

MISIL/FY-Q-2/2022

February 17, 2022

The General Manager

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

FINANCIAL RESULTS FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2021

Dear Sir,

We are pleased to inform you that the Board of Directors of Mughal Iron & Steel Industries Limited in their meeting held on February 17, 2022 at 11:30 am at 31-A Shadman 1, Lahore, have considered and approved the condensed interim financial statements of the Company for the six months period ended December 31, 2021 and recommended the following:

(i) CASH DIVIDEND

The Board of Directors has declared an interim cash dividend of 30% (Rs. 3/- per share) for the year ending June 30, 2022.

(ii) ANY OTHER PRICE-SENSITIVE INFORMATION

The financial results of the Company for the six months period ended December 31, 2021 are attached herewith as "ANNEXURE-A".

(iii) BOOK CLOSURE

The Share transfer books of the Company shall remain closed from March 04, 2022 to March 08, 2022(both days inclusive). Physical transfers / Central Depository System (CDS) Transaction IDs received in order by the Company's Share Registrar, M/s. THK Associates (Private) Limited, Plot No. 32-C, Jami Commercial Street 2, D.H.A., Phase VII, Karachi, up to the close of business on March 03, 2022, will be considered in time, for the entitlement of payment of interim cash dividend.



REGISTERED OFFICE:

31-A, Shadman -1, Lahore.
Office: +92-42-35960841-3
Fax: +92-42-35960846
E-mail: fahadhafeez@mughalsteel.com
Website: www.mughalsteel.com

NTN #: 3533975-6
STRN #: 03-06-7326-012-82

WORKS:

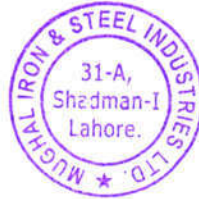
17- K.M, Sheikhpura Road, Sheikhpura.
Tel: +92-42-37970226-7
Fax: +92-42-37970326

The condensed interim financial statements of the Company for the six months period ended December 31, 2021 will be transmitted through PUCARS separately, within the specified 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: Executive Director / HOD,
Offsite-II Department,
Supervision Division,
Securities & Exchange Commission of Pakistan
63, NIC Building, Jinnah Avenue, Blue Area,
Islamabad

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
& OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2021 (UNAUDITED)**

Rupees	Note	Three months ended		Six months ended	
		December 31, 2021	December 31, 2020	December 31, 2021	December 31, 2020
Sales - net	14.	18,059,222,427	11,711,464,715	32,081,987,688	19,445,579,378
Cost of sales	15.	(15,130,802,672)	(9,976,279,072)	(26,404,789,819)	(16,848,004,438)
GROSS PROFIT		2,928,419,755	1,735,185,643	5,677,197,869	2,597,574,940
Sales and marketing expenses		(43,381,725)	(38,903,968)	(98,766,630)	(67,577,453)
Administrative expenses		(184,372,749)	(124,810,089)	(345,873,754)	(241,745,579)
Other charges		(151,772,080)	(90,853,984)	(300,729,782)	(121,180,601)
Allowance for expected credit losses		(118,991,893)	-	(118,991,893)	-
Other income		105,838,189	36,813,085	175,160,468	67,901,022
Finance cost		(541,271,239)	(296,620,047)	(987,051,726)	(608,345,305)
		(933,951,497)	(514,375,003)	(1,676,253,317)	(970,947,916)
PROFIT BEFORE TAXATION		1,994,468,258	1,220,810,640	4,000,944,552	1,626,627,024
Taxation		(151,702,705)	(174,851,382)	(469,977,581)	(228,233,851)
PROFIT FOR THE PERIOD		1,842,765,553	1,045,959,258	3,530,966,971	1,398,393,173
OTHER COMPREHENSIVE INCOME					
Items that may be reclassified subsequently to profit or loss		-	-	-	-
Items that will not be reclassified subsequently to profit or loss:					
Impairment loss recognized on reclassification from property, plant and equipment to assets held for sale		(75,875,141)	-	(75,875,141)	-
Related deferred tax		22,003,791	-	22,003,791	-
		(53,871,350)	-	(53,871,350)	-
Surplus on revaluation of property, plant and equipment		-	1,783,958,215	-	4,684,650,373
Related deferred tax		-	(484,432,883)	-	(1,212,338,109)
		-	1,299,525,332	-	3,472,312,264
Other comprehensive loss / income - net of tax		(53,871,350)	1,299,525,332	(53,871,350)	3,472,312,264
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		1,788,894,203	2,345,484,590	3,477,095,621	4,870,705,437
EARNINGS PER SHARE - BASIC AND DILUTED	16.	5.49	3.40 (Restated)	10.52	4.55 (Restated)

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

Khurram Javid
Chief Executive Officer

Muhammad Zafar Iqbal
Chief Financial Officer

Muhammad Mubeen Tariq Mughal
Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2021 (UNAUDITED)**

Rupees	Capital reserves				Revenue reserve		Total Equity
	Issued subscribed and paid-up capital	Share premium account	Contingency reserve	Revaluation surplus on property, plant and equipment	Un-appropriated profits	Equity Contribution from Directors & their relatives	
BALANCE AS AT JUNE 30, 2020 - audited	2,515,996,500	439,413,456	980,000,000	-	3,722,163,620	500,000,000	8,157,573,576
Profit for the period	-	-	-	-	1,398,393,173	-	1,398,393,173
Other comprehensive income - net of tax	-	-	-	3,472,312,264	-	-	3,472,312,264
Total comprehensive income for the period	-	-	-	3,472,312,264	1,398,393,173	-	4,870,705,437
Incremental depreciation relating to surplus on revaluation of property, plant and equipment - net of tax	-	-	-	(28,119,137)	28,119,137	-	-
Transaction with owners							
Transfer to short-term loans from Directors and their relatives	-	-	-	-	-	(500,000,000)	(500,000,000)
BALANCE AS AT DECEMBER 31, 2020 - UNAUDITED	2,515,996,500	439,413,456	980,000,000	3,444,193,127	5,148,675,930	-	12,528,279,013
BALANCE AS AT JUNE 30, 2021 - AUDITED	2,918,555,940	2,762,735,410	980,000,000	3,402,244,904	6,441,323,325	-	16,504,859,579
Profit for the period	-	-	-	-	3,530,966,971	-	3,530,966,971
Other comprehensive loss - net of tax	-	-	-	(53,871,350)	-	-	(53,871,350)
Total comprehensive income for the period	-	-	-	(53,871,350)	3,530,966,971	-	3,477,095,621
Incremental depreciation relating to surplus on revaluation of property, plant and equipment - net of tax	-	-	-	(41,375,330)	41,375,330	-	-
Transaction with owners							
Issue of 43,778,339 ordinary shares of Rs. 10/- each as fully paid-up bonus shares @ 15%	437,783,390	(437,783,390)	-	-	-	-	-
BALANCE AS AT DECEMBER 31, 2021 - UNAUDITED	3,356,339,330	2,324,952,020	980,000,000	3,306,998,224	10,013,665,626	-	19,981,955,200

The annexed notes from 1 to 25 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:	February 17, 2022
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:

(i) CASH DIVIDEND

The Board of Directors has declared an interim cash dividend of 30% (Rs. 3/- per share) for the year ending June 30, 2022.

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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: February 17, 2022

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