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## Corporate Information

### Board of Directors

Mr. Shafiuddin Ghani Khan  
(Chairman)  
Syed Mazher Iqbal  
(CEO / MD)  
Mr. Aly Khan  
Mr. Jamal Nasim  
Mr. Mohammad Aftab Alam  
Mr. Rafique Dawood  
Mirza Ali Hassan Askari  
Shaikh Javed Elahi

### Audit Committee

Mr. Rafique Dawood  
(Chairman)  
Mr. Aly Khan  
Mr. Shafiuddin Ghani Khan  
Mr. Jamal Nasim  
Mr. Mohammad Aftab Alam

### HR & Remuneration Committee

Mr. Shafiuddin Ghani Khan  
(Chairman)  
Mr. Mohammad Aftab Alam  
Syed Mazher Iqbal  
(CEO / MD)

### Company Secretary

Mr. Waqar Naeem

### Bankers

Allied Bank Limited  
Askari Bank Limited  
Bank Al Habib Limited  
Habib Bank Limited  
JS Bank Limited  
MCB Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
The Bank of Punjab  
United Bank Limited

### Statutory Auditors

Grant Thornton Anjum Rahman  
Chartered Accountants

### Cost Auditors

Ale Imran & Co  
Chartered Accountants

### Legal Advisor

Hassan & Hassan

### Registered Office

135-Ferozepur Road, Lahore  
Tel: +92 (42) 37503570-72  
Fax: +92 (42) 37503573-4  
Email: pioneer@pioneercement.com

### Factory

Chenki, District Khushab  
Tel: +92 (454) 898101-3  
Fax: +92 (454) 898104  
Email: factory@pioneercement.com

### Regional Offices

Karachi Office  
4th Floor, KDLB Building West Wharf, Karachi  
Tel: +92 (21) 32201232-3  
Fax: +92 (21) 32201234  
Email: pclkhi@pioneercement.com

Multan Office  
10-Officers Colony, Bosan Road,  
Opp. Jinnah High School, Multan  
Tel: +92 (61) 6510404  
Fax: +92 (61) 6510405

Faisalabad Office  
Office No. 3, 2nd Floor, Sitara Tower,  
Bilal Chowk, New Civil Lines, Faisalabad  
Tel: +92 (41) 2630030, 2640406-7  
Fax: +92 (41) 2630923

Sargodha Office  
Office No. 6, 2nd Floor, Rehman Trade Centre,  
University Road, Sargodha  
Tel: +92 (483) 725050  
Fax: +92 (483) 722331

### Share Registrar

Corplink (Pvt) Limited  
Wings Arcade, 1-K Commercial,  
Model Town, Lahore  
Tel: +92 (42) 35839182, 35916714  
Fax: +92 (42) 35869037  
Email: corplink786@yahoo.com  
shares@pioneercement.com

## Directors' Report to the Shareholders

The directors of your Company are pleased to present the financial results for the six months ended December 31, 2015.

### The Cement Sector

During the period under review, Pakistan cement sector achieved an overall volumetric growth of 6.4% with total dispatches of 18.2 million tons compared to 17.1 million tons dispatched in corresponding period last year. Domestic dispatches increased by 16.3%, however, exports declined by 25.7% during the same period. Exports are affected mainly due to increased production capacities in neighboring countries and rock bottom prices.

### Business Performance

During the period under review, your Company produced 574,592 tons clinker an increase of 16.3% over 494,075 tons produced in the corresponding period of last year. The capacity utilization of 57.6% is 8.1% over corresponding period last year. The production increased in order to meet the increased demand in domestic market.

A total of 635,135 tons of cement was produced during this period which is 13.2% higher than 560,945 tons produced in the corresponding period last year.

A comparative summary of production and sales volumes is given below:

Particulars	July - December		Variance	
	2015	2014		%
	-----Tons-----			
Production				
Clinker	574,592	494,075	80,517	16.3
Cement	635,135	560,945	74,190	13.2
Sales				
Domestic	605,572	530,664	74,908	14.1
Exports	27,141	34,244	(7,103)	(20.7)
	<u>632,713</u>	<u>564,908</u>	<u>67,805</u>	<u>12.0</u>

The total sales volume of 632,713 tons achieved is an increase of 12% over 564,908 tons sold during the corresponding period of last year. The domestic sales volume increased to 605,572 tons registering an increase of 14.1% while exports volumes dropped to 27,141 tons, a decline of 7,103 tons.

### Financial Performance

The comparative summary of key financial results for the half year ended December 31, 2015 is given below:

Particulars	July - December		Variance	
	2015	2014		%
	-----Rs. in 000'-----			
Net sales	4,378,273	3,929,754	448,519	11.4
Cost of sales	2,643,668	2,591,207	52,461	2.0
Gross profit	1,734,605	1,338,547	396,058	29.6
Net operating expenses/(income)	68,415	(481,641)	550,056	(114.2)
Operating profit	1,666,190	1,820,188	(153,998)	(8.5)
Net Finance cost & FX (gain)/loss	12,747	(3,800)	16,547	435.4
Profit before taxation	1,653,443	1,823,988	(170,545)	(9.4)
Earnings per share (Rupees)	4.35	5.69	(1.34)	(23.6)



Your Company achieved net sales revenue of Rs. 4,378.3 million which is an increase of 11.4% over net sales revenue of Rs. 3,929.8 million in corresponding period of last year. The increase in sales revenue is attributable to 14.1% increase in local dispatches where export volumes decreased by 20.7% over corresponding period. In comparison with revenues, cost of sales increased by 2% only, due to favorable fuel prices and efficient production plans. Resultantly, gross profit for the period increased by 29.6% over same period last year. In terms of percentage, gross profit margin increased from 34.1% in corresponding period last year to 39.6% during the current period under review.

The operating profit of Rs. 1,666.2 million is a drop of Rs. 154.0 million over Rs. 1,820.2 million earned in corresponding period last year. In the corresponding period, your Company earned a gain of Rs. 557.9 million on final settlement of long outstanding foreign currency loans. Excluding such one-time gain, considering normal operations operating profit for the period under consideration would have increased by Rs. 403.9 million a 32% growth.

During the period under review, net profit after tax amounted to Rs. 988.4 million compared to Rs. 1,292.1 million earned in corresponding period last year translating into earnings per share of Rs. 4.35 compared to Rs. 5.69 in corresponding period last year.

As mentioned in the directors' report of annual accounts of June 2015, your Company made an agreement with CITIC China for the procurement and installation of Waste Heat Recovery Power Plant. Civil work for this project has started for the construction of the building which shall house the WHR plant. Representatives of CITIC China have also arrived at our Plant, to supervise the installation work. Overall, the work is proceeding according to the project plan.

#### Appropriation

The directors of your company are pleased to declare an interim dividend of 25% of face value i.e. Rs. 2.5 per share.

#### Acknowledgement

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

On behalf of the Board

Syed Mazher Iqbal  
Chief Executive Officer

February 24, 2016  
Lahore

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

### Introduction

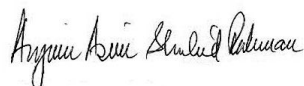
We have reviewed the accompanying condensed interim balance sheet of Pioneer Cement Limited as at December 31, 2015 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the accounts for the 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. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for three - months period ended December 31, 2014 and 2015 have not been reviewed as we are required to review only the cumulative figures for the six - months period ended December 31, 2015.

### 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 as of and for the six months period ended December 31, 2015 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: Imran Afzal  
Lahore  
Dated: February 24, 2016

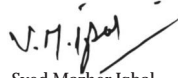


## Condensed Interim Balance Sheet

as at December 31, 2015

		December 31, 2015 Un-audited	June 30, 2015 Audited
	Note	Rupees in '000'	
ASSETS			
Non-current assets			
Property, plant and equipment	4	7,498,734	7,330,673
Investment property		67,410	67,410
Intangible assets		2,162	2,805
Long term deposits		39,323	39,323
		7,607,629	7,440,211
Current assets			
Stores, spare parts and loose tools	5	803,866	1,093,169
Stock in trade	6	330,305	331,586
Trade debts - unsecured, considered good		78,563	61,125
Loans and advances		27,938	17,771
Trade deposits and short term prepayments		7,508	2,390
Other receivables		1,265	70,011
Short term investments	7	2,427,685	1,006,176
Cash and bank balances	8	709,725	2,091,913
		4,386,855	4,674,141
TOTAL ASSETS		11,994,484	12,114,352
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital		3,500,000	3,500,000
Issued, subscribed and paid-up share capital		2,271,489	2,271,489
Reserves		4,557,594	4,448,828
		6,829,083	6,720,317
Surplus on revaluation of fixed assets net of deferred tax		1,583,811	1,612,760
LIABILITIES			
Non-current			
Long term financing - secured		125,000	337,369
Deferred liabilities	9	2,158,928	1,759,859
Long term deposits		3,885	3,930
		2,287,813	2,101,158
Current			
Trade and other payables	10	1,077,367	843,291
Accrued interest / markup	11	4,037	8,778
Short term borrowings - secured	12	51,172	621,174
Current portion of long term financing - secured		-	37,218
Provision for taxation - net		73,305	77,690
Sales tax payable - net		87,896	91,966
		1,293,777	1,680,117
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES		11,994,484	12,114,352

The annexed notes from 1 to 19 form an integral part of the interim financial information.

  
Syed Mazher Iqbal  
Chief Executive Officer

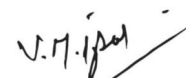
  
Mohammad Aftab Alam  
Director

## Condensed Interim Profit and Loss Account

For the half year ended December 31, 2015 (un-audited)

	Note	Half Year Ended December 31,		Quarter Ended December 31,	
		2015	2014	2015	2014
----- Rupees in '000' -----					
Gross turnover		5,572,116	4,950,073	3,040,615	2,603,210
Federal excise duty		(280,496)	(215,888)	(164,288)	(114,782)
Sales tax		(874,454)	(770,706)	(479,375)	(409,770)
Commission		(38,893)	(33,725)	(21,472)	(16,871)
		(1,193,843)	(1,020,319)	(665,135)	(541,423)
Net turnover		4,378,273	3,929,754	2,375,480	2,061,787
Cost of sales	14	(2,643,668)	(2,591,207)	(1,365,604)	(1,279,706)
Gross profit		1,734,605	1,338,547	1,009,876	782,081
Distribution cost		(28,152)	(25,966)	(13,592)	(12,878)
Administrative expenses		(36,203)	(36,595)	(17,550)	(18,903)
Other income	15	118,574	684,771	48,428	628,275
Other operating expenses		(122,634)	(140,569)	(71,217)	(99,642)
		(68,415)	481,641	(53,931)	496,582
Operating profit		1,666,190	1,820,188	955,945	1,278,933
Finance cost		(12,747)	(33,680)	(4,903)	(16,008)
Exchange gain - net		-	37,480	-	8,845
		(12,747)	3,800	(4,903)	(7,163)
Profit before taxation		1,653,443	1,823,988	951,042	1,271,770
Taxation		(665,031)	(531,912)	(394,548)	(348,742)
Profit after taxation		988,412	1,292,076	556,494	923,028
----- Rupees -----					
Earning per share-basic and diluted		4.35	5.69	2.45	4.06

The annexed notes from 1 to 19 form an integral part of the interim financial information.

  
Syed Mazher Iqbal  
Chief Executive Officer

  
Mohammad Aftab Alam  
Director



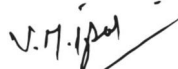
## Condensed Interim Statement of Comprehensive Income

For the half year ended December 31, 2015 (un-audited)

	Half Year Ended December 31,		Quarter Ended December 31,	
	2015	2014	2015	2014
----- Rupees in '000' -----				
Profit after taxation	988,412	1,292,076	556,494	923,028
Other comprehensive income: Items that may be reclassified to profit and loss account	-	-	-	-
Items that will not be reclassified to profit and loss account subsequently	-	-	-	-
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	988,412	1,292,076	556,494	923,028

The surplus arising on revaluation of fixed assets is presented under a separate head below equity in accordance with the requirements of Companies Ordinance 1984.

The annexed notes from 1 to 19 form an integral part of the interim financial information.

  
Syed Mazher Iqbal  
Chief Executive Officer

  
Mohammad Aftab Alam  
Director

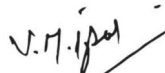


## Condensed Interim Cash Flow Statement

For the half year ended December 31, 2015 (un-audited)

		For the Half Year Ended	
		December 31, 2015	December 31, 2014
	Note	Rupees in '000'	
Cash flows from operating activities			
Cash generated from operations	16	2,345,879	1,597,836
Income tax paid		(278,011)	(299,921)
Paid to Workers Profit Participation Fund		(38,048)	(130,506)
Gratuity and compensated absences paid		(3,045)	(3,465)
Increase in long term deposits - net		(45)	(145)
Net cash flows from operating activities		2,026,730	1,163,799
Cash flows from investing activities			
Capital expenditures incurred		(349,533)	(38,345)
Proceeds from disposal of fixed assets		2,380	2,603
Increase in short term investments		(1,328,363)	-
Net cash used in investing activities		(1,675,516)	(35,742)
Cash flows from financing activities			
Repayment of long term financing		(249,587)	(150,000)
Repayment of long term loans		-	(580,999)
Repayments against lease liabilities		-	(480)
(Decrease) / increase in short term borrowings - net		(570,002)	297,704
Dividend paid		(896,325)	(547,181)
Finance cost paid		(17,488)	(476,314)
Net cash used in financing activities		(1,733,402)	(1,457,270)
Net decrease in cash and cash equivalents		(1,382,188)	(329,213)
Cash and cash equivalents at the beginning of the period		2,091,913	890,404
Cash and cash equivalents at the end of the period		709,725	561,191

The annexed notes from 1 to 19 form an integral part of the interim financial information.

  
Syed Mazher Iqbal  
Chief Executive Officer

  
Mohammad Aftab Alam  
Director

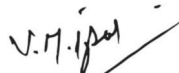


## Condensed Interim Statement of Changes in Equity

For the half year ended December 31, 2015 (un-audited)

	Issued, subscribed and paid-up capital	Capital reserves  Share premium	Revenue reserves  Accumulated profit	Total reserves	Total equity
	----- Rupees in '000' -----				
Balance as at July 01, 2014	2,271,489	197,517	2,665,768	2,863,285	5,134,774
Final dividend for the year ended June 30, 2014	-	-	(454,298)	(454,298)	(454,298)
Profit for the period after taxation	-	-	1,292,076	1,292,076	1,292,076
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period - net of tax	-	-	837,778	837,778	837,778
Surplus on revaluation of fixed assets realized - net of tax	-	-	27,464	27,464	27,464
Balance as at December 31, 2014	2,271,489	197,517	3,531,010	3,728,527	6,000,016
Balance as at July 01, 2015	2,271,489	197,517	4,251,311	4,448,828	6,720,317
Final dividend for the year ended June 30, 2015	-	-	(908,595)	(908,595)	(908,595)
Profit for the period after taxation	-	-	988,412	988,412	988,412
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period - net of tax	-	-	79,817	79,817	79,817
Surplus on revaluation of fixed assets realized - net of tax	-	-	28,949	28,949	28,949
Balance as at December 31, 2015	2,271,489	197,517	4,360,077	4,557,594	6,829,083

The annexed notes from 1 to 19 form an integral part of the interim financial information.

  
Syed Mazher Iqbal  
Chief Executive Officer

  
Mohammad Aftab Alam  
Director

## Notes to the Condensed Interim Financial Information

For the half year ended December 31, 2015 (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 Pakistan Stock Exchange. 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 manufacturing 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 un-audited and is being submitted to the members in accordance with section 245 of the Companies Ordinance, 1984. It 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 have been followed. The figures for the half year ended December 31, 2015 have, however, been subjected to limited scope review by the auditors as required by the Code of Corporate Governance. This condensed interim financial information does not include all the information required for annual financial statements and therefore, should be read in conjunction with the annual financial statements for the year ended June 30, 2015.

### 3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of this condensed 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, 2015.

The new standards, amendments to the approved accounting standards and interpretations that are mandatory for accounting period beginning on or after July 01, 2015, were either considered not to be relevant to the Company's operations or did not have significant effect on the accounting policies of the Company.

		December 31, 2015 Un-audited	June 30, 2015 Audited
	Note	Rupees in '000'	
4	PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	4.1	7,111,504	7,269,621
Capital work in progress	4.2	387,230	61,052
		<u>7,498,734</u>	<u>7,330,673</u>



	Note	December 31, 2015 Un-audited Rupees in '000'	June 30, 2015 Audited
4.1 Operating fixed assets			
Written down value - opening		7,269,621	7,505,850
Additions during the period / year - net 4.1.1		23,355	234,076
		<u>7,292,976</u>	<u>7,739,926</u>
Disposals during the period / year		-	(121,746)
Depreciation for the period / year		(181,472)	(346,453)
Amortization during the period / year		-	(2,106)
Written down value - closing		<u>7,111,504</u>	<u>7,269,621</u>
4.1.1 Additions during the period / year - net			
Plant and machinery		20,779	207,156
Furniture, fixture and office equipment		1,446	2,720
Computers and accessories		1,130	4,244
Vehicles		-	19,956
		<u>23,355</u>	<u>234,076</u>
4.2 Capital work in progress			
Opening balance		61,052	3,533
Additions during the period / year			
Civil works		8,848	7,903
Plant and machinery (including waste heat recovery plant)		214,532	149,131
Land		102,798	45,210
		<u>326,178</u>	<u>202,244</u>
Transferred to operating fixed assets		-	(144,725)
		<u>387,230</u>	<u>61,052</u>
5. STORES, SPARE PARTS AND LOOSE TOOLS			
Stores		394,447	671,844
Spare parts		440,475	445,585
Loose tools		6,918	6,745
		<u>841,840</u>	<u>1,124,174</u>
Spare parts in transit		5,959	12,928
		<u>847,799</u>	<u>1,137,102</u>
Provision for slow moving stores, spare parts and loose tools		(43,933)	(43,933)
		<u>803,866</u>	<u>1,093,169</u>
6. STOCK IN TRADE			
Raw material		19,724	25,341
Packing material		51,687	39,480
Work in process		188,871	202,999
Finished goods		70,023	63,766
		<u>330,305</u>	<u>331,586</u>

	Note	December 31, 2015 Un-audited Rupees in '000'	June 30, 2015 Audited
7. SHORT TERM INVESTMENTS - held for trading			
ABL Government Securities Fund 'Units 109,184,485 (June 2015: 100,292,611)		1,140,945	1,006,176
UBL Government Securities Fund Units 7,659,453 (June 2015: Nil)		856,236	-
Meezan Islamic Income Fund Units 4,280,888 (June 2015: Nil)		225,346	-
Meezan Sovereign Fund Units 3,946,864 (June 2015: Nil)		205,158	-
		<u>2,427,685</u>	<u>1,006,176</u>
8. CASH AND BANK BALANCES			
These include sales collection in process amounting to Rs. 233.709 million (June 30, 2015: Rs. 196.358 million).			
9. DEFERRED LIABILITIES			
Deferred tax liability		2,071,187	1,679,779
Gratuity - vested contractual employees		87,741	80,080
		<u>2,158,928</u>	<u>1,759,859</u>
10. TRADE AND OTHER PAYABLES			
Creditors		161,876	105,019
Accrued expenses		441,038	380,664
Advances from customers		80,791	68,571
Deposits		15,326	13,694
Excise duty on cement		48,292	47,046
Royalty and excise duty		7,880	6,465
Withholding tax		6,919	2,224
Employees' compensated absences		18,654	18,762
Workers' Profit Participation Fund		88,799	38,048
Workers' Welfare Fund		156,260	121,050
Unclaimed dividend		50,435	38,166
Others		1,097	3,582
		<u>1,077,367</u>	<u>843,291</u>
11. ACCRUED INTEREST / MARKUP			
Long term financing		4,017	7,705
Short term borrowing		20	1,073
		<u>4,037</u>	<u>8,778</u>
12. SHORT TERM BORROWINGS - secured			
Allied Bank Limited	12.1	<u>51,172</u>	<u>621,174</u>



12.1 The Company has obtained a short term cash finance and money market loan facility from Allied Bank Limited amounting to Rs. 1,000 million. Cash finance facility carries markup at the rate 3 months kibar+0.25% per annum which shall be payable to the bank on quarterly basis. While markup in respect of money market loan would be advisable at the time of transactions. The facility is secured by lien on Company's investment in Government Securities Fund of ABL Assets Management Company with 10% margin.

### 13. CONTINGENCIES AND COMMITMENTS

13.1 There has been no significant change in the contingencies as disclosed in the financial statements for the year ended June 30, 2015.

13.2 Commitments in respect of outstanding letters of credit inclusive of capital commitments amount to Rs. 905.370 million (June 30, 2015: Rs. 15.926 million).

13.3 Cheque amounting to Rs. 113.724 million has been issued to Commissioner Inland Revenue against Company's petition pertaining chargeability of Alternative Corporate Tax for tax year 2014.

	Half Year Ended December 31,		Quarter Ended December 31,	
	2015	2014	2015	2014
	Un-audited ----- Rupees in '000' -----			
<b>14. COST OF SALES</b>				
Raw material consumed	196,162	185,404	99,032	102,825
Packing material consumed	272,852	241,237	148,436	125,835
Fuel and power	1,693,701	1,662,071	765,648	855,362
Stores and spares consumed	78,964	77,325	29,543	36,851
Salaries, wages and benefits	164,176	143,118	85,856	72,992
Travelling and conveyance	7,318	10,979	3,682	4,365
Insurance	3,759	4,261	1,925	2,249
Repairs and maintenance	27,262	23,444	7,211	11,334
Depreciation	178,139	168,431	90,084	82,628
Other manufacturing expenses	13,464	10,452	8,835	6,334
Total manufacturing cost	2,635,797	2,526,722	1,240,252	1,300,775
Work in process				
Opening balance	202,999	513,380	312,017	424,195
Closing balance	(188,871)	(465,124)	(188,871)	(465,124)
	14,128	48,256	123,146	(40,929)
Cost of goods manufactured	2,649,925	2,574,978	1,363,398	1,259,846
Finished goods				
Opening balance	63,766	73,277	72,229	76,908
Closing balance	(70,023)	(57,048)	(70,023)	(57,048)
	(6,257)	16,229	2,206	19,860
	2,643,668	2,591,207	1,365,604	1,279,706

	Half Year Ended December 31,		Quarter Ended December 31,	
	2015	2014	2015	2014
	Un-audited ----- Rupees in '000' -----			
15. OTHER INCOME				
Income from financial assets				
Profit on bank deposits	17,988	27,274	8,259	6,670
Remeasurement gain on short term investments	93,146	92,589	36,008	59,499
Liabilities written back	-	557,886	-	557,887
	111,134	677,749	44,267	624,056
Income from non financial assets				
Scrap sales	871	978	871	781
Gain on disposal of fixed assets	2,380	2,508	820	1,419
Rental income	3,518	3,264	2,141	2,019
Others	671	272	329	-
	7,440	7,022	4,161	4,219
	118,574	684,771	48,428	628,275

	December 31,	
	2015	2014
	Un-audited Rupees in '000'	
16. CASH GENERATED FROM OPERATIONS		
Profit before taxation	1,653,443	1,823,988
Adjustment for:		
Depreciation	181,472	171,409
Amortization	642	1,915
Provision for gratuity and compensated absences	10,604	9,428
Finance cost	12,747	33,680
Gain on disposal of fixed assets	(2,380)	(2,508)
Workers Profit Participation Fund	88,799	97,876
Workers Welfare Fund	33,743	37,193
Unrealized gain on investment	(93,146)	(92,589)
Liabilities written back	-	(557,886)
Exchange gain	-	(37,480)
Cash flow before working capital changes	1,885,924	1,485,026
Working capital changes		
Decrease / (increase) in current assets:		
Stores, spare parts and loose tools	289,303	9,976
Stock-in-trade	1,281	74,652
Trade debts	(17,438)	(9,323)
Loans & advances, deposits and short term prepayments	(15,285)	(27,584)
Other receivables	68,746	4,451
Increase / (decrease) in current liabilities:		
Trade and other payables	137,418	14,714
Sales tax payable	(4,070)	45,924
Cash generated from operations	2,345,879	1,597,836



#### 17. TRANSACTIONS WITH RELATED PARTIES

Relationship with the company	Nature of transaction	Half Year Ended December 31,	
		2015	2014
		Un-audited	
		Rupees in '000'	
Staff retirement contribution plan	Contribution to staff provident fund	4,073	3,577
Key management personnel	Remuneration	57,191	39,400
WPPF	Payment to WPPF	38,048	130,506
Balances			
Staff provident fund payable		-	1,619
WPPF payable		88,799	38,048

#### 18. DATE OF AUTHORIZATION

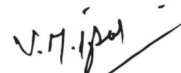
This interim financial information was authorized for issue by the Board of Directors of the Company on February 24, 2016.

#### 19. GENERAL

19.1 Corresponding figures have been rearranged wherever necessary, for more appropriate comparison. However, there were no material reclassification or rearrangement to report.

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim balance sheet has 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, condensed interim statement of changes in equity and condensed interim cash flow statement have been compared with the balances of comparable period of immediately preceding financial year.

19.2 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

  
Syed Mazher Iqbal  
Chief Executive Officer

  
Mohammad Aftab Alam  
Director