered Office and send copy of their CNIC which is also a mandatory requirement.
5. Members having 10% or above voting power may request the company for video-link facility to attend the meeting.

REVIEW REPORT BY THE CHAIRMAN

As per the requirements of Code of Corporate Governance, an annual evaluation of performance of the Board of directors of the company is carried out. The purpose of evaluation is to ensure that the board's overall performance and effectiveness is measured against expectations in the context objectives set for the company.

Board's overall performance and effectiveness for the financial year ended 30th June, 2023 has been assessed as satisfactory. There are hurdles in improving board performance due to pending court case and non availability funds.

The overall assessment is based on evaluation of integral components, including vision, mission and values, engagement in planning, formation of policies, monitoring business activities and financial management and dealing with employees of the company and effectively carrying out company's business.

The board of directors of the company received agenda and supporting material including follow up material well in time before the board meetings and committee meetings. Compulsory board meetings were held in time to discharge their responsibilities. Executive directors and non-executive directors participated in the board meetings for important issues being faced by the company.

Hub October 6, 2023


Mr. Abdul Muteen Alhabreeda

Chairman



DIRECTOR'S REPORT TO THE SHAREHOLDERS

I welcome you to the 40th Annual General Meeting of shareholders of the Company to present you the Annual Report together with the Audited Accounts for the year ended June 30, 2023.

The economic conditions, poor law and order and regularly occurring disturbances were not very helpful in the year ending June 30, 2023. The year under review has not been a good one for the Engineering Sector of Pakistan as well the ever increasing financial cost fuel, electricity, gas and other input costs combining with law and order situation created an atmosphere not at all helpful to the economy.

The Income Tax Authorities had passed an illegal Order to Freeze our account and written to our Customers to stop payments to our Company.

The Income Tax Department had frozen our Vendor's Bela Automotives Ltd's bank accounts through their ORDER D.C.No. 01/40 DT 31OCT 2014 for your reference, This matter was resolved and letter from the Income Tax Deptt. Dated 22-09-2015 informed banks that our Vendor Company's Accounts were detached, Income Tax Order No.DCIR/ENF/UNIT-05/ZONE -IV/RTO-II/2015/168 of detachment of our Vendor's Accounts.

This order of freezing of accounts by the Income Tax was certainly illegal as it had added entries of 14 years old. The said order was also illegal as he denied our Company Depreciation. The said Order was passed exparte, without giving the Company to be heard. This entire Order was illegal and it took us about one year to have the illegal add backs and depreciation to be allowed During this period we could not operate the factory and we lost our customers. This was great loss to our Company as a result of high handedness by the Officer of the Income Tax Department, and we had to lay off workers and Staff.

Besides monetary loss it was a loss of good will of our Company. We are contemplating filing of Damages Suit against the Officers for their high handed and unlawful behaviour.

FINANCIAL RESULTS:

The financial results of the Company are reproduced below:

	2023	2022
	Rupees	Rupees
Turnover	-	-
Gross Loss	(1,932,163)	(1,405,243)
Profit/Loss for the year before tax	(3,678,537)	(2,978,880)
Provision for taxation	-	-
Accumulated Losses C/F to Balance Sheet	(3,678,537)	(2,978,880)
Earning per Share	(0.63)	(0.51)

CAUSES OF PREVIOUS YEARS' LOSS:**PROBLEMS WITH HAB1B BANK LIMITED**

HBL liability includes large amounts that are unlawful and fictitious capitalization markup on markup, penal markup and markup on excise duty and charged interest 15 yrs beyond tenure. All illegal . The company has filed suit before Honorable High Court of Sindh against HBL vide Suit No. B-90 dated September 5. 2001 for Accounts, injunction, declaration & damages for Rs 599.214 Million.

HBL unlawfully debited / charged interest for many years beyond tenure and the following points:

- a. Opening balance 86,520,160/-
- b. No vouchers produced for Rs 31.399 million.
- c. No accounts head movement statements.
- d. One accounts not produced, in their Suit B 94 OF 2001 in the Court, unlawful debits were of 100 million in heads of interest, compound interest, penal interest, excise and its interest compound interest, and its penal interest . This must be some sort of record of dishonest accounting practices.
- e. Non disbursement of funds and massive unlawful debits by HBL, destroyed our project.

- f. Auditor didn't check disbursement at all though reminded several times by us in writing sent through hand delivered letters and through TCS .SBP Committee set up by Govt SBP for Dispute Resolution SBP CIRCULARS 24 & 29 REFERS:-

SBP Committee Secretary wrote 2 letters to HBL asking them to supply full Statements of Accounts WITH DISBURSEMENT EVIDENCE. We sent 9 letters to HBL through SBP Committee to provide full Statements of Accounts, with Disbursement Evidence. SBP letters referred above and our letters referred above, were not responded by HBL at all . This speaks volumes for our assertion that Entire Liability of HBL is Bogus .

The company has settled long outstanding dispute with Habib Bank Limited. The Bank has provided no objection certificate for release/vacation of charge and the documents to release the charge is in process with the Registrar (Tehsil Hub, District Lasbella, Baluchistan) and Securities and Exchange Commission of Pakistan.

FUTURE PROSPECTS

BAL has established and maintained a Customer Satisfaction Plan for customers. This plan is executed with an overall objective to achieve total satisfaction as per BAL Quality Policy. The objective of achieving customer satisfaction is being specially monitored through work instruction No. BAL-QI5, which is a part of ISO 9001- 2000.

In order to improve the Company's position, we are pleased to inform our valuable share holders that the Company has extended its contracts for the supply of Motorcycle Gears Shafts and other precision parts on a regular basis with Atlas Honda for the assembling of their Motorcycles, with Millat Tractors for Massey Ferguson Tractors and Dawood Yamaha for Yamaha Motorcycle. This would result in substantial increase in Sales, which would contribute to improved performance of the

Company in future. For this improvement we need additional working capital, which we are trying to increase our production. As you know that the main factors for growth of an industry is a healthy atmosphere etc. We are heading towards radical improvement, in our Company's performance by adjustment of our customer and sales base and solve our working capital needs.

The Company entered into contracts for the supply of Motorcycle Gears Shafts etc. on a regular basis with Atlas Honda for the assembling of their Honda Motorcycles and Millat

Tractors, Dawood Yamaha, Sanpak, Thal Engineering, Pak Suzuki etc for supply of auto parts. The plant has not been fully utilized due to lack of adequate Working Capital and due to previous heavy financial charges. However, the situation is temporary and the Directors of the Company will make every effort to overcome this situation in a short time. Due to the reasons stated above, Directors are confident that Company will produce very good results in foreseeable future if we are able get more working capital.

It is projected that the entire accumulated loss will (Inshallah) be completely wiped out in the year ending June 2026.

PAST ACHIEVEMENTS

The CEO of Atlas Honda Ltd presented Bela Automotives Ltd. with an Award. For hi-tech Forging components, at the 6" Auto Parts Manufacturers Seminar held at their Atlas Honda plant at Karachi.

Award. For Mehran Revival Award in acknowledgement of significant contribution for the Revival of Suzuki Mehran. The CEO of Pak Suzuki Motor Co. Ltd presented Bela Automotives Ltd.

AUDITORS' RESERVATION:

Going concern assumptions

The Auditors have written a qualification that the company has not carried out revaluation of assets. We however expect to arrange for this required revaluation next year.

During the year, the Company incurred net loss amounting to Rs. 3.678 million (June 30, 2022: Rs. 2.978million) and has reported accumulated losses amounting to Rs. 53.734 million (June 30, 2022: Rs. . 50.055 million) at the year end, including Depreciation charged loss for the year 2013 to 2020 amounting to Rs. 34.980 million.

The main reason of loss was due to operational break down because of short of working capital which dropped the production operational efficiency.

These financial statements have been prepared on going concern basis on the grounds that the Company will be able to achieve satisfactory levels of growth in the future based on the plans drawn up by the management for this purpose.

The company has also in the process of charge and the documents to releasing its property from the Registrar of lands (Tehsil Hub, District Lasbella, Baluchistan) and M/s Securities and Exchange Commission of Pakistan as it has cleared all the Loans with the bank namely HBL.

After Vacation of charge held by Registrar and SECP, the company intends to engage with financial institutions for obtaining new working capital and planning to start production in near future. The present auditors M/s. Mushtaq & Co., Chartered Accountants, retire and being eligible offers themselves for reappointment.

ACKNOWLEDGEMENT

Your Board of Directors commends the well-coordinated teamwork of labour, staff and management of the company, to bring the Company back in profit.

We thank our shareholders who have demonstrated confidence in the ability and dedication of the management.

We also thank our valued customers, our vendors and contractors for maintaining a long-term business relationship with the Company.

For and on behalf of the Board



Chief Executive Officer

Director

Hub October 06, 2023

**FINANCIAL REVIEW OF SIX YEARS
PERFORMING ANALYSIS**

	Y E A R S					
	2023	2022	2021	2020	2019	2018
Turnover	-	-	-	-	1,449,445	2,709,920
Less:Govt. levy & Commission	-	-	-	-	-	-
Sales (Net)	-	-	-	-	1,449,445	2,709,920
Gross Profit / (Loss)	(1,932,163)	(1,405,243)	(1,189,712)	(4,036,605)	(5,043,123)	(8,255,371)
Profit before Tax	(3,678,537)	(2,968,880)	(3,520,607)	(6,344,846)	(7,141,447)	(10,659,708)
Profit after Tax	(3,678,537)	(2,968,880)	(3,520,607)	(6,344,846)	(7,159,565)	(10,693,582)
Gross Assets Employed	246,448,883	246,139,217	246,151,434	246,106,064	252,473,720	259,347,145
Return on Equity %	(3.22)	(2.52)	(2.91)	(5.10)	(5.47)	(7.75)
Current Assets	99,683,966	99,374,300	99,386,517	99,238,973	100,703,917	103,518,678
Shareholders Equity	114,300,450	117,978,987	120,957,867	124,478,474	130,823,320	137,982,885
Long term debts & Deferred Liabilities	1,991,690	43,929,468	43,870,365	43,811,262	43,752,159	43,693,056
Current Liabilities	130,156,743	84,230,762	81,323,201	77,816,327	77,898,240	77,671,203
Gross Profit Ratio	(140)	(140)	(404)	(404)	(348)	(305)
Net Profit Ratio	(296)	(296)	(634)	(634)	(494)	(395)
Debt/Equity Ratio	0.02	0.37	0.36	0.35	0.33	0.32
Current Ratio	0.77	1.18	1.22	1.28	1.29	1.33
Earning Per Share (EPS)	(0.63)	(0.51)	(0.61)	(1.09)	(1.23)	(1.84)



 Chief Executive Officer



 Director



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

Name of Company: BELA AUTOMOTIVES LIMITED

Year Ending: 30th June 2023

The Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: 4
 - b. Female: 3
2. The composition of the Board is as follows:

EXECUTIVE DIRECTOR

- Mr. Abdul Mateen Allahwala
- Mr. Omer Mateen Allahwala

NON EXECUTIVE DIRECTORS

- Mr. Anwar Iqbal
- Mrs. Farnaz Anwar
- Mr. Fazal Kafeel
- Mrs. Khilat Kafeel

Trading of the company's shares is frozen at PSX, and non of the Independent directors are willing to join the company. The Board is trying to get the trading restored and appoint independent director to remove the anomaly.

3. The Directors have confirmed that none of them is serving as a Director in more than five listed Companies, including this Company.
4. The company has prepared a "Code of Conduct" and has ensured that appropriate steps have taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Company board has developed a vision and mission statement, overall corporate strategy and significant policies of the company. The board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the company.
6. All the powers of the Board have been duly exercised and decision on relevant matters have been taken by board / shareholders as empowered by the relevant provisions of the Act and these Regulations.
7. The meetings of the board were presided over by the Chairman and, in his absence, by a Director elected by the board for this purpose. The board has complied with requirements of Act and the regulations with respect to frequency, recording and circulating minutes of meeting of board.
8. The board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.

9. One of the directors meets the criteria of exemption under clause (xi) of the CCG and is accordingly exempted from the director training program. The condition of training of other directors will be complied in due course.
10. The Company Secretary has complied with all the corporate and financial reporting and complied with relevant requirements of the Regulations.
11. The financial statements of the Company were duly endorsed by CEO and a Director before approval of the board.
12. The board has formed committees comprising of members given below:
- | | | |
|-------------------------------|---------------------------|----------|
| Audit Committee | Mr. Omer Mateen Allahwala | Chairman |
| | Mr. Anwar Iqbal | Member |
| | Mr. Fazal Kafeel | Member |
| HR and Remuneration Committee | Mr. Omer Mateen Allahwala | Chairman |
| | Mr. Anwar Iqbal | Member |
| | Mr. Fazal Kafeel | Member |
13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance;
14. The frequency of meetings (quarterly / half yearly / yearly) of the committee were as per following:
- | | |
|-------------------------------|-----------------------|
| Audit Committee | 4 quarterly meetings. |
| HR and Remuneration Committee | 1 annual meeting. |
15. The board has set up effective internal audit function. The staffs are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the company.
16. The statutory auditors have confirmed that they have been given a satisfactory rating under the quality control, review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with audit oversight board of Pakistan, That they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by ICAP and that they and the partners of the firm involved in the audit are not close relative (spouse, parent, dependent and non – dependent children) of the Chief Executive Officer, Chief Financial Officer, Head of Internal Audit, Company Secretary or director of the company.
17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the act, listing regulations and the auditors have confirmed that they have observed IFAC guidelines in this regards.
18. We confirm that all other requirements of the Regulations 3,6,8,27,32,33 and 36 of the Regulation have been complied with;



Chief Executive



Director

STATEMENT OF ETHICS AND BUSINESS PRACTICES

Our policies with reference to accounting, finance and corporate matters are governed by prevalent corporate regulation, Companies Ordinance, 1984, Companies Act, 2017 and the Code of Corporate Governance. We comply with International Accounting Standards for the preparation of financial statement without any departure therefrom being adequately disclosed.

CODE OF CONDUCT

Our employees are expected to conduct themselves in a professional manner and to adhere to the highest standards of integrity and honesty in all their dealings.

INTERNAL CONTROLS

We have in place a robust internal control system which is designed to ensure the accuracy and reliability of our financial reporting and to prevent and detect fraud.

ENVIRONMENTAL POLICY

We are committed to environmental protection and to the sustainable use of resources. We aim to minimize our environmental footprint and to contribute to the well-being of the community.

ENVIRONMENTAL INFORMATION

We report on our environmental performance in our annual report. We are committed to transparency and to providing our stakeholders with accurate and timely information.

INTERNAL REPORTING

Our policies with reference to accounting, finance and corporate matters are governed by prevalent corporate regulation, Companies Ordinance, 1984, Companies Act, 2017 and the Code of Corporate Governance. We comply with International Accounting Standards for the preparation of financial statement without any departure therefrom being adequately disclosed.



MUSHTAQ & CO.

CHARTERED ACCOUNTANTS

407, Commerce Centre, Hasrat Mohani Road, Karachi. Tel: 32638521-3

Branch Office: 19-B, Block-G Gulberg III, Lahore. Tel: 35858624-6

Email Address: mushtaqco@hotmail.com



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS BELA AUTOMOTIVES LIMITED

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance)REGULATION, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of **Bela Automotives Limited** ("the Company") for the year ended **June 30, 2023** in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions, We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, except for the note no. 6, 19, 22 & 23 of Statement of Compliance, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2023.

Karachi:
Date: October 6, 2023
UDIN: CT0203100438QTQHICW6

MUSHTAQ & CO.
Chartered Accountants
Engagement Partner
Zahid Hussain Zahid, FCA

MUSHTAQ & CO.

CHARTERED ACCOUNTANTS

407, Commerce Centre, HasratMohani Road, Karachi. Tel: 32638521-3

Branch Office: 19-B,Block-G,Gulberg III, Lahore. Tel: 35858624

Email Address: mushtaqco@hotmail.com



INDEPENDENT AUDITORS' REPORT

To the members of the Bela Automotives Limited Report on the Audit of the Financial Statements

Adverse Opinion

We have audited the annexed financial statements of **Bela Automotives Limited** which comprise the statement of financial position as at **30 June, 2023** and the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, because of the significance of the matters referred to in paragraph (a) to (d), the statement of financial position, statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof do not conform with the accounting and reporting standards as applicable in Pakistan and do not give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively do not give a true and fair view of the state of the Company's affairs as at 30 June, 2023 and of the loss and other comprehensive loss, changes in equity and its cash flows for the year then ended.

Basis for Adverse Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion and after due verification we report that:

- (a) Company has not carried out revaluation of property, plant and equipment under International Accounting Standard (IAS) 16 "Property, Plant and Equipment"; since 30 October 2004. Impact of the same on assets, revaluation surplus and on statement of changes in equity of the Company cannot presently be determined.
- (b) The company has not charged depreciation for the year ended June 30, 2023. Had the depreciation been charged in the accounts, the net loss would have been increased by the above said amount.
- (c) As described in Note 2.2 to the financial statements, the financial statements have been prepared on going concern basis. The company has incurred a net loss of Rupees 3.670 million during the year ended June 30, 2023 and as of that date, reported accumulated losses of Rupees 53.725 million. The Company is facing operational and financial problems and its operations have been seized for many year. There is no sufficient appropriate audit evidence that the management's plans are feasible and ultimate outcome will improve the Company's current situation. However, these financial statements have been prepared on going concern basis, but in our judgment, management's use of going concern assumption in these financial statements is inappropriate. Furthermore, management is planning to start production in near future and basis of assumptions are mentioned in Note 2.2

- (a) The company has not accounted for Allowance for Expected credit loss (ECL) this year as required by IFRS 9. Had the ECL been charged in the accounts, the net loss would have been increased by amounting to Rs.253,132.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard, except mentioned in basis for adverse opinion paragraph.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Boards of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to the events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

Engagement partner on audit resulting in this independent auditor's report is **Mr. Zahid Hussain Zahid, FCA.**



Karachi
Date: 6th October 2023
LICEN: AR202310045KazH0DmgNo9



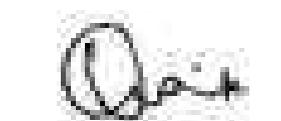
Balance Sheet As at June 30, 2023

	Note	2023 Rupees	2022 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
6,000,000 (2022: 6,000,000) ordinary shares of Rs.10/ each		60,000,000	60,000,000
Issued Subscribed and Paid up capital	4	58,000,000	58,000,000
Capital Reserves	5	14,700,000	14,700,000
Unappropriated loss		(53,734,336)	(50,055,799)
Surplus on Revaluation of fixed assets	6	95,334,786	95,334,786
		114,300,450	117,978,987
LIABILITIES			
NON CURRENT LIABILITIES			
Long term financing	7	-	41,996,881
Deferred Liabilities	8	1,991,690	1,932,587
		1,991,690	43,929,468
CURRENT LIABILITIES			
Trade and other payables	9	9,839,689	7,510,239
Accrued markup	10	33,643,361	37,140,574
Short term borrowing	11	86,673,693	39,579,949
		130,156,743	84,230,762
CONTINGENCIES AND COMMITMENTS	12		
		246,448,883	246,139,217

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



Chief Executive Officer



Director

	Note	2023 Rupees	2022 Rupees
ASSETS			
NON CURRENT ASSETS			
Property plant and equipment	13	145,988,237	145,988,237
Long term loans and advances	14	6,448	6,448
Long Term Deposits and Prepayments	15	770,232	770,232
		146,764,917	146,764,917
CURRENT ASSETS			
Stores spares and loose tools	16	41,013,463	41,013,463
Stock in trade	17	33,321,031	33,321,031
Trade debts	18	1,084,810	1,084,810
Loans and advances	19	21,475	21,475
Tax refund due from government	20	19,660,076	19,587,280
Other receivables		4,318,218	4,092,177
Cash and bank	21	264,893	254,064
		99,683,966	99,374,300
		246,448,883	246,139,217

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

PROFIT & LOSS ACCOUNT

FOR THE YEAR ENDED JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
Sales	22	-	-
Cost of Sales	23	(1,932,163)	(1,405,243)
Gross Loss		(1,932,163)	(1,405,243)
Administrative Expenses	24	(1,640,124)	(1,474,768)
Selling and Distribution expenses	25	-	-
Other Operating expenses	26	(106,000)	(97,500)
		(1,746,124)	(1,572,268)
Other Operating income	27	-	-
Finance Cost	28	(250)	(1,369)
(Loss) before tax		(3,678,537)	(2,978,880)
Taxation	29	-	-
(Loss) after taxation		(3,678,537)	(2,978,880)
Basic (Loss) Per Share	30	(0.63)	(0.51)

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



Chief Executive Officer



Director

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
(Loss) for the year		(3,678,537)	(2,978,880)
Other comprehensive income for the year			
<i>Items that will not be reclassified to profit and loss account</i>			
Remeasurement on staff retirement benefits		-	-
Total comprehensive (Loss) for the year		(3,678,537)	(2,978,880)

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



Chief Executive Officer



Director

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Loss before taxation		(3,678,537)	(2,978,880)
Adjustments for non cash items:			
Depreciation		-	-
Finance Cost		250	1,369
Employees Benefits		59,103	59,103
Operating loss before working capital changes		<u>(3,619,184)</u>	<u>(2,918,408)</u>
WORKING CAPITAL CHANGES			
(Increase) / Decrease in Current Assets:			
Store, Spares & Loose Tools		-	-
Stock in Trade		-	-
Trade Debts		-	-
Loan and Advances		-	-
Other Receivables		(226,041)	(93,202)
		<u>(226,041)</u>	<u>(93,206)</u>
Increase /(Decrease) in Current Liabilities:			
Trade and other payables		2,329,450	702,096
Cash used in operations		<u>2,329,450</u>	<u>702,096</u>
Finance Cost Paid		(250)	(1,369)
Employees Benefit Paid		-	-
Income Tax Paid / deducted at source		(72,796)	(40,379)
		<u>(73,046)</u>	<u>(41,748)</u>
Net Cash Flows (Used in)/ Generated from Operating Activities		<u>(1,588,827)</u>	<u>(2,351,262)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from Sale of equipment		-	-
Net Cash Flows generated from Investing Activities		-	-
CASH FLOW FROM FINANCING ACTIVITIES			
HBL Loan Adjusted		(45,494,093)	
Short term Loan		47,093,744	2,205,464
Net Cash generated from Financing Activities		<u>1,599,651</u>	<u>2,205,464</u>
Net changes in cash and cash equivalents during the year		<u>10,828</u>	<u>(145,798)</u>
Cash and cash equivalents at the beginning of the year		254,065	399,862
Cash and cash equivalents at the end of the year	21	<u>264,893</u>	<u>254,064</u>

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



Chief Executive Officer



Director

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED JUNE 30, 2023

Particulars	Paid up Capital	RESERVES				Sub Total	Total Equity
		Capital Reserves	Actuarial gain/ (loss) recognised on staff retirement benefits	Unappropriated Profit/ (Loss)	Revaluation Surplus		
Rupees							
Balance as at July 01, 2021	58,000,000	14,700,000	-	(47,076,919)	95,334,786	62,957,867	120,957,867
<i>Total comprehensive Loss for the year</i>							
Loss for the year	-	-	-	(2,978,880)	-	(2,978,880)	(2,978,880)
Other comprehensive income	-	-	-	-	-	-	-
Transferred from surplus on account of incremental depreciation	-	-	-	(2,978,880)	-	(2,978,880)	(2,978,880)
Balance as at June 30, 2022	58,000,000	14,700,000	-	(50,055,799)	95,334,786	59,978,987	117,978,987
Balance as at July 01, 2022	58,000,000	14,700,000	-	(50,055,799)	95,334,786	59,978,987	117,978,987
<i>Total comprehensive Loss for the year</i>							
Loss for the year	-	-	-	(3,678,537)	-	(3,678,537)	(3,678,537)
Other comprehensive income	-	-	-	-	-	-	-
Transferred from surplus on account of incremental depreciation	-	-	-	(3,678,537)	-	(3,678,537)	(3,678,537)
Balance as at June 30, 2023	58,000,000	14,700,000	-	(53,734,336)	95,334,786	56,300,450	114,300,450

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



Chief Executive Officer



Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

1 LEGAL STATUS AND OPERATIONS

Bela Automotives Limited (The Company) was incorporated in Pakistan as a Private Limited Company in November, 1983 under the repealed Companies Act, 1913 (Now Companies Act, 2017) and converted into a Public Limited Company on August, 1985. The company is listed on Pakistani Stock Exchange (formerly in Karachi Stock Exchange) on September 27, 1994. The registered office and manufacturing facilities of the company are located at Plot 1 & 3 Mouza Pathra Hub Chowki, in the province of Baluchistan, Pakistan.

1.1 Nature of business

The Company is engaged in manufacturing of automotive, precision cold forged and bicycle parts and high tensile bolts, nuts stud, screw and gear shaft.

2 Basis of Preparation

2.1 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of International Financial Reporting Standards (IFRS) issued by the international Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and Provision of and directives issued under the Companies Act, 2017. Where provision of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Going concern assumptions

Due to pending litigation in the Honorable High Court of Sindh at Karachi and CIB reporting by the bank, company could not arrange working capital to run the project on maximum capacity. These financial statements have been prepared on going concern basis. To substantiate its going concern assumption, the management is undertaking adequate steps towards the reduction of fixed cost and expenses which are at various stages of implementation. Such steps include, but not limited to, resource conservation, close monitoring of other fixed cost etc. The management is certain to generate sufficient savings as consequences of adapting all such measures. Significant portion of accumulated loss consist of depreciation on fixed assets from 2013 to 2020 amounting Rs.34.980 million.

The sales have decreased because the Income Tax Authorities had passed an illegal Order to Freeze our account and written to our Customers to stop payments to our Company. The Income Tax Department had froze the bank accounts of the company and its vendors, through their Order D.C. No. 01/40 dated 31-10-2014. This matter was resolved and letter from the Income Tax Deptt. dated 22-09-2015 informed banks that the company's and its vendors accounts be detached vide Income Tax Order No.DCIR/ENF/UNIT-05/ZONE -IV/RTO-II/2015/168. This order of freezing of accounts by the Income Tax was certainly illegal as it had added entries of 14 years old. The said order was also illegal as he denied our company's depreciation. The said Order was passed exparte, without giving the Company to be heard. This entire Order was illegal and it took us about one year to have the illegal add backs and depreciation to be allowed. During this period we could not operate the factory and we lost our customers, and we had to lay off workers and Staff.

As fully disclosed in Note 7 and 11, the company has settled long outstanding dispute with Habib Bank Limited. The Bank has provided no objection certificate for release/vacation of charge and the documents to release the charge is in process with the Registrar (Tehsil Hub, District Lasbella, Baluchistan) and Securities and Exchange Commission of Pakistan.

After vacation of charge held by Registrar and SECP, the company intends to engage with financial institutions for obtaining new working capital and planning to start production in near future.

2.3 Basis of measurement

These financial statements have been prepared on the historical cost convention except for certain financial instruments at fair value and employees retirement benefits at present value. In these financial statements, except for cash flow statements, all transactions have been accounted for on accrual basis.

2.4 Use of estimates and judgements

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgements made by the management in the application of approved accounting standards, as applicable in Pakistan, that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year.

2.3 Accounting Convention

These Financial statements have been prepared under the historical cost convention except for certain fixed assets have been included at revaluation.

2.4 Standards, Interpretations and amendments to Published Approved Accounting Standards

2.3.1 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company.

		Effective date (annual reporting periods beginning on or after)
IAS 1	Presentation of financial statements (Amendments)	January 1, 2023
IAS 7	Statement of Cash Flows (Amendments)	January 1, 2024
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors (Amendments)	January 1, 2024
IAS 12	Income Taxes (Amendments)	January 1, 2023
IFRS 4	Insurance Contracts (Amendments)	January 1, 2023
IFRS 9	Financial Instruments: Disclosures (Amendments)	January 1, 2023
IFRS 16	Leases (Amendments)	January 1, 2024

The management anticipates that adoption of above standards, amendments and interpretations in future periods, will have no material impact on the financial statements other than in presentation / disclosures.

Further, the following new standards and interpretations have been issued by the International Accounting Standards Board (IASB), which are yet to be notified by the Securities and Exchange Commission of Pakistan (SECP), for the purpose of their applicability in Pakistan:

IFRS 1	First-time Adoption of International Financial Reporting Standards
IFRS 17	Insurance contracts
IFRIC 12	Service concession arrangements

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

3.2 STAFF RETIREMENT BENEFITS

The Company operates an unfunded gratuity scheme covering all its permanent employees who have attained the minimum qualifying period for entitlement to the gratuity. There was only one employee entitled for gratuity, therefore the management believed that it is unreasonable to conduct actuarial valuation as required by IAS 19 "Employee Benefits". The company contributes one month salary of the employee after every one year.

During the year, the company has paid the gratuity to its only permanent employee. All other employees are hired on contractual basis and the company is not offering any gratuity benefit to contractual employees.

3.3 TAXATION**Current**

The current taxation charge is Computed under existing tax law on income determined to be taxable at the applicable rates and allows admissible tax credits and rebates, if any.

Deferred

Deferred Tax is accounted for using the balance sheet liability method, in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax basis used in the computation of taxable income. Differed tax is calculated by using the tax rate enacted at the balance sheet date . A deferred tax asset is recognized only to the extent that it is probable that future taxable profit will be available and the credits can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

3.4 TRADE & OTHER PAYABLES

Liabilities for trade & other amount payable are carried at cost, Which is the fair value of the consideration to be paid in the future for goods and services, Weather or not billed to the company.

3.5 PROVISIONS

Provisions are recognized when the company has a present legal or constructive obligation as result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

3.6 PROPERTY, PLANT AND EQUIPMENT**a Cost**

Property, plant and equipment (except freehold land, Building and Plant and Machinery) are stated at cost less accumulated depreciation and impairment losses, if any. Free hold land are stated at revalued amounts whereas Building and Plant and Machinery are stated at revalued amount less accumulated depreciation and impairment losses, if any.

All expenditure connected to the specific assets incurred during installation and construction period are carried under capital work in process. These are transferred to assets as and when the assets are available for use.

b Depreciation

Depreciation on all property, plant and equipment except freehold land is charged by applying the reducing balance method whereby depreciation is charged by applying rates on the opening book value of the assets. Depreciation on additions is charged from the month in which the asset is put to use while no depreciation is charged in the month in which the asset is disposed off. Residual values and the useful lives are reviewed at each balance sheet date and adjusted if expectations differ significantly from the previous estimates. The management estimates that the financial impact of changes in the residual values and the useful lives during the year is immaterial.

Residual value are determine by the management as the amount it expects would receive currently for the item of property, plant and equipment if it were already of the age and in the condition expected at the end of its useful life based on the prevailing market prices of similar assets already at the end of their useful life. Useful lives are determined by the management based on expected usage of the assets, expected physical wear and tear, technical and commercial obsolescence and other similar factors.

c Repair and Maintenance

Maintenance and normal repairs are charged to profit and loss account as and when incurred. Major renewals & improvements are capitalized and the assets so replaced, if any are retired.

3.7 STORES, SPARES AND LOOSE TOOLS

These are valued at lower of cost and Net Realizable Value. Cost of inventory is based on weighted average cost less provision for obsolescence, if any. Items in transit are stated at cost comprising of invoice value plus other charges there on accumulated upto reporting date.

3.8 STOCK -IN - HAND

These are valued at lower of cost and net realisable value. Cost in relation to raw materials in hand, packing material and components has been calculated on a weighted average basis and represents invoice values plus other charger paid thereon. Cost in relation to work in process and finished goods represents direct cost of materials, wages and appropriate manufacturing overheads. Net realizable value represents the estimated selling price in the ordinary course of business less all estimated costs necessary to completion and to be incurred in marketing, selling and distribution.

3.9 TRADE DEBTS

Trade debts originated by the Company are recognized and carried at original invoice amount less an allowance for any uncollectible amounts. An estimated provision for doubtful debt is made when collection of the full amount is no longer probable. Bad debts are written off as incurred.

3.10 REVENUE RECOGNITION

According to the core principles of IFRS-15, the company recognizes the revenue from sale when the company satisfies a performance obligation (at a point of time) by transferring promised goods to customers being when the goods are dispatched to customers. Revenue is measured at fair value of the consideration received or receivable and is reduced for allowances such as taxes, duties, commission, sales returns and discounts.

Return on bank balances is accrued on a time proportion basis by reference to the principal outstanding and the Interest income is recognized on the basis of constant periodic rate of return.

Dividend income and entitlement of bonus shares are recognized when right to receive such dividend and bonus shares is established.

3.11 FINANCIAL INSTRUMENTS

All financial assets and liabilities are recognized at the time when the company become a party to the contractual provision of the instruments. Consistent with prior year, all financial assets and liabilities are initially measured at cost, which is the fair value of the consideration given and received respectively. Any gain and loss on the recognition and de-recognition of the financial assets and liabilities is included in the net profit and loss for the period in which arises.

3.12 IMPAIRMENTS

The carrying amount of the Company's fixed assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. Where carrying values exceeds the respective recoverable amount, assets are written down to their recoverable amounts and are recognized in the profit and loss account.

3.13 CASH AND CASH EQUIVALENTS

For the purpose of cash flow statement, cash and cash equivalents comprise of cash in hand and bank balance with bank on current and deposit accounts .

3.14 EARNINGS PER SHARES

The company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit/ loss attributable to ordinary share holders of the company by the weighted average number of ordinary shares outstanding during the period.

3.15 DIVIDEND AND APPROPRIATION TO RESERVES

Dividend and other appropriation to reserves are recognised in the financial statements in which these are approved.

3.16 FINANCIAL INSTRUMENTS

Financial instruments carried on the balance sheet include investments, deposits, trade debts, loans and advances, other receivables, cash and bank balances, long-term financing, liabilities against assets subject to finance lease, short-term borrowings, accrued mark-up and trade and other payables etc. Financial assets and liabilities are recognized when the Company becomes a party to the contractual provisions of instrument. Initial recognition is made at fair value plus transaction costs directly attributable to acquisition, except for "financial instruments at fair value through profit or loss" which are initially measured at fair value.

Financial assets are de-recognized when the Company loses control of the contractual rights that comprise the financial asset. The Company loses such control if it realizes the rights to benefits specified in contract, the rights expire or the Company surrenders those rights. Financial liabilities are de-recognized when the obligation specified in the contract is discharged, cancelled or expired. Any gain or loss on subsequent measurement (except available for sale investments) and de-recognition is charged to the profit or loss currently. The particular measurement methods adopted are disclosed in the individual policy statements associated with each item.

3.17 OFF-SETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Financial assets & liabilities are offset and the net amount is reported in the financial statements only when the company has a legally enforceable right to offset the recognized amounts and the company intends either to settle on a net basis or to realize the assets and settle the liability simultaneously.

3.18 FUNCTIONAL AND PRESENTATION CURRENCY

Items included in the financial statements are measured using the currency of the primary economic environment in which the company operates. The financial statements are presented in Pakistani Rupees, Which is the company's functional and presentation currency.

3.19 RELATED PARTY TRANSACTIONS

All transactions with related parties are carried out by the Company at arms' length price using the method prescribed under the Companies Act, 2017.

3.20 Capital Management

The company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The board of directors monitors the return on capital and level of dividends to ordinary shareholders. The company seeks to keep a balance between the higher return that might be possible with higher level of borrowings and the advantages and security afforded by a sound capital position. There were no changes in the company's approach to capital management during the year. Further the company is not subject to externally imposed capital requirements.

	Notes	2023 Rupees	2022 Rupees
4 ISSUED, SUBSCRIBED & PAID-UP CAPITAL			
5,800,000 (2022 : 5,800,000)			
Ordinary shares of Rs 10/- each fully paid in cash		58,000,000	58,000,000
4.1 The shareholders' are entitled to receive all distributions to them including dividend and other entitlements in the form of bonus and right shares as and when declared by the Company. All shares carry "one vote" per share without restriction.			
5 CAPITAL RESERVES			
Premium on issue of shares		14,700,000	14,700,000
6 SURPLUS ON REVALUATION OF FIXED ASSETS			
Balance as on 1st July		95,334,786	95,334,786
Surplus relating to incremental depreciation charged on related assets for the year		-	-
Balance as on June 30		95,334,786	95,334,786
<p>The factory land building and plant & machinery were revalued by M/s Harvester Services (Pvt) Limited Karachi, a company of industrial valuation consultants, as at June 30, 1999 (on open market value basis) and accordingly such revaluation was incorporated in the books of accounts. Surplus on revaluation was determined by Anjum Asim Shahid & company, Chartered Accountants, Karachi (appearing on State Bank of Pakistan's list of Chartered Accountants approved for the purpose of revaluation) in their report of July 6, 2000. The factory land, building and plant & machinery were revalued by M/s Akbani Javed & Associates Karachi, a company of industrial valuation consultants, as at June 30, 2004 (on open market value basis) and accordingly such revaluation was incorporated in books of accounts. Surplus on revaluation was determined by M/s Akbani Javed & Associates Karachi (approved valuers penal by Pakistan Bank Association for the purpose of revaluation) in their report of October 30, 2004.</p>			
7 LONG TERM FINANCING			
Long term loan from Habib bank Ltd		-	41,996,881
		-	41,996,881
7.1 The loan was settled during the year against HBL recovery suit B-94 of 2001.			
8 DEFERRED LIABILITIES			
Staff retirement benefits: gratuity-Unfunded	8.1	1,991,690	1,932,587
8.1 Provision for staff gratuity			
Balance as at July 01		1,932,587	1,873,484
Less: Payment During The Year		-	-
		1,932,587	1,873,484
Provision for the Year		59,103	59,103
Balance as at June 30		1,991,690	1,932,587
9 TRADE AND OTHER PAYABLES			
Creditors		680,213	680,213
Accrued Liabilities		3,669,978	3,849,282
Other Payables		5,489,499	2,980,744
		9,839,689	7,510,239
10 ACCRUED MARK UP ON LOANS			
Accrued markup on demand finance		24,497,087	24,497,087
Accrued markup on running finance & borrowings		9,146,274	12,643,487
		33,643,361	37,140,574
11 SHORT TERM BORROWINGS			
Secured			
Running Finance - HBL		-	28,009,991
Finance under FIM - HBL		-	607,264
Finance under IBP - HBL		-	3,983,870
Cash Finance HBL		-	1,904,780
Universal Auto Engineering	11.1	80,000,000	-
		80,000,000	34,505,905
Unsecured			
Due to Director	11.2	6,673,693	5,074,044
		86,673,693	39,579,949

11.1 The Company had obtained Loan from Universal Auto Engineering under which the repayment of loan will start after the grace period as decided mutually between the parties. The Mark up would be payable at the rate of 10% per annum, the loan was acquired for repayment of loan acquired from the Habib Bank limited against recovery suite B-94 of 2001.

11.2 The loan is unsecured, interest free and repayable on demand by the director, taking for working capital requirement.

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There were no contingencies as at June 30, 2023.

12.2 Commitments

There were no commitments as on June 30, 2023.

13 PROPERTY, PLANT AND EQUIPMENT

Notes

	2023 Rupees	2022 Rupees
Tangible Fixed Assets	125,338,867	125,338,867
Capital work in progress	20,649,370	20,649,370
	<u>145,988,237</u>	<u>145,988,237</u>

13.1

PARTICULARS	2023								Book Value As at June 30, 2023
	Cost			Rate	Depreciation			As at June 30, 2023	
	As at July 01, 2022	Additions/ (Deletion)	As at June 30, 2023		As at July 01, 2022	Adjustments	For the Year		
Land (Freehold)	2,034,473		2,034,473						
Revaluation (30-06-95)	71,142		71,142						
Revaluation (30-06-99)	1,294,385		1,294,385						
Revaluation (30-06-04)	2,600,000		2,600,000						
SUB TOTAL	6,000,000		6,000,000						6,000,000
Building	10,930,908	-	10,930,908						
Revaluation (30-06-95)	2,814,683		2,814,683						
Revaluation (30-06-99)	4,364,696		4,364,696						
Revaluation (30-06-04)	2,958,429		2,958,429						
SUB TOTAL	21,068,716	-	21,068,716	3%	12,854,779		-	12,854,779	8,213,937
Plant & Machinery	60,454,761		60,454,761						
Revaluation (30-06-95)	146,630,617		146,630,617						
Revaluation (30-06-99)	32,439,057		32,439,057						
Revaluation (30-06-04)	46,096,531		46,096,531						
SUB TOTAL	285,620,966	-	285,620,966	3%	185,129,361		-	185,129,361	100,491,605
Others									
Electric Installation	1,668,800		1,668,800	10%	1,579,173		-	1,579,173	89,627
Tools & Accessories	3,295,993		3,295,993	10%	2,765,747		-	2,765,747	530,246
Office Equipment	1,616,639		1,616,639	10%	1,326,896		-	1,326,896	289,743
Air Conditioners	360,036		360,036	10%	311,869		-	311,869	48,167
Furniture & Fixture	1,381,618		1,381,618	10%	1,155,299		-	1,155,299	226,319
Vehicles Owned	1,973,962		1,973,962	20%	1,956,277		-	1,956,277	17,685
SUB TOTAL	10,297,048	-	10,297,048		9,095,261	-	-	9,095,261	1,201,787
LEASED ASSETS									
Tools	2,100,000		2,100,000	10%	1,710,872		-	1,710,872	389,128
Machinery	13,607,739		13,607,739	3%	4,565,329		-	4,565,329	9,042,410
SUB TOTAL	15,707,739	-	15,707,739		6,276,201	-	-	6,276,201	9,431,538
TOTAL	338,694,469	-	338,694,469		213,355,602	-	-	213,355,602	125,338,867

2022									
PARTICULARS	Cost			Rate	Depreciation				Book Value As at June 30, 2022
	As at July 01, 2021	Additions/ (Deletion)	As at June 30, 2022		As at July 01, 2021	Adjustments	For the Year	As at June 30, 2022	
Land (Freehold)	2,034,473		2,034,473						
Revaluation (30-06-95)	71,142		71,142						
Revaluation (30-06-99)	1,294,385		1,294,385						
Revaluation (30-06-04)	2,600,000		2,600,000						
SUB TOTAL	6,000,000		6,000,000						6,000,000
Building	10,930,908	-	10,930,908						
Revaluation (30-06-95)	2,814,683		2,814,683						
Revaluation (30-06-99)	4,364,696		4,364,696						
Revaluation (30-06-04)	2,958,429		2,958,429						
SUB TOTAL	21,068,716	-	21,068,716	3%	12,600,740		254,039	12,854,779	8,213,937
Plant & Machinery	60,454,761		60,454,761						
Revaluation (30-06-95)	146,630,617		146,630,617						
Revaluation (30-06-99)	32,439,057		32,439,057						
Revaluation (30-06-04)	46,096,531		46,096,531						
SUB TOTAL	285,620,966	-	285,620,966	3%	182,021,378		3,107,983	185,129,361	100,491,605
Others									
Electric Installation	1,668,800		1,668,800	10%	1,569,214		9,959	1,579,173	89,627
Tools & Accessories	3,295,993		3,295,993	10%	2,706,831		58,916	2,765,747	530,246
Office Equipment	1,616,639		1,616,639	10%	1,294,702		32,194	1,326,896	289,743
Air Conditioners	360,036		360,036	10%	306,517		5,352	311,869	48,167
Furniture & Fixture	1,381,618		1,381,618	10%	1,130,152		25,147	1,155,299	226,319
Vehicles Owned	1,973,962		1,973,962	20%	1,951,856		4,421	1,956,277	17,685
SUB TOTAL	10,297,048	-	10,297,048		8,959,272	-	135,989	9,095,261	1,201,787
LEASED ASSETS									
Tools	2,100,000		2,100,000	10%	1,667,635		43,237	1,710,872	389,128
Machinery	13,607,739		13,607,739	3%	4,285,667		279,662	4,565,329	9,042,410
Vehicles	-		-	20%	-		-	-	-
SUB TOTAL	15,707,739	-	15,707,739		5,953,302	-	322,899	6,276,201	9,431,538
TOTAL	338,694,469	-	338,694,469		209,534,692	-	3,820,910	213,355,602	125,338,867

13.2 CAPITAL WORK IN PROGRESS

Capital work in progress	Cost as at July 01	Capital expenditure incurred during the Year	Transfer to tangible Fixed assets	Total
Plant and machinery	20,649,370	-	-	20,649,370
	JUNE 2023	20,649,370	-	20,649,370
	JUNE 2022	20,649,370	-	20,649,370

Notes

2023 Rupees	2022 Rupees
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14 LONG TERM LOAN & ADVANCES

Loan to employees - Secured

Less: Current portion shown under current asset

	27,923	27,923
19	(21,475)	(21,475)
	6,448	6,448

14.1 Interest free loans to employees are provided by company. These are repayable in a lump sum or by way of monthly installment over a period of three to five years. The company uses extreme discretion to provide loan to employees on Non - Interest to help employees. This loan amount does not include any amount given as loan to directors or chief executive.

14.2 Reconciliation of carrying amount of loans to employees.

	Opening balance as at July 1	Disbursements during the year	Repayments during the year	Closing balance as at June 30
Loan to employees				
June-2023	27,922	-		27,922
June-2022	27,922	-	-	27,922

	Notes	2023 Rupees	2022 Rupees
15 LONG TERM DEPOSITS AND PREPAYMENTS			
Security deposit		770,232	770,232
		770,232	770,232
16 STORES, SPARES PARTS AND LOOSE TOOLS			
Consumable stores		18,289,748	18,289,748
Spares		16,524,986	16,524,986
Loose tools		6,198,729	6,198,729
		41,013,463	41,013,463
17 STOCK-IN-TRADE			
Raw Material		5,675,489	5,675,489
Work in process		13,798,961	13,798,961
Finished goods		13,846,582	13,846,582
		33,321,031	33,321,031
18 TRADE DEBTS	Notes	2023 Rupees	2022 Rupees
<i>Unsecured:</i>			
Considered good		1,084,810	1,084,810
Considered Doubtful		131,779	131,779
Allowance for ECL	18.1	(131,779)	(131,779)
		1,084,810	1,084,810
18.1 Particulars of allowance for ECL on doubtful debts			
Balance at beginning of the year		131,779	131,779
Allowance no longer required / recovered		-	-
		131,779	131,779
Charge during the year		-	-
Balance at the end of the year		131,779	131,779
19 LOANS AND ADVANCES			
Current portion of loans to employees		21,475	21,475
		21,475	21,475
20 TAX REFUND DUE FROM GOVERNMENT	Notes	2023 Rupees	2022 Rupees
Opening balance		19,587,280	19,546,901
Add: Deducted at source		72,796	40,379
Adjusted during the year		-	-
Closing Balance		19,660,076	19,587,280
21 CASH AND BANK BALANCES			
Cash in hand		2,925	2,044
Cash at banks-current accounts		261,968	252,020
		264,893	254,064
22 NET SALES			
<i>Local sales:</i>			
Gross sales		-	-
Less: Sales Tax		-	-
Sales return, discount and commissions		-	-
		-	-
23 COST OF SALES			
Raw Material Consumed	23.1	-	-
Manufacturing expenses	23.2	1,932,163	1,405,243
		1,932,163	1,405,243
WORK IN PROCESS			
Opening work in process		13,798,961	13,798,961
Closing work in process		(13,798,961)	(13,798,961)
		-	-
COST OF GOODS MANUFACTURED		1,932,163	1,405,243
FINISHED GOODS			
Opening		13,846,582	13,846,582
Closing		(13,846,582)	(13,846,582)
		-	-
		1,932,163	1,405,243

31 REMUNERATION TO CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

	2023			2022		
	Chief Executives	Directors	Total	Chief Executives	Directors	Total
Managerial remuneration	-	-	-	-	-	-
No. of Persons	1	2	3	1	2	3

31.1 Chief executive and directors have waived off their remuneration.

31.2 None of the employees fall in the criteria defined for Executives as per the Companies Act, 2017.

32 PRODUCTION CAPACITY

Production capacity of plant can not be determined as this depends upon relative proportion of various type of bolts and nuts produced.

33 FINANCIAL INSTRUMENTS
33.1 Interest rate exposures

Interest rate is the risk that the value of financial instruments will fluctuate due to changes in market interest rates.

FINANCIAL ASSETS

	AS AT JUNE, 30 2023				
	INTEREST BEARING		NON INTEREST BEARING		Total
	Maturity with in one year	Maturity after one year	Maturity within one year	Maturity after one year	
Trade debtors	-	-	1,084,810	-	1,084,810
Loans and advances	-	-	21,475	-	21,475
Long term deposits	-	-	-	770,232	770,232
Other receivables	-	-	4,318,218	-	4,318,218
Cash & bank balances	-	-	264,893	-	264,893
			5,689,396	770,232	6,459,628

FINANCIAL LIABILITIES

Demand finance	-	-	-	-	-
Short term Finance	80,000,000	-	6,673,693	-	86,673,693
Trade and other payable	-	-	9,839,689	-	9,839,689
Accrued Markup	-	-	33,643,361	-	33,643,361
	80,000,000	-	50,156,743	-	130,156,743

FINANCIAL ASSETS

	AS AT JUNE, 30 2022				
	INTEREST BEARING		NON INTEREST BEARING		Total
	Maturity with in one year	Maturity after one year	Maturity within one year	Maturity after one year	
Trade debtors	-	-	1,084,810	-	1,084,810
Loans and advances	-	-	21,475	-	21,475
Long term prepayments	-	-	-	770,232	770,232
Other receivables	-	-	4,092,177	-	4,092,177
Cash & bank balances	-	-	254,064	-	254,064
			5,452,526	770,232	6,222,758

FINANCIAL LIABILITIES

Demand finance	-	41,996,881	-	-	41,996,881
Short term Finance	34,505,905	-	5,074,044	-	39,579,949
Trade and other payable	-	-	7,510,239	-	7,510,239
Accrued Markup	-	-	37,140,574	-	37,140,574
	34,505,905	41,996,881	49,724,857	-	126,227,643

33.2 Credit Risk

Credit risk is the risk that one party to a financial instrument will to discharge its obligation and causes the other party to a financial loss. Management adopt a prudent credit policy so management believe that credit risk is minimal.

33.3 Other Price Risk

Other price risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The company is not exposed to commodity price risk as it does not hold financial instruments based commodity prices.

33.4 Fair Value of Financial Instruments

The carrying value of the all financial instrument reflected in the financial statements approximates their fair value.

33.5 Liquidity Risk

Liquidity Risk is the risk that an enterprise will encounter difficulties in raising funds to meet commitments associated with financial instruments. The management believe that it is not exposed to any significant level of liquidity risk. The management forecast the liquidity of the company on expected cash flows considering the level of liquid assets necessary to meet such risk. This involves monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

33.6 Capital Risk Management

The company's objectives when managing capital are to safeguard the company's ability to continue as going concern in order to provide return for shareholders and benefit for other stake holders and to maintain an optional capital structure to reduce the cost of capital. The company is currently financing its operations through equity and working capital.

34 Transactions with related parties

The related parties comprises directors and key management personnel. The company continues to have a policy whereby all transactions with related parties are entered at arm's length price using admissible valuation method and expenses are charged on actual basis.

35 Number of Employees

	2023	2022
Total number of employees as on June 30	4	4
Average number of employees during the year	4	4

36 Corresponding Figures

Corresponding figures have been rearranged & reclassified, where considered necessary, to comply with the requirements of Companies Act, 2017.

37 General

Figures have been rounded off to the nearest rupees.

38 Date of Authorisation

These financial statements have been authorized for issue on October 06, 2023 by the board of directors of the company.



Chief Executive Officer



Director



PATTERN OF SHARE HOLDINGS AS AT 30-06-2023

NUMBER OF SHARE HOLDERS	SHARE HOLDINGS FROM - TO		TOTAL SHARE HELD
58	1	100	1,800
4,786	101	500	2,384,700
15	501	1000	15,000
20	1001	5000	72,400
5	1001	10000	43,300
7	10001	15000	81,000
8	15001	20000	112,500
1	20001	25000	35,000
1	25001	30000	28,000
1	40001	50000	44,300
2	70001	75000	142,800
1	80001	85000	85,000
2	200001	200000	476,000
1	475001	480000	476,000
1	545001	550000	547,400
1	1250001	1260000	1,257,800
4,914			5,800,000

CATEGORIES OF SHARE HOLDERS	NUMBER OF SHARE HOLDERS	SHARES HELD	PERCENTAGE
1 - INDIVIDUAL	4,913	5,774,500	99.56
2 - JOINT STOCK COMPANIES	1		0.44
TOTALS	4,914	5,800,000	100

**PATTERN OF SHARE HOLDINGS AS AT 30-06-2023**

	NUMBER	SHARES HELD	PERCENTAGE
JOINT STOCK COMPANIES	1	25,500	0.44
	1	25,500	0.44

DIRECTORS/SPOUSE

Mr. Abdul Mateen Allabwala	1	1,151,000	21.89
Mr. Imran Mateen	1	210,000	4.10
Mr. Anwar Iqbal	1	75,000	1.43
Mr. Omar Mateen Allabwala	1	870,000	16.21
Mrs. Nehafer Mateen	1	540,000	10.20
Mrs. Faruq Anwar	1	71,000	1.35
Mrs. Maria Imran	1	210,000	4.10
	<u>1</u>	<u>2,967,000</u>	<u>56.00</u>

INDIVIDUALS

2,874,300 48.50

TOTAL4,8025,808,000100

Shareholders holding 10% or more

1

1,237,000

21.47

ڈائریکٹر کی شہر ہولڈرز کو رپورٹ

میں آپ کو کمپنی کی شہر ہولڈرز کی 40 ویں سالانہ جنرل میٹنگ میں خوش آمدید کہتا ہوں تاکہ آپ کو 30 جون 2023 کو ختم ہونے والے سال کے آڈٹ شدہ اکاؤنٹس کے ساتھ سالانہ رپورٹ پیش کی جاسکے۔

30 جون 2023 کو ختم ہونے والے سال میں معاشی حالات، خراب امن و امان اور باقاعدگی سے پیدا ہونے والی خرابیاں زیادہ مددگار ثابت نہیں ہوئیں۔ زبردست سال پاکستان کے انجینئرنگ سیکٹر کے ساتھ ساتھ بڑھتی ہوئی مالیاتی لاگت کے اہدہ کے لیے اچھا نہیں رہا۔ امن و امان کی صورتحال کے ساتھ بجلی، گیس اور دیگر ان پٹ اخراجات نے ایک ایسا ماحول پیدا کیا جو معیشت کے لیے بالکل بھی مددگار نہیں تھا۔

انکم ٹیکس حکام نے ہمارے اکاؤنٹ کو منجمد کرنے کا ایک غیر قانونی حکم پاس کیا تھا اور ہمارے صارفین کو ہماری کمپنی کو ادائیگی روکنے کے لیے لکھا تھا۔

حکمہ انکم ٹیکس نے اپنے آرڈر ڈی سی نمبر کے ذریعے ہمارے ویڈیز بیلڈ آٹوموبیلز لمیٹڈ کے بینک اکاؤنٹس کو منجمد کر دیا تھا۔ آپ کے حوالہ کے لیے **01/40 dt 31OCT 2014**، یہ معاملہ حل ہو گیا اور حکمہ انکم ٹیکس کی طرف سے خط - مورخہ 22-09-2015 نے جینکوں کو مطلع کیا کہ ہماری ویڈیز کمپنی کے اکاؤنٹس کو الگ کر دیا گیا ہے، انکم ٹیکس آرڈر نمبر **DCIR/ENF/UNIT-05/ZONE -IV/RTO-II/2015/168** ہمارے ویڈیز کے اکاؤنٹس کو الگ کر دیا گیا ہے۔

انکم ٹیکس کی طرف سے کھاتوں کو منجمد کرنے کا یہ حکم یقیناً غیر قانونی تھا کیونکہ اس میں 14 سال پرانے اندراجات شامل کیے گئے تھے۔ مذکورہ حکم بھی غیر قانونی تھا کیونکہ اس نے ہماری کمپنی کی قدر میں کمی کی تردید کی تھی۔ مذکورہ حکم کمپنی کو سننے کے لیے دیے بغیر ہی منظور کیا گیا تھا۔ یہ پورا آرڈر غیر قانونی تھا اور ہمیں غیر قانونی ایڈیکس اور فرسودگی کی اجازت دینے میں تقریباً ایک سال کا عرصہ لگا اس عرصے کے دوران ہم فیملی کی نہیں چلا سکے اور ہم نے اپنے صارفین کو کھو دیا۔ انکم ٹیکس ڈیپارٹمنٹ کے افسر کی طرف سے اعلیٰ طرفی کے نتیجے میں ہماری کمپنی کو یہ بہت بڑا نقصان ہوا، اور ہمیں کارکنوں اور عملے کو فارغ کرنا پڑا۔

مالی نقصان کے علاوہ یہ ہماری کمپنی کی نیک نیچے کا نقصان تھا۔ ہم افسران کے خلاف ان کے انتہائی غیر قانونی اور غیر قانونی رویے پر ہر جانے کا مقدمہ دائر کرنے پر مجبور کر رہے ہیں۔

مالیاتی نتائج:

کمپنی کے مالیاتی نتائج ذیل میں دوبارہ پیش کیے گئے ہیں۔

2023	2022
1,932,163	1,405,243
3,678,537	2,978,880
3,678,537	2,978,880

مجموعی نقصان

ٹیکس سے پہلے سال کے لیے منافع / نقصان

بیلنس شیٹ میں جمع شدہ نقصانات C/F

سال کے لئے فی شہر نقصان (0.63) روپے ہے۔

حبیب بینک لمیٹڈ کے ساتھ مسائل

HBL کی ذمہ داری میں وہ بڑی رقم شامل ہیں جو مارک اپ پر غیر قانونی اور فرضی کپیولڈ تزیین مارک اپ، پینل مارک اپ اور ایکسٹریڈیوٹی پر مارک اپ اور مدت سے 15 سال سے زائد کا سود چارج کیا جاتا ہے۔ سب غیر قانونی کمپنی نے HBL کے خلاف سندھ ہائی کورٹ میں سوٹ نمبر B-90 مورخہ 5 ستمبر 2001 کے ذریعے 599,214 ملین روپے کے اکاؤنٹس، حکم امتناعی، ڈیلگریشن اور ہرجانے کا دعویٰ دائر کیا ہے۔

HBL نے غیر قانونی طور پر ڈیبٹ / چارج شدہ سود کی مدت سے زیادہ سالوں اور درج ذیل نکات:

a- اوپننگ بیلنس 86.520 ملین۔

b- 31.399 ملین روپے کوئی واؤچر تیار نہیں ہوئے۔

c- کوئی اکاؤنٹس ہیڈ مومنٹ کے بیانات نہیں۔

d- ایک اکاؤنٹس پیش نہیں کیے گئے، عدالت میں ان کے سوٹ B-94 OF 2001 میں، غیر قانونی ڈیبٹ سود، مرکب سود، تعزیری سود، ایکسٹریڈیوٹی اور اس کے سود کے مرکب سود، اور اس کے تعزیری سود میں 100 ملین تھے۔ یہ بے ایمانی اکاؤنٹنگ کے طریقوں کا کسی قسم کا ریکارڈ ہونا چاہیے۔

e- HBL کی طرف سے فنڈز کی عدم تقسیم اور بڑے پیمانے پر غیر قانونی ڈیبٹ نے ہمارا پروجیکٹ تباہ کر دیا۔

f- آڈیٹر نے ادائیگی کی بالکل بھی جانچ نہیں کی حالانکہ ہمیں کئی بار تحریری طور پر یاد دہانی کرائی گئی تھی جو ہاتھ سے بھیجے گئے خطوط اور TCS کے ذریعے بھیجی گئی تھی۔ حکومت SBP کی طرف سے تنازعات کے حل کے لیے

SBP کمپنی قائم کی گئی SBP CIRCULARS 24 اور CIRCULARS 29 حوالہ جات:-

SBP کمپنی کے سیکرٹری نے HBL کو 2 خطوط لکھے جس میں ان سے کہا گیا کہ وہ ڈیبرٹمنٹ ثبوت کے ساتھ اکاؤنٹس کے مکمل اسٹیٹمنٹس فراہم کریں۔ ہم نے SBP کمپنی کے توسط سے HBL کو 9 خطوط بھیجے ہیں تاکہ اکاؤنٹس کے مکمل اسٹیٹمنٹس، تقسیم کے ثبوت کے ساتھ فراہم کی جائیں۔ اوپر دیئے گئے SBP کے خطوط اور اوپر دیئے گئے ہمارے خطوط کا HBL نے بالکل بھی جواب نہیں دیا۔ یہ ہمارے اس دعوے کے لیے جلد بولتا ہے کہ

HBL کی پوری ذمہ داری ہوگی۔

کمپنی نے حبیب بینک لمیٹڈ کے ساتھ دیرینہ تنازعہ کو طے کر لیا ہے۔ بینک نے چارج کی رہائی / چھٹی کے لیے کوئی اعتراض سرٹیفکیٹ فراہم کیا ہے اور چارج جاری کرنے کے لیے دستاویزات رجسٹرار (تحصیل حب، ضلع لسبیلہ، بلوچستان) اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے پاس جاری ہیں۔

مستقبل کے امکانات

BAL نے صارفین کے لیے کسٹمر اطمینان کا منصوبہ قائم اور برقرار رکھا ہے۔ یہ منصوبہ BAL کو اپنی پالیسی کے مطابق مکمل اطمینان حاصل کرنے کے مجموعی مقصد کے ساتھ عمل میں لایا گیا ہے۔ کام کی ہدایات نمبر BAL-QI5-2000-9001 کا ایک حصہ ہے، کے ذریعے صارفین کی اطمینان حاصل کرنے کے مقصد کی خصوصی نگرانی کی جارہی ہے۔

کمپنی کی پوزیشن کو بہتر بنانے کے لیے، ہمیں اپنے قیمتی شیئرز ہولڈرز کو یہ بتاتے ہوئے خوشی ہو رہی ہے کہ کمپنی نے اٹلس ہونڈا کے ساتھ موٹر سائیکل گیزرز شافٹ اور دیگر درست پرزہ جات کی فراہمی کے لیے اپنے معاہدوں کو مستقل بنیادوں پر بڑھادیا ہے۔ ہمیں فرگون ٹریکٹرز کے لیے ملٹری ٹریکٹرز اور یاماہا موٹر سائیکل کے لیے داؤد یاماہا اس کے نتیجے میں میلز میں خاطر خواہ اضافہ ہوگا، جو کہ کارکردگی کو بہتر بنانے میں معاون ثابت ہوگا۔ مستقبل میں کمپنی اس بہتری کے لیے ہمیں اضافی ورکنگ کیمپینل کی ضرورت ہے، جسے ہم اپنی پیداوار بڑھانے کی کوشش کر رہے ہیں۔

جیسا کہ آپ جانتے ہیں کہ صنعت کی ترقی کے اہم عوامل صحت مند ماحول وغیرہ ہیں۔ ہم اپنی کمپنی کی کارکردگی میں اپنے کسٹمر اور بیلبو میں کو ایڈجسٹ کر کے اور اپنی ورکنگ کیمپینل کی ضروریات کو حل کرتے ہوئے بنیادی بہتری کی طرف بڑھ رہے ہیں۔

کمپنی نے موٹر سائیکل گیزرز شافٹ وغیرہ کی فراہمی کے لیے اٹلس ہونڈا کے ساتھ مستقل بنیادوں پر اپنی ہونڈا موٹر سائیکلوں اور ملٹری ٹریکٹرز، داؤد یاماہا، سانیک، تھل انجینئرنگ، پاک سوزوکی وغیرہ کی اسمبلنگ کے لیے آٹو پارٹس کی فراہمی کے لیے معاہدہ کیا۔ مناسب ورکنگ کیمپینل کی کمی اور سابقہ بھاری مالیاتی چارجز کی وجہ سے پلانٹ کو مکمل طور پر استعمال نہیں کیا جاسکا ہے۔ تاہم یہ صورتحال عارضی ہے اور کمپنی کے ڈائریکٹرز مختصر وقت میں اس صورتحال

پر قابو پانے کی ہر ممکن کوشش کریں گے۔ اوپر بیان کردہ وجوہات کی بناء پر، ڈائریکٹرز کو یقین ہے کہ اگر ہم مزید ورکنگ کیمپینل حاصل کرنے کے قابل ہو گئے تو کمپنی مستقبل قریب میں بہت اچھے نتائج دے گی۔ یہ متوقع ہے کہ پورا جمع شدہ نقصان (انشاء اللہ) جون 2026 کو ختم ہونے والے سال میں مکمل طور پر ختم ہو جائے گا۔

ماضی کی کامیابیاں

اپوارڈ۔ اٹلس ہونڈا لمیٹڈ کے سی ای او نے بیلا آٹوموٹیوز لمیٹڈ کو ایک اپوارڈ پیش کیا۔ ہائی ٹیک فور جنک پروزوں کے لیے، 6 آٹو پارٹس میڈیوٹیکرز سیدنا کراچی میں ان کے اٹلس ہونڈا پلانٹ میں منعقد ہوا۔ اپوارڈ۔ سوزوکی مہران کی بحالی میں اہم شراکت کے اعتراف میں مہران ریو انیول اپوارڈ کے لیے۔ پاک سوزوکی موٹر کمپنی لمیٹڈ کے سی ای او نے بیلا آٹوموٹیوز لمیٹڈ پیش کیا۔

آڈیٹرز کی ریزرویشن:

تشویش کے مفروضوں پر جانا آڈیٹرز نے ایک قابلیت لکھی ہے کہ کمپنی نے اثاثوں کی دوبارہ تشخیص نہیں کی ہے۔ تاہم ہم توقع کرتے ہیں کہ اگلے سال اس مطلوبہ تجدید کا بندوبست کریں گے۔

سال کے دوران، کمپنی کو روپے کا خالص نقصان ہوا۔ 3.678 ملین (30 جون، 2022: 2.978 ملین روپے) اور اس نے روپے کے جمع شدہ نقصانات کی اطلاع دی ہے۔ 53.734 ملین روپے 30 جون، 2022 50.055 ملین) سال کے آخر میں، سال 2013 سے 2020 کے لیے فرسودگی چارج شدہ نقصان سمیت روپے۔ 34.980 ملین نقصان کی بنیادی وجہ آڈیٹرز پریشنل بریک ڈاؤن تھا کیونکہ ورکنگ کیمپینل کی کمی تھی جس سے پیداواری آپریشنل کارکردگی میں کمی آئی۔

یہ مالیاتی بیانات اس بنیاد پر تشویش کی بنیاد پر تیار کیے گئے ہیں کہ کمپنی اس مقصد کے لیے انتظامیہ کے تیار کردہ منصوبوں کی بنیاد پر مستقبل میں ترقی کی تسلی بخش سطح حاصل کر سکے گی۔

کمپنی کے پاس چارج اور دستاویزات کے عمل میں بھی ہے کہ وہ اپنی جائیداد سے رہائی کے لیے زمینوں کے رجسٹرار (تحصیل حب، ضلع لسبیلہ، بلوچستان) اور میسرز سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان جیسا کہ اس نے HBL نامی بینک کے تمام قرضوں کی منظوری دے دی ہے۔

رجسٹرار اور ایس ای سی بی کے چارج کی چھٹی کے بعد، کمپنی نئے ورکنگ کیمپینل کے حصول اور مستقبل قریب میں پیداوار شروع کرنے کی منصوبہ بندی کے لیے مالیاتی اداروں کے ساتھ مشغول ہونے کا ارادہ رکھتی ہے۔ موجودہ آڈیٹرز، M/S مشتاق اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، ریٹائر ہوئے اور اہل ہونے کے بعد دوبارہ تقرری کے لیے خود کو پیشکش کرتے ہیں۔

اعتراف

آپ کا بورڈ آف ڈائریکٹرز لیبر، عملے اور اچھی طرح سے مربوط ٹیم ورک کی تعریف کرتا ہے۔

کمپنی کا انتظام، کمپنی کو منافع میں واپس لانے کے لیے۔

ہم اپنے شیئرز ہولڈرز کا شکریہ ادا کرتے ہیں جنہوں نے انتظامیہ کی قابلیت اور لگن پر اعتماد کا مظاہرہ کیا۔

ہم کمپنی کے ساتھ طویل مدتی کاروباری تعلقات کو برقرار رکھنے کے لیے اپنے قابل قدر صارفین، اپنے ویٹرز اور ٹھیکیداروں کا بھی شکریہ ادا کرتے ہیں۔

چیف ایگزیکٹو

ڈائریکٹر

چیرمین کی جائزہ رپورٹ

کوڈ آف کارپوریٹ گورننس کے تقاضوں کے مطابق، کمپنی کے بورڈ آف ڈائریکٹرز کی کارکردگی کا سالانہ جائزہ لیا جاتا ہے۔ تشخیص کا مقصد اس بات کو یقینی بنانا ہے کہ بورڈ کی مجموعی کارکردگی اور تاثیر کو کمپنی کے لیے مقرر کردہ سیاق و سباق کے مقاصد میں توقعات کے خلاف مایا جائے۔

30 جون 2023 کو ختم ہونے والے مالی سال کے لیے بورڈ کی مجموعی کارکردگی اور تاثیر کو تسلی بخش قرار دیا گیا ہے۔ عدالت میں زیر التوا کیس اور فنڈز کی عدم دستیابی کی وجہ سے بورڈ کی کارکردگی کو بہتر بنانے میں رکاوٹیں ہیں۔

مجموعی تشخیص لازمی اجزاء پر مبنی ہے، بشمول وژن، مشن اور اقدار، منصوبہ بندی میں مشغولیت، پالیسیوں کی تشکیل، کاروباری سرگرمیوں کی نگرانی اور مالیاتی انتظام اور کمپنی کے ملازمین کے ساتھ نمٹنا اور کمپنی کے کاروبار کو مؤثر طریقے سے انجام دینا۔

کمپنی کے بورڈ آف ڈائریکٹرز کو ایجنڈا اور معاون مواد ملا جس میں بورڈ کے اجلاسوں اور کمیٹی کے اجلاسوں سے پہلے بروقت فالو اپ مواد بھی شامل ہے۔ اپنی ذمہ داریاں نبھانے کے لیے بورڈ کے لازمی اجلاس بروقت منعقد کیے گئے۔ ایگزیکٹو ڈائریکٹرز اور نان ایگزیکٹو ڈائریکٹرز نے کمپنی کو درپیش اہم مسائل کے لیے بورڈ میٹنگز میں شرکت کی۔

عبدالمتین اللہ والا

چیرمین

کراچی: 06 اکتوبر 2023

بیلا آٹوموٹو لمیٹڈ

نوٹس برائے سالانہ اجلاس عام

بذریعہ ہذا نوٹس مطلع کیا جاتا ہے کہ بیلا آٹوموٹو لمیٹڈ کا 40 واں سالانہ اجلاس عام بروز ہفتہ 28 اکتوبر 2023 صبح دس بجے پلاٹ نمبر

1-3، موضع پاتھرا، حب چوکی، بلوچستان میں مندرجہ ذیل امور کی انجام دہی کیلئے منعقد ہوگا۔

1- 28 اکتوبر 2022 کو کمپنی کے حصص یافتگان کے 39 ویں سالانہ اجلاس عام کے کارروائی کی توثیق۔

2- 30 جون 2023 کو مکمل ہونے والے سال کیلئے کمپنی کے پڑتال شدہ حسابات مع ڈائریکٹرز اور آڈیٹرز کی رپورٹس کی وصولی غور و خوض اور منظوری۔

3- کمپنی کے آڈیٹرز کی تقرری اور ان کے مشاہیرہ کا تعین۔ موجودہ آڈیٹرز میسرز مشتاق اینڈ کمپنی، چارٹرڈ اکاؤنٹینٹس نے

معادہ مدت ختم ہونے کے بعد اور اہلیت کی بنیاد پر دوبارہ تقریری کیلئے اپنی خدمات پیش کی ہیں۔

4- چیئرمین کی اجازت سے دیگر امور کی انجام دہی۔

بحکم بورڈ

عمر متین اللہ والا

ڈائریکٹر اور کمپنی سیکرٹری

کراچی: مورخہ 17 اکتوبر، 2023

نوٹس:

1- اجلاس ہذا میں شرکت اور رائے دہی کا اہل ممبر اپنی جانب سے شرکت اور رائے دہی کیلئے دوسرے ممبر کو اپنا پر کسی مقرر کر سکتا ہے۔

2- ہر لحاظ سے مکمل پر کسی فارم اجلاس کے انعقاد سے کم از کم اڑتالیس (48) گھنٹے قبل کمپنی کو مل جانا چاہیے۔

3- کمپنی کی حصص منتقلی کی کتب 21 اکتوبر 2023 سے 28 اکتوبر 2023 (بشمول دونوں دن) بند رہیں گی۔

4- حصص یافتگان سے درخواست کی جاتی ہے کہ اپنے پتے میں کسی بھی تبدیلی سے رجسٹرڈ آفس کو فوری طور پر مطلع کریں اور شناختی کارڈ کی کاپی بھیجنا لازمی ہے۔

5- 10 فیصد یا اس سے زیادہ ووٹنگ کی طاقت رکھنے والے ممبران کمپنی سے اجلاس میں شرکت کرنے کیلئے ویڈیو لنک کی سہولت کی

درخواست کر سکتے ہیں۔



PROXY FORM

The Secretary
Bela Automotives Limited
Plot # 1 & 3, Mouza Pathra,
Hub Chowki, Balochistan

I/We _____

of _____

being a member of Bela Automotives Limited, Karachi and holder of _____

ordinary shares as per R.F. No. _____ hereby appoint _____

_____ of _____

or failing him/her _____

of _____

as my proxy to attend and vote for me and on my behalf at the Annual General Meeting of the Company to be held on Saturday, October 28 2023 Plot No. 1 & 3, Mouza Pathra, Hub Chowki, Balochistan and at any adjournment thereof.

Witness 1:

Name: _____

CNIC: _____

Signature: _____

Witness 2:

Name: _____

CNIC: _____

Signature: _____



Signature of Member(s)

Notes:

- a) This form of proxy duly completed must be received at the Registered Office of the Company at Plot No. 1 & 3, Mouza Pathra, Hub Chowki, Balochistan, not later than 48 hours before the time of holding the meeting
- b) A proxy shall also be a shareholder of the Company.
- c) The signatures of the witnesses on the proxy form should be their name, address and a copy of the attested identity card.
- d) The proxy shall produce his original CNIC at the time of meeting.

