

COMPANY INFORMATION

CHAIRMAN:	MR. MOHAMMAD SAEED
CHIEF EXECUTIVE OFFICER:	MR. AMJAD SAEED
DIRECTORS:	MRS. ROBINA AMJAD MR. OMERSAEED MR. AHSAN SAEED MR. KHIZER SAEED MR. MUHAMMAD ASIF (NOMINEE NT)
AUDIT COMMITTEE:	
CHAIRMAN	MR. AHSAN SAEED
MEMBER	MR. MUHAMMAD SAEED
MEMBER	MR. MUHAMMAD ASIF
H.R. & REMUNERATION COMMITTEE:	
CHAIRMAN	MR. AHSAN SAEED
MEMBER	MR. MUHAMMAD SAEED
MEMBER	MR. KHIZER SAEED
CHIEF FINANCIAL OFFICER:	MR. ADIL AZEEM
COMPANY SECRETARY:	MR. MUHAMMAD NADEEM
SHARE REGISTRAR:	F. D. Registrar Services (SMC-Pvt.) Limited 17 th Floor, Saima Trade Tower-A, I. I. Chundrigar Road Karachi.
AUDITORS:	M/S RIAZ AHMAD & COMPANY. CHARTERED ACCOUNTANTS
BANKERS:	BANK AL-FALAH LIMITED ALBARAKA BANK (PAKISTAN) LTD BANK AL-HABIB LTD HABIB METROPOLITAN BANK THE BANK OF PUNJAB
REGISTERED OFFICE :	ROOM NO 404 & 405, 4 TH FLOOR, BUSINESS CENTRE, MUMTAZ HASSAN ROAD, KARACHI. www.ideaism.com
FACTORY:	35-K.M SHEIKHUPURA ROAD, TEHSIL JARANWALA, DISTT. FAISALABAD.

DIRECTORS' REVIEW REPORT TO THE SHAREHOLDERS

The Directors of the Company have pleasure in submitting their report together with the Un-Audited financial statements of the Company for the period ended 31st December 2016.

HIGHLIGHTS	December 2016	December 2015
	(RUPEES IN THOUSAND)	
SALES	1,095,299	1,176,293
GROSS PROFIT	27,707	32,037
(LOSS) / PROFIT BEFORE TAXATION	(64,813)	(37,554)
(LOSS) / PROFIT AFTER TAXATION	(68,918)	(16,418)
(LOSS) / EARNING PER SHARE-BASIC & DILUTED	(6.95)	(1.66)

Sales during the period decreased to Rs. 1,095.299 Million as compared to Rs.1, 176.293 Million of the corresponding period of last year and Gross Profit decreased to 13.51% as compared to the period under review. The period under review remain under financial crisis which affect the business activities. Factors like depressed market condition, recessionary trend in the prices of finished product and government non-seriousness to boost the economy put the earning of the company in negative zone. Company suffered after tax loss of rupees 68.918 million as compared to loss of rupees 16.418 million for the corresponding period of last year.

FUTURE PROSPECTS

We are based on courser count and this yarn is consumable in export orders of knitting and woven fabrics. The immense decrease in exports of fabrics and finished woven and knitted products due to high cost of production as compare to India, Bangladesh, Srilanka and China caused reduction in the demand and prices of courser counts. However we have planned to increase our spindles and changed our spin plan from course count to finer count keeping in view local consumption of fabrics and consistency in yarn prices.

Keeping in view the fact cited above the management of the company has an opinion that the financial results for the remaining half year may be better as of the period under review.

The Directors wish to express their gratitude to our valued clients and bankers for the co-operation extended by them during the course of business activities. The Directors also wish to place on record their appreciation for the hard work and devoted services of the staff members and workers of the Company.

Dated: February 25, 2017
Faisalabad.


AMJAD SAEED
Chief Executive Officer

**AUDITORS' REPORT TO THE MEMBERS
ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim balance sheet of IDEAL SPINNING MILLS LIMITED as at 31 December 2016 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the accounts for the half year then ended (here-in-after referred to as "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended 31 December 2016 and 31 December 2015 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 December 2016.

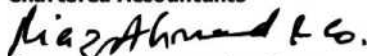
Scope of Review

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 condensed interim financial information 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 condensed interim financial information as of and for the half year ended 31 December 2016 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

RIAZ AHMAD & COMPANY
Chartered Accountants



Name of engagement partner:
Liaqat Ali Panwar

Date: February 25, 2017.
FAISALABAD

CONDENSED INTERIM BALANCE SHEET AS AT 31 DECEMBER 2016

NOTE	Un-Audited 31 December 2016	Audited 30 June 2016	NOTE	Un-Audited 31 December 2016	Audited 30 June 2016
	(RUPEES IN THOUSAND)			(RUPEES IN THOUSAND)	
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES			NON-CURRENT ASSETS		
Authorized share capital 20 000 000 (30 June 2016: 20 000 000) ordinary shares of Rupees 10 each	200,000	200,000	Property, plant and equipment	825,817	738,281
Issued, subscribed and paid up share capital	99,200	99,200	Long term loans	157	153
Reserves	52,084	121,002	Long term deposits and prepayments	1,929	1,810
TOTAL EQUITY	151,284	220,202		827,903	740,244
Surplus on revaluation of freehold land	85,166	85,166	CURRENT ASSETS		
LIABILITIES			Stores, spare parts and loose tools	33,274	32,352
NON-CURRENT LIABILITIES			Stock-in-trade	403,025	250,087
Long term financing	397,482	327,485	Trade debts	94,372	122,300
Staff retirement gratuity	48,783	44,708	Loans and advances	59,926	49,099
CURRENT LIABILITIES	446,265	372,193	Short term deposits and prepayments	2,646	145
Trade and other payables	218,801	153,752	Other receivables	67,927	32,596
Accrued mark-up	11,950	7,992	Cash and bank balances	92,801	29,915
Short term borrowings	603,672	358,735		753,971	516,494
Current portion of long term financing	61,823	42,584			
Provision for taxation	2,913	16,114			
TOTAL LIABILITIES	899,159	579,177			
	1,345,424	951,370			
CONTINGENCIES AND COMMITMENTS			TOTAL ASSETS	1,581,874	1,256,738
TOTAL EQUITY AND LIABILITIES	1,581,874	1,256,738			

The annexed notes form an integral part of this condensed interim financial information.


 AMJAD SAEED
 CHIEF EXECUTIVE OFFICER


 OMIER SAEED
 DIRECTOR

IDEAL SPINNING MILLS LIMITED
HALF YEARLY ACCOUNTS
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2016**

	NOTE	HALF YEAR ENDED		QUARTER ENDED	
		31 December 2016	31 December 2015	31 December 2016	31 December 2015
		(RUPEES IN THOUSAND)			
SALES		1,095,299	1,176,293	527,889	620,262
COST OF SALES	8	(1,067,592)	(1,144,256)	(501,158)	(589,064)
GROSS PROFIT		27,707	32,037	26,731	31,198
DISTRIBUTION COST		(12,595)	(8,418)	(7,105)	(4,807)
ADMINISTRATIVE EXPENSES		(44,662)	(40,084)	(21,093)	(23,335)
OTHER EXPENSES		(251)	(420)	(251)	(420)
OTHER INCOME		516	543	429	374
FINANCE COST		(35,528)	(21,212)	(20,033)	(11,449)
LOSS BEFORE TAXATION		(64,813)	(37,554)	(21,322)	(8,439)
TAXATION		(4,105)	21,136	1,652	25,840
(LOSS) / PROFIT AFTER TAXATION		(68,918)	(16,418)	(19,670)	17,401
(LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)		(6.95)	(1.66)	(1.98)	1.75

The annexed notes form an integral part of this condensed interim financial information.


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR

IDEAL SPINNING MILLS LIMITED**HALF YEARLY ACCOUNTS****CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2016**

	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
	(RUPEES IN THOUSAND)			
(LOSS) / PROFIT AFTER TAXATION	(68,918)	(16,418)	(19,670)	17,401
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD	(68,918)	(16,418)	(19,670)	17,401

The annexed notes form an integral part of this condensed interim financial information.


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR

**CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2016**

	NOTE	HALF YEAR ENDED	
		31 December 2016	31 December 2015
		(RUPEES IN THOUSAND)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash utilized in operations	9	(87,423)	(96,905)
Finance cost paid		(20,744)	(19,397)
Income tax paid		(27,401)	(13,343)
Staff retirement gratuity paid		(6,405)	(3,715)
Net decrease / (increase) in long term deposits and prepayments		(119)	(2,892)
Net (increase) / decrease in long term loans		(4)	51
Net cash utilized in operating activities		(142,096)	(136,201)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		4,343	-
Capital expenditure on property, plant and equipment		(122,708)	(42,308)
Net cash used in investing activities		(118,365)	(42,308)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long term financing		(19,406)	(18,369)
Proceeds from long term financing		97,816	26,857
Short term borrowings - net		244,937	185,883
Net cash from financing activities		323,347	194,371
NET INCREASE IN CASH AND CASH EQUIVALENTS		62,886	15,862
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		29,915	24,676
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		92,801	40,538

The annexed notes form an integral part of this condensed interim financial information.


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2016

	SHARE CAPITAL	RESERVES			TOTAL	TOTAL EQUITY
		CAPITAL EQUITY PORTION OF SHAREHOLDER'S LOAN	REVENUE UNAPPROPRIATED PROFIT/ (ACCUMULATED LOSS)			
----- (RUPEES IN THOUSAND) -----						
Balance as at 30 June 2015 - (Audited)	99,200	46,807	124,520	171,327	270,527	
Loss for the half year ended 31 December 2015	-	-	(16,418)	(16,418)	(16,418)	
Other comprehensive income for the half year ended 31 December 2015	-	-	-	-	-	
Total comprehensive loss for the half year ended 31 December 2015	-	-	(16,418)	(16,418)	(16,418)	
Equity portion of shareholder's loan	-	7,132	-	7,132	7,132	
Balance as at 31 December 2015 - (Un-audited)	99,200	53,939	108,102	162,041	261,241	
Loss for the half year ended 30 June 2016	-	-	(49,410)	(49,410)	(49,410)	
Other comprehensive loss for the half year ended 30 June 2016	-	-	(4,187)	(4,187)	(4,187)	
Total comprehensive loss for the half year ended 30 June 2016	-	-	(53,597)	(53,597)	(53,597)	
Equity portion of shareholder's loan	-	12,558	-	12,558	12,558	
Balance as at 30 June 2016 - (Audited)	99,200	66,497	54,505	121,002	220,202	
Loss for the half year ended 31 December 2016	-	-	(68,918)	(68,918)	(68,918)	
Other comprehensive income for the half year ended 31 December 2016	-	-	-	-	-	
Total comprehensive loss for the half year ended 31 December 2016	-	-	-	-	-	
Balance as at 31 December 2016 - (Un-audited)	99,200	66,497	(14,413)	52,084	151,284	

The annexed notes form an integral part of this condensed interim financial information.


AMIRJAD SAEED
 CHIEF EXECUTIVE OFFICER


OMER SAEED
 DIRECTOR

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2016**

1. THE COMPANY AND ITS OPERATIONS

Ideal Spinning Mills Limited (the Company) is a public limited company incorporated in Pakistan on 08 June 1989 under the Companies Ordinance, 1984 and listed on Pakistan Stock Exchange Limited. Its registered office is situated at Room No. 404-405, 4th Floor, Business Centre, Mumtaz Hassan Road, Karachi. The factory is located at Tehsil Jaranwala, District Faisalabad in the Province of Punjab. The principal activity of the Company is manufacturing and sale of yarn and cloth.

2. BASIS OF PREPARATION

This condensed interim financial information is un-audited but subject to limited scope review by the statutory auditors and is being submitted to shareholders as required by section 245 of the Companies Ordinance, 1984. This condensed interim financial information of the Company for the half year ended 31 December 2016 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 shall prevail. This condensed interim financial information should be read in conjunction with the preceding audited annual published financial statements of the Company for the year ended 30 June 2016.

3. ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computation adopted for the preparation of this condensed interim financial information are same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2016.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this condensed interim financial information, 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 that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2016.

Un-audited	Audited
31 December	30 June
2016	2016
(RUPEES IN THOUSAND)	

5. LONG TERM FINANCING

Opening balance	370,069	287,563
Add:		
Obtained during the period / year	97,816	121,857
Fair value adjustment	10,826	14,548
	<u>478,711</u>	<u>423,968</u>

IDEAL SPINNING MILLS LIMITED
HALF YEARLY ACCOUNTS

	Un-audited 31 December 2016	Audited 30 June 2016
	(RUPEES IN THOUSAND)	
Less:		
Gain on recognition of shareholders' loan at fair value	-	19,690
Repaid during the period / year	19,406	34,209
	19,406	53,899
	459,305	370,069
Less: Current portion shown under current liabilities	61,823	42,584
	397,482	327,485
6. CONTINGENCIES AND COMMITMENTS		
a) Contingencies		
i) Guarantees of Rupees 18.605 million (30 June 2016: Rupees 18.605 million) have been given by the banks of the Company to Sui Northern Gas Pipelines Limited against gas connections and to Faisalabad Electric Supply Company Limited against electricity connection.		
ii) The Company is contingently liable for Rupees 2.812 million (30 June 2016: Rupees 2.379 million) on account of Sindh infrastructure cess not acknowledged in view of pending appeal before appellate authorities. The related provision is not made in this condensed interim financial information in view of favourable outcome of the appeal.		
iii) Post dated cheques of Rupees 3.005 million (30 June 2016: Rupees 0.176 million) are issued to customs authorities in respect of duties on imported material availed on the basis of consumption.		
b) Commitments		
i) Letters of credit for capital expenditure are of Rupees 60.937 million (30 June 2016: Rupees 56.862 million).		
ii) Letters of credit other than for capital expenditure are of Rupees Nil (30 June 2016: Rupees 75.832 million).		
	Un-audited 31 December 2016	Audited 30 June 2016
	(RUPEES IN THOUSAND)	
7. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets (Note 7.1)	752,210	699,190
Capital work-in-progress (Note 7.2)	73,607	39,091
	825,817	738,281
7.1 Operating fixed assets		
Opening book value	699,190	565,771
Add:		
Cost of additions during the period / year (Note 7.1.1)	88,192	110,984
Effect of surplus on revaluation	-	85,166
	88,192	196,150
Less: Book value of deletions during the period / year (Note 7.1.2)	4,160	370
	783,222	761,551
Less: Depreciation charged during the period / year	31,012	62,361
	752,210	699,190

IDEAL SPINNING MILLS LIMITED
HALF YEARLY ACCOUNTS

Un-audited 31 December 2016	Audited 30 June 2016
(RUPEES IN THOUSAND)	

7.1.1 Cost of additions during the period / year

Freehold land	-	26,371
Plant and machinery	80,434	76,740
Electric installations	112	3,089
Computers	-	164
Electric appliances	78	87
Furniture and fixtures	-	102
Vehicles	7,568	4,431
	<u>88,192</u>	<u>110,984</u>

7.1.2 Book value of deletions during the period / year

Plant and machinery	2,707	-
Vehicles	1,453	370
	<u>4,160</u>	<u>370</u>

7.2 Capital work-in-progress

Buildings on freehold land	33,987	32,154
Plant and machinery	37,620	6,937
Advance against vehicles	2,000	-
	<u>73,607</u>	<u>39,091</u>

(Un-audited)			
Half year ended		Quarter ended	
31 December 2016	31 December 2015	31 December 2016	31 December 2015
(RUPEES IN THOUSAND)			

8. COST OF SALES

Raw materials consumed	649,945	791,714	318,790	399,573
Stores, spare parts and loose tools consumed	29,178	22,392	14,105	11,917
Salaries, wages and other benefits	132,051	100,498	65,468	44,130
Fuel and power	139,476	125,123	71,182	63,077
Sizing materials consumed	14,693	14,192	4,315	4,053
Packing materials consumed	19,733	21,948	10,723	13,987
Repair and maintenance	1,020	878	399	456
Insurance	1,977	1,332	1,183	601
Other factory overheads	1,849	1,745	1,700	716
Depreciation	27,796	29,166	14,485	14,955
	<u>1,017,718</u>	<u>1,108,988</u>	<u>502,350</u>	<u>553,465</u>
Work-in-process				
Opening stock	19,719	18,174	13,298	18,281
Closing stock	(16,845)	(14,745)	(16,845)	(14,745)
	<u>2,874</u>	<u>3,429</u>	<u>(3,547)</u>	<u>3,536</u>
Cost of goods manufactured	<u>1,020,592</u>	<u>1,112,417</u>	<u>498,803</u>	<u>557,001</u>
Finished goods				
Opening stock	108,906	87,806	64,261	124,559
Closing stock	(61,906)	(119,011)	(61,906)	(119,011)
	<u>47,000</u>	<u>(31,205)</u>	<u>2,355</u>	<u>5,548</u>
Cost of sales - purchased for resale	-	63,044	-	26,515
	<u>1,067,592</u>	<u>1,144,256</u>	<u>501,158</u>	<u>589,064</u>

IDEAL SPINNING MILLS LIMITED**HALF YEARLY ACCOUNTS**

		(Un-audited)	
		Half year ended	
		31 December 2016	31 December 2015
		(RUPEES IN THOUSAND)	
9. CASH UTILIZED IN OPERATIONS			
Loss before taxation		(64,813)	(37,554)
Adjustments for non-cash charges and other items:			
Depreciation		31,012	31,880
Gain on sale of property, plant and equipment		(183)	-
Provision for staff retirement gratuity		10,480	7,079
Finance cost		35,528	21,212
Loans and advances written off		-	366
Credit balances written back		(203)	(373)
Working capital changes (Note 9.1)		(99,244)	(119,515)
		<u>(87,423)</u>	<u>(96,905)</u>
9.1 Working capital changes			
(Increase) / decrease in current assets			
Stores, spare parts and loose tools		(922)	5,563
Stock-in-trade		(152,938)	(141,648)
Trade debts		27,928	(9,113)
Loans and advances		(732)	1,213
Short term deposits and prepayments		(2,501)	(2,988)
Other receivables		(35,331)	(3,405)
		(164,496)	(150,378)
Increase in trade and other payables		65,252	30,863
		<u>(99,244)</u>	<u>(119,515)</u>

10. SEGMENT INFORMATION

10.1

	Spinning		Weaving		Elimination of inter-segment transactions		Total - Company	
	(Un-audited)		(Un-audited)		(Un-audited)		(Un-audited)	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Sales	909,076	970,106	218,746	207,808	(32,523)	(1,621)	1,095,299	1,176,293
Cost of sales	(903,670)	(957,159)	(196,445)	(188,718)	32,523	1,621	(1,067,592)	(1,144,256)
Gross profit	5,406	12,947	22,301	19,090	-	-	27,707	32,037
Distribution cost	(9,317)	(6,270)	(3,278)	(2,148)	-	-	(12,595)	(8,418)
Administrative expenses	(34,925)	(31,517)	(9,737)	(8,567)	-	-	(44,662)	(40,084)
Other income	516	380	-	163	-	-	516	543
Finance cost	(34,536)	(19,975)	(992)	(1,237)	-	-	(35,528)	(21,212)
(Loss) / profit before taxation and unallocated expenses	(72,856)	(44,435)	8,294	7,301	-	-	(64,562)	(37,134)
Unallocated expenses:								
Other expenses							(251)	(420)
Taxation							(4,105)	21,136
Loss after taxation							(68,918)	(16,418)

10.2 Reconciliation of reportable segment assets and liabilities

	Spinning		Weaving		Total - Company	
	(Un-audited)		(Un-audited)		(Un-audited)	
	31 December 2016	30 June 2016	31 December 2016	30 June 2016	31 December 2016	30 June 2016
Total assets for reportable segments	1,300,837	962,336	281,037	294,402	1,581,874	1,256,738
Total liabilities for reportable segments	1,143,740	752,715	198,771	182,541	1,342,511	935,256
Unallocated liabilities:						
Provision for taxation					2,913	16,114
Total liabilities as per balance sheet					1,345,424	951,370

11. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies / undertakings, other related parties and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions and balances with related parties are as follows:

(Un-audited)			
Half year ended		Quarter ended	
31 December 2016	31 December 2015	31 December 2016	31 December 2015

(RUPEES IN THOUSAND)

i) Transactions**Associated companies / undertakings**

Purchase of goods	5,459	11,839	735	8,814
Fuel and power purchased	648	455	362	226
Rental expense	600	-	300	-
Sale of goods	5,240	-	2,086	-

Directors' loan

Loan repaid	4,400	-	4,400	-
Loan acquired	47,000	27,900	43,500	-

Remuneration paid to Chief Executive Officer, Director and Executives	9,220	9,396	4,226	5,097
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Un-audited
31 December
2016
Audited
30 June
2016
(RUPEES IN THOUSAND)

ii) Period end balances

Long term financing	257,442	246,616
Trade and other payables	13,598	11,211
Short term borrowings	49,900	7,300
Trade debts	1,644	-
Loan and advances	823	-

12. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in preceding audited annual published financial statements of the Company for the year ended 30 June 2016.

13. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors of the Company and authorized for issue on February 25, 2017.

14. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim balance sheet and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim profit and loss account, condensed interim statement of comprehensive income and condensed interim cash flow statement have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison, however, no significant re-arrangements have been made except for exchange gain amounting to Rupees 0.163 million reclassified from sales to other income.

15. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR