



**PAKISTAN  
GUM AND CHEMICALS  
LIMITED**



**CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 30 JUNE 2011**

**(UN-AUDITED)**



PAKISTAN GUM & CHEMICALS LIMITED

## **COMPANY INFORMATION**

AS ON JUNE 30, 2011

### **Board of Directors**

Mohammad Moonis	<i>Chairman</i>
Shuaib Ahmed	<i>Vice-Chairman</i>
Tariq Mohamed Amin	<i>Director</i>
Ozair Ahmed Hanafi	<i>Director</i>
Mohammed Aslam Hanafi	<i>Director</i>
Mohammad Ali Hanafi	<i>Director</i>
Zaeem Ahmad Hanafi	<i>Director</i>
Zahid Zaheer	<i>Director</i>

### **Chief Executive Officer**

Hamid Ahmed

### **Audit Committee**

Tariq Mohamed Amin	<i>Chairman</i>
Zahid Zaheer	<i>Member</i>
Zaeem Ahmad Hanafi	<i>Member</i>

### **Compensation Committee**

Zahid Zaheer	<i>Chairman</i>
Tariq Mohamed Amin	<i>Member</i>
Ozair Ahmed Hanafi	<i>Member</i>

### **Company Secretary**

Rafat Hussain

### **Chief Financial Officer**

Muhammad Ilyas

### **Auditors**

Ernst & Young Ford Rhodes Sidat Hyder  
Chartered Accountants

### **Legal Advisor**

Tahir Ali Tayebi & Co.

### **Bankers**

Askari Bank Limited  
Habib Bank Limited  
MCB Bank Limited  
Habib Metropolitan Bank Limited  
Summit Bank Limited

### **Registrar and Share Transfer Office**

Corporate Support Services (Private) Limited  
407-408, Al-Ameera Centre,  
Shahrah-e-Iraq, Saddar, Karachi.  
Phone: (92-21) 35662023-24

### **Registered Office**

B-19/A, Irshad Qadri Road  
S.I.T.E., Karachi-75700  
P.O. Box 3639  
Phone: (92-21) 32561124-26  
Fax: (92-21) 32561320 & (92-21) 32565213  
E-mail: pakchem@cyber.net.pk  
URL: www.pakchem.com.pk



### **CHAIRMAN'S REVIEW**

On behalf of the Board of Directors, I present the un-audited accounts for the half-year ended June 30, 2011. These accounts have been reviewed by our auditors Messrs Earnst & Young Ford Rhodes Sidat Hyder, Chartered Accountants.

For the second quarter ended April to June'11, net sales were Rs.358 million compared to Rs.198 million in the corresponding period of 2010 and operating profit was Rs. 38.1 million compared to Rs. 4.9 million in second quarter of 2010. Profit after taxation in the second quarter of 2011 was Rs.24.4 million compared to Rs.2.6 million loss after taxation in the same period of 2010.

For the half-year ended June 30, 2011, operating profit was Rs. 50.3 million and profit after taxation was Rs. 28.2 million compared to operating profit of Rs. 18.1 million and profit after taxation of Rs. 2.4 million in the same period of 2010. Earning per share amounted to Rs. 6.64 for the half year ended 2011 as compared to Rs. 0.56 for the corresponding period of 2010.

After disappointing 2010, this year looks encouraging so far and I hope it remains so for the rest of the year. High international demands have caused the climb in guar gum prices to record heights. However, the seed prices have also registered very large increase. Despite, the volatile market conditions, the management is doing all it can to generate earnings.

I take this opportunity to thank my colleagues on the board for their wise counsel and total support in the discharge of my responsibilities. I also commend the management and the staff for their hard work.

**Mohammad Moonis**  
*Chairman*

Karachi : August 24, 2011



PAKISTAN GUM & CHEMICALS LIMITED

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

### **Introduction**

We have reviewed the accompanying condensed interim balance sheet of **PAKISTAN GUM AND CHEMICALS LIMITED** as at **30 June 2011**, 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 the "interim financial information"). Management is responsible for the preparation and fair 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 the 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.

**Karachi: August 24, 2011**      **Earnst & Young Ford Rhodes Sidat Hyder**  
Chartered Accountants



PAKISTAN GUM &amp; CHEMICALS LIMITED

**CONDENSED INTERIM BALANCE SHEET  
AS AT JUNE 30, 2011**

	Note	June 30, 2011 (Un-audited)	December 31, 2010 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	48,788	49,895
Long-term deposits		778	776
		<b>49,566</b>	50,671
<b>CURRENT ASSETS</b>			
Stores and spare parts		7,460	6,998
Stock-in-trade	5	294,139	142,891
Trade debts		151,443	76,606
Accrued mark-up on bank deposits		251	37
Loans and advances		1,201	1,430
Short-term prepayments		789	179
Other receivables	6	1,875	5,838
Taxation - net		12,470	15,586
Cash and bank balances		17,620	17,944
		<b>487,248</b>	267,509
<b>TOTAL ASSETS</b>		<b>536,814</b>	<b>318,180</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Share capital</b>			
<b>Authorised</b>			
10,000,000 Ordinary shares of Rs.10 each		100,000	100,000
<b>Issued, subscribed and paid-up capital</b>		<b>42,486</b>	42,486
<b>Reserves</b>		<b>106,942</b>	78,719
		<b>149,428</b>	121,205
<b>CURRENT LIABILITIES</b>			
Trade and other payables	7	158,575	27,511
Short-term borrowings	8	222,700	165,000
Accrued mark-up on short-term borrowings		6,111	4,464
		<b>387,386</b>	196,975
<b>CONTINGENCIES AND COMMITMENT</b>	9		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>536,814</b>	<b>318,180</b>

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**Mohammad Moonis**  
Chairman



**Hamid Ahmed**  
Chief Executive Officer



**Muhammad Ilyas**  
Chief Financial Officer



PAKISTAN GUM &amp; CHEMICALS LIMITED

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT  
FOR THE HALF-YEAR ENDED JUNE 30, 2011  
( UN-AUDITED )**

	Note	Half-year ended		Quarter ended	
		June 30 2011	June 30 2010	June 30 2011	June 30 2010
----- (Rupees in '000) -----					
<b>NET SALES</b>		<b>588,979</b>	416,542	<b>358,285</b>	198,382
Cost of sales		<b>(512,460)</b>	(372,996)	<b>(304,857)</b>	(181,857)
<b>GROSS PROFIT</b>		<b>76,519</b>	43,546	<b>53,428</b>	16,525
Distribution and shipping costs		<b>(9,117)</b>	(14,011)	<b>(8,278)</b>	(5,809)
Administrative expenses		<b>(15,370)</b>	(11,869)	<b>(5,547)</b>	(6,306)
Other operating expenses		<b>(2,119)</b>	(399)	<b>(1,664)</b>	83
Other operating income		<b>363</b>	901	<b>138</b>	448
		<b>(26,243)</b>	(25,378)	<b>(15,351)</b>	(11,584)
<b>OPERATING PROFIT</b>		<b>50,276</b>	18,168	<b>38,077</b>	4,941
Finance costs	10	<b>(12,168)</b>	(11,569)	<b>(7,070)</b>	(5,524)
<b>PROFIT / (LOSS) BEFORE TAXATION</b>		<b>38,108</b>	6,599	<b>31,007</b>	(583)
Taxation - current	11	<b>(9,885)</b>	(4,215)	<b>(6,644)</b>	(2,005)
<b>NET PROFIT / (LOSS) FOR THE PERIOD</b>		<b>28,223</b>	2,384	<b>24,363</b>	(2,588)
<b>EARNINGS / (LOSS) PER SHARE - Basic and diluted</b>		<b>Rs. 6.64</b>	Re. 0.56	<b>Rs. 5.73</b>	Re. (0.61)

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

  
**Mohammad Moonis**  
Chairman

  
**Hamid Ahmed**  
Chief Executive Officer

  
**Muhammad Ilyas**  
Chief Financial Officer



PAKISTAN GUM & CHEMICALS LIMITED

**CONDENSED INTERIM STATEMENT OF  
COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED JUNE 30, 2011  
( UN-AUDITED )**

	<u>Half-year ended</u>		<u>Quarter ended</u>	
	<u>June 30</u>	<u>June 30</u>	<u>June 30</u>	<u>June 30</u>
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
	----- (Rupees in '000) -----			
<b>Net profit / (loss) for the period</b>	<b>28,223</b>	2,384	<b>24,363</b>	(2,588)
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income / (loss) for the period</b>	<b>28,223</b>	2,384	<b>24,363</b>	(2,588)

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

  
**Mohammad Moonis**  
Chairman

  
**Hamid Ahmed**  
Chief Executive Officer

  
**Muhammad Ilyas**  
Chief Financial Officer



PAKISTAN GUM &amp; CHEMICALS LIMITED

**CONDENSED INTERIM CASH FLOW STATEMENT  
FOR THE HALF-YEAR ENDED JUNE 30, 2011  
( UN-AUDITED )**

	June 30, 2011	June 30, 2010
	-----Rs. '000-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	38,108	6,599
<b>Adjustments for:</b>		
Depreciation	3,761	3,294
Finance costs	12,168	11,569
Provision for compensated absences	750	362
Profit on bank deposits	(359)	(412)
Gain on sale of property, plant and equipment	(4)	(418)
	<u>16,316</u>	<u>14,395</u>
<b>Profit before working capital changes</b>	<b>54,424</b>	<b>20,994</b>
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stores and spare parts	(462)	(3,149)
Stock-in-trade	(151,248)	109,246
Trade debts	(74,837)	4,858
Accrued markup	(214)	(196)
Loans and advances	229	217
Short-term prepayments	(610)	(86)
Other receivables	3,963	16,057
<b>Increase / (decrease) in current liabilities</b>	<b>(223,179)</b>	<b>126,947</b>
Trade and other payables	<u>131,343</u>	<u>(21,038)</u>
<b>Cash used in operations</b>	<b>(37,412)</b>	<b>126,903</b>
Long term deposits	(2)	-
Income tax paid	(6,769)	(7,179)
Payment in respect of compensated absences	(1,023)	(609)
Finance costs paid	(10,521)	(12,983)
	<u>(18,315)</u>	<u>(20,771)</u>
<b>Net cash generated from / (used in) operating activities</b>	<b>(55,727)</b>	<b>106,132</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of fixed assets	(2,660)	(7,289)
Proceeds from disposal of fixed assets	4	866
Profit received on bank deposits	359	412
<b>Net cash (used in) investing activities</b>	<b>(2,297)</b>	<b>(6,011)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Repayment) / proceeds from short term borrowings	57,700	(75,462)
Dividend paid	-	(4,249)
<b>Net cash (used in) financing activities</b>	<b>57,700</b>	<b>(79,711)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(324)</b>	<b>20,410</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>17,944</b>	<b>10,406</b>
<b>Cash and cash equivalents at the end of the period</b>	<b><u>17,620</u></b>	<b><u>30,816</u></b>

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

  
**Mohammad Moonis**  
Chairman

  
**Hamid Ahmed**  
Chief Executive Officer

  
**Muhammad Ilyas**  
Chief Financial Officer



PAKISTAN GUM &amp; CHEMICALS LIMITED

**CONDENSED INTERIM STATEMENT OF  
CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED JUNE 30, 2011  
( UN-AUDITED )**

	Issued, subscribed and paid-up capital	CAPITAL RESERVE		REVENUE RESERVES	
		Share preimum	General	Unappro- priated profit	Total
----- (Rupees in '000) -----					
<b>Balance as at January 01, 2010</b>	42,486	17,553	82,474	32,776	175,289
Cash dividend @ Rs.1 per Ordinary share of Rs.10 each, declared on April 19, 2010	-	-	-	(4,249)	(4,249)
Profit after taxation for the half year ended June 30, 2010	-	-	-	2,384	2,384
<b>Balance as at June 30, 2010</b>	<u>42,486</u>	<u>17,553</u>	<u>82,474</u>	<u>30,911</u>	<u>173,424</u>
<b>Balance as at January 01, 2011</b>	42,486	17,553	82,474	(21,308)	121,205
Profit after taxation for the half year ended June 30, 2011	-	-	-	28,223	28,223
<b>Balance as at June 30, 2011</b>	<u>42,486</u>	<u>17,553</u>	<u>82,474</u>	<u>6,915</u>	<u>149,428</u>

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

  
**Mohammad Moonis**  
Chairman

  
**Hamid Ahmed**  
Chief Executive Officer

  
**Muhammad Ilyas**  
Chief Financial Officer



PAKISTAN GUM & CHEMICALS LIMITED

**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED JUNE 30, 2011  
(UN-AUDITED)**

**1. THE COMPANY AND ITS OPERATIONS**

The Company was incorporated in Pakistan as a Public Limited Company, under the Companies Ordinance, 1984 (the Ordinance). The shares of the Company are quoted on the Karachi and Lahore Stock exchanges. The Company is principally engaged in the production and sale of guar gum and its allied products. The registered office of the Company is situated at B-19/A, Irshad Qadri Road, S.I.T.E Karachi.

**2. STATEMENT OF COMPLIANCE**

**2.1** These condensed interim financial statements of the Company for the half year ended June 30, 2011 have been prepared in accordance with the requirements of the International Accounting Standard 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.

**2.2** These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended December 31, 2010.

**3. ACCOUNTING POLICIES**

**SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended December 31, 2010 except as follows:

**New and amended standards and interpretations**

The company has adopted the following amended IFRS and IFRIC interpretation which became effective during the period:

IAS 24 - Related Party Disclosure (Revised)

IAS 32 - Financial Instruments: Presentation Classification of Right Issues (Amendment)

IFRIC 14 - Prepayments of a Minimum Funding Requirement (Amendment)

**IFRIC 19 - Extinguishing Financial Liabilities with Equity Instruments**

The adoption of the above standards, amendments and interpretations did not have any effect on the financial statements.

In addition to the above, improvements to the following accounting standards were also issued by the IASB in April 2010.

IFRS 3 - Business Combinations  
IAS 27 - Consolidated and Separate Financial Statements  
IFRS 7 - Financial Instrument Disclosures  
IAS 1 - Presentation of Financial Statements  
IFRIC 13 - Customer Loyalty Programmes  
IAS 34 - Interim Financial Reporting

The Company expects that the adoption of the above revisions, amendments and interpretations of the standards will not affect the Company's financial statements in the period of initial application.

**Standards, interpretations and amendments to approved accounting standards that are not yet effective**

The following revised standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

<b>Standard or Interpretation</b>	<b>Effective date (annual periods beginning on or after)</b>
IAS 1 - Presentation of Financial Statements - Amendments to revise the way other comprehensive income is presented	01 July 2012
IFRS 7 - Financial Instruments : Disclosures - Amendments enhancing disclosures about transfers of financial assets	01 July 2011
IAS 12 - Income Tax (Amendment) - Deferred Taxes : Recovery of Underlying Assets	01 January 2012
IAS 19 - Employee Benefits - Amended Standard resulting from the Post-Employment Benefits and Termination Benefits projects	01 January 2013

The Company expects that the adoption of the above revisions, amendments and interpretations of the standards will not affect the Company's financial statements in the period of initial application.

Further, the following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.



## PAKISTAN GUM &amp; CHEMICALS LIMITED

<b>Standard</b>		<b>IASB Effective date (annual periods beginning on or after)</b>	
IFRS 9 - Financial Instruments		01 January 2013	
IFRS 10 - Consolidated Financial Statements		01 January 2013	
IFRS 11 - Joint Arrangements		01 January 2013	
IFRS 12 - Disclosure of Interests in Other Entities		01 January 2013	
IFRS 13 - Fair Value Measurement		01 January 2013	
	<b>Note</b>	<b>June 30,</b>	<b>December 31,</b>
		<b>2011</b>	<b>2010</b>
		-----Rs. '000-----	
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	4.1	<b>48,788</b>	49,185
Capital work-in-progress	4.2	-	710
		<u><b>48,788</b></u>	<u>49,895</u>
<b>4.1 Operating fixed assets</b>			
Opening net book value		<b>49,185</b>	44,955
Additions during the period / year, including transfers from capital work-in-progress	4.1.1	<u><b>3,364</b></u>	<u>11,714</u>
		<b>52,549</b>	56,669
Disposal during the period / year	4.1.2	-	(510)
Depreciation charged during the period / year		<u><b>(3,761)</b></u>	<u>(6,974)</u>
		<b>(3,761)</b>	(7,484)
		<u><b>48,788</b></u>	<u>49,185</u>
<b>4.1.1 Additions during the period / year, including transfers from capital work-in-progress</b>			
Building on leasehold land		<b>783</b>	1,240
Plant and machinery		-	8,471
Furniture and fixtures		-	40
Vehicles		<b>2,397</b>	1,841
Office equipment		<u><b>184</b></u>	<u>122</u>
		<b>3,364</b>	11,714
<b>4.1.2 Disposal during the period / year</b>			
Vehicle		-	510
		<u>-</u>	<u>510</u>
Disposal also include office equipment costing Rs.36,500 having written down value Nil during the period.			
<b>4.2 Capital work-in-progress</b>			
Balance at the beginning of the period / year		<b>710</b>	4,425
Additions during the period / year		<b>2,402</b>	5,604
Transferred to operating fixed assets	4.1	<u><b>(3,112)</b></u>	<u>(9,319)</u>
		-	710
<b>5. STOCK-IN-TRADE</b>			
Raw material		<b>222,343</b>	7,347
Packing material		<b>2,331</b>	2,735
Finished goods		<u><b>69,465</b></u>	<u>132,809</u>
		<b>294,139</b>	142,891
<b>6. OTHER RECEIVABLES</b>			
Due from Employees' Provident Fund		<b>183</b>	-
Due from Employees' Gratuity Fund		<b>251</b>	1,507
Sales tax		<u><b>1,441</b></u>	<u>4,331</u>
		<b>1,875</b>	5,838



PAKISTAN GUM & CHEMICALS LIMITED

Note June 30, December 31,  
2011 2010  
-----Rs. '000-----

**7. TRADE AND OTHER PAYABLES**

<b>Trade</b>		
Creditors	125,775	8,256
<b>Other payables</b>		
Accrued liabilities	26,468	17,056
Advances from customers	194	665
Workers' Profit Participation Fund	1,400	-
Workers' Welfare Fund	599	48
Tax deducted at source	244	10
Unclaimed dividend	611	611
Sales tax	1,754	-
Employees' car and motorcycle loan schemes	1,530	865
	32,800	19,255
	<u>158,575</u>	<u>27,511</u>

**8. SHORT-TERM BORROWINGS- secured**

<b>From commercial banks</b>		
Short-term loans	180,000	165,000
Short-term running finance	42,700	-
	<u>222,700</u>	<u>165,000</u>

**9. CONTINGENCIES AND COMMITMENT**

**Contingencies**

9.1 The status of contingencies as at June 30, 2011 is the same as reported in the annual financial statements for the year ended December 31, 2010.

**Commitment**

9.2 Commitment for capital expenditure is Nil (December 31, 2010: Rs.21,000).

	<u>Half-year ended</u>	<u>Quarter ended</u>
	<u>June 30, June 30,</u>	<u>June 30, June 30,</u>
	<u>2011 2010</u>	<u>2011 2010</u>
	----- (Rupees in '000) -----	

**10. FINANCE COSTS**

**Mark-up on:**

Export refinance	9,334	7,241	4,855	3,841
Short-term running finance	1,700	2,839	1,600	1,199
	11,034	10,080	6,455	5,040
Bank charges	1,134	1,489	615	484
	<u>12,168</u>	<u>11,569</u>	<u>7,070</u>	<u>5,524</u>

**11. TAXATION**

11.1 The charge for current taxation is based on taxable income at the current rates of taxation and on the final tax regime under Section 169 of the Income Tax Ordinance, 2001. However, the amount of tax liability is provisional and final liability will be determined on the basis of annual results.

11.2 A major portion of the Company's income is subject to taxation on the 'Final Tax' under Section 169 of the Income Tax Ordinance, 2001. Accordingly, the major part of the Company's tax liability is determined on the basis of withholding tax deductions made, irrespective of profit. Further, there is no material temporary difference between the tax and accounting bases of carrying value of assets and liabilities. Therefore, the tax effects of temporary differences, which might determine deferred taxation, are not considered to be significant.

**12. TRANSACTIONS WITH RELATED PARTIES**

Related parties of the Company comprise the holding company (East West Group Holdings Inc, British Virgin Islands), local associated companies, staff retirement funds, directors, executives and key management personnel. The Company in the normal course of business carries out transactions at normal market price with various related parties. Transactions with related parties are given below:

Relationship	Nature of transaction	Half-year ended	
		June 30, 2011	June 30, 2010
		----- (Rupees in '000) -----	
Holding company	Dividend paid to the holding company	-	2,549
Associated companies	Commission on sales	4,217	2,501
	Sale of goods	6,193	3,069
	Freight forwarding	12	34
	Transportation	726	1,081
Staff retirement benefit plan	Contribution to staff retirement benefit funds	352	412
Key management personnel	Remuneration	6,594	5,618

Related party transactions are carried out on commercial terms, as approved by the Board of Directors.

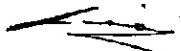
**13. DATE OF AUTHORIZATION**

These condensed interim financial statements were authorized for issue on August 24, 2011 by the Board of Directors of the Company.

**14. GENERAL**

**14.1** These condensed interim financial statements are unaudited but subject to limited scope review by the auditors except for the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended June 30, 2011 and June 30, 2010.

**14.2** Figures presented in these condensed interim financial statements have been rounded off to the nearest thousand rupees.



**Mohammad Moonis**  
Chairman



**Hamid Ahmed**  
Chief Executive Officer



**Muhammad Ilyas**  
Chief Financial Officer