

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED**  
**MARCH 31, 2023**





CORDOBA LOGISTICS  
& VENTURES LIMITED

## COMPANY INFORMATION

### Board of Directors:

<b>Independent Director/Chairman</b>	: Mr. Zeshan Afzal	
<b>Independent Directors</b>	: Mr. Muneer Kamal : Ms. Maleeha Humayun Bangash	
<b>Non- Executive Directors</b>	: Mr. Danish Elahi : Mr. Sohail Ilahi : Mrs. Anum Raza	
<b>Executive Director/CEO</b>	: Mr. Misbah Khalil Khan	
<b>Nominee Director (NTT)</b>	: Ms. Ambereen Israr	
<b>Company Secretary</b>	: Mr. Syed Ali Jawwad Jafri	
<b>Chief Financial Officer</b>	: Mr. Wajahat Hussain	
<b>Auditors</b>	: Parker Russell-A.J.S. Chartered Accountants	
<b>Legal Advisor</b>	: Mr. Rana Muhammad Iqbal - Advocate	
<b>Audit Committee</b>	: Ms. Maleeha Humayun Bangash : Mr. Sohail Ilahi : Mrs. Anum Raza	Chairperson Member Member
<b>HR &amp; Remuneration Committee</b>	: Mr. Zeshan Afzal : Mr. Sohail Ilahi : Mrs. Anum Raza	Chairman Member Member
<b>Investment Committee</b>	: Mr. Muneer Kamal : Mr. Danish Elahi	Chairman Member
<b>Bankers</b>	: Meezan Bank Ltd. : Dubai Islamic Bank Pak Ltd.	
<b>Registered Office</b>	: Office No. 420, 4 <sup>th</sup> Floor, Eden Towers, Main Boulevard, Gulberg III, Lahore. Phone: 042-35790290-2 Email: <a href="mailto:info@cordobalv.com">info@cordobalv.com</a> Website: <a href="http://www.cordobalv.com">www.cordobalv.com</a>	
<b>Shares Registrar</b>	: Hameed Majeed Associates (Pvt.) Ltd. H.M House, 7-Bank Square, Lahore. Tel: 042-37235081-82 Fax: 042-37358817	



## DIRECTORS' REPORT

The Directors of the company are pleased to present before you the condensed interim financial statements of the company for the nine months and Q3FY2023 ended March 31, 2023.

During the period, the company earned net profit of Rs. 19.314 Million against loss of Rs. 3.146 Million in the corresponding period. EBITDA of the company stands at Rs. 29.760 Million.

The company has earned revenue of Rs. 37.021 Million from logistics services & rental of commercial vehicles during the period.

In order to further expand its business operations, the company during the period, has successfully completed the Rs. 500 Million Rights Issue thus increasing the Paid-up share capital to Rs. 721,052,000 by issuance of 50,000,000 new ordinary shares, having a face value of Rs. 10/- each.

Furthermore, the company has undertaken following commercial activities during the period through investments in:

- Neem Exponential (Pvt.) Ltd. amounting to Rs. 30.79 Million through SAFE Note for future equity.
- International Learning Center (Pvt.) Ltd. ("Berlitz Pakistan") amounting to Rs. 30.00 Million by purchasing 30% stake in the company.

The Company has also successfully incorporated a wholly owned subsidiary NBFC namely Cordoba Leasing Ltd. ("CLL"); as approved by the Board of Directors. CLL has obtained its license from SECP under NBFC Rules, 2003 for undertaking leasing business as NBFC.


During the period, the Company has invested/injected Rs. 312.50 million in CLL for procurement of commercial vehicles/assets for carrying out leasing business through CLL.

We like to place on record our gratitude to the customers, vendors, business partners and the shareholders for their continued support. We also appreciate the efforts and contribution made by employees at all levels.

For and on behalf of the Board

Lahore:  
April 28, 2023

  
\_\_\_\_\_  
Chief Executive

  
\_\_\_\_\_  
Director

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2023**

		(Unaudited) March 31, 2023	(Audited) June 30, 2022
	Note	(-----Rupees In '000'-----)	
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment	4	35,189	41,379
Long term investments	5	469,641	109,861
Long term deposits		38	38
		504,867	151,277
<b>CURRENT ASSETS</b>			
Trade debts		1,532	718
Short term advances, deposits, prepayments & other receivables	6	67,183	7,582
Taxation - net	7	13,552	17,030
Cash and bank balances	8	337	6,769
		82,605	32,099
<b>TOTAL ASSETS</b>		<b>587,472</b>	<b>183,376</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
100,000,000 ordinary shares of Rs. 10/- each		1,000,000	1,000,000
<b>Issued, subscribed and paid-up capital</b>			
Issued, subscribed and paid-up capital	9	721,052	221,052
Advance against future issuance of share capital	9.2	-	172,420
Accumulated loss		(196,130)	(215,443)
		524,922	178,029
<b>NON CURRENT LIABILITIES</b>			
Loan from director	10	50,000	-
Deferred liabilities (Gratuity)		532	210
<b>CURRENT LIABILITIES</b>			
Due to director	11	1,895	-
Trade and other payables	12	8,309	3,325
Advance from customer		1,150	1,150
Unclaimed dividend		415	415
Short-term borrowings		248	248
		12,018	5,138
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>587,472</b>	<b>183,376</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	13	-	-

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

  
Chief Executive Officer

  
Director

  
Chief Financial Officer

**CORDOBA LOGISTICS & VENTURES LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS**  
**AND OTHER COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2023**

	Note	Nine months ended		Quarter ended	
		March 31,		March 31,	
		2023	2022	2023	2022
		(-----Rupees in '000'-----)		(-----Rupees in '000'-----)	
Revenue	14	37,021	4,500	19,577	1,500
Direct cost		11,601	1,400	5,686	600
<b>Gross profit</b>		<u>25,420</u>	<u>3,100</u>	<u>13,891</u>	<u>900</u>
Administrative expenses		12,219	6,422	1,538	2,470
<b>Operating profit/(loss)</b>		<u>13,201</u>	<u>(3,322)</u>	<u>12,353</u>	<u>(1,570)</u>
Income on disposal of long term investment	5.5	5,000	-	-	-
Other income		5,371	176	538	62
Finance cost		3	0	(0)	0
<b>Profit/(loss) before taxation</b>		<u>23,570</u>	<u>(3,146)</u>	<u>12,891</u>	<u>(1,508)</u>
Taxation	15	4,256	-	2,192	-
<b>Profit/(loss) after taxation</b>		<u>19,314</u>	<u>(3,146)</u>	<u>10,700</u>	<u>(1,508)</u>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income/(loss)</b>		<u>19,314</u>	<u>(3,146)</u>	<u>10,700</u>	<u>(1,508)</u>
Earning/(Loss) per share - Basic & diluted (Rs.)		<u>0.27</u>	<u>- 0.14</u>	<u>0.15</u>	<u>- 0.07</u>

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

  
**Chief Executive Officer**

  
**Director**

  
**Chief Financial Officer**

**CORDOBA LOGISTICS & VENTURES LIMITED**

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED MARCH 31, 2023**

	<b>Issued subscribed and paid-up capital</b>	<b>Advance against future issuance of share capital</b>	<b>Accumulated Loss</b>	<b>Total</b>
(-----Rupees in '000'-----)				
<b>Balance as at June 30, 2021</b>	221,052	-	(207,359)	13,693
Advance against future issuance of share capital	-	147,420	-	147,420
Classification of long-term loan to equity	-	25,000	-	25,000
Loss for the period after taxation	-	-	(8,085)	(8,085)
Other comprehensive income	-	-	-	-
Total comprehensive loss	-	-	(8,085)	(8,085)
<b>Balance as at June 30, 2022</b>	221,052	172,420	(215,443)	178,029
Issuance of shares	500,000	(172,420)	-	327,580
Profit for the period after taxation	-	-	19,314	19,314
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	19,314	19,314
<b>Balance as at March 31, 2023</b>	721,052	-	(196,130)	524,922

The annexed notes form an Integral part of these condensed interim financial statements.

  
Chief Executive Officer

  
Director


  
Chief Financial Officer

**CORDOBA LOGISTICS & VENTURES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED MARCH 31, 2023**

	March 31, 2023	March 31, 2022
	( Rupees in '000' )	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	23,570	(3,146)
<b>Adjustments for non cash items:</b>		
- Depreciation	6,190	736
- Gratuity	322	-
- Finance cost	3	0
<b>Operating Profit/(loss) before working capital changes</b>	<u>30,085</u>	<u>(2,409)</u>
<b>Changes in working capital</b>		
<i>(Increase) / decrease in current assets</i>		
- Trade debts	(815)	(249)
- Advances, prepayments and other receivables	(59,601)	(1,094)
- Tax refunds due from government	-	(6,646)
	<u>(60,416)</u>	<u>(7,989)</u>
<i>Increase / (decrease) in current liabilities</i>		
- Trade and other payables	4,985	5,174
	<u>(55,431)</u>	<u>(2,814)</u>
<b>Cash generated from / (used in) operations</b>	<u>(25,346)</u>	<u>(5,224)</u>
- Finance cost paid	(3)	(0)
- Income tax paid	(778)	(13)
<b>Net cash generated from / used in operating activities</b>	<u>(26,127)</u>	<u>(5,237)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
- Acquisition of property and equipment	-	(43,658)
- Investments made	(359,780)	(96,346)
<b>Net cash (used in) investing activities</b>	<u>(359,780)</u>	<u>(140,004)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
- Loan from director	50,000	-
- Proceeds from issuance of right shares	327,580	-
- Sponsor's loan	1,895	146,610
<b>Net cash generated from financing activities</b>	<u>379,475</u>	<u>146,610</u>
<b>Net (Decrease)/Increase in cash and cash equivalents</b>	(6,432)	1,369
Cash and cash equivalents at the beginning of the period	<u>6,769</u>	<u>11,543</u>
<b>Cash and cash equivalents at the end of the period</b>	<u><u>337</u></u>	<u><u>12,911</u></u>

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

  
**Chief Executive Officer**

  
**Director**

  
**Chief Financial Officer**

**CORDOBA LOGISTICS & VENTURES LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED MARCH 31, 2023**

**1. COMPANY AND ITS OPERATIONS**

Cordoba Logistics & Ventures Limited (the Company) was incorporated in Pakistan on December 01, 1986 as a Public Limited Company under the Companies Ordinance, 1984 (the Ordinance), [Repealed with the enactment of Companies Act, 2017]. In the year 2021, the Company changed its principal line of business from manufacturing, sale and export of textile products to logistics and other ventures and accordingly, Memorandum and Articles of Association of the Company was altered. Securities and Exchange Commission of Pakistan has issued a new Certificate of Incorporation dated August 09, 2021 pursuant to change of name from Mian Textile Industries Limited to Cordoba Logistics & Ventures Limited.

The registered office of the Company is situated at Office No. 420, 4th Floor, Eden Towers, Main Boulevard, Gulberg III, Lahore.

**2. BASIS OF PREPARATION**

2.1 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.

2.2 These condensed interim financial statements do not include all the information and disclosures required in an annual financial statements and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2022.

2.3 These condensed interim financial statements are un-audited and being submitted to the shareholders as required under section 237 of the Companies Act, 2017 and the Listing Regulation of Pakistan Stock Exchange Limited.

**3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS**

The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reporting amounts. Actual results may differ from these judgements, estimates and assumptions.

The accounting policies, estimates, judgments and methods of computation adopted for the preparation of these condensed interim financial statements are same as those applied in the annual financial statements of the Company for the year ended June 30, 2022.

**3.1 Change in accounting standards, interpretations and amendments to published accounting and reporting standards**

**a) Amendments to published accounting and reporting standards which became effective during the period:**

There were certain amendments to the accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

**b) Amendments to published accounting and reporting standards that are not yet effective:**

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2023. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.



**CORDOBA LOGISTICS & VENTURES LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED MARCH 31, 2023**

	Note	(Unaudited) March 31, 2023	(Audited) June 30, 2022
(Rupees in thousand)			
<b>4 PROPERTY AND EQUIPMENT</b>			
Opening - Net book value		41,379	-
Additions during the period (at cost)		-	44,325
Disposals during the period (at book value)		-	-
Depreciation charged for the period		(6,190)	(2,946)
Closing balance - Net book value		<u>35,189</u>	<u>41,379</u>
<b>5 LONG TERM INVESTMENTS</b>			
<b>Associated company - at cost</b>			
Children Clothing Retail (Private) Limited	5.1	65,000	65,000
Finox (Private) Limited	5.2	31,346	31,346
International Learning Center (Private) Limited	5.3	30,000	-
<b>Subsidiary company</b>			
Cordoba Leasing Limited	5.4	312,500	-
<b>Other investments - at cost</b>			
Trukkr (Private) Limited	5.5	-	13,515
Neem Exponential (Private) Limited	5.6	30,795	-
		<u>469,641</u>	<u>109,861</u>

- 5.1 This represents an investment made by the Company in Children Clothing Retail (Private) Limited amounting to Rs. 65.00 million (June 30, 2022: Rs. 65.00 million) comprising 650,000 ordinary shares (par value Rs. 100/-) at par. The associated company is engaged in the trading of consumer products of various brands.
- 5.2 This represents investment made by the Company in Finox (Private) Limited amounting to Rs. 31.346 million (June 30, 2022: Rs. 31.346 million) comprising 4,815 ordinary shares (par value Rs. 10/- each) at Rs. 6,510/- per share. The associated company is engaged in the business of providing financial analysis of stocks for investment.
- 5.3 During the period, the Company made an investment in International Learning Center (Private) Limited - Berlitz Pakistan, amounting to Rs. 30.00 million (June 30, 2022: Rs. nil) comprising 34,001 ordinary shares (par value Rs. 100/- each) at Rs 882.33/- per share. Berlitz Pakistan is a franchise of Berlitz-USA, which is primarily involved in short term language skills and corporate teaching courses.
- 5.4 During the period, the company has made an investment in a wholly owned subsidiary namely Cordoba Leasing Limited (CLL). CLL is involved in carrying out leasing business under Non Banking Finance Company (NBFC) Rules and Regulations.
- 5.5 During the period, the Company disposed off the investment in Trukkr (Private) Limited for a total amount of Rs. 18.515 million; thus yielding return of Rs. 5.00 million on the Company's investment for its shareholders.
- 5.6 During the period, the Company made an investment in Neem Exponential (Private) Limited amounting to Rs. 30.795 million (June 30, 2022: Rs. nil) under SAFE "Simple Agreement for Future Equity" arrangement.

		Un-Audited March 31, 2023	Audited June 30, 2022
(Rupees in thousand)			
<b>6 SHORT TERM ADVANCES, DEPOSITS, PREPAYMENTS &amp; OTHER RECEIVABLES</b>			
Advance for expenses		1,679	-
Security/exclusivity deposit	6.1	59,800	-
Prepayments		-	640
Sales tax receivable - net		5,704	6,942
		<u>67,183</u>	<u>7,582</u>

- 6.1 This represents security/exclusivity deposit with logistics related customers; which is refundable upon expiry of the term of logistics service agreement(s).

**7 TAXATION - NET**

This includes payment of Rs. 5.11 million made by the Company to avail amnesty against the tax demand of the year 2006 and 2010 of Rs. 9.08 million. The appeals for these tax years are pending before the appellate authorities, therefore Company has accounted for these amounts as advance tax till the finalisation of appeals.

Un-Audited March 31, 2023	Audited June 30, 2022
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(Rupees in thousand)

**8 CASH AND BANK BALANCES**

Cash In hand	12	46
Cash at bank - saving accounts	325	6,723
	<u>337</u>	<u>6,769</u>

**9 SHARE CAPITAL****Authorized capital**

100,000,000 (2022: 100,000,000) Ordinary Shares of Rupees 10 each

<u>1,000,000</u>	<u>1,000,000</u>
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**Issued, subscribed and paid-up share capital**

72,105,200 (2022: 22,105,200) Ordinary Shares of Rupees 10 each, fully paid-up in cash

9.1	<u>721,052</u>	<u>221,052</u>
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9.1 During the period, the Company increased the paid-up share capital of the Company by issuance of 50,000,000 new ordinary shares, having a face value of Rs. 10/- each (aggregating to Rs. 500,000,000/-) as right shares at Rs. 10/- per share.

9.2 During the period, Rs. 172.42 Million injected by the Sponsor (Mr. Danish Elahi) till 30-06-2022, converted into equity through issuance of right shares as approved by the Board of Directors.

**10 LONG TERM LOAN FROM DIRECTOR**

Loan from director

10.1	<u>50,000</u>	<u>-</u>
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10.1 This is an unsecured loan from director of the Company up to a limit of Rs. 200 million, which carries mark-up @ 3 month KIBOR+2%, approved by the Board of Directors through a Resolution. During the period Rs. 50.00 million were provided by the director. The loan is repayable in 2 years, starting from July-2024 or as extended by the parties with mutual consent.

**11 DUE TO DIRECTOR**

Loan from director (Short term)

11.1	<u>1,895</u>	<u>-</u>
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11.1 This represents the amount due to director and is repayable on an demand.

Un-Audited March 31, 2023	Audited June 30, 2022
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(Rupees in thousand)

**12 TRADE & OTHER PAYABLES**

Creditors

Accrued liabilities

Others

7,074	1,986
1,236	372
-	967
<u>8,309</u>	<u>3,325</u>

**13 CONTINGENCIES AND COMMITMENTS**

There has been no significant change in the status of contingencies and commitments as reported in the annual financial statements for the year ended June 30, 2022.

	(Unaudited) March 31, 2023 (Rupees in thousand)	(Unaudited) March 31, 2022
<b>14 REVENUE</b>		
Logistics services	26,671	4,500
Rental income	10,350	-
	<b>37,021</b>	<b>4,500</b>
<b>15 TAXATION</b>		
Current		
-for the period	4,007	-
-for the prior year	249	-
	<b>4,256</b>	<b>-</b>

**16 RELATED PARTY TRANSACTIONS**

The related party comprise associated companies, staff retirement funds, directors and other key management personnel. The company in the normal course of business carries out transactions with various related parties. The company enters into transactions with related parties on the basis of mutually agreed terms. Significant transactions with related parties are as follows:

Name		Nature of Transaction	(Unaudited) March 31, 2023 (Rupees in thousand)	(Unaudited) March 31, 2022
Cordoba Leasing Ltd. (Subsidiary)		Investment made	312,500	-
		Advance for expenses	1,679	-
		Logistics services obtained	3,238	-
Mr. Danish Elahi (Director)		Loan from director	50,000	-
		Due to director	1,895	146,610
		Rent of office premises	495	450

**17 DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial statements has been approved and authorized for issue by the Board of Directors of the company in its meeting held on April 28, 2023.

**18 GENERAL**

- All amounts have been presented in PKR and rounded of to the nearest thousands of rupees; and
- Corresponding figures have been re-arranged/reclassified, wherever necessary, to facilitate comparison.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer