

/ HALF YEAR REPORT 2021 (Ended March 2021)





Company Information

Directors' Report

Condensed Interim Statement of Financial Position

Condensed Interim Statement of Profit or Loss and other Comprehensive Income

Condensed Interim Statement of Cash Flows

Condensed Interim Statement of Changes in Equity

Condensed Interim Notes to and Forming Part of the Financial Statements

COMPANY INFORMATION

Website

E-mail

Chairman	M Veqar Arif			
Board of Directors	 Marcos Furrer Michel Zumstein Mujtaba Rahim Roland Waibel Shahid Ghaffar Yasmin Peermohammad (Alternate: Irfan C Chief Executive C 			
Audit Committee	Shahid GhaffarMichel ZumsteinM Veqar ArifIrfan Lakhani	Chairman (Alternate: Naveed Kamil)Secretary		
Human Resources and Remuneration Committee	Yasmin PeermohammadMujtaba RahimMichel ZumsteinIrfan Lakhani	Chairman(Alternate: Naveed Kamil)Secretary		
Management Committee	 Mujtaba Rahim Qazi Naeemuddin Muhammad Altaf	Naveed Kamil Irfan Chawala		
Chief Financial Officer	Irfan Chawala			
Company Secretary	• Irfan Lakhani			
Bankers	 Bank Al Habib Limited Habib Bank Limited Meezan Bank Limited National Bank of Pakistan Standard Chartered Bank (Pakistan) 	istan) Limited		
Auditors	• KPMG Taseer Hadi & Co. Charte	ered Accountants		
Legal Advisor	• Fazleghani Advocates			
Share Registrar	 FAMCO Associates (Pvt) Limited 8-F, Next to Hotel Faran, Nursel Block-6, P.E.C.H.S., Shahra-e-Faisal, Karachi 			
Registered Office	• 1-A/1, Sector 20, Korangi Industrial Area, Korang	zi, Karachi		
Factories	 Petaro Road, Jamshoro LX-10, LX-11 Landhi Industrial A 	Area Karachi		
Sales & Marketing Offices	 Katar Bund Road, Off. Multan Road, Thokar Niaz Baig, Lahore P-277, Kashmir Road, Near Niagara Mills, Amin Town, Faisalabad B 157 Lalarukh, Wah Cantt 			

• www.archroma.com.pk

• archroma.pakistan@archroma.com

REPORT OF BOARD OF DIRECTORS

The Directors of your Company are pleased to present financial report for the half-year ended 31 March 2021, together with the condensed interim financial information of the Company for the period ended 31 March 2021, as reviewed by the external auditors.

Board of Directors

The shareholders at Extraordinary General Meeting held on 25 March 2021 elected Seven Directors Messrs. Mujtaba Rahim, M. Veqar Arif, Roland Waibel, Marcos Furrer, Michel Zumstein, Shahid Ghaffar and Yasmin Peermohammad for a term of three years commencing from 1st April 2021.

Composition of Board

The composition of the Board is as follows:

a) Male members: 6 b) Female member: 1

Out of the above:

a) Executive Director:b) Non-Executive Directors:c) Independent Directors:2

Business Overview

With the continued trend of strong Export orders to Textiles Industry and increasing construction activities in Pakistan, which are the major consumption markets of your Company, the overall sales volumes of Archroma's specialty chemical products' showed a positive growth during the period under review.

Your Company achieved net sales of PKR 10,041 million during the half year ended 31 March 2021 against PKR 9,747 million in comparison to the same period last year. Contribution to the overall sales growth of 3% has mainly come from Brand & Performance Textile Specialties and Coating Adhesive & Sealants.

The improvement in profitability can also be attributed to steps taken by your management for improving the operational efficiency of plants. Moreover, strengthening Pak Rupee and lower borrowing costs supported the company to attain after tax profit of PKR 1,102 million during the half year under review against PKR 782 million for the same period lastyear.

Future Outlook

With the continued availability of Export orders, outlook remains positive for Home Textiles for the remaining second half of the current financial year, whereas, Denim & casual wear's performance depends on the outcome of 3rd wave of Covid-19. Moreover, with the continuation of Government's support package for the calendar year 2021, the construction activity is also anticipated to positively drive related businesses.

Your Company has taken many initiatives after the learnings from COVID-19, the benefits of which are not only expected to further improve the business portfolio but also speed & agility to smartly manage cashflows & fixed costs, going forward.

On behalf of the Board

Mujtaba Rahim
Chief Executive Officer

Irfan Chawala Director

بوردْ آف دْائر يكٹرز كى رپورٹ

سمینی کے ڈائر کیٹرز انتہائی سرت کے ساتھ آپ کی خدمت میں 31 ارچ2021ء کوختم ہونے والی ششمائی کی اپنی الیاتی ر پورٹ بح 31 مارچ2021 کوختم ہونے والی مت کیلئے ممینی کی جامع محاسی عبوری مالیاتی معلومات پیش کر رہے ہیں جیسا کہ بیرونی آڈیٹرزنے جائزہ لیاہے۔

بورڈ آف ڈائر یکٹرز

غیر معمولی اجلاس عام منعقدہ 25 ماری 2021ء میں تصف یافتگان کی جانب سے کیم اپریل 2021ء سے شروع ہونے والی 3 سال کی مدت کیلئے سات ڈائر یکٹرز جناب جنتی رحیم ایم وقار عارف روہلڈ وائمل مارکوس فریز ، مشیل زوشٹین ، شاہد غفار اور محترمہ یا سیمن پیر محمد منتف ہوئے ہیں۔

بورڈ کی تشکیل

بورڈ کی تشکیل مندرجہذیل ہے (الف) حضرات

(ب) خواتين 01

06

مندرجہ بالا میں ہے:

(i) المَّزِيكِيُّووْالرَّكِيْرِ (i)

(ii) نان الگِزيكڻيوڈ ائر يکٹرز 04

(iii) انڈیپینڈنٹ ڈائریکٹرز 02

كاروباري جائزه

ئیکٹائل انڈسٹری کو متحکم برآ مدات آ رڈرز کے متنقل رجحان اور پاکستان میں بڑھتی ہوئی تعمیراتی سرگرمیاں جو کہ آپ کی مکپنی کی اہم کھیت مارکیٹس میں ، آر کروما کی خصوص کیمیائی مصنوعات کی مجموعی فروخت کی مقدار میں زیر جائزہ ششماہی کیلئے مثبت پیشرفت ظاہر ہوئی ہے۔۔۔

بورڈ کی جانب سے:

سر المسلم الم المسلم المسلم

آپ کی کمپنی نے گذشتہ سال کے ای عرصے کے مقابلے میں 9,747 ولین پاکستانی روپے کے مقابلے میں 9,747 دوران 9,747 ملین پاکستانی روپے کہ قتم ہونے والی ششاہی کے دوران 10,041 ملین پاکستانی روپ کی خالص فروخت ماس کی مجموعی طور پر فروخت میں 3 فیصد اضافے میں بنیادی کردار برانڈ اینڈ پرفارمنس ٹیکسٹائل اور چپکانے والی کیونگ اور کیلینٹش نے ادائیا۔

منافع میں بہتری کا سبب انظامیہ کی جانب پلانٹ کی آپریشنل کارکردگی کو بہتر بنانے کے لئے اٹھائے گئے اقدامات کو بھی قرار دیا جا سکتا ہے۔ مزید میر کہ پاکستانی روپے میں استحکام اور کم بوروئنگ کوسٹ کی مدد سے سمپنی نے زیر جائزہ نصف سال کے دوران 1,102 ملین پاکستانی روپے کا خالص منافع 782 ملین پاکستانی گزشتہ سال اسی مدت کے دوران خالص منافع 782 ملین پاکستانی گرویا تھا۔

ستنقبل يرنظر

ایکسپورٹ آرڈرز کی متنقل دستیابی کے ساتھ، رواں مالی سال کے دوسرے جھے میں ہوم فیکٹ کاک کیلئے مستقبل کے امکانات مثبت لگ رہے ہیں، تاہم، ڈینم اور روزمرہ کے لباس کی کارکردگی کار کردگی میں COVID-19 کی تیسری اہر کے نتائج پر مخصر ہے۔ مزید سے برال روال سال 2021 کیلئے حکومتی تعاون پیکنج کے تسلسل میں تقبیراتی سرگرمیوں سے متعلقہ کاروبار کوشبت انداز میں چلانے کی بھی تو تع کی جارہی ہے۔

آپ کی کمپنی نے COVID-19 کے پیش نظر کئی اقد امات لئے ہیں ، جن کے فوائد ہے نہ صرف کاروباری پورٹ فولیو میں مزید بہتری متوقع ہے بلکہ نفذ بہاؤاور مقررہ اخراجات بھی موثر انداز میں آگے بڑھیں گے۔

عرفان چاه والا ڈائز یکٹر



KPMG Taseer Hadi & Co. Chartered Accountants Sheikh Sultan Trust Building No. 2, Beaumont Road Karachi 75530 Pakistan +92 (21) 35685847, Fax +92 (21) 35685095

Report on Review of Interim Financial Statements

Independent Auditors' Review Report

To the members of Archroma Pakistan Limited

Introduction

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

Scope of Review

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

Conclusion

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

Other matter

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months period ended 31 March 2021, have not been reviewed and we do not express a conclusion on them.

Herdun



KPMG Taseer Hadi & Co.

The engagement partner on the engagement resulting in this independent auditors' review report is Amyn Malik.

Date:

29 APR 2021

Karachi

KPMG Taseer Hadi & Co. Chartered Accountants

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

As at 31 March 2021

7.0 0.0 0.1 1.1 0.1 2022			
	Note	31 March	30 September
		2021	2020
		(Un-audited)	(Audited)
ASSETS		(Rupee	s in '000)
Non-current assets			
Property, plant and equipment	4	1,879,113	1,976,820
Long-term deposits		9,529	6,099
Deferred tax assets			15,499
Current assets		1,888,642	1,998,418
Stores and spares		47,944	53,645
Stock-in-trade	5	3,309,409	3,089,893
Trade debts	6	4,670,242	2,788,159
Loans and advances		2,974	700
Trade deposits and short-term prepayments		57,704	24,362
Other receivables	_	27,137	24,639
Tax refunds due from government - sales tax	7	1,380,164	1,322,852
Taxation - net		2,153	225,219
Cash and bank balances		77,885 9,575,612	110,185
			7,639,654
TOTAL ASSETS		11,464,254	9,638,072
EQUITY AND LIABILITIES			
Share capital and reserves			
Issued, subscribed and paid-up capital			
34,117,881 (30 September 2020: 34,117,881) ordinary shares of Rs. 10 eac	:h	341,179	341,179
Reserves			
Revenue reserve		3,138,000	3,238,000
Unappropriated profit		1,103,375	924,681
		4,241,375	4,162,681
Total shareholders' equity		4,582,554	4,503,860
LIABILITIES			
Non-current liabilities			
Deferred tax liabilities		51,396	-
Employee benefits		16,695	341,138
Long term loan - secured	8	121,960	209,782
Lease liabilities	10	114,969	95,668
Liabilities against diminishing musharika finance	11	66,828	94,097
Current liabilities		371,848	740,685
Trade and other payables		4,042,906	2,118,389
Unclaimed dividend		73,495	67,536
Mark-up accrued		17,332	17,853
Current portion of Long term loan - secured	8	189,539	148,226
Short-term borrowings - secured	9	2,137,191	1,983,996
Current portion of lease liabilities	10	15,469	21,488
Current portion of liabilities against diminishing musharika finance	11	33,920	36,039
		6,509,852	4,393,527
Total liabilities		6,881,700	5,134,212
Contingencies and commitments	12		
TOTAL EQUITY AND LIABILITIES		11,464,254	9,638,072
TOTAL LYON I AND LINDICITIES		11,404,234	5,030,012

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Karachi: 29 April 2021

Mujtaba Rahim CEO

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

For the Six Months Period Ended 31 March 2021

Sales 11,975,800 11,584,663 5,865,228 6,085,540		Note	Six months period ended		Quarter	ended		
(Rupees in '000) Sales 11,975,800 11,584,663 5,865,228 6,085,540 Discount and commission (535,551) (502,180) (249,836) (267,997) Sales tax (1,938,440) (1,335,861) (673,879) (701,566) Sales - net 13 10,041,809 9,746,622 4,941,513 5,115,977 Cost of sales (6,966,325) (7,029,794) (3,392,683) (3,628,508) Gross profit 3,075,484 2,716,828 1,548,830 1,487,469 Distribution and marketing expenses (1,030,044) (991,969) (516,535) (505,306) Administrative expenses (301,700) (280,422) (143,896) (135,954) Impairment (loss) / reversal on trade debts (1,448,585) (1,359,406) (716,016) (687,911) Other expenses (1,448,585) (1,359,406) (716,016) (687,911) Other income 31,283 13,178 14,439 4,091 Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 1,056,501 83			31 March	31 March	31 March	31 March		
Sales 11,975,800 11,584,663 5,865,228 6,085,540 Discount and commission Sales tax (535,551) (1,398,440) (1,335,861) (1,345,861			2021	2020	2021	2020		
Discount and commission Sales tax (535,551) (502,180) (249,836) (267,997) (701,566) (1,933,991) (1,838,041) (923,715) (969,563) Sales - net 13 10,041,809 9,746,622 4,941,513 5,115,977 Cost of sales (6,966,325) (7,029,794) (3,392,683) (3,628,508) Gross profit 3,075,484 2,716,828 1,548,830 1,487,469 Distribution and marketing expenses Administrative expenses Impairment (loss) / reversal on trade debts Other expenses Other expenses Other income 1,626,899 1,357,422 832,814 799,558 Other income 31,283 13,178 14,439 4,091 1,658,182 1,370,600 847,253 803,649 Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045				(Rupees	in '000)			
Sales tax (1,398,440) (1,335,861) (677,879) (701,566) Sales - net 13 10,041,809 9,746,622 4,941,513 5,115,977 Cost of sales (6,966,325) (7,029,794) (3,392,683) (3,628,508) Gross profit 3,075,484 2,716,828 1,548,830 1,487,469 Distribution and marketing expenses Administrative expenses Impairment (loss) / reversal on trade debts Other expenses (1,030,044) (991,969) (516,535) (505,306) Other expenses (301,700) (280,422) (143,896) (135,954) Other expenses (1,448,585) (1,359,406) (716,016) (687,911) Other income 31,283 13,178 14,439 4,091 Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045	Sales		11,975,800	11,584,663	5,865,228	6,085,540		
(1,933,991) (1,838,041) (923,715) (969,563) (969,563) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,029,683) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (3,628,508) (7,029,794) (3,392,683) (7,029,794) (1,329,946	Discount and commission		(535,551)	(502,180)	(249,836)	(267,997)		
Sales - net 13 10,041,809 9,746,622 4,941,513 5,115,977	Sales tax		(1,398,440)	(1,335,861)	(673,879)	(701,566)		
Cost of sales (6,966,325) (7,029,794) (3,392,683) (3,628,508) Gross profit 3,075,484 2,716,828 1,548,830 1,487,469 Distribution and marketing expenses Administrative expenses Impairment (loss) / reversal on trade debts (1,030,044) (301,700) (280,422) (280,422) (143,896) (135,954) (1,744) (143,896) (135,954) (1,744) (214,907) Other expenses (126,256) (82,829) (65,000) (44,907) (1,348,855) (1,359,406) (716,016) (687,911) (1,448,585) (1,359,406) (716,016) (687,911) Tight income 31,283 13,178 14,439 4,091 Tight income 1,658,182 1,370,600 847,253 803,649 Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income			(1,933,991)	(1,838,041)	(923,715)	(969,563)		
Gross profit 3,075,484 2,716,828 1,548,830 1,487,469 Distribution and marketing expenses Administrative expenses Impairment (loss) / reversal on trade debts Other expenses (1,030,044) (301,700) (280,422) (44,86) (143,896) (135,954) (1,744) (44,986) (126,256) (82,829) (65,000) (65,000) (44,907) (1,744) (216,016) (687,911) Other expenses (1,448,585) (1,359,406) (716,016) (687,911) (1,6016) (687,911) Other income 31,283 (13,178) (14,439) (10,618) (230,584) Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 (1,056,501) (214,115) (124,020) Profit after taxation 1,102,230 (782,487) (622,520) (449,045) Other comprehensive income	Sales - net	13	10,041,809	9,746,622	4,941,513	5,115,977		
Distribution and marketing expenses Administrative expenses Impairment (loss) / reversal on trade debts Other expenses Other income Total comprehensive income 1,030,044 (301,700) (280,422) (43,896) (135,954) (135,954) (1,744) (214,020) (1,744) (214,020) (1,030,044) (301,700) (280,422) (43,896) (135,954) (1,744) (214,071) (1,744) (214,071) (1,744) (1	Cost of sales		(6,966,325)	(7,029,794)	(3,392,683)	(3,628,508)		
Administrative expenses Impairment (loss) / reversal on trade debts Other expenses (126,256) (12	Gross profit		3,075,484	2,716,828	1,548,830	1,487,469		
Second Parametric (loss) / reversal on trade debts	Distribution and marketing expenses		(1,030,044)	(991,969)	(516,535)	(505,306)		
Other expenses (126,256) (1,348,585) (82,829) (1,350,406) (44,907) (687,911) 1,626,899 1,357,422 832,814 799,558 Other income 31,283 13,178 14,439 4,091 Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045	Administrative expenses		(301,700)	(280,422)		(135,954)		
(1,448,585) (1,359,406) (716,016) (687,911) 1,626,899 1,357,422 832,814 799,558 Other income 31,283 13,178 14,439 4,091 1,658,182 1,370,600 847,253 803,649 Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045	Impairment (loss) / reversal on trade debts		9,415	(4,186)	9,415	(1,744)		
Other income 1,626,899 1,357,422 832,814 799,558 Other income 31,283 13,178 14,439 4,091 1,658,182 1,370,600 847,253 803,649 Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045	Other expenses		(126,256)	(82,829)	(65,000)	(44,907)		
Other income 31,283 13,178 14,439 4,091 I,658,182 1,370,600 847,253 803,649 Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045			(1,448,585)	(1,359,406)	(716,016)	(687,911)		
Finance costs 1,658,182 1,370,600 847,253 803,649 Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045			1,626,899	1,357,422	832,814	799,558		
Finance costs (34,768) (314,099) (10,618) (230,584) Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045	Other income		31,283	13,178	14,439	4,091		
Profit before taxation 1,623,414 1,056,501 836,635 573,065 Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045			1,658,182	1,370,600	847,253	803,649		
Taxation 14 (521,184) (274,014) (214,115) (124,020) Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045	Finance costs		(34,768)	(314,099)	(10,618)	(230,584)		
Profit after taxation 1,102,230 782,487 622,520 449,045 Other comprehensive income - - - - Total comprehensive income for the period 1,102,230 782,487 622,520 449,045 (Rupees)	Profit before taxation		1,623,414	1,056,501	836,635	573,065		
Other comprehensive income - </th <th>Taxation</th> <th>14</th> <th>(521,184)</th> <th>(274,014)</th> <th>(214,115)</th> <th>(124,020)</th>	Taxation	14	(521,184)	(274,014)	(214,115)	(124,020)		
Total comprehensive income for the period 1,102,230 782,487 622,520 449,045 (Rupees)	Profit after taxation		1,102,230	782,487	622,520	449,045		
(Rupees)	Other comprehensive income		-	-	-	-		
	Total comprehensive income for the period	d	1,102,230	782,487	622,520	449,045		
Earnings per share 15 32.31 22.93 18.25 13.16			(Rupees)					
	Earnings per share	15	32.31	22.93	18.25	13.16		

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Mujtaba Rahim CEO

Karachi: 29 April 2021

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

For the Six Months Period Ended 31 March 2021

	Note	31 March 2021 (Rupees i	31 March 2020
		(Rupees i	11 000)
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	16	1,572,398	1,615,063
Employee benefits paid		(351,554)	(59,548)
Mark-up paid		(40,387)	(123,684)
Income taxes paid		(231,223)	(361,254)
Long-term loans - net		-	81
Long-term deposits - net		(3,430)	1,069
Net cash generated from operating activities		945,804	1,071,727
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(40,939)	(128,777)
Proceeds from disposal of property, plant and equipment	:	22,550	2,712
Net cash used in investing activities		(18,389)	(126,065)
CASH FLOWS FROM FINANCING ACTIVITIES			
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment against lease liabilities		(7,400)	(12,195)
Payment against diminishing musharika finance		(41,424)	(11,870)
Financing against diminishing musharika finance		-	38,540
Long term borrowings - repayment		(46,509)	-
Short-term borrowings - proceeds		1,762,809	1,324,250
Short-term borrowings - repayments		(1,796,805)	(957,750)
Dividend paid		(1,017,577)	(1,528,344)
Net cash used in financing activities		(1,146,906)	(1,147,369)
Net decrease in cash and cash equivalents		(219,491)	(201,707)
Cash and cash equivalents at beginning of the period		110,185	(278,390)
Cash and cash equivalents at end of the period	17	(109,306)	(480,097)

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Mujtaba Rahim CEO

Karachi: 29 April 2021

/ CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the Six Months Period Ended 31 March 2021

		Rese		
	Issued, subscribed and paid- up capital	Revenue reserves	Unappropri- ated profit	Total
		(Rupe	es in '000)	
Balance as at 30 September 2019 (Audited)	341,179	3,096,000	1,680,258	5,117,437
Transfer to revenue reserve appropriated subsequent to year end	-	142,000	(142,000)	-
Transactions with owners of the Company - Distribution				
Final cash dividend at 450% (i.e. Rs. 45 per share) for the year ended 30 September 2019	-	-	(1,535,305)	(1,535,305)
Total comprehensive income for the period ended 31 March 2020				
Profit for the period	-	-	782,487	782,487
Other comprehensive income	-	-	782,487	- 782,487
Balance as at 31 March 2020 (Un-audited)	341,179	3,238,000	785,440	4,364,619
Balance as at 30 September 2020 (Audited)	341,179	3,238,000	924,681	4,503,860
Transfer from revenue reserve appropriated subsequent to year end	-	(100,000)	100,000	-
Transactions with owners of the Company - Distribution				
Final cash dividend at 300% (i.e. Rs. 30 per share) for the year ended 30 September 2020	-	-	(1,023,536)	(1,023,536)
Total comprehensive income for the period ended 31 March 2021				
Profit for the period Other comprehensive income		- - -	1,102,230 - 1,102,230	1,102,230 - 1,102,230
Balance as at 31 March 2021 (Un-audited)	341,179	3,138,000	1,103,375	4,582,554

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Mujtaba Rahim

Karachi: 29 April 2021

For the Six Months Period Ended 31 March 2021

1. THE COMPANY AND ITS OPERATIONS

1.1 Archroma Pakistan Limited ("the Company") is a limited liability company and is incorporated and domiciled in Pakistan. The address of its registered office is 1-A/1 Sector 20, Korangi Industrial Area, Karachi, Pakistan. The Company is listed on the Pakistan Stock Exchange. The Company is a subsidiary of Archroma Management GmbH, registered and having head quarters in Reinach, Switzerland which holds 75% of the share capital of the Company.

The Company is primarily engaged in the manufacture and sale of chemicals, dyestuffs and coating, adhesive and sealants. It also acts as an indenting agent.

The manufacturing facilities and sales offices of the Company are situated at the following locations:

Factories

- Petro Road, Jamshoro, Sindh
- LX-10 & LX-11 Landhi Industrial Area Karachi, Sindh

Sales offices

- Katar Bund Road, Off. Multan Road, Thokar Niaz Baig, Lahore
- P-277, Kashmir Road, Near Niagara Mills, Amin Town, Faisalabad
- House # B157 Lalarukh, Wah Cantt

1.2 Impact of COVID-19 on the condensed interim financial statements

The COVID-19 pandemic has spread rapidly all across the world and has not only endangered human lives but has also adversely impacted the global economy. In March 2020, the Government of Pakistan announced a temporary lock down as a measure to reduce the spread of the COVID-19. The management has taken all necessary steps to ensure smooth and adequate continuation of its business by following standard operating procedures (SOPs).

In view of the financial and operational effects of COVID-19 on the Company's business and disclosures, the management has assessed the accounting implications of these developments on these condensed interim financial statements, including but not limited to following areas: expected credit losses and modification of financial liability under IFRS 9, 'Financial Instruments', impairment of tangible and intangible assets under IAS 36, 'Impairment of Assets', net realisable value of inventory under IAS 2, 'Inventories' and going concern assumption used for the preparation of these condensed interim financial statements.

According to management's assessment, there are no material implications of COVID-19 that require specific disclosure in these condensed interim financial statements.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have 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 comprise of:

- International Accounting Standard (IAS) 34 - "Interim Financial Reporting" issued by the International Accounting Standards Board (IASB), as notified under the Companies Act, 2017;

For the Six Months Period Ended 31 March 2021

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

2.2 Basis of measurement

These condensed interim financial statements have been prepared on the historical cost convention, except as stated otherwise.

These condensed interim financial statements of the Company do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended 30 September 2020. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

These condensed interim financial statements are being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange vide section 237 of the Companies Act, 2017.

2.3 Functional and presentation currency

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

2.4 Use of estimates and judgements

In preparing these condensed interim financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual result may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the annual financial statements as at and for the year ended 30 September 2020.

2.5 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

The following International Financial Reporting Standards (IFRS) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 January 2021.

For the Six Months Period Ended 31 March 2021

- COVID-19-Related Rent Concessions (Amendment to IFRS 16)— the International Accounting Standards Board (the Board) has issued amendments to IFRS 16 (the amendments) to provide practical relief for lessees in accounting for rent concessions. The amendments are effective for periods beginning on or after 1 June 2020, with earlier application permitted. Under the standard's previous requirements, lessees assess whether rent concessions are lease modifications and, if so, apply the specific guidance on accounting for lease modifications. This generally involves remeasuring the lease liability using the revised lease payments and a revised discount rate. In light of the effects of the COVID-19 pandemic, and the fact that many lessees are applying the standard for the first time in their financial statements, the Board has provided an optional practical expedient for lessees. Under the practical expedient, lessees are not required to assess whether eligible rent concessions are lease modifications, and instead are permitted to account for them as if they were not lease modifications. Rent concessions are eligible for the practical expedient if they occur as a direct consequence of the COVID-19 pandemic and if all the following criteria are met:
 - the change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;
 - any reduction in lease payments affects only payments originally due on or before 30 June 2021; and
 - there is no substantive change to the other terms and conditions of the lease.
- Interest Rate Benchmark Reform Phase 2 which amended IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 is applicable for annual financial periods beginning on or after 1 January 2021, with earlier application permitted. The amendments introduce a practical expedient to account for modifications of financial assets or financial liabilities if a change results directly from IBOR reform and occurs on an 'economically equivalent' basis. In these cases, changes will be accounted for by updating the effective interest rate. A similar practical expedient will apply under IFRS 16 for lessees when accounting for lease modifications required by IBOR reform. The amendments also allow a series of exemptions from the regular, strict rules around hedge accounting for hedging relationships directly affected by the interest rate benchmark reforms. The amendments apply retrospectively with earlier application permitted. Hedging relationships previously discontinued solely because of changes resulting from the reform will be reinstated if certain conditions are met.
- Onerous Contracts Cost of Fulfilling a Contract (Amendments to IAS 37) effective for the annual period beginning on or after 1 January 2022 amends IAS 1 by mainly adding paragraphs which clarifies what comprise the cost of fulfilling a contract, Cost of fulfilling a contract is relevant when determining whether a contract is onerous. An entity is required to apply the amendments to contracts for which it has not yet fulfilled all its obligations at the beginning of the annual reporting period in which it first applies the amendments (the date of initial application). Restatement of comparative information is not required, instead the amendments require an entity to recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate, at the date of initial application.

Annual Improvements to IFRS standards 2018-2020:

The following annual improvements to IFRS standards 2018-2020 are effective for annual reporting periods beginning on or after 1 January 2022:

- IFRS 9-The amendment clarifies that an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the others behalf, when it applies the 10 per cent test in paragraph B3.3.6 of IFRS 9 in assessing whether to derecognize a financial liability.

For the Six Months Period Ended 31 March 2021

- IFRS 16- The amendment partially amends Illustrative Example 13 accompanying IFRS 16 by
 excluding the illustration of reimbursement of leasehold improvements by the lessor. The
 objective of the amendment is to resolve any potential confusion that might arise in lease
 incentives.
- IAS 41 The amendment removes the requirement in paragraph 22 of AS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique.
- Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16) effective for the annual period beginning on or after 1 January 2022. Clarifies that sales proceeds and cost of items produced while bringing an item of property, plant and equipment to the location and condition necessary for it to be capable of operating in the manner intended by management e.g. when testing etc., are recognized in profit or loss in accordance with applicable Standards. The entity measures the cost of those items applying the measurement requirements of IAS 2. The standard also removes the requirement of deducting the net sales proceeds from cost of testing. An entity shall apply those amendments retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments. The entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.
- Reference to the Conceptual Framework (Amendments to IFRS 3) Reference to the Conceptual Framework, issued in May 2020, amended paragraphs 11, 14, 21, 22 and 23 of and added paragraphs 21A, 21 B, 21 C and 23A to IFRS 3. An entity shall apply those amendments to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 January 2022. Earlier application is permitted if at the same time or earlier an entity also applies all the amendments made by Amendments to References to the Conceptual Framework in IFRS Standards, issued in March 2018.
- Extension of the Temporary Exemption from Applying IFRS 9 (Amendments to IFRS 4) In response to concerns regarding temporary accounting mismatches and volatility, and increased costs and complexity, the Board issued amendments to IFRS 4 Insurance Contracts in 2017. The two optional solutions raised some considerations which required detailed analysis and management judgement. On the issue of IFRS 17 (Revised) Insurance Contracts in June 2020, the end date for applying the two options under the IFRS 4 amendments was extended to 1 January 2023, aligned with the effective date of IFRS 17.
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) The amendment amends accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review.
- Classification of liabilities as current or non-current (Amendments to IAS 1) effective for the annual period beginning on or after 1 January 2022. These amendments in the standards have been added to further clarify when a liability is classified as current. The standard also amends the aspect of classification of liability as non-current by requiring the assessment of the entitys right at the end of the reporting period to defer the settlement of liability for at least twelve months after the reporting period. An entity shall apply those amendments retrospectively in accordance with IAS 8.

The above amendments are effective from annual period beginning on or after 01 January 2021 and are not likely to have an impact on Company's financial statements.

For the Six Months Period Ended 31 March 2021

3. SIGNIFICANT ACCOUNTING POLICIES

- **3.1** The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of the audited financial statements for the year ended 30 September 2020.
- **3.2** A number of amendments in applicable accounting and reporting standards became effective from 1 October 2020 but they do not have any material effect on the Company's financial statements.

4.	PROPERTY, PLANT AND EQUIPMENT	Note	31 March 2021 (Un-audited)	30 September 2020 (Audited)
			(Rupees	in '000)
	Operating property, plant and equipment	4.1	1,728,939	1,831,239
	Capital work-in-progress	4.3	150,174	145,581
		•	1,879,113	1,976,820

4.1 Operating property, plant and equipment

The following operating property, plant and equipment have been added during the six months period ended 31 March:

	Building on leasehold	Building on free hold	ROUA Building	Plant and machinery	Furniture, fi equip		Vehicles	31 March 2021	31 March 2020
	land	land			Owned	ROUA	ROUA	(Un-aı	ıdited)
					(Rupees in	'000)			
Additions for the quarter									
31 December 2020	-	-	-	-	1,031	-	-	1,031	28,840
Additions for the quarter									
31 March 2021	770	1,265	13,245	22,719	15,940	5,329	1,762	61,030	37,840
Total	770	1,265	13,245	22,719	16,971	5,329	1,762	62,061	66,680

- **4.1.1** Operating property, plant and equipment include right-of-use asset on buildings of Rs 13.245 million recognised during the period.
- **4.1.2** Additions to owned furniture, fixtures and equipment includes direct additions of Rs. 4.137 million and transfers from capital work in progress of Rs. 18.163 million, respectively.
- **4.2** Property, plant and equipment disposed off during the six months period ended 31 March are as follows:

	Furniture, fixtures and equipment		Vehicles	31 March 2021	31 March 2020
	Owned	ROUA	ROUA	(Un-aเ	ıdited)
			(Rupees in '0	00)	
Cost	5,203	-	42,192	47,395	11,883
Accumulated depreciation	(3,607)	-	(20,292)	(23,899)	(9,198)
Net book value	1,596		21,900	23,496	2,685

4.3 Additions to capital work in progress during the six months period ended 31 March 2021 amounts to Rs.48.856 million and transfers to operating property, plant and equipment amounts to Rs. 44.233 million.

For the Six Months Period Ended 31 March 2021

5.	STOCK-IN-TRADE	Note	31 March 2021 (Un-audited) (Rupees	30 September 2020 (Audited) in '000)
	Raw and packing materials including goods in transit of Rs. 637.343 million (30 September 2020: Rs. 333.797 Work-in-process Finished goods including goods in transit of Rs. 49.179 million (30 September 2020: Rs. 10.921 mill		2,526,707 101,106 681,596 3,309,409	1,932,820 99,836 1,057,237 3,089,893
6.	TRADE DEBTS			
	Considered good Considered doubtful		4,670,242 539,699 5,209,941	2,788,159 549,115 3,337,274
	Provision for impairment loss on trade debts		(539,699) 4,670,242	(549,115) 2,788,159
7.	TAX REFUNDS DUE FROM GOVERNMENT - Sales Tax			
	Sales tax claim refundable Others	7.1	1,377,985 2,179 1,380,164	1,377,985 (55,133) 1,322,852

7.1 Up to June 2019, under S.R.O.1125(I)/2011, the company's local sales to export oriented sectors were taxed at reduced rates under which the Company is claiming sales tax refunds. Subsequent to the period end, the Company received sales tax refunds amounting to Rs. 46.7 million. Last year, the Company had received Rs. 403 million in respect of these claims.

8.	LONG-TERM LOANS - secured	Note	31 March 2021 (Un-audited) (Rupees i	30 September 2020 (Audited) n '000)
	Loan under refinance scheme for payment of wages and salaries Less: current portion of long term loan	8.1	298,978 (178,162) 120,816	337,099 (133,621) 203,478
	Deferred income - government grant Current portion of deferred income - government grant		12,521 (11,377) 1,144 121,960	20,909 (14,605) 6,304 209,782

8.1 Due to the effects of pandemic, the State Bank of Pakistan (SBP) took various steps to support the economy. SBP introduced a refinance scheme for payment of salaries and wages at subsidized rates of borrowing.

The Company has obtained the said borrowing from commercial bank at subsidized rate in 5 branches on 20 May 2020, 29 June 2020, 27 July 2020, 26 August 2020 and 24 September 2020 at 3% and 2% concessional interest rates and is repayable by October 2022 in 8 quarterly installments under the above SBP scheme.

For the Six Months Period Ended 31 March 2021

9. SHORT-TERM BORROWINGS - secured

- 9.1 Short term Islamic finance facilities are available under Islamic financing from various banks under profit arrangement, amounting to Rs. 5,000 million (30 September 2020: Rs. 5,000 million). These facilities have various maturity dates up to 30 September 2021. These arrangements are secured against pari passu charge of hypothecation on stock-in-trade and trade debts with minimum 16.67% margin. These facilities carry profit ranging from 1 month KIBOR+0.20% to 3 month KIBOR+0.4% per annum calculated on daily products basis and payable quarterly. The aggregate amount of these per annum calculated on daily products basis and payable quarterly. The aggregate amount of these facilities which have not been availed as at the reporting date amounts to Rs. 2,137.191 million (30 September 2020: Rs.2,501 million).
- 9.2 The Company has availed Islamic Export Refinance facility-part I amounting to Rs. Nil (30 September 2020: Rs 332.99 million) and Islamic Export Refinance facility-Part II amounting to Rs. 1,950 million (30 September 2020: Rs 1,651 million) under the Islamic Export financing Scheme of the State Bank of Pakistan (SBP) The profit rates on these facilities range from 2.5% to 2.75% per annum (30 September 2020: 3.0% per annum).

10.	LEASE LIABILITIES	31 March 2021 (Un-audited)	30 September 2020 (Audited)
		(OII-audited)	(Addited)
		(Rupees	in '000)
10.1	Lease liabilities included in the statement of financial position as at 31 March 2021		·
	Current	15,469	21,488
	Non-Current	114,969	95,668
		130,438	117,156

- 10.2 The lease rentals carry mark-up at 6 months KIBOR +0.75% and 3 months KIBOR + 0.9%. The said mark-up rates are revised on a biannual basis and lease rental are payable on monthly basis. These assets have been leased from various financial institutions under leasing arrangements for three, four and five years as the case may be. After the completion of the term of the lease, the assets will be transferred to the Company upon the payment of 20% or 25% of the cost of the asset.
- 10.3 This includes present value of lease liabilities discounted at the incremental borrowing rate of 14.158% and 7.65% of the Company against lease agreement of head office and area office premises.

11. LIABILITIES AGAINST DIMINISHING MUSHARIKA FINANCE

Due within one year		Due after one year but within 5 years		5 Total			
31 March	30 September	31 March	30 September	31 March	30 September		
2021	2020	2021	2020	2021	2020		
(Rupees in '000)							

33,920 36,039 **66,828** 94,097 **100,748** 130,136

Principal repayment

For the Six Months Period Ended 31 March 2021

12. CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There is no significant change in the status of contingencies as reported in the annual audited financial statements for the year ended 30 September 2020, except for the following tax contingency:

12.1.1 Description of tax proceedings

Name of the court, agency or authority	Description of the factual basis of the proceedings and relief sought	Principal Date parties instituted		
Federal Board of Revenue	Tax Year 2015 The Income tax return for tax year 2015 was selected for audit under section 214D of the Income Tax Ordinance, 2001. The audit proceedings have been completed and Additional Commissioner Inland Revenue (ACIR) passed an order, wherein certain additions and disallowances were made. The management intends to file an appeal against the aforementioned Order before the Commissioner Inland Appeals III (CIR - Appeals). The management along with its tax advisor are confident that the outcome of the case will be in their favour, therefore, no provision has been recognised in the interim financial statements.	The Additional Commissioner Inland Revenue (ACIR) and the Company	30 December 2020	
Federal Board of Revenue	The Deputy Commissioner Inland Revenue (DCIR) passed an Order, whereby sales tax demand of Rs. 91.08 million along with penalty of Rs. 6.63 million has been raised on account of short payment of sales tax. In the current period, and appeal has been filed before the commissioner Inland Revenue Appeals (CIRA), by the company under section 458 of the Sales Tax Act, 1990. The management along with its tax advisor are confident that the outcome of the case will be in their favour, therefore, no provision has been recognised in the interim financial statements.	Commissioner Inland Revenue (ACIR) and the Company	16 November 2020	

12.2 Commitments

- **12.2.1** Banks have provided guarantees to various parties on behalf of the Company. Guarantees outstanding as at 31 March 2021 are amounting to Rs.159.117 million.
- 12.2.2 The Company has provided post dated cheques amounting to Rs. 3,095.084 million (30 September 2020: Rs. 4,466.84 million) in favour of the collector of customs and which are, in the normal course of business, to be returned to the company after fulfillment of certain conditions
- 12.2.3 Commitments for capital expenditure as at 31 March 2021 aggregated to Rs. 63.894 million (30 September 2020: Rs.15.395 million).
- **12.2.4** Commitments under letters of credit for raw material and stores and spares as at 31 March 2021 amounted to Rs. 450 million (30 September 2020: Rs. 428 million).

For the Six Months Period Ended 31 March 2021

13 SEGMENT INFORMATION

13.1 Segment information for the six months period ended 31 March 2021:

	Brand & Performance		Oth	Others *		tal
	Textile Specialties					
	31 March	31 March	31 March	31 March	31 March	31 March
	2021	2020	2021	2020	2021	2020
¢-l			(Rs '(000)		
Sales	0.700.000	0.400 ===	1 044 0	1 077 000	10.00= 400	0.500.00
Domestic	8,783,809	8,490,570	1,241,813	1,077,699	10,025,622	9,568,269
Export	1,950,178	1,932,396	- 1 241 055	83,998	1,950,178	2,016,394
Total sales	10,733,987	10,422,966	1,241,813	1,161,697	11,975,800	11,584,663
Discount and commission	528,080	494,987	7,471	7,193	535,551	502,180
Sales tax	1,214,957	1,201,224	183,483	134,637	1,398,440	1,335,861
	1,743,037	1,696,211	190,954	141,830	1,933,991	1,838,041
Net sales	8,990,950	8,726,755	1,050,859	1,019,867	10,041,809	9,746,622
C	_		_	_		
Segment results based on	1 510 100	1 204 200	262 504	170 040	1 702 724	1 441 202
'management approach'	1,519,132	1,264,366	263,594	176,842	1,782,726	1,441,208
Other expenses - WPPF and WWF					(122,564)	(79,650)
,					, -,-••1	, -,500)
Assets charged to profit and loss for int					(1,980)	9,042
reporting purposes based on group gui	idelines					
					1,658,182	1,370,600
Finance contr					9.5	2112
Finance costs					34,768	314,099
Profit before taxation					1,623,414	1,056,501
Fixed Capital Expenditure	51,386	79,197	218	25	51,604	79,222
Unallocated					42	49,555
					51,646	128,777
Depreciation	124,031	129,878	1,034	589	125,065	130,467
Unallocated	,031	223,010	2,007	505	10,421	7,452
· ··· · · · · · · ·					135,486	137,919
	Brand & Pe	erformance	O+l-	ers *	Tot	al
	Textile Sp					
	Unaudited 31 March	Audited	Unaudited 31 March	Audited 30 September	Unaudited 31 March	Audited 30 September
	31 March 2021	30 September 2020	31 March 2021	2020	31 March 2021	30 September 2020
			(Rs 'C	000)		
Segment Assets	8,620,172	7,254,114	502,043	320,948	9,122,215	7,575,062
Unallocated					2,342,039	2,063,010
Total Assets					11,464,254	9,638,072
Segment Liabilities	2 102 020	1 605 725	200 077	106 707	3 472 007	1 712 422
Segment Liabilities Unallocated	3,192,020	1,605,725	280,877	106,707	3,472,897 3,408,803	1,712,432 3,421,780
Total Liabilities					6,881,700	5,134,212
					2,002,100	0,201,616

^{*} Others mainly include Coating, Adhasive & Sealants and Paper Dyes & Chemicals, These do not constitute a separately reportable segment.

For the Six Months Period Ended 31 March 2021

13.2 Segments information for the quarter ended 31 March 2021:

Sales 4,196,913 4,512,684 625,149 521,576 4,822,062 5,034,2 Export 1,043,166 998,699 - 52,581 1,043,166 1,051,2 Total sales 5,240,079 5,511,383 625,149 574,157 5,865,228 6,085,5 Discount & commission 246,296 264,293 3,540 3,704 249,836 267,9 Sales tax 584,994 637,460 88,885 64,106 673,879 701,5 Net sales (from external customers) 4,408,789 4,609,630 532,724 506,347 4,941,513 5,115,9 Segment results based on 'management approach' 762,025 746,753 149,006 95,161 911,031 841,9 Other expenses - WPPF / WWF (63,800) (43,30 Finance costs 10,618 230,5 Profit before taxation 45,040 52,765 - 25 45,040 52,7 Unallocated 45,062 98,3		Brand & Performano Textile Specialties		Others *		To	tal
Domestic						1	31 March 2020
Discount & commission 246,296 264,293 3,540 3,704 249,836 267,9 264,293 3,540 3,704 249,836 267,9 264,293 3,540 3,704 249,836 267,9 331,290 901,753 92,425 67,810 923,715 969,5	Sales						
Total sales 5,240,079 5,511,383 625,149 574,157 5,865,228 6,085,5 Discount & commission 246,296 264,293 3,540 3,704 249,836 267,9 Sales tax 584,994 637,460 88,885 64,106 673,879 701,5 Net sales (from external customers) 4,408,789 4,609,630 532,724 506,347 4,941,513 5,115,9 Segment results based on 'management approach' 762,025 746,753 149,006 95,161 911,031 841,9 Other expenses - WPPF / WWF (63,800) (43,30) 43,30 44,225 45,00	Domestic	4,196,913	4,512,684	625,149	521,576	4,822,062	5,034,260
Discount & commission	Export	1,043,166	998,699	-	52,581	1,043,166	1,051,280
Sales tax 584,994 637,460 88,885 64,106 673,879 701,5 Net sales (from external customers) 4,408,789 4,609,630 532,724 506,347 4,941,513 5,115,5 Segment results based on 'management approach' 762,025 746,753 149,006 95,161 911,031 841,9 Other expenses - WPPF / WWF (63,800) (43,30 43,30	Total sales	5,240,079	5,511,383	625,149	574,157	5,865,228	6,085,540
Net sales (from external customers)	Discount & commission	246,296	264,293	3,540	3,704	249,836	267,997
Net sales (from external customers)	Sales tax	584,994	637,460	88,885	64,106	673,879	701,566
customers) 4,408,789 4,609,630 532,724 506,347 4,941,513 5,115,53 Segment results based on 'management approach' 762,025 746,753 149,006 95,161 911,031 841,93 Other expenses - WPPF / WWF (63,800) (43,300)<		831,290	901,753	92,425	67,810	923,715	969,563
'management approach' 762,025 746,753 149,006 95,161 911,031 841,9 Other expenses - WPPF / WWF (63,800) (43,30) Assets charged to profit and loss for internal reporting purposes based on group guidelines 22 5,0 Finance costs 847,253 803,6 Profit before taxation 836,635 573,0 Fixed Capital Expenditure 45,040 52,765 - 25 45,040 52,7 Unallocated 45,062 98,3	·	4,408,789	4,609,630	532,724	506,347	4,941,513	5,115,977
Other expenses - WPPF / WWF (63,800) (43,300) Assets charged to profit and loss for internal reporting purposes based on group guidelines 22 5,0 Finance costs 847,253 803,6 Profit before taxation 836,635 573,0 Fixed Capital Expenditure 45,040 52,765 - 25 45,040 52,7 Unallocated 22 45,5 45,062 98,3	Segment results based on						
Assets charged to profit and loss for internal reporting purposes based on group guidelines 847,253 803,6	'management approach'	762,025	746,753	149,006	95,161	911,031	841,914
Finance costs 10,618 230,5	Other expenses - WPPF / WWF					(63,800)	(43,300)
Finance costs 10,618 230,5 Profit before taxation 836,635 573,0 Fixed Capital Expenditure 45,040 52,765 - 25 45,040 52,7 Unallocated 22 45,062 98,3						22	5,035
Fixed Capital Expenditure 45,040 52,765 - 25 45,040 52,7 Unallocated 22 45,5 45,062 98,3						847,253	803,649
Fixed Capital Expenditure 45,040 52,765 - 25 45,040 52,7 Unallocated 22 45,062 98,3	Finance costs					10,618	230,584
Unallocated 22 45,562 98,3	Profit before taxation					836,635	573,065
45,062 98,3		45,040	52,765	=	25	,	52,790
	Unallocated						98,376
Depreciation 61,470 68,731 497 193 61,967 68,9						-,	,
	Depreciation	61,470	68,731	497	193	61,967	68,924
Unallocated 4,279 1,7	Unallocated					4,279	1,729
66,246 70,6						66,246	70,653

^{*} Others mainly include Coating, Adhasive & Sealants and Paper Dyes & Chemicals, These do not constitute a separately reportable segment.

14. TAXATION

15.

In the current year, the company has recognized additional tax charge of Rs 50.3 million in respect of certain add backs relating to prior tax years.

Six months preiod end	ded (Un-audited)	Quarter ended (Un-audited)		
31 Mar	ch	31 March		
2021	2020	2021	2020	
	(Rupees in	'000)		
1,102,230	782,487	622,520	449,045	
(Number of shares)				
34,117,881	34,117,881	34,117,881	34,117,881	
	(Rupe	es)		
32.31	22.93	18.25	13.16	
	31 Marc 2021 1,102,230 34,117,881	31 March 2020 (Rupees in 1,102,230 782,487 (Number of 34,117,881 34,117,881 (Rupee	31 March 31 Mar 2021 2020 2021	

Diluted

There were no convertible dilutive potential ordinary shares in issue as at 31 March 2021 and 2020.

For the Six Months Period Ended 31 March 2021

16.	CASH GENERATED FROM OPERATIONS	Six months ended (Un-audited			
		31 March 2021	31 March 2020		
		(Rupees	in '000)		
	Profit before taxation	1,623,414	1,056,501		
	Adjustments for:				
	Depreciation on property, plant and equipment and ROUA	135,486	137,919		
	Loss / (gain) on sale of property, plant and equipment	946	(27)		
	Provision against employee benefit	27,111	9,992		
	Mark-up expense	52,248	119,720		
	Provision for impairment of trade debts	(9,416)	4,186		
	Changes in:				
	- Stores and spares	5,701	(3,419)		
	- Stock-in-trade	(219,516)	(650,403)		
	- Trade debts	(1,872,667)	(1,021,543)		
	- Loans and advances	(2,274)	(87)		
	- Trade deposits and short-term prepayments	(33,342)	14,535		
	- Tax refunds due from government - sales tax	(57,312)	(80,179)		
	- Other receivables	(2,498)	(25,546)		
	- Trade and other payables	1,924,517	2,053,414		
		1,572,398	1,615,063		

17. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the condensed interim statement of cash flows comprise of the following:

0 ,	Six months ende	onths ended (Un-audited)		
	31 March	31 March		
	2021	2020		
	(Rupees	in '000)		
Cash and bank balances	77,885	4,042		
Short-term running finance	(187,191)	(484,139)		
	(109,306)	(480,097)		

18. TRANSACTIONS WITH RELATED PARTIES

The related parties comprises of group companies, directors and their close family members, key management personnel and staff retirement funds. The Company enters into transactions with related parties for the sale of its products, purchase of goods, indenting business and rendering of certain services. Consideration for purchases and sales of goods and for services is determined with mutual agreement considering the nature and level of such goods and services.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers all members of their management team, including the CEO and Directors to be key management personnel. There are no transactions with key management personnel other than those under their terms of employment.

Details of transactions with related parties are as follows:

Name of related party	Nature of	Nature of transactions	Six months end	ed (Un-audited)
	Relationship		31 March	31 March
			2021	2020
			(Rupees	in '000)
Archroma Textile Gmbh, Switzerland	Parent / Holding Company	Dividend	767,658	1,151,484
Archroma Management Gmbh,	Associated company	Purchases & Services	172,289	230,386
Switzerland		Royalty expenses	480,864	456,777
		Indenting commission	8,945	5,281
Archroma Turkey Limited	Associated company	Purchases		5,669
		Sales	631,501	634,443

For the Six Months Period Ended 31 March 2021

Name of related party Nature of Nature of tra	
Relationship	Six months ended (Un-audited) 31 March 31 March 2021 2020
	(Rupees in '000)
Archroma Singapore,Pte Ltd Associated company Purchases Sales	9,318 46,303 127,502 235,507
Export commis	
Indenting com	
Archroma Textile Mexico S.De Associated company Purchases	17,381 10,198
Archroma Thailand Associated company Purchases	1,107 1
Sales	161,206 162,820
Indenting com	mission - 111
PT Archroma Indonesia Associated company Purchases	7,130 41,693
Sales Indenting com	965 - mission - 501
Archroma Hongkong Associated company Purchases	78 43
Archroma Tianjin Ltd Associated company Purchases	21,898
Spice Industria Quimica Associated company Purchases	18,529 38,641
Sales	9,115 4,291
PT Archroma Specialties Associated company Sales Indonesia	5,119 36,811
Archroma China Associated company Purchases	- 5,291
Sales	53,331 93,244
Archroma India Private Limited Associated company Purchases	- 7,319
Archroma Korea Associated company Sales	359 3,566
Archroma Germany Gmbh Associated company Sales	- 19,262
Archroma Peru S.A. Associated company Sales	4,744 32,381
Archroma Iberica, S.L. Associated company Sales	66,349 109,143
Archroma Japan Associated company Sales	1,769 11,598
Archroma Mexico Associated company Sales	965
Archroma Colombia S.A.S. Associated company Sales	328 315
Archroma U.S Associated company Purchases	- 195
Pakistan Oxygen Limited Common directorship Purchases	84,852 64,568
Swiss Business Council Common directorship Subscription	100 100
Overseas Investor Chamber of Common directorship Subscription Commerce and Industry	300 270
New Jubilee Insurance Company Common directorship Insurance	46,018 25,428
Key management personnel Related parties Salaries, benef	its
and compensa	
Post employme Proceeds from	
of Property, pla	
equipment	7,422

For the Six Months Period Ended 31 March 2021

Name of related party	Nature of Relationship	Nature of balances	31 March 2021 (Un-audited) (Rupees	30 September 2020 (Audited) 5 in '000)
Archroma Management Gmbh,	Associated company	Receivable	4,629	_
Switzerland		Payable	304,090	177,117
Archroma Turkey Limited	Associated company	Receivable	287,657	
Archroma Singapore,Pte Ltd	Associated company	Receivable	101,997	121,600
		Payable	22,626	4,155
Archroma Textile Mexico S.De	Associated company	Payable		3,330
Archroma Thailand	Associated company	Receivable	54,286	19,700
		Payable	567	-
PT Archroma Indonesia	Associated company	Receivable	1,069	
		Payable	3,098	8,164
Archroma Hongkong	Associated company	Payable		5,085
Archroma Tianjin Ltd	Associated company	Payable	34,788	_
Spice Industria Quimica	Associated company	Payable	11,287	30,434
PT Archroma Specialties Indonesia	Associated company	Receivable	5,119	_
Archroma China	Associated company	Receivable	17,603	2,984
		Payable	76	-
Archroma Mexico	Associated company	Payable	10,588	
Archroma U.S	Associated company	Payable	77	495

19. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Company's financial risk management objectives and policies are consistent with those disclosed in annual financial statements of the Company as at and for the year ended 30 September 2020.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market date (i.e., unobservable inputs).

For the Six Months Period Ended 31 March 2021

19.1 Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

					31 March 2021 (Un-audited)				
				Carrying amount				Fair	/alue	
	Note	Financial assets	Financial	Financial	Financial	Total	Level 1	Level 2	Level 3	Total
		'at fair value	assets 'at	assets 'at	liabilities					
		through other	fair value	amortised	measured at					
		comprehensive	through	cost'	amortised					
		income	profit or		cost					
			loss'							
Financial assets - not				(Rupees in '000)					
measured at fair value										
Trade deposits	19.1.1			23,087	-	23,087				
Trade debts	19.1.1		-	4,670,242		4,670,242				
Other receivables	19.1.1	_	-	27,137		27,137				
Cash and bank balances	19.1.1			77,885		77,885				
cash and bank balances	13.1.1			4,798,351		4,798,351				
				, ,						
Financial liabilities - not measured at fair value										
Landan land accord					244 400	244 400				
Long term loan - secured Lease liabilities	19.1.1 19.1.1	-		-	311,499 130,438	311,499 130,438				
	19.1.1	-	-	-	130,438	130,438				
Liabilities against diminishing										
musharika finance	19.1.1	-	-	-	100,748	100,748				
Trade and other payables	19.1.1	-	-	-	3,841,909	3,841,909				
Unclaimed dividend	19.1.1	-	-	-	73,495	73,495				
Mark-up accrued	19.1.1	-	-	-	17,332	17,332				
Short-term borrowings - secured	19.1.1		-	-	2,137,191	2,137,191				
			-	-	6,612,612	6,612,612				
					30 September 2	020 (Audited)				
				Carrying amount		,		Fair	/alue	
	Note	Financial assets 'at	Financial	Financial assets	Financial	Total	Level 1	Level 2	Level 3	Total
		fair value through	assets 'at fair	'at amortised	liabilities					
		other	value	cost'	measured at					
		comprehensive	through		amortised cost					
		income	profit or loss'							
Financial assets - not				(Rupees in '000)						
measured at fair value										
Trade deposits	19.1.1			12.110		12,110				
Trade debts	19.1.1			2,788,159		2,788,159				
Other receivables	19.1.1			24,639		24,639				
Cash and bank balances	19.1.1	-	-	110,185	-	110,185				
casii alid balik balalices	13.1.1			2.935.093		2,935,093				
Financial liabilities - not				-,,		-,,				
measured at fair value										
Long term loan - secured	19.1.1	-	-	-	358,008	358,008				
Long term loan - secured Lease liabilities	19.1.1 19.1.1	-	-	-	358,008 117,156	358,008 117,156				
		-	-	-						
Lease liabilities Liabilities against diminishing		-	-	-	117,156	117,156				
Lease liabilities Liabilities against diminishing musharika finance	19.1.1 19.1.1	-	-	-	117,156 130,136	117,156 130,136				
Lease liabilities Liabilities against diminishing musharika finance Trade and other payables	19.1.1 19.1.1 19.1.1	-	-	-	117,156 130,136 1,995,517	117,156 130,136 1,995,517				
Lease liabilities Liabilities against diminishing musharika finance Trade and other payables Unclaimed dividend	19.1.1 19.1.1 19.1.1 19.1.1	-	-	-	117,156 130,136 1,995,517 67,536	117,156 130,136 1,995,517 67,536				
Lease liabilities Liabilities against diminishing musharika finance Trade and other payables Unclaimed dividend Mark-up accrued	19.1.1 19.1.1 19.1.1 19.1.1 19.1.1	-	-	-	117,156 130,136 1,995,517 67,536 17,853	117,156 130,136 1,995,517 67,536 17,853				
Lease liabilities Liabilities against diminishing musharika finance Trade and other payables Unclaimed dividend	19.1.1 19.1.1 19.1.1 19.1.1	- - - - - - -		- - - - - -	117,156 130,136 1,995,517 67,536 17,853 1,983,996	117,156 130,136 1,995,517 67,536 17,853 1,983,996				
Lease liabilities Liabilities against diminishing musharika finance Trade and other payables Unclaimed dividend Mark-up accrued	19.1.1 19.1.1 19.1.1 19.1.1 19.1.1	- - - - - - -	- - - - - -		117,156 130,136 1,995,517 67,536 17,853	117,156 130,136 1,995,517 67,536 17,853				

19.1.1 The Company has not disclosed fair values for these financial assets and financial liabilities because their carrying amounts are reasonable approximation of fair value.

20. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purpose of comparison and to reflect the substance of the transactions.

21. DATE OF AUTHORISATION

Karachi: 29 April 2021

These condensed interim financial statements were authorised for issue on 29 April 2021 by the Board of Directors of the Company.

Mujtaba Rahim CEO



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