



INVESTING TODAY FOR PROSPERITY TOMORROW

**Half Yearly Accounts
June 30, 2024**

CONTENTS

02 Company Information

03 Directors' Review

05 Directors' Review (Urdu)

07 Independent Auditor's Review Report to the members of Cyan Limited on Review of Interim Financial Statements

08 Condensed Interim Statement of Financial Position

09 Condensed Interim Statement of Profit or Loss Account and Other Comprehensive Income (Un-audited)

10 Condensed Interim Statement of Changes in Equity (Un-audited)

11 Condensed Interim Statement of Cash Flows (Un-audited)

12 Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

COMPANY INFORMATION

Board of Directors

Mr. Abdul Samad Dawood – Chairman
Ms. Sabrina Dawood – Director
Mr. Muhammed Amin – Independent Director
Mr. Isfandiyar Shaheen – Independent Director
Mr. Shafiq Ahmed – Director
Mr. Zamin Zaidi – Director
Mr. Sikandar Hazir – Director
Mohammad Shamoon Chaudry – Chief Executive Officer / Director

Board Audit Committee

Mr. Muhammed Amin – Chairman
Mr. Isfandiyar Shaheen – Member
Mr. Shafiq Ahmed – Member

Board HR & Remuneration Committee

Mr. Isfandiyar Shaheen – Chairman
Mr. Abdul Samad Dawood – Member
Ms. Sabrina Dawood – Member

Board Investment Committee

Mr. Abdul Samad Dawood – Chairman
Mr. Muhammed Amin – Member
Mr. Isfandiyar Shaheen – Member

Chief Financial Officer

Muhammad Anas Karimi

Company Secretary

Mr. Imran Chagani

Bankers

Bank Al Habib Limited
Habib Bank Limited
MCB Bank Limited
Habib Metropolitan Bank Limited

Auditors

A.F. Ferguson & Co.
(Chartered Accountants)
State Life Building 1-C,
I.I. Chundrigar Road, Karachi.
Website: www.pwc.com/pk

Tax Consultants

A.F. Ferguson & Co.
(Chartered Accountants)
State Life Building 1-C,
I.I. Chundrigar Road, Karachi.
Website: www.pwc.com/pk

Share Registrar/Transfer Agent

CDC Share Registrar Services Limited
CDC House, 99 – B, Block 'B',
S.M.C.H.S., Main Shahra-e-Faisal
Karachi-74400
Tel # (92-21) 111-111-500
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Website: www.cdcrsl.com

Legal Advisors

Ali Raza
643, Block B, Bhattai Colony,
Korangi Crossing, Karachi

Rating Agency

JCR – VIS Credit Rating Agency
VIS House, 128/C,
25th Lane Off Khayaban-e-Ittehad,
Phase VII, DHA, Karachi

Registered Office

Dawood Centre, M.T. Khan Road
Karachi-75530
Website: www.cyanlimited.com

Directors' Review

The Board of Directors of Cyan Limited (the Company) are pleased to present the un-audited condensed interim financial statements of the Company for the half year ended June 30, 2024.

The Environment in Which We Operated

With the transition to a new government in February 2024, the Country has witnessed a serious focus on structural economic reforms with revenue generation emerging as a key priority of the leadership. Deregulation, privatisation, and taxation have taken center stage among all administrative activities; that revenue generation is of utmost importance has been further corroborated by the first Federal Budget unveiled in June 2024 which hiked direct and indirect taxes on a number of industries (including previously zero-rated sectors) to increase revenues. It is pertinent to mention that while this focus on economic reform is welcome, the said Budget is likely to have painful ramifications in the short-to-medium term as disposable incomes of the general populace will significantly shrink through a higher tax burden, particularly the salaried class of the country which continues to bear the brunt of this difficulty.

After successful deregulation of the pharmaceutical sector in Q1 2024, discussions regarding deregulation of the OMC (Oil Marketing Companies) sector have also now commenced. This will be positive for Pakistan in the medium-to-long term as the Government phases out its involvement in businesses, trusting market forces to play their role in self-regulating private sector organizations. A major milestone in this space will be the completion of PIA's privatization, which has reached an advanced stage of its process; all eyes remain on this as the national carrier proceeds towards a new owner and the hope of renewed performance.

A gradual decline in Consumer Price Inflation (CPI) has also been felt, with the latest estimate (July 2024) at 11.1% – a 33-month low. This declining inflation, driven by weakening demand and the absence of any supply shocks, has been the primary force behind two consecutive interest rate cuts implemented by the State Bank of Pakistan since May 2024. The policy rate now stands at 19.5%, down from a high of 22%; with inflation expected to continue its downward trajectory, we expect the central bank to continue monetary easing which will be key to resumption of economic activity in the country.

The new economic setup has also been able to successfully negotiate the next IMF program, which is expected to maintain a sense of stability in currency markets. This Program has advocated for Agricultural Income Tax to be levied by provinces by the start of 2025, timely adjustment of energy prices, and improvement in SOE operations; the Program is yet to be approved by the IMF's Executive Board but many are optimistic for a positive result.

The pass-on of energy prices has been a bitter pill for Pakistanis to swallow. Higher gas tariffs have adversely affected captive gas-based industries, especially the textile and chemicals segment, while higher power tariffs have impaired wider industry in general and consumers in particular. This will continue to be a major challenge as the ability of businesses and consumers to pay higher energy prices is minimal and the ability of the Government to absorb any cost pressures is very low. However, while it is important to acknowledge the pain resulting from these decisions, it is equally important to note that a much-needed structural adjustment has finally taken place. The Government will need to deliver an out-of-the-box solution to deal with over-capacity issue in our power sector. The coming months will be crucial in this regard.

From a holistic view, it appears that the economy is headed in the right direction if this focus on structural reform can be sustained but this journey is likely to be punctuated with acute

pain. To emerge from the challenges of decisions past, all that can be said about current measures is this: *sad, but necessary*.

Portfolio Update

We continue to remain long on the banking sector; however, we have rationalized our position in the sector. Our primary holding in the sector is UBL, which maintains an investor-friendly capital allocation policy and offers a good mix of value and growth. UBL deserves a particular mention with its investor-friendly payout policy and its proactive response to changing macroeconomic trends. The acumen of the management team must be called out for having identified and invested in fixed-rate instruments in the face of declining interest rates, which has boosted the bank's performance. UBL has also posted significant deposit growth, reversing the trend of lagging behind the banking sector in terms of growth. Going forward, we will monitor this investment closely and focus on the management of capital requirements to enable growth.

Likewise, our thesis on energy exploration and production companies remains intact. We believe both OGDC and PPL offer deep value to investors and will be frontline beneficiaries of key reforms in the energy sector, especially the resolution of circular debt. The recent increases in gas prices have significantly improved cashflows of these businesses, which we believe will translate into shareholder returns given the strong balance sheet positions of these companies. While the price performance of these businesses has lagged behind the market, we believe they will improve as the financial position of the companies reflect the impact of higher gas pricing going forward.

The technology sector is another sector we remain invested in through Systems Limited. We have faith in the ability of the company's management to continue its impressive run of sales growth, having a demonstrated track record of doing so in the past several years. The company has healthy cash flow generation and we believe it will continue reinvesting in the business to ensure future growth. The recent stability of the Pak Rupee has restricted bottom-line growth in recent quarters; however, we remain confident in the company's ability to generate consistent profitability growth in the years to come.

Company Performance

During the half year ended June 30, 2024 the Company posted an earnings per share of Rs.2.63 compared to Rs.1.70 in the corresponding period in 2023.

Future Outlook

We believe that the Country is passing through one of its most sensitive periods from an economic perspective. Continued structural reforms will not be easy for the economy to bear in the short-term. However, we believe that these actions will pay dividends in the longer term. Interest rates are expected to decline which will give businesses the ability to breathe with declining financial costs. This is a key lever to resumption of economic activity. We also believe declining interest rates will bode well for equity markets as fixed-income investments will become less attractive going forward.

There were no material movements in our portfolio during the quarter.

Acknowledgement

We would like to thank all our stakeholders, especially our valued investors, who have placed their confidence in us and also appreciate the efforts put in by the management team for their

unswerving commitment and hard work. The Board would also like to place its appreciation for the Securities & Exchange Commission of Pakistan, State Bank of Pakistan and the management of the Pakistan Stock Exchange for their continued support and cooperation.

Muhammed Amin
Director

Mohammad Shamoan Chaudry
Chief Executive Officer

Karachi: August 23, 2024

ڈائریکٹرز کی رپورٹ

سیان لمیٹڈ (کمپنی) کا بورڈ آف ڈائریکٹرز نہایت مسرت کے ساتھ 30 جون 2024 کو ختم ہونے والی ششماہی مدت کے لئے غیر آڈٹ شدہ مختصر مالیاتی گوشوارے پیش کر رہے ہیں۔

ماحول جس میں ہم نے کام کیا

فروری 2024 میں حکومت کی تبدیلی کے بعد ملک کے اقتصادی ڈھانچے میں اصلاحات کی سنجیدہ کوششیں دیکھی گئیں جس کی اولین ترجیح آمدنی میں اضافہ تھی۔ تمام انتظامی سرگرمیوں میں ڈی ریگولیشن، پرائیویٹائزیشن اور ٹیکسوں کی آمدنی میں اضافہ مرکزی نکتہ ہے؛ کہ حکومتی آمدنی میں اضافہ انتہائی اہمیت کا حامل ہے جو جون 2024 میں وفاقی حکومت کی جانب سے پیش کئے جانے والے اولین بجٹ میں بھی اظہار من الشمس ہے جس میں کئی ایک صنعتوں پر (بشمول زیرو ریٹیکٹرز) براہ راست اور بالواسطہ ٹیکسوں میں اضافہ کیا گیا تاکہ سرکاری آمدنی بڑھائی جاسکے۔ یہاں یہ کہنا بے جا نہ ہوگا کہ اگرچہ اقتصادی اصلاحات کرنا ایک قابل تحسین عمل ہے لیکن موجودہ بجٹ قلیل سے وسط مدت میں عام آدمی کی آمدنی پر انتہائی تکلیف دہ اثرات پیدا کرے گا کیونکہ ٹیکسوں کی شرح بڑھائے جانے کے سبب ان کی آمدنی کافی کم ہو جائے گی۔ ماضی کی طرح یہ تکلیف تنخواہ دار طبقہ سب سے زیادہ محسوس کرے گا۔

پہلے سہ ماہی میں فارماسیوٹیکل سیکٹر کی کامیابی سے ڈی ریگولیشن کے بعد اب تیل کی بازار کاری (آئل مارکیٹنگ) کی کمپنیوں کو بھی ڈی ریگولیشن کرنے کی باتیں شروع ہو گئی ہیں۔ یہ اقدام وسط سے طویل مدت میں پاکستان کے لئے مثبت رہے گا کیونکہ حکومت، اپنے قوانین خود وضع کرنے والے پرائیویٹ سیکٹر کے اداروں میں مارکیٹ کی قوتوں پر بھروسہ کرتے ہوئے اس عمل سے خود کو باہر نکال لے گی۔ اس معاملے میں ایک اہم سنگ میل پی آئی اے کی نچ کاری کی تکمیل ہوگی جو اب اگلے مرحلوں میں پہنچ گئی ہے؛ تمام نظریں اس طرف ہیں کہ قومی پرچم بردار ایلان کے نئے مالکان کون ہوں گے اور اس کی کارکردگی میں بہتری آئے گی۔

اشیائے صرف کی قیمتوں میں کمی بھی محسوس کی گئی ہے جو تازہ ترین (جولائی 2024) تخمینوں کے مطابق 11.1% ہے اور جو گزشتہ 33 ماہ کی کم ترین شرح ہے۔ کم ہوتی طلب اور رسد میں کوئی رکاوٹ نہ ہونے کے نتیجے میں کم ہوتی مہنگائی ہی وہ وجہ ہے جس کے باعث اسٹیٹ بینک آف پاکستان نے مئی 2024 کے بعد مسلسل دو مرتبہ شرح سود میں کمی کی ہے۔ پالیسی ریٹ کی شرح اب 22% سے کم ہو کر 19.5% تک آگئی ہے؛ افراط زر یا مہنگائی کا رخ پستی کی جانب رہنے کی توقع کے ساتھ ہم امید رکھتے ہیں کہ اسٹیٹ بینک زری پالیسی میں نرمی برقرار رکھے گا کیونکہ یہ زری ملک میں اقتصادی سرگرمیوں کی بحالی میں اہم کردار ادا کرے گی۔

نئے معاشی انتظامات کے سبب آئندہ پروگرام کے لئے آئی ایم ایف کے ساتھ مذاکرات کامیاب رہے ہیں جس سے، توقع ہے کہ کرنسی مارکیٹوں میں استحکام کا تاثر پیدا ہوگا۔ اس پروگرام میں 2025 کے آغاز سے صوبائی سطح پر زراعت پر انکم ٹیکس عائد کرنے، ایندھن اور توانائی کی قیمتوں میں بروقت ردوبدل اور SOE آپریشنوں میں بہتری لانے کی تجاویز دی گئی ہیں۔ اگرچہ اس پروگرام کی منظوری ابھی آئی ایم ایف کے ایگزیکٹو بورڈ کی جانب سے دی جانی ہے تاہم امید کی جارہی ہے کہ نتائج مثبت رہیں گے۔

توانائی کی بڑھتی ہوئی قیمتیں وہ کڑوی گولی ہے جسے پاکستانیوں کے لئے نگلانا انتہائی مشکل ہے۔ گیس کی زیادہ قیمتیں گیس سے چلنے والی صنعتوں خصوصاً ٹیکسٹائل اور کیمیکل کی صنعتوں پر منفی اثر ڈال رہی ہے جب کہ بجلی کی ناقابل برداشت قیمتوں نے بیشتر صنعتوں کو عام طور سے اور صارفین کو خاص طور سے بہت زیادہ نقصان پہنچایا ہے۔ یہ بدستور ایک چیلنج رہے گا کیونکہ بجلی کی زیادہ قیمتوں کی ادائیگی ایک جانب تو صنعتوں کے بس سے نکل رہی ہے اور دوسری جانب صارف زچ ہو چکا ہے اور لاگت کی صورت میں کسی بھی دباؤ کو

برداشت کرنے کی حکومت کی صلاحیت بھی کم ہوگئی ہے۔ تاہم ایسے فیصلوں سے ہونے والی تکالیف کو تسلیم کرنا تو اہمیت رکھتا ہے لیکن یہ بات بھی مدنظر رکھنی چاہیے کہ ان اقتصادی اصلاحات کی اہمیت بھی کم نہیں۔ بجلی کی پیداوار کے سیکٹر میں اوور کپیسٹی کے مسئلے کا حل حکومت کو عام ڈگر سے ہٹ کر سوچنا ہوگا۔ اس سلسلے میں آنے والے مہینے انتہائی اہمیت کے حامل ہوں گے۔

مجموعی طور سے دیکھا جائے تو اگر ڈھانچہ جاتی اصلاحات پر توجہ مرکوز رہے تو معیشت نے درست سمت اختیار کر لی ہے تاہم یہ سفر انتہائی تکلیف دہ ثابت ہوگا۔ ماضی کے فیصلوں کے نتیجے میں پیش آنے والی مشکلات سے نکلنے کی غرض سے موجودہ اٹھائے گئے اقدامات کے متعلق یہی کہا جاسکتا ہے کہ..... تکلیف دہ تو ہیں لیکن ان کے بغیر چارہ بھی نہیں۔

پورٹ فولیو کی صورت حال

بینکاری سیکٹر پر ہم بدستور تکیہ کر رہے ہیں تاہم اس شعبہ میں ہم نے اپنی حیثیت کو معقول بنالیا ہے۔ اس سیکٹر میں ہماری بنیادی ملکیت یونائیٹڈ بینک لمیٹڈ کی ہے جو تخصیص سرمایہ کی سرمایہ کار دوست پالیسی اپنائے ہوئے ہے اور قدر اور بڑھوتی کا اچھا امتزاج پیش کرتا ہے۔ یو بی ایل کا ذکر خصوصیت سے کیا جانا چاہیے کیونکہ ایک تو سرمایہ کار کے موافق پالیسی کی بدولت اچھی ادائیگیاں ملتی ہیں اور دوسرے بدلتے ہوئے میکرو وکنٹائل رجحانات کے سامنے یہ پیش قدمی عمل اپناتا ہے۔ اس کی انتظامی ٹیم کی فہم و فراست کی تعریف کی جانی چاہیے کم ہوتی ہوئی شرح سود کے پیش نظر موزوں فیکسڈ ریٹ انسٹرومنٹس تلاش کئے اور ان میں سرمایہ کاری کی جس سے بینک کی کارکردگی بھی شان دار رہی۔ یو بی ایل نے ڈپازٹ میں قابل ذکر بڑھوتی ظاہر کی ہے اور بینکاری سیکٹر میں پیچھے رہ جانے کی رجحان کو الٹ دیا ہے۔ اب ہم اس شعبہ میں سرمایہ کاری کی نگرانی مزید احتیاط سے کریں گے اور بڑھوتی کی غرض سے اپنی توجہ سرمائے کی ضروریات کے انتظام پر رکھیں گے۔

اسی طرح توانائی کی کھوج اور پیداوار کرنے والی کمپنیوں کے متعلق ہمارا دعویٰ برقرار ہے۔ ہم یقین رکھتے ہیں کہ OGDCL اور PPL دونوں کمپنیاں سرمایہ کاروں کو اچھی قدر پیش کرتی ہیں اور خصوصاً سرکلر ڈیٹ کے مسئلے کے حل کے لئے توانائی کے شعبہ میں کی جانے والی اصلاحات سے سب سے پہلے فائدہ اٹھائیں گی۔ گیس کی قیمتوں میں حالیہ اضافے نے ان دونوں کمپنیوں میں نقدی کے بہاؤ کی صورت حال کافی بہتر کی ہے اور ہمیں یقین ہے کہ یہ صورت حال شیئر ہولڈروں کو بہتر آمدنی مہیا کرے گی کیونکہ ان دونوں کمپنیوں کی بیلنس شیٹ کافی مضبوط ہے۔ اگرچہ قیمتوں کے ضمن میں ان کاروباروں کی کارکردگی مارکیٹ کے مقابلے میں کم تر رہی ہے تاہم ہمیں یقین ہے کہ اس میں بہتری آئے گی کیونکہ ان کمپنیوں کی مالیاتی حیثیت آئندہ بھی گیس کی قیمتوں میں بڑھوتی کی آئندہ دار ہے۔

ایک اور سیکٹر جس میں ہم نے سرمایہ لگا رکھا ہے وہ ٹیکنالوجی سیکٹر ہے اور اس شعبہ میں سسٹمز لمیٹڈ میں ہمارا سب سے زیادہ سرمایہ ہے۔ ہمیں اس کمپنی کی انتظامیہ کی اہلیت پر کامل یقین ہے کہ وہ اپنی مصنوعات کی فروخت بڑھانے کا چلن قائم رکھے گی۔ یہ کارکردگی انہوں نے گزشتہ کئی برسوں سے برقرار رکھی ہوئی ہے۔ اس کمپنی کی نقدی کی صورت حال کافی مضبوط ہے اور ہم یقین رکھتے ہیں کہ مستقبل میں مزید ترقی کی غرض سے یہ کاروبار میں اپنا سرمایہ بڑھاتی رہے گی۔ پاکستانی روپے کی قدر میں حالیہ استحکام نے حالیہ سہ ماہیوں میں اس کمپنی کے منافع میں رکاوٹ پیدا کی ہے تاہم ہم بدستور پر اعتماد ہیں کہ یہ کمپنی آنے والے برسوں میں اپنا منافع بڑھانے کی بھرپور صلاحیت رکھتی ہے۔

کمپنی کی کارکردگی

30 جون 2024 کو ختم ہونے والی ششماہی میں کمپنی نے 2.63 روپے کی فی شیئر کمائی ظاہر کی جو 2023 کی اسی مدت کے دوران 1.70 روپے رہی تھی۔

مستقبل کا منظر

ہم سمجھتے ہیں کہ ہمارا ملک اقتصادی تکتہ نگاہ سے انتہائی نازک دور سے گزر رہا ہے۔ قلیل مدت میں ڈھانچہ جاتی اصلاحات جاری رکھنا ملک کے لئے آسان نہیں تاہم ہمیں یقین ہے کہ طویل مدت میں یہ اقدامات ثمر آوار ثابت ہوں گے۔ شرح سود میں کمی لائے جانے کی توقع کی جا رہی ہے جو جس سے لاگتوں میں کمی آئے گی اور کاروباروں کو سانس لینے کا موقع ملے گا۔ اقتصادی سرگرمیوں کی بحالی کے لئے یہ انتہائی اہم عنصر ہے۔ ہمیں یہ بھی یقین ہے کہ شرح سود میں کمی ایکویٹی مارکیٹ کے لئے مؤثر ثابت ہوگی اور فکسڈ انکم والی سرمایہ کاریوں کی دلکشی آئندہ کم ہو جائے گی۔

زیر جائزہ ششماہی کے دوران ہمارے پورٹ فولیو میں کوئی ماڈی نقل و حرکت نہیں ہوئی۔

اظہار تشکر

غیر متزلزل بھروسہ اور اعتماد کرنے پر ہم اپنے شیئر ہولڈروں خصوصاً قابل قدر سرمایہ کاروں کو بدیہ تہنیت پیش کرتے ہیں۔ جاں فشانی سے کام کرنے پر ہم اپنی انتظامی ٹیم کی کاوشوں کے بھی تہہ دل سے مشکور ہیں۔ قابل قدر تعاون اور اعانت جاری رکھنے پر بورڈ سیکورٹیز اینڈ انکیپیج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان اور پاکستان اسٹاک ایکسچینج کی انتظامیہ کا سپاس گزار ہے۔

محمد شمعون چوہدری
چیف ایگزیکٹو آفیسر

محمد امین
ڈائریکٹر

کراچی۔ 23 اگست 2024



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF CYAN LIMITED

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Cyan Limited ("the Company") as at June 30, 2024 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures for the quarters ended June 30, 2024 and June 30, 2023 in the condensed interim statement of profit or loss account and other comprehensive income and relevant notes have not been reviewed and we do not express a conclusion thereon.

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.

The engagement partner on the review resulting in this independent auditor's review report is **Khattab Muhammad Akhi Baig**.

A.F. Ferguson & Co.
Chartered Accountants
Karachi
Dated: August 28, 2024
UDIN: RR202410081wNZcDzg3C

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

CYAN LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024

	(Un-audited) June 30, 2024	(Audited) December 31, 2023
Note	----- (Rupees in '000) -----	
ASSETS		
Non-current assets		
Property and equipment	6 2,323	2,653
Intangible assets	7 41	57
Deferred tax asset	11,797	19,119
Long term investment	8 713,934	684,939
Long term deposit	2,500	2,500
	<u>730,595</u>	<u>709,268</u>
Current assets		
Short term investments	9 850,972	927,905
Trade and other receivables	2,065	2,358
Advances and short-term prepayments	1,598	1,089
Cash and bank balances	10 3,235	4,092
	857,870	935,444
	<u>1,588,465</u>	<u>1,644,712</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorised share capital 100,000,000 (2023: 100,000,000) Ordinary shares of Rs. 10 each	1,000,000	1,000,000
Issued, subscribed and paid-up share capital	615,591	615,591
Unappropriated profit	309,323	393,720
Reserves	13,088	13,088
Remeasurement on post retirement benefits obligation - net of tax	3,129	3,129
Surplus on revaluation of investment carried at fair value through other comprehensive income	538,631	513,536
	<u>1,479,762</u>	<u>1,539,064</u>
Non-current liabilities		
Payable to gratuity fund	93	118
Current liabilities		
Trade and other payables	9,501	10,936
Unclaimed dividend	30,300	29,163
Taxation - net	68,809	65,431
	108,610	105,530
	<u>1,588,465</u>	<u>1,644,712</u>
TOTAL EQUITY AND LIABILITIES		
CONTINGENCIES AND COMMITMENTS		
	12	

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer

Chief Executive Officer

Director

CYAN LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Note	Quarter Ended		Half Year Ended	
		June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023 (Restated)
------(Rupees in '000)-----					
Income					
Return on investments	13	25,912	36,458	57,744	72,692
Gain on sale of investments - net		132,876	10,577	139,107	33,058
Other income		988	359	1,289	642
		<u>159,776</u>	<u>47,394</u>	<u>198,140</u>	<u>106,392</u>
 (Deficit) / surplus on re-measurement of investments classified as financial assets at fair value through profit or loss - net					
	9.3.1 & 9.3.2	17,607	23,363	(2,354)	33,292
		<u>177,383</u>	<u>70,757</u>	<u>195,786</u>	<u>139,684</u>
 Expenses					
Operating and administrative expenses		(11,059)	(9,009)	(17,906)	(16,075)
Financial charges		-	-	-	(7,247)
		<u>(11,059)</u>	<u>(9,009)</u>	<u>(17,906)</u>	<u>(23,322)</u>
 Profit before taxation and levy					
		<u>166,324</u>	<u>61,748</u>	<u>177,880</u>	<u>116,362</u>
Levy	14	(3,565)	(5,880)	(8,021)	(10,324)
 Profit before taxation					
		<u>162,759</u>	<u>55,868</u>	<u>169,859</u>	<u>106,038</u>
Taxation	15	(9,785)	4,423	(8,020)	(1,166)
 Profit after taxation					
		<u>152,974</u>	<u>60,291</u>	<u>161,839</u>	<u>104,872</u>
 <i>Other comprehensive income for the period</i>					
<i>Items that will not be reclassified to profit or loss</i>					
Surplus / (deficit) on revaluation of investments carried at fair value through other comprehensive income - net of tax					
		7,808	(13,352)	25,095	3,935
 Total comprehensive income for the period					
		<u>160,782</u>	<u>46,939</u>	<u>186,934</u>	<u>108,807</u>
 Basic and diluted earnings per share					
	16	<u>2.48</u>	<u>0.98</u>	<u>2.63</u>	<u>1.70</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

415

Chief Financial Officer

Chief Executive Officer

Director

CYAN LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Note	Half year ended	
		June 30, 2024	June 30, 2023 (Restated)
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		169,859	106,038
Adjustment for non cash charges and other items:			
Depreciation on owned fixed asset		330	433
Amortisation		16	32
Gain on sale of investments - net		(139,107)	(33,058)
Amortisation income on government securities	13	(1,721)	(1,427)
Financial charges		-	7,247
Levy		8,021	10,324
Deficit / (surplus) on re-measurement of investments classified as financial assets at fair value through profit or loss - net	9.3.1 & 9.3.2	2,354	(33,292)
		(130,106)	(49,741)
Operating income before working capital changes		39,753	56,297
Increase in operating assets			
Trade and other receivables		293	(2,800)
Advances and short term prepayments		(509)	(78)
		(216)	(2,878)
Decrease in operating liabilities			
Trade and other payables		(1,435)	(585)
Payable to gratuity fund		(25)	(32)
		(1,460)	(617)
Net proceeds from purchase and sale of investments		213,689	247,527
Taxes and levy paid		(7,524)	(35,992)
Financial charges paid		-	(19,616)
Net cash generated from operating activities		206,165	191,919
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(245,099)	(427)
Net cash used in financing activities		(245,099)	(427)
Net (decrease) / increase in cash and cash equivalents		(857)	244,294
Cash and cash equivalents at the beginning of the period		4,092	(242,877)
Cash and cash equivalents at the end of the period	10.1	3,235	1,417

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Financial Officer

Chief Executive Officer

Director

CYAN LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

Share Capital	Capital reserves		Revenue reserves		Remeasurement on post retirement benefits obligation-net of tax	Surplus on revaluation of investment carried at fair value through other comprehensive income	Total
	Issued, subscribed and paid-up	Reserve for exceptional losses	Capital gain reserve	General reserve			

(Rupees in '000)

Balance as at January 1, 2023	615,591	10,535	2,553	-	69,116	3,145	530,578	1,231,518
Total comprehensive income for the period ended June 30, 2023								
Net profit for the half year ended June 30, 2023	-	-	-	-	104,872	-	-	104,872
Surplus on revaluation of investments carried at fair value through other comprehensive income	-	-	-	-	-	-	3,935	3,935
Total comprehensive income	-	-	-	-	104,872	-	3,935	108,807
Balance as at June 30, 2023	615,591	10,535	2,553	-	173,988	3,145	534,513	1,340,325
Balance as at January 1, 2024	615,591	10,535	2,553	-	393,720	3,129	513,536	1,539,064
Total comprehensive income for the period ended June 30, 2024								
Net profit for the half year ended June 30, 2024	-	-	-	-	161,839	-	-	161,839
Interim dividend paid @ Rs. 4 per share for the year ending December 31, 2024	-	-	-	-	(246,236)	-	-	(246,236)
Surplus on revaluation of investments carried at fair value through other comprehensive income	-	-	-	-	-	-	25,095	25,095
Total comprehensive income	-	-	-	-	(84,397)	-	25,095	(59,302)
Balance as at June 30, 2024	615,591	10,535	2,553	-	309,323	3,129	538,631	1,479,762

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer

Chief Executive Officer

Director

1 LEGAL STATUS AND NATURE OF BUSINESS

Cyan Limited ("the Company"), a Dawood Group Company, is a Public Limited Company incorporated in Pakistan on April 23, 1960 under the Companies Act, 1913 (now Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at 9th Floor Dawood Centre, Moulvi Tamizuddin Khan Road, Karachi. The Company is a subsidiary of Dawood Corporation (Private) Limited (the Parent Company).

The Company is engaged in making equity investments in companies with high growth potential.

2 BASIS OF PRESENTATION

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 for interim financial reporting 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; and
- Provisions of and directives issued under the Companies Act, 2017.

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

These condensed interim financial statements do not include all the information and disclosures made in the annual published financial information and should be read in conjunction with the annual published financial statements of the Company for the year ended December 31, 2023.

These condensed interim financial statements are un-audited. However, a review has been performed by the statutory auditors in accordance with the requirements of the Listed Companies (Code of Corporate Governance) Regulations, 2019.

2.2 Basis of measurement

These condensed interim financial statements have been prepared using the historical cost convention, except for certain investments which are measured at fair value. Further, obligations in respect of staff retirement benefits are carried at present value of defined benefit obligation less fair value of plan assets.

2.3 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani rupee, which is also the Company's functional and presentation currency.

2.4 Changes in accounting standards, interpretations and pronouncements

2.4.1 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period:

There are certain new standards, interpretations and amendments to the existing accounting and reporting standards that have become applicable to the Company's accounting period beginning on January 1, 2024. These are considered either not to be relevant or do not have any material impact on the Company's condensed interim financial statements and are therefore not detailed in these condensed interim financial statements except for the following:

During the period, the Institute of Chartered Accountant of Pakistan (ICAP) has withdrawn the Technical Release 27 "IAS 12, Income Taxes (Revised 2012)" and has issued a Guidance – "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said Guidance requires taxes paid under final tax regime to be shown separately as a levy instead of showing it in current tax. The impact of change in accounting policy has been detailed in note 3.

18

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

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Company's accounting period beginning on January 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Company's condensed interim financial statements except for:

- the new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit or Loss and Other Comprehensive Income' with certain additional disclosures in the financial statements.
- amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

2.4.3 These condensed interim financial statements include the condensed interim statement of financial position as at June 30, 2024 and the condensed interim profit or loss and other comprehensive income, the condensed interim statement of changes in equity, the condensed interim statement of cash flows and notes thereto for the half year then ended which have been subjected to a review but have not been audited. These condensed interim financial statements also include the condensed interim profit or loss and other comprehensive income for the quarter ended June 30, 2024 which are not subject to review.

2.4.4 The comparative statement of financial position presented in these condensed interim financial statements as at December 31, 2023 has been extracted from the audited financial statements of the Company for the year ended December 31, 2023. The comparative condensed interim profit or loss account and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the half year ended June 30, 2023 have been extracted from the condensed interim financial statements of the Company for the half year then ended which were subject to review but not audited. The comparative condensed interim profit or loss and other comprehensive income for the quarter ended June 30, 2023 are also included in these condensed interim financial statements which were not subject to review.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and methods of computation adopted in the preparation of the condensed interim financial statements are same as those applied in the preparation of the financial statements of the Company for the year ended December 31, 2023 except for the following:

During the period, the Institute of Chartered Accountant of Pakistan (ICAP) has withdrawn the Technical Release 27 "IAS 12, Income Taxes (Revised 2012)" and has issued a Guidance – "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said Guidance requires taxes paid under final tax regime to be shown separately as a levy instead of showing it in current tax. The revised policy for taxation has been mentioned in note 3.1.

Accordingly, the impact has been incorporated in these condensed interim financial statements retrospectively in accordance with the requirement of International Accounting Standard (IAS 8) – 'Accounting policies, changes in accounting estimates and errors'. There has been no effect on the condensed interim statement of financial position, earnings per share and statement of changes in equity as a result of this change.

	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy
EFFECT ON CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME			
For the half year ended June 30, 2024			
Levy	-	8,021	8,021
Profit before taxation	177,880	(8,021)	169,859
Taxation	16,041	(8,021)	8,020

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EFFECT ON CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy
	------(Rupees in '000)-----		

EFFECT ON CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

For the half year ended June 30, 2023

Levy	-	10,324	10,324
Profit before taxation	116,362	(10,324)	106,038
Taxation	11,490	(10,324)	1,166

The related changes to the condensed interim statement of cash flows with respect to the amount of profit before taxation have been made as well.

3.1 Taxation

Income tax expense comprises current and deferred tax. Income tax expense is recognised in the profit or loss, except to the extent that it relates to items recognised directly in other comprehensive income, in which case it is recognised in other comprehensive income.

i) Current tax

The charge for current taxation is based on taxable income at the current rates of taxation in accordance with the Income Tax Ordinance, 2001 and taxes paid / payable on final tax basis, after taking into account tax credits available, if any. The charge for current tax also includes adjustments, where necessary, relating to prior years which arise from assessments framed / finalised during the year.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

ii) Deferred tax

Deferred tax is recognised using the balance sheet liability method on all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts appearing in the financial statements at the reporting date. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that the temporary differences will reverse in the future and taxable income will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantially enacted at the reporting date.

iii) Levy

In accordance with Income Tax Ordinance, 2001 (Ordinance), computation of final taxes is not based on taxable income. Therefore, as per IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes issued by the Institute of Chartered Accountants of Pakistan (ICAP), these fall within the scope of IFRIC 21 and accordingly have been classified as levy in these condensed interim financial statements.

4 SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on the management's experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements for the year ended December 31, 2023.



5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the financial statements for the year ended December 31, 2023.

	Note	(Un-audited) June 30, 2024 ------(Rupees in '000)-----	(Audited) December 31, 2023
6 PROPERTY AND EQUIPMENT			
Property and equipment	6.1	<u>2,323</u>	<u>2,653</u>

6.1 Property and equipment

June 30, 2024				
	Furniture and fixtures	Office equipment	Vehicles	Total
------(Rupees in '000)-----				
At January 1, 2024				
Cost	130	4,158	5,361	9,649
Accumulated depreciation	(90)	(3,130)	(3,776)	(6,996)
Closing net book value	<u>40</u>	<u>1,028</u>	<u>1,585</u>	<u>2,653</u>
Depreciation charge for the period	(2)	(171)	(158)	(330)
Closing net book value	<u>38</u>	<u>857</u>	<u>1,427</u>	<u>2,323</u>
At June 30, 2024				
Cost	130	4,158	5,361	9,649
Accumulated depreciation	(92)	(3,301)	(3,934)	(7,326)
Closing net book value	<u>38</u>	<u>857</u>	<u>1,427</u>	<u>2,323</u>
Rate of depreciation	<u>10%</u>	<u>33% & 50%</u>	<u>20%</u>	
December 31, 2023				
	Furniture and fixtures	Office equipment	Vehicles	Total
------(Rupees in '000)-----				
At January 1, 2023				
Cost	130	4,899	5,361	10,390
Accumulated depreciation	(86)	(3,480)	(3,380)	(6,946)
Opening net book value	<u>44</u>	<u>1,419</u>	<u>1,981</u>	<u>3,444</u>
Additions during the year	-	85	-	85
Disposals during the year				
Cost	-	(826)	-	(826)
Accumulated depreciation	-	826	-	826
Depreciation charge for the year	(4)	(476)	(396)	(876)
Closing net book value	<u>40</u>	<u>1,028</u>	<u>1,585</u>	<u>2,653</u>
At December 31, 2023				
Cost	130	4,158	5,361	9,649
Accumulated depreciation	(90)	(3,130)	(3,776)	(6,996)
Closing net book value	<u>40</u>	<u>1,028</u>	<u>1,585</u>	<u>2,653</u>
Rate of depreciation	<u>10%</u>	<u>33% & 50%</u>	<u>20%</u>	

185

7	INTANGIBLE ASSETS	Note	(Un-audited)	(Audited)
			June 30, 2024	December 31, 2023
------(Rupees in '000)-----				
At January 1				
	Cost		7,560	7,560
	Accumulated amortisation		(7,503)	(7,454)
	Opening net book value		<u>57</u>	<u>106</u>
	Amortisation charge for the year		(16)	(49)
	Closing net book value		<u>41</u>	<u>57</u>
At June 30				
	Cost		7,560	7,560
	Accumulated amortisation		(7,519)	(7,503)
	Closing net book value		<u>41</u>	<u>57</u>
	Rate of amortisation		<u>33.33%</u>	<u>33.33%</u>

7.1 The cost of fully amortised assets amounts to Rs. 7.461 million as at June 30, 2024 (December 31, 2023: Rs. 7.461 million).

8	LONG TERM INVESTMENT	Note	(Un-audited)	(Audited)
			June 30, 2024	December 31, 2023
------(Rupees in '000)-----				
	Investments carried at fair value through other comprehensive income	8.1	666,258	638,978
	Investments carried at amortised cost	8.2	47,676	45,961
			<u>713,934</u>	<u>684,939</u>

8.1 Quoted Shares - Related Parties

Name of investee company	Number of Shares		Cost	Market value	
	30-Jun-24	31-Dec-23	30-Jun-24	30-Jun-24	31-Dec-23
------(Rupees '000)-----					
Dawood Lawrencepur Limited Equity held: 5% (2023: 5%)	2,965,095	2,965,095	222,111	666,258	638,978
			222,111	<u>666,258</u>	<u>638,978</u>
Less : Provision for impairment			(130,018)		
Carrying value			<u>92,093</u>		
Market value as at June 30, 2024			<u>666,258</u>		
Unrealised gain on quoted shares			<u>574,165</u>		

8.2	Investments carried at amortised cost	Note	(Un-audited)	(Audited)
			June 30, 2024	December 31, 2023
------(Rupees in '000)-----				
	Pakistan Investment Bonds	8.2.1	47,676	45,961
			<u>47,676</u>	<u>45,961</u>

8.2.1 This is a three year Pakistan Investment Bond (PIB) placed with the State Bank of Pakistan as statutory deposit in accordance with the requirements of clause (a) of sub section 2 of section 29 of the Insurance Ordinance, 2000. The Pakistan Investment Bond has a face value of Rs. 50 million and market value of Rs. 45.92 million as at June 30, 2024 (December 31, 2023: 45.12). This will be released once the outstanding claims and balances relating to insurance business are settled. This carry a profit yield at 19.25% per annum (December 31, 2023: 19.25%) payable at six month interval. This PIB is maturing on August 4, 2025 (December 31, 2023: August 4, 2025).

137

9	SHORT TERM INVESTMENTS	Note	(Un-audited)	(Audited)
			June 30, 2024	December 31, 2023
----- (Rupees in '000) -----				
Financial assets comprise of the following:				
	- Investments carried at amortised cost	9.1	3,000	3,000
	- Investments carried at fair value through other comprehensive income	9.2	-	-
	- Investments carried at fair value through profit or loss	9.3	847,972	924,905
			<u>850,972</u>	<u>927,905</u>

9.1 These 'Term Deposit Receipts' carry mark-up at 18% per annum (December 31, 2023: 19.5% per annum) and are due to mature on July 14, 2024 (December 31, 2023: January 27, 2024). These have been pledged against guarantees issued on behalf of the Company in favour of Nazir of Sindh High Court.

9.2 These represent un-quoted shares of Bankers Equity Limited (no. of shares: 13,465) and un-quoted debentures of Hyson Sugar Mills (no. of bonds: 120) having cost of Rs 117,000 and Rs 60,000 respectively. These investments have been fully provided in these condensed interim financial statements.

9.3	Investments carried at fair value through profit or loss	Note	(Un-audited)	(Audited)
			June 30, 2024	December 31, 2023
----- (Rupees in '000) -----				
	Quoted shares	9.3.1	816,780	890,623
	Units of mutual funds	9.3.2	31,192	34,282
			<u>847,972</u>	<u>924,905</u>

9.3.1 Quoted shares

Name of investee company	Number of shares		Carrying value	Market value	
	June 30, 2024	December 31, 2023	June 30, 2024	June 30, 2024	December 31, 2023
	----- (Rupees in '000) -----				
Cement					
Maple Leaf Cement	78,189	450,000	3,043	2,971	17,514
Refinery					
Attock Refinery Limited	20,000	-	8,170	7,032	-
Commercial banks					
BankIslami Pakistan Limited	175,000	-	4,614	3,896	-
Faysal Bank Limited	350,000	-	15,113	18,354	-
MCB Bank Limited	-	40,000	-	-	6,902
United Bank Limited	1,180,000	2,500,000	305,419	302,363	444,600
Oil and Gas Marketing					
Pakistan State Oil Company Limited	-	125,000	-	-	22,089
Sui Northern Gas Pipelines Limited	300,000	-	21,745	19,041	-
Oil and gas exploration companies					
Oil & Gas Development Company Limited	1,174,500	720,000	154,536	158,992	80,964
Pakistan Petroleum Limited	1,264,000	4,000	149,351	148,027	460
Technology and communication					
Systems Limited	296,000	751,000	125,374	123,816	318,094
Power Generation & Distribution					
K-Electric Limited	2,350,000	-	11,533	10,881	-
Pharmaceutical					
Highnoon Laboratories Limited	30,000	-	20,334	21,407	-
			<u>819,232</u>	<u>816,780</u>	<u>890,623</u>
Unrealised loss on quoted shares			(2,452)		

ASR

9.3.1.1 0.1 million shares (December 31, 2023: 0.1 million shares) of Systems Limited having market value of Rs. 41.830 million (December 31, 2023: Rs. 42.356 million) have been pledged as collateral in favor of National Clearing Company of Pakistan Limited against exposure margins and mark to market losses.

9.3.2	Units of Mutual funds	Name of Fund	Note	Number of units		Carrying value	Market value	
				June 30,	December 31,	June 30,	June 30,	December 31,
				2024	2023	2024	2024	2023
						(Rupees in '000')		
		NBP Government Securities Liquid Fund	9.3.2.1	224,846	224,846	2,315	2,313	2,315
		MCB Cash Management Optimizer		283,010	313,874	28,779	28,879	31,967
						31,094	31,192	34,282
		Market value as at June 30, 2024				31,192		
		Unrealised gain on units of mutual fund				98		

9.3.2.1 223,873 units (December 31, 2023: 223,873 units) having a market value of Rs. 2.303 million (December 31, 2023: Rs. 2.305 million) have been kept under pledge with National Bank of Pakistan pending settlement of a claim in litigation.

		(Un-audited)	(Audited)
		June 30,	December 31,
		2024	2023
10 CASH AND BANK BALANCES		(Rupees in '000)	
	Cash in hand	15	7
	Cash at bank	3,220	4,085
		3,235	4,092

		(Un-audited)	(Audited)
		June 30,	June 30,
		2024	2023
10.1 Cash and cash equivalents		(Rupees in '000)	
Cash and cash equivalents for the purpose of cash flow comprise of the following:			
	Cash and bank balances	3,235	1,417
		3,235	1,417

11 SHORT TERM BORROWINGS

11.1 The Company has running finance facility of Rs. 500 million (December 31, 2023: Rs. 500 million) under mark-up arrangement with Bank Al Habib Limited. The facility carries mark-up at 3 month KIBOR plus 0.3% per annum (December 31, 2023: 3 months KIBOR plus 0.3% per annum) and will expire on March 31, 2026. The Company has Rs nil outstanding as at June 30, 2024 (December 31, 2023: Rs nil) against the running finance facility.

11.2 The Company has running finance facility of Rs.300 million (December 31, 2023: Rs. 300 million) under mark-up arrangement with Habib Metropolitan Bank Limited. The facility carries mark up at 3 months KIBOR plus 0.5% per annum (December 31, 2023: 3 month KIBOR plus 0.5% per annum) and will expire on October 31, 2024. The Company has Rs nil outstanding as at June 30, 2024 (December 31, 2023: Rs. nil) against the running finance facility.

		(Un-audited)	(Audited)
		June 30,	December 31,
		2024	2023
12 CONTINGENCIES AND COMMITMENTS		(Rupees in '000)	
	Guarantee issued on behalf of the Company by a commercial bank	2,800	2,800

12.1 The status of taxation related contingencies as disclosed in note 23.1 to the annual financial statements of the Company for the year ended December 31, 2023 has remained unchanged.

487

		(Un-audited)	
		June 30, 2024	June 30, 2023
		----- (Rupees in '000) -----	
13	RETURN ON INVESTMENTS		
	Amortisation on government securities	1,721	1,427
	Interest income on government securities	2,495	2,205
	Dividend income	53,263	68,820
	Profit on term deposits receipt	265	240
		<u>57,744</u>	<u>72,692</u>

14 LEVY

14.1 This represents final taxes paid under section 5 of Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21.

		(Un-audited)	
		June 30, 2024	June 30, 2023
		(Restated)	
		----- (Rupees in '000) -----	
15	TAXATION		
	- Current year	2,886	55
	- Prior year	-	(6,098)
	- Deferred	5,134	7,209
		<u>8,020</u>	<u>1,166</u>

16 EARNINGS PER SHARE - BASIC AND DILUTED

Profit for the period after taxation

161,839	104,872
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(Number of shares)

Weighted average number of ordinary shares outstanding as at the period end

61,559,108	61,559,108
------------	------------

----- (Rupees) -----

Earnings per share

2.63	1.70
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17 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise companies with common directors, group companies, associated companies, defined contribution plan, defined benefit plan directors and key management personnel and their close family members. Transactions with related parties are entered into at rates negotiated with them. Remuneration to key management personnel are in accordance with their terms of employment. Transactions with related parties other than those which have been disclosed elsewhere in the condensed interim financial statements are as follows:

Name Of Related Party	Relationship with the Company	Percentage of shareholding in the company	Common Directorship
Dawood Corporation (Private) Limited	Parent Company	64.70%	N/A
Pebbles (Private) Limited	Associated Company	-	Common Directorship
Dawood Hercules Corporation Limited	Associated Company	-	Common Directorship
Dawood Lawrencepur Limited	Associated Company	-	Common Directorship
The Dawood Foundation	Associated Company	0.88%	N/A
Hajjani Bai Memorial Society	Associated Company	1.39%	N/A
Hussain Dawood	Director of Parent Company	8.63%	N/A
Abdul Samad Dawood	Chairman	0.00%	N/A
Sabrina Dawood	Non-Executive Director	3.03%	N/A
Muhammad Amin	Independent Director	0.00%	N/A
Isfandiyar Shaheen	Independent Director	0.00%	N/A
Zamin Zaidi	Non-Executive Director	-	N/A
Sikander Hazir	Non-Executive Director	-	N/A
Shafiq Ahmed	Non-Executive Director	0.00%	N/A
Mohammad Shamoony Chaudry	Chief Executive Officer	0.00%	N/A
Muhammad Anas Karimi	Chief Financial Officer	-	N/A
Azmeh Dawood	Other Related Party	3.04%	N/A
Kulsum Dawood	Other Related Party	1.22%	N/A

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17.1 Transactions

	Quarter ended June 30		Half year ended June 30	
	2024	2023	2024	2023
	-----Un-audited-----			
	----- (Rupees in '000) -----			
Parent company				
Dividend paid	159,316	-	159,316	-
Associated companies				
Dividend paid	5,587	-	5,587	-
Expenses against shared services	1,539	1,614	3,223	3,228
Reimbursement of other expenses	104	466	266	528
Income for services rendered	937	1,376	1,731	688
Other related parties				
Dividend paid to sponsor	39,217	-	39,217	-
Provision relating to staff retirement gratuity scheme	93	67	186	134
Contribution to staff provident fund	169	143	312	246
Key management personnel				
Director fee	200	350	400	650
Remuneration	3,443	2,415	5,707	4,666
Dividend paid	16	-	16	-

17.2 Balances outstanding

	June 30, 2024 (Un-audited)	December 31, 2023 (Audited)
	----- (Rupees in '000) -----	
Receivable from related party	151	423
Payable to related party	15	2,113

18 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from carrying value as the items are short-term in nature or periodically repriced.

As per the requirements of the International Financial Reporting Standard 13, 'Fair Value Measurement', the Company shall classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- 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 (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs).

Investments carried at fair value are categorised as follows:

	----- (Un-audited) -----			
	As at June 30, 2024			
ASSETS	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
Investment in securities - financial assets at fair value through profit or loss				
- Quoted shares	816,780	-	-	816,780
- Mutual fund units	-	31,192	-	31,192
	816,780	31,192	-	847,972
Investment in securities - financial assets at fair value through other comprehensive income				
- Quoted shares	666,258	-	-	666,258

ASSETS	------(Audited)-----			
	-----As at December 31, 2023-----			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000-----			
Investment in securities - financial assets at fair value through profit or loss				
- Quoted shares	890,623	-	-	890,623
- Mutual fund units	-	34,282	-	34,282
	<u>890,623</u>	<u>34,282</u>	<u>-</u>	<u>924,905</u>
Investment in securities - financial assets at fair value through other comprehensive income				
- Quoted shares	<u>638,978</u>	<u>-</u>	<u>-</u>	<u>638,978</u>

The Company's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused the transfer occurred.

There were no transfers between levels 1, 2 and 3 during the period.

Item	Valuation approach and input used
Ordinary shares - listed	The fair value of investments in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Mutual funds	Units of mutual funds are valued using the Net Asset Value (NAV) announced by the Mutual Funds Association of Pakistan (MUFAP).

19 GENERAL

19.1 Corresponding figures

19.2 Comparative information has been re-classified, re-arranged or additionally incorporated in these condensed interim financial statements, wherever necessary to facilitate comparison.

19.3 The effect of reclassification in the comparative information presented in these condensed interim financial statements due to change in policy has been detailed in note 3.

20 AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on August 23, 2024 by the Board of Directors of the Company.


Chief Financial Officer


Chief Executive Officer


Director



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