

MISIL/FY-QIII/2019

April 30, 2019

The General Manager

Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.
By PUCAR & Courier

FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2019

Dear Sir,

We are pleased to inform you that the Board of Directors of Mughal Iron & Steel Industries Limited in their meeting held on April 30, 2019 at 11:00 am at 31-A, Shadman 1, Lahore, have considered and approved the condensed interim financial statements of the Company for the period ended March 31, 2019 and recommended the following:

- | | |
|---|------------|
| (i) CASH DIVIDEND | Nil |
| (ii) BONUS SHARES | Nil |
| (iii) RIGHT SHARES | Nil |
| (iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION | |
| (v) ANY OTHER PRICE-SENSITIVE / MATERIAL INFORMATION | |

1. The financial results of the Company are attached herewith as **"ANNEXURE-A"**.
2. We are pleased to announce that in pursuit of the Board's strategy to continuously strengthen the supply chain through backward vertical integration, the Company has signed a three (03) years agreement with Pakistan Railways ("PR") for transportation of material from Karachi Port Area Stations, Bin Qasim, Port Muhammad Bin Qasim, Juma Goth and Wazir Mansion Station to Qila Satar Shah. The said arrangement apart from providing a more effective and timely means of transportation will also benefit in terms of lower inbound logistic costs.
3. Considering the time lag in complete energization of the grid load expansion on part of regulatory authorities and in order to save the Company from unnecessary financial burden, it has been decided to phase in the remaining three (03) furnaces out of the total five (05) in different stages in order to align them with the expected load energization. Moreover, the existing furnaces along with the two (02) new furnaces will be available to correspond the melting and re-rolling operations.

The interim financial statements of the Company for the period ended March 31, 2019 will be transmitted through PUCARS separately, in due course of time.

A disclosure form as required under SRO 143(1)/2012 dated December 05, 2012 read with Sections 96 and 131 of Securities Act, 2015 in relation to above inside information is attached herewith as **"ANNEXURE-B"**.

Yours Sincerely

for **MUGHAL IRON & STEEL INDUSTRIES LIMITED**



MUHAMMAD FAHAD HAFEEZ
(Company Secretary)



CC: The Director / HOD

(Surveillance, Supervision and Enforcement Department),
Securities & Exchange Commission of Pakistan, Islamabad

“ANNEXURE – A” (1/2)

MUGHAL IRON & STEEL INDUSTRIES LIMITED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 (UNAUDITED)

(Figures in Rupees)

	Quarter ended		Nine months period ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Sales	6,861,743,410	5,435,373,017	20,938,021,329	16,620,275,134
Cost of sales	(6,040,671,185)	(4,746,949,994)	(18,502,360,624)	(14,504,952,553)
GROSS PROFIT	821,072,225	688,423,023	2,435,660,705	2,115,322,581
Sales and marketing expenses	(75,849,691)	(62,061,882)	(173,607,317)	(188,436,390)
Administrative expenses	(88,799,710)	(73,584,530)	(259,410,886)	(220,314,352)
Other charges	(30,235,139)	(26,537,371)	(95,371,619)	(91,668,243)
Other income	5,815,536	(3,623,435)	15,764,859	33,281,093
Finance cost	(210,666,337)	(135,558,942)	(584,578,785)	(407,716,857)
	(399,735,341)	(301,366,160)	(1,097,203,748)	(874,854,749)
PROFIT BEFORE TAXATION	421,336,884	387,056,863	1,338,456,957	1,240,467,832
Taxation				
- Prior	-	-	20,500,371	(7,824,143)
- Current	(43,115,086)	(37,786,201)	(207,967,830)	(197,644,732)
- Deferred	(16,508,364)	(22,810,177)	(76,276,622)	(88,112,182)
	(59,623,450)	(60,596,378)	(263,744,081)	(293,581,057)
PROFIT FOR THE PERIOD	361,713,434	326,460,485	1,074,712,876	946,886,775
Other Comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	361,713,434	326,460,485	1,074,712,876	946,886,775
EARNINGS PER SHARE - BASIC AND DILUTED	1.44	1.30	4.27	3.76

The annexed notes from 1 to 24 form an integral part of these condensed interim financial statements.



Khurram Javaid
Chief Executive Officer



Muhammad Zafar Iqbal
Chief Financial Officer



Muhammad Mubeen Tariq Mughal
Director

MUGHAL IRON & STEEL INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 (UNAUDITED)

Cont. (2/2)

	Reserves					Equity contribution from Directors & their relatives	Total Equity
	Share Capital	Capital reserve		Revenue Reserve	Sub-total		
	Share premium reserve	Contingency reserve	Un-appropriated profit				
	Rupees						
BALANCE AS AT JUNE 30, 2017	2,515,996,500	439,413,456	980,000,000	1,477,651,114	2,897,064,570	1,224,037,217	6,637,098,287
Final cash dividend paid for the year ended June 30, 2017 @Rs.0.60 per ordinary share i.e. 6%	-	-	-	(150,959,790)	(150,959,790)	-	(150,959,790)
Profit for the period	-	-	-	946,886,775	946,886,775	-	946,886,775
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	946,886,775	946,886,775	-	946,886,775
BALANCE AS AT MARCH 31, 2018	2,515,996,500	439,413,456	980,000,000	2,273,578,099	3,692,991,555	1,224,037,217	7,433,025,272
Final cash dividend paid for the year ended June 30, 2018 @Rs.2.20 per ordinary share i.e. 22%	-	-	-	(553,519,230)	(553,519,230)	-	(553,519,230)
Profit for the period	-	-	-	1,074,712,876	1,074,712,876	-	1,074,712,876
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	1,074,712,876	1,074,712,876	-	1,074,712,876
BALANCE AS AT MARCH 31, 2019	2,515,996,500	439,413,456	980,000,000	3,128,079,228	4,547,492,684	924,037,217	7,987,526,401

The annexed notes from 1 to 24 form an integral part of these condensed interim financial statements.

Khurram Javaid
Chief Executive Officer

Muhammad Zafar Iqbal
Chief Financial Officer

Muhammad Mubeen Tariq Mughal
Director

"ANNEXURE – B"

**DISCLOSURE FORM
IN TERMS OF SECTIONS 96 AND 131 OF THE SECURITIES ACT, 2015**

Name of Company:	Mughal Iron & Steel Industries Limited
Date of Report:	April 30, 2019
Contact information:	Muhammad Fahad Hafeez Company secretary 31-A, Shadman 1, Lahore Contact No: 042-35960841 (155) Fax No: 042-35960846 Email: fahadhafeez@mughalsteel.com

Please mark the appropriate box below:

Disclosure of inside information by listed company

Public disclosure of inside information, which directly concerns the listed securities:

1. The financial results of the Company are attached herewith as **"ANNEXURE-A"**.
2. We are pleased to announce that in pursuit of the Board's strategy to continuously strengthen the supply chain through backward vertical integration, the Company has signed a three (03) years agreement with Pakistan Railways ("PR") for transportation of material from Karachi Port Area Stations, Bin Qasim, Port Muhammad Bin Qasim, Juma Goth and Wazir Mansion Station to Qila Satar Shah. The said arrangement apart from providing a more effective and timely means of transportation will also benefit in terms of lower inbound logistic costs.
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SIGNATURES

In case of company pursuant to the requirements of the securities Exchange Ordinance 1969 (XVII), the Company has duly caused this form / statement to be signed / on its behalf by the undersigned hereunto duly authorized.

Yours Sincerely,

For **MUGHAL IRON & STEEL INDUSTRIES LIMITED**


MUHAMMAD FAHAD HAFEEZ
(Company Secretary)



Dated: April 30, 2019