Interim Financial Information For the period ended December 31, 2013





Contents

- 02 Corporate Information
- 03 Directors' Report to the Members
- O6 Auditors' Report to the Members on Review of Interim Financial Information
- 08 Condensed Interim Balance Sheet
- 09 Condensed Interim Profit & Loss Account
- 10 Condensed Interim Statement of Comprehensive Income
- 11 Condensed Interim Cash Flow Statement
- 12 Condensed Interim Statement of Changes in Equity
- 13 Notes to the Condensed Interim Financial Statements



Corporate Information

Board of Directors

Mr. Shafiuddin Ghani Khan (Chairman)

Mr. Jamal Nasim

Mr. Mohammad Aftab Alam Mr. Faisal Imran Hussain Malik

Syed Anwer Ali

Shaikh Javed Elahi

Mr. Cevdet Dal

Mr. Zubair Ahmed (NBP)

Mr. Rafique Dawood (FDIBL) Syed Mazher Iqbal (MD & CEO)

Audit Committee

Mr. Rafique Dawood (FDIBL) - Chairman

Mr. Jamal Nasim

Mr. Shafiuddin Ghani Khan

Mr. Mohammad Aftab Alam

Mr. Zubair Ahmed (NBP)

Human Resource Committee Mr. Shafiuddin Ghani Khan (Chairman)

Mr. Mohammad Aftab Alam

Syed Mazher Iqbal (MD & CEO)

Company Secretary Mr. Waqar Naeem

Email: pioneer@pioneercement.com Karachi 4th Floor, KDLB Building, West Wharf

Fax: (042) 37503573-74

Telephone: (021) 32201232-33 Fax: (021) 32201234 Email: pclkhi@pioneercement.com

Telephone: (042) 37503570-72

Ernst & Young Ford Rhodes Sidat Hyder

(Chartered Accountants)

Javed Iqbal & Company

Cost Auditor

Legal Advisor

Hassan & Hassan

Registered Office 135 Ferozepur Road, Lahore

Chenki, District Khushab, Punjab Telephone: (0454) 898101-3

Fax: (0454) 898104

Email: factory@pioneercement.com

Multan

10-Officers Colony, Bosan Road, Opp. Jinnah High School.

Telephone (061) 6510404

Fax: (061) 6510405

Faisalahad

Office No 3, 2nd floor, Sitara Tower,

Bilal Chowk, New Civil Lines.

Telephone: (041) 2630030, 2640406-7

Fax: (041) 2630923

Sargodha

Office No.06, 2nd Floor,

Rehman Trade Center, University Road.

Tel: (0483) 725050

Fax: (0483) 722331

Share Registrar

Corplink Private Limited Wings Arcade. 1-K Commercial,

Model Town, Lahore

Telephone: (042) 35839182, 35916714 Fax: (042) 35869037

Email: corplink786@yahoo.com shares @pioneercement.com

Website: www.pioneercement.com























Pioneer Cement Limited
D:
Directors' Report to the Members for the half year ended December 31, 2013
for the han year ended December 31, 2013

On behalf of the Board of Directors of your Company, I am pleased to present the financial information for the half year ended December $31,\,2013.$

The Cement Sector

During the first six months of the current financial year, the cement sector managed a marginal increase of 1.13% in volumetric sales to achieve 16.1 million tons compared to 15.9 million tons dispatched in corresponding period. This represents 2.2% increase in domestic dispatches and 1.9% decline in export volumes. The cement sector is still striving to find the right equilibrium between the installed capacities and market demand, with the anticipation that the Government will increase the expenditure on infrastructures, dams and other construction activities.

Operational Performance

During the period under review, your Company produced 532,223 tons clinker compared to 507,388 tons produced in the corresponding period, an increase of 4.9%. This translates into capacity utilization of 53.4% compared to 50.9% achieved in the corresponding period. The cement production for the period totaling 551,965 tons is 8.3% lower than 602,221 tons produced in the corresponding period. The lower cement production was in line with reduced exports.

Production and Sales					
Particulars	Decem	ber 31,	Varia	nce	
	2013	2012			
		tons		%	
Production					
Clinker	532,223	507,388	24,835	4.9%	
Cement	551,965	602,221	(50,256)	(8.3%)	
Sales					
Domestic	484,204	487,293	(3,089)	(0.6%)	
Exports	62,956	112,738	(49,782)	(44.2%)	
	547,160	600,031	(52,871)	(8.8%)	

The domestic sales volumes remained almost unchanged with a marginal decrease of 0.6% while the export volumes were considerably reduced by 44.2% due to low demand and rock bottom prices in international markets including India. Export to India was 25,761 tons in the corresponding period.

Financial Performance

A summary of financial results for the six months ended December 31, 2013 is as follows:

Production and Sales					
Particulars	Decem	ber 31,	Varia	ance	
	2013	2012			
	R	s. in million		%	
Net sales	3,670.04	3,592.42	77.62	2.2%	
Cost of sales	(2,554.86)	(2,493.31)	(61.55)	2.5%	
Gross profit	1,115.18	1,099.11	16.07	1.5%	
Operating expenses	(25.87)	(125.47)	99.60	(79.4%)	
Operating profit	1,089.31	973.64	115.67	11.9%	
Finance & other costs	(106.70)	(44.73)	(61.97)	138.5%	
Pretax profit	982.61	928.91	53.70	5.8%	
Post tax profit	690.77	647.53	43.24	6.7%	
Earning per share (Rs.)	3.04	2.85	0.19	6.7%	

During the period under review, your Company generated net sales revenue of Rs.3.67 billion against Rs.3.59 billion earned in the corresponding period, registering an increase of 2.2%, despite drop in volumes by 8.8%. The management is continuously focusing on increasing the net selling price by selling in the markets with high net selling prices.

The cost of sales for the period under review increased over the corresponding period, mainly on account of significantly increased power tariff as well as increased prices of raw and packing material. The gross profit margin for the period under review was 30.4% which is marginally lower by 0.2% against 30.6% in the corresponding period.

The distribution cost of Rs.28.2 million is a reduction of 52.9% over same period last year, mainly due to decline in exports. The admin expenses were kept under close monitoring and despite high inflation, have only increased by 5.3% over the corresponding period.

The increase in income on short term investments and bank deposits resulted in increase in operating income by Rs.65.7 million over the corresponding period. This translated into an increase in net operating profit by 12% over Rs.973.6 million earned in the corresponding period.

Despite increase in discount rate by 1% over comparative period, your Company was able to reduce the financial cost by 17.6% over similar period last year. This was achieved through debt retirement and better liquidity management.

The devaluation of Pak Rupee versus other currencies (particularly US Dollar and Japanese Yen) resulted in an exchange loss of Rs.27.7 million compared to a gain of Rs.51.2 million in the corresponding period. The management is actively negotiating with the foreign lenders for repayment / restructuring of foreign debts.

During the period under review, your Company generated a pretax profit of Rs.982.6 million which is Rs.53.7 million higher than Rs.928.9 million earned in the corresponding period. The net profit for the period stood at Rs.690.8 million compared to Rs.647.5 million in corresponding period resulting in earning per share of Rs.3.04 per share compared to Rs.2.85 per share in corresponding period.

Appropriation

The directors of your Company are pleased to declare an interim dividend of 12.5% of face value i.e. Rs.1.25 per share.

Future Prospects

The management is actively working on two projects i.e. waste heat recovery and grate cooler to help improve the productivity and reduction in cost of production. Further, domestic despatches are likely to improve in the next half year on account of various projects anticipated to be undertaken by the Government. It shall help improve the performance of the Company.

Acknowledgment

The Board is thankful to all the stakeholders including shareholders, regulators, bankers, vendors, distributors and employees for their continued support, trust and cooperation.

for and on behalf of the Board

Syed Mazher Iqbal Chief Executive Officer

February 19, 2014 Lahore



Ernst & Young Ford Rhodes Sidat Hyder Chartered Accountants Mall View Building, 4-Bank Square P.O. Box No. 104, Lahore 54000 Pakistan Tel: +9242 3721 1531-38 Fax: +9242 3721 1530 & 39 eyfrsh.lhr@pk.ey.com ey.com/pk

Auditors' Report to the Members on Review of Interim Financial Information

Introduction

We have reviewed the accompanying condensed interim balance sheet of Pioneer Cement Limited (the Company) as at December 31, 2013 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity and notes to the accounts for the six-month period then ended (here-in-after referred to as "interim financial information"). Management is responsible for the preparation and presentation of this 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 interim financial information based on our review.

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 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 interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Chartered Accountants

Engagement Partner: Naseem Akbar

Ermit & Young I d Rook South Hydr

Lahore: February 19, 2014

Pioneer Cement Limited
Financial Information
for the half year ended December 31, 2013

Condensed Interim Balance Sheet

As at December 31, 2013

As at December 31, 2013		Un-audited	Audited
		December 31,	June 30,
	Note	2013	2013
ASSETS		Rupees i	
Non - current assets			
Property, plant and equipment	4	7,632,184	7,795,151
Investment property	-	65,000	65,000
Intangible assets		440	549
intaligible abbeto		7,697,624	7,860,700
Long term deposits		39,688	39,688
9		7,737,312	7,900,388
		.,,.	.,,
Current assets		000.070	000 104
Stores, spares and loose tools	~	833,878	990,194
Stock - in - trade	5	418,390	314,928
Trade debts - unsecured, considered good Loans and advances		54,960	49,794
		79,289 9,495	21,213 5,341
Deposits and prepayments Other receivables		1,062	9,311
Taxation - net		70,870	70,010
Short term investments	6	1,312,990	776,186
Cash and bank balances	Ü	964,538	1,464,792
cush and bank balances		3,745,472	3,701,769
MODAL ACCIDES			
TOTAL ASSETS		11,482,784	11,602,157
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital		3,500,000	3,500,000
Issued, subscribed and paid-up capital		2,271,489	2,271,489
Reserves		2,265,444	2,171,194
10001700		4,536,933	4,442,683
Surplus on revaluation of fixed assets - net of deferre	nd toy	1,698,389	1,726,527
•	eu tax	1,096,369	1,720,327
Non - current liabilities			
Long term loans - secured	7		
Long term financing - secured	8	674,587	786,718
Deferred liabilities	9	1,474,309	1,213,135
Long term deposits		3,450	3,460
		2,152,346	2,003,313
Current liabilities			
Trade and other payables		671,753	894,932
Accrued interest / markup		288,321	254,887
Short term borrowings - secured	10	617,042	497,086
Current portion of long term liabilities	11	1,482,777	1,716,329
Sales tax - net		35,223	66,400
		3,095,116	3,429,634
TOTAL EQUITY AND LIABILITIES		11,482,784	11,602,157
CONTINGENCIES AND COMMITMENTS	12		

The annexed notes 1 to 18 form an integral part of the condensed interim financial information.

Syed Mazher Iqbal Chief Executive Officer

Condensed Interim Profit and Loss Account for the half year ended December 31, 2013 (Un-audited)

		Half Year Ended December 31,			er Ended aber 31,
N	ote	2013	2012	2013	2012
			Rupees	in '000'	
Gross turnover		4,591,424	4,338,071	2,461,800	2,370,247
Excise duty Sales tax Commission		193,682 697,827 29,879	194,917 520,979 29,754	104,348 378,890 16,065	105,435 284,737 6,408
		921,388	745,650	499,303	396,580
Net turnover		3,670,036	3,592,421	1,962,497	1,973,667
Cost of sales	13	2,554,857	2,493,309	1,362,683	1,282,935
Gross profit		1,115,179	1,099,112	599,814	690,732
Distribution cost Administrative expenses Other operating income Other operating expenses		25,102 30,395 (81,367) 51,740	53,288 28,859 (15,673) 58,993	12,429 16,794 (42,124) 33,360	35,261 14,464 (11,820) 39,367
		25,870	125,467	20,459	77,272
Operating profit		1,089,309	973,645	579,355	613,460
Finance cost Exchange loss / (gain)		79,011 27,686	95,913 (51,181)	37,490 (92,132)	40,109 (90,745)
		106,697	44,732	(54,642)	(50,636)
Profit before taxation		982,612	928,913	633,997	664,096
Taxation		291,840	281,384	234,721	258,882
Profit after taxation		690,772	647,529	399,276	405,214
Farning per chare		(Rupees)			
Earning per share - Basic and diluted	14	3.04	2.85	1.76	1.78

The annexed notes 1 to 18 form an integral part of the condensed interim financial information.

Syed Mazher Iqbal Chief Executive Officer

Condensed Interim Statement of Comprehensive Income for the half year ended December 31, 2013 (Un-audited)

	Half Year Ended December 31,			er Ended aber 31,
	2013	2013 2012		2012
		···· Rupees i	n '000'	
Profit for the period	690,772	647,529	399,276	405,214
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	690,772	647,529	399,276	405,214

The annexed notes 1 to 18 form an integral part of the condensed interim financial information.

Syed Mazher Iqbal Chief Executive Officer

Condensed Interim Cash Flow Statement

for the half year ended December 31, 2013 (Un-audited)

N	ote	December 31, 2013	December 31, 2012
		Rupees	in '000'
CASH FLOWS FROM OPERATING ACTIVITIES	15	1,074,490	1,100,751
Income tax paid Workers profit participation fund paid Gratuity and compensated absences paid		(37,833) (118,337) (2,225)	(20,983) (48,650) (6,980)
		(158,395)	(76,613)
Increase in long term deposits - net		(10)	(1,111)
Net cash flows from operating activities		916,085	1,023,027
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditures incurred Proceeds from sale of fixed assets Investments made		(18,482) 1,714 (500,000)	(39,565) 1,376 (500,000)
Net cash used in investing activities		(516,768)	(538,189)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of murabaha finance Repayment of long term loans Repayment against lease liabilities Increase in short term finances Dividend paid Finance cost paid		(225,321) - 119,956 (600,702) (193,504)	(43,853) (132,428) (39,021) 270,732 (2) (66,681)
		(899,571)	(11,253)
Net (decrease) / increase in cash and bank balances		(500,254)	473,585
Cash and bank balances at the beginning of the period		1,464,792	268,909
Cash and bank balances at the end of the period		964,538	742,494

The annexed notes 1 to 18 form an integral part of the condensed interim financial information.

Syed Mazher Iqbal Chief Executive Officer

Condensed Interim Statement of Changes in Equity for the half year ended December 31, 2013 (Un-audited)

	T d		_		
	Issued, subscribed	Capital	Revenue		
	and paid - up capital	Share premium	Accumulated profit	Total	Total equity
		(R	upees in '	000')	
Balance as at July 01, 2012	2,271,489	197,517	667,458	864,975	3,136,464
Profit for the period after taxation	-	-	647,529	647,529	647,529
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	647,529	647,529	647,529
Surplus on revaluation of fixed assets realized - net of tax	-	-	29,970	29,970	29,970
Balance as at December 31, 2012	2,271,489	197,517	1,344,957	1,542,474	3,813,963
Balance as at July 01, 2013	2,271,489	197,517	1,973,677	2,171,194	4,442,683
Profit for the period after taxation	-	-	690,772	690,772	690,772
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	690,772	690,772	690,772
Final dividend for the year ended June 30, 2013	-	-	(624,660)	(624,660)	(624,660)
Surplus on revaluation of fixed assets realized - net of tax	-	-	28,138	28,138	28,138
Balance as at December 31, 2013	2,271,489	197,517	2,067,927	2,265,444	4,536,933

The annexed notes 1 to 18 form an integral part of the condensed interim financial information.

Syed Mazher Iqbal Chief Executive Officer

Notes to the Condensed Interim Financial Statements

for the half year ended December 31, 2013 (Un-audited)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Pioneer Cement Limited (the Company) was incorporated in Pakistan as a public company, limited by shares on February 09, 1986. Its shares are quoted on all stock exchanges in Pakistan. The registered office of the Company is situated at 135 Ferozepur Road, Lahore. The Company's production facility is situated at Chenki, District Khushab. The principal activity of the Company is production and sale of cement.
- 1.2 The Company commenced its operations with an installed clinker production capacity of 2,000 tons per day. During 2005, the capacity was optimized to 2,350 tons per day. During the year ended June 30, 2006, another production line of 4,300 tons per day clinker capacity was completed which started commercial operations from April 2006.

2. STATEMENT OF COMPLIANCE

This condensed interim financial information is unaudited and is being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and has been prepared in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" as applicable in Pakistan. This financial information should be read in conjunction with the published financial statements of the Company for the year ended June 30, 2013.

3. BASIS OF PREPARATION

- 3.1 The accounting policies adopted for the preparation of this interim financial information are the same as those applied in the preparation of the preceding annual published financial statements of the Company for the year ended June 30, 2013 except for as disclosed in note 3.2 below.
- 3.2 New, amended and revised standards and interpretation of IFRSs
 - IFRS 7 Financial Instruments : Disclosures (Amendments)
 Amendments enhancing disclosures about offsetting of financial assets and financial liabilities.
 - IAS 19 Employee Benefits (Revised)

During the period, revision in IAS 19-'Employee Benefits' became effective and as per revised standard, actuarial gains and losses for defined benefit plans shall be recognized in the other comprehensive income when they occur. Amounts recorded in the profit and loss account are limited to current and past service costs, gains or losses on settlements and net interest income (expense). All other charges in the net defined benefit asset (liability) are recognized in the other comprehensive income with no subsequent recyling to profit and loss account.

The Company considers that the above does not have material impact on condensed interim balance sheet, condensed interim profit and loss account and basic and diluted earning per share.

Improvements to Accounting Standards issued by the IASB

- IAS 1 Presentation of Financial Statements
 Clarification of the requirements for comparative information
- IAS 16 Property, Plant and Equipment Clarification of Servicing Equipment
- IAS 32 Financial Instruments Presentation Tax Effect of Distribution of Holders of Equity Instruments
- IAS 34 Interim Financial Reporting Interim Financial Reporting and Segment Information for Total Assets and Liabilities

			Note	Un-audited December 31, 2013 Rupees	Audited June 30, 2013 in '000'
4.	PROP	PERTY, PLANT AND EQUIPMENT			
		ating fixed assets al work - in - progress	4.1 4.3	7,627,618 4,566	7,794,539 612
				7,632,184	7,795,151
	4.1	Operating fixed assets			
		Opening book value Additions for the period / year	4.2	7,794,539 14,528	8,121,214 113,015
		Deletions for the period / year Depreciation for the period / year Amortization for the period / year		(64) (179,580) (1,805)	(62,643) (373,436) (3,611)
				(181,449)	(439,690)
				7,627,618	7,794,539
	4.2	Additions for the period / year			
		Factory building on freehold land Plant and machinery - line I Plant and machinery - line II Furniture and fixture		1,998	1,055 42,802 41,196 417
		Vehicles		9,948	6,555
		Computers and accessories Office equipment		369 2,213	567 20,423
		• •		14,528	113,015

			Note	Un-audited December 31, 2013 Rupees	Audited June 30, 2013 s in '000'
	4.3	Capital Work - in - Progress			
		Opening balance Additions for the period / year Transferred to operating fixed assets		612 3,954	9,200 16,101 (24,689)
				4,566	612
5.	STOC	CK-IN-TRADE			
	Packi Work	material ing material in process ned goods		34,763 44,792 262,984 75,851	48,905 52,872 163,395 49,756
				418,390	314,928
6.	Finar	RT TERM INVESTMENTS acial assets at fair value through profit or loss	:		
	uni	eezan Sovereign Fund ts: 10,662,365 (June 30, 2013: 10,094,071) Government Securities Fund		537,383	515,201
		ts: 2,672,137 (June 30, 2013: 2,608,792) Government Securities Fund		268,393	260,985
		ts: 50,692,009 (June 30, 2013: NIL)		507,214	-
				1,312,990	776,186
7.		G TERM LOANS - secured gn Currency Loans			
	- Ja	n Development Bank upanese Yen Loan n Finance and Investment Corporation Limited		858,952	856,296
		S Dollar Loan		341,670	320,884
	Curre	ent portion of long term loans	7.1	1,200,622 (1,200,622)	1,177,180 (1,177,180)
					-

7.1 There has been no change in terms and conditions of these loans as reported in the annual financial statements of the Company for the year ended June 30, 2013.

		Note	Un-audited December 31, 2013 Rupees	Audited June 30, 2013 in '000'
8.	LONG TERM FINANCING - secured			
	Meezan Bank Limited			
	- Diminishing Musharaka	8.1	674,587	899,908
	Current portion of the liability			(113,190)
			674,587	786,718
	8.1 There has been no change in terms and the annual financial statements of the Co			
9.	DEFERRED LIABILITIES			
	Deferred Interest / Mark up:			
	Bankers Equity Limited		89,271	89,271
	Asian Development Bank National Bank of Pakistan		187,403	186,824 144,384
			276,674	420,479
	Less: Current Portion		(276,674)	(420,479)
			-	-
	Gratuity - Vested Contractual Employees		61,568	55,260
	Deferred Tax Liability		1,412,741	1,157,875
			1,474,309	1,213,135
10.	SHORT TERM BORROWINGS - secured			
	Cash Finances:			40 20 00 -
	National Bank of Pakistan Allied Bank Limited	10.1 10.2	499,648 117,394	497,086
	Amed Balik Lillited	10.2		
			617,042	497,086

- 10.1 There has been no change in terms and conditions of these borrowings as reported in the annual financial statements of the Company for the year ended June 30, 2013
- 10.2 Represents short term cash finance facility obtained from Allied Bank Limited. The facility limit is Rs.500 million and carries markup at the rate 3 months KIBOR plus 0.25% per annum which shall be payable to the Bank on quarterly basis. The facility is secured by lien on investment in Government Securities Fund of ABL Assets Management Company with 10% margin.

	Note	Un-audited December 31, 2013 Rupees	Audited June 30, 2013 in '000'
11. CURRENT PORTION OF LONG TERM LIABILITIES			
Long term loans	7	1,200,622	1,177,180
Long term financing	8	-	113,190
Liabilities against assets subject to finance lease		5,480	5,480
Deferred liabilities		276,675	420,479
		1,482,777	1,716,329

12. CONTINGENCIES AND COMMITMENTS

- 12.1 There has been no significant change in the contingencies as given in note 29 and the legal suit stated in note 18.1 to the financial statements for the year ended June $30,\ 2013.$
- 12.2 Commitments in respect of outstanding letters of credit inclusive of capital commitments amounting to Rs.228.258 million (June 30, 2013: Rs.23.844 million) and in respect of bank guarantee issued in favor of Meezan Bank Limited amounting to Rs.675.00 million (June 30, 2013: 900.00 million).

to 163.07 0.00 million (suite 00, 2010, 000.00 million).					
		Half Year Ended December 31, 2013 2012		Quarter Ended December 31, 2013 2012	
			··· Rupees	in '000'	
13.	COST OF SALES				
	Raw material consumed	183,135	156,842	91,936	88,669
	Packing material consumed Fuel and power Stores and spares consumed Salaries, wages and benefits Travelling and conveyance Insurance Repairs and maintenance Depreciation Other manufacturing expenses	217,448 1,827,493 92,523 135,540 13,759 3,810 23,497 176,882 6,454	211,561 1,589,322 83,580 122,383 11,076 3,667 26,112 155,102 5,435 2,208,238	117,859 877,905 42,359 69,627 7,525 1,968 9,897 88,435 2,901	113,780 876,463 40,136 61,617 5,785 1,837 4,240 90,834 2,959
		2,437,400	2,200,230	1,210,470	1,137,031
		2,680,541	2,365,080	1,310,412	1,286,320
	Work in process				
	Opening balance Closing balance	163,395 (262,984)	333,691 (191,170)	311,357 (262,984)	178,017 (191,170)
		(99,589)	142,521	48,373	(13,153)
	Cost of goods manufactured	2,580,952	2,507,601	1,358,785	1,273,167
	Finished goods				
	Opening balance Closing balance	49,756 (75,851)	48,348 (62,640)	79,749 (75,851)	72,408 (62,640)
		(26,095)	(14,292)	3,898	9,768
		2,554,857	2,493,309	1,362,683	1,282,935

14. EARNING PER SHARE - BASIC AND DILUTED

Earnings per share are calculated by dividing the net profit for the period by weighted average number of shares outstanding during the period as follows: $\frac{1}{2} \left(\frac{1}{2} \right) = \frac{1}{2} \left(\frac{1}{2} \right) \left(\frac{1}{$

	Half Year Ended December 31,		
	2013	2012	
Profit after taxation (Rs. in '000')	690,772	647,529	
Weighted average number of ordinary shares in issue (in '000')	227,149	227,149	
Shares in issue (iii 000)	=======================================	=======================================	
Earning per share - basic and diluted - (Rs.)	3.04	2.85	
		Half Year Ended December 31,	
	2013	2012	
4.5. CACH GENERATED EROM ORERATIONS	Rupees	s in '000'	
15. CASH GENERATED FROM OPERATIONS	000.010	000 010	
Profit before taxation Adjustment for:	982,612	928,913	
Depreciation	179,580	157,544	
Amortization	1,915	1,915	
Provision for gratuity and compensated absences Finance cost	8,704 79,011	9,600 95,913	
Gain on disposal of property, plant and equipment	(1,650)	(1,361)	
Workers profit participation fund	51,716	48,724	
Unrealized gain on investment	(36,804)	(2,920)	
Provision for doubtful debts	- 07 504	10,221	
Exchange loss / (gain)	27,564	(53, 158)	
	310,036	266,478	
Cash flow before working capital changes	1,292,648	1,195,391	
Working capital changes Decrease / (increase) in current assets:			
Stores, spares and loose tools	156,316	(12,243)	
Stock - in - trade	(103,462)	92,570	
Trade debts	(5, 166)	(1,858)	
Loans, advances, trade deposits and	(00,000)	10.070	
short term prepayments Other receivables	(62,230) 8,249	16,952 1,264	
Other receivables	0,243	1,204	
Decrease in current liabilities:	(6,293)	96,685	
Trade and other payables	(180,688)	(194,782)	
Sales tax payable	(31,177)	3,457	
	(211,865)	(191,325)	
Cash generated from operations	1,074,490	1,100,751	

16. TRANSACTIONS WITH RELATED PARTIES

16.1 The related parties comprise companies in which directors are interested, staff retirement funds, directors and key management personnel. Significant transactions with related parties are as under:

Half Yea	ır Ended		
December 31,			
2013	2012		
Rupees	in '000'		

		2013	2012
		Rupees i	n '000'
Relationship with the Company	Nature of transaction		
Nominee director	Repayment of long term loan		60,567
	Finance cost paid	164,598	24,254
Common directorship	Repayment against lease financing		2,000
Staff retirement contribution plan	Contribution to staff provident fund	3,222	2,959
Key management personnel		38,851	29,289
		Un-audited December 31, 2013 Rupees i	Audited June 30, 2013 n '000'

16.2 The outstanding balances of such parties are as under:

Nominee director	Long term loan		585,671
Common directorship	Finance lease	5,480	5,480

17. DATE OF AUTHORIZATION

This interim financial information was authorized for issue by the Board of Directors of the Company on February $19,\,2014.$

18. GENERAL

- 18.1 Corresponding figures have been rearranged and / or restated, wherever necessary, for the purpose of comparison. However, no significant reclassification has been made.
- $18.2\,$ Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

Syed Mazher Iqbal Chief Executive Officer Mohammad Aftab Alam Director

|19|



135 - Ferozepur Road, Lahore, Pakistan. Tel: (042) 37503570-72 Fax: (042) 37503573 Email: pioneerapioneercement.com, Web: www.pioneercement.com