



Half Yearly
Report
December
2012

COMPANY INFORMATION

Haji Bashir Ahmed (Chairman)
Mr. Imran Ghafoor (CEO)
Mr. Muhammad Adrees
Mrs. Sharmeen Imran
Mr. Muhammad Asif Pasha
Mr. Muhammad Khalil
Mr. Waleed Asif

Board of Directors

Mr. Waqas Ashraf (ACA)

Chief Financial Officer

Mr. Mazhar Ali Khan

Company Secretary

Mr. Muhammad Khalil (Chairman)
Mrs. Sharmeen Imran (Member)
Mr. Waleed Asif (Member)

Audit Committee

M/s. M. Yousuf Adil Saleem & Co.,
Chartered Accountants

Auditors

Sahibzada Waqar Arif

Legal Advisor

601-602, Business Centre, Mumtaz
Hasan Road, Karachi-74000
Ph:(92-21) 32401373, 32413944

Registered Office

Bank Alfalah Limited
Al-Baraka Islamic Bank Limited
Habib Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Standard Chartered Bank (Pakistan) Limited
United Bank Limited
Faysal Bank Limited
Silk Bank Limited
Summit Bank Limited
MCB Bank Limited
Soneri Bank Limited

Bankers

THK Associates (Private) Limited

Ground Floor, State Life Building No. 3,
Dr. Ziauddin Ahmed Road, Karachi, 75530
P.O. Box No. 8533
UAN : +92 (21) 111-000-322
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Share Registrar

26-Km Sheikhpura Road, Faisalabad.
Ph: (92-41) 4364031-33

Head Office & Project Location

DIRECTORS' REVIEW

For the half year ended 31 December 2012

The Directors are pleased to present their report for the half year ended 31 December 2012 together with un-audited condensed interim financial information of the Company for the half year ended 31 December 2012.

Economic conditions in Pakistan are far from favorable. Country is facing severe shortage as well as steep rise in prices of utilities, rising inflation, weakening of Pak Rupee against dollar and volatile security situation. Due to above problems, economy of Pakistan is suffering in general and manufacturing sector in particular. Despite all the above challenges, your Company has been successful in maintaining its market share.

During the half year ended 31 December 2012, net sales remained Rs. 534 million against Rs. 542 million in the corresponding period or previous financial year. Capacity utilization remained 73% of installed capacity as against 77% in corresponding period. Gross profit for the period was Rs. 104 million against Rs. 174 million in the corresponding period. Decrease in gross profit is mainly attributed to increase in the cost of utilities and lower sales price as compared to the corresponding period.

During second quarter ended 31 December 2012, capacity utilization remained 89% of total installed capacity as against capacity utilization of mere 57% in first quarter ended 30 September 2012. Low capacity utilization in first quarter was result of certain maintenance / shutdown jobs. By the help of Almighty Allah, your Company showed its strength to cope with challenging situations through better management, cost controlling and best marketing strategies. In second quarter ended 31 December 2012, due to increase in production efficiency, we achieved net sales of Rs. 311 million as against sales of Rs. 223 million in first quarter ended 30 September 2012, showing an increase of 39%. Gross profit in second quarter increased to Rs. 85 million as against gross profit of Rs. 18 million in first quarter. Company incurred after tax loss of Rs. 45 million in first six months ended 31 December 2012. However, in second quarter ended 31 December 2012, Company earned profit after tax of Rs. 12 million against loss of Rs. 57 million in the first quarter ended 30 September 2012.

However, Sitara Peroxide Limited focuses on enhancing shareholder value through sustainable growth while managing our competitive advantage, ensuring cost and business process controls. We are grateful to all our stakeholders for their continued support, and have no doubt, that we will continue to strive successfully for profitable growth.

On behalf of Board of Directors



IMRAN GHAFUOR
Chief Executive Officer

Faisalabad
February 22, 2013

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

Introduction

We have reviewed the accompanying condensed interim balance sheet of Sitara Peroxide Limited as at December 31, 2012, and the related condensed interim profit and loss account, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the accounts for the six months period then ended (here-in-after referred to as "the 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 for the quarters ended December 31, 2012 and December 31, 2011 have not been reviewed, as we are required to review only the cumulative figures for the six months ended December 31, 2012.

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 the person 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 ended December 31, 2012 is not prepared in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

Chartered Accountants

M. J. *M. J. Jafar Ali Saleh*

Engagement Partner:
Talat Javed

Date: February 22, 2013
Lahore

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED) AS AT DECEMBER 31, 2012

		(Un-Audited) December 31, 2012	(Audited) June 30, 2012
Note	----- Rupees -----		
NON-CURRENT ASSETS			
Property, plant and equipment	4	1,912,492,292	2,019,742,050
Long term advances and deposits		46,005,000	46,005,000
		<u>1,958,497,292</u>	<u>2,065,747,050</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		65,385,472	64,599,121
Stock-in-trade		418,848,109	421,915,901
Trade debts	5	30,690,518	6,884,148
Advances	6	71,960,009	91,091,075
Deposits and short-term prepayments		22,402,924	28,603,582
Sales tax refundable		49,073,763	44,826,923
Cash and bank balances		7,139,284	10,953,312
		<u>665,500,079</u>	<u>668,874,062</u>
		<u>2,623,997,371</u>	<u>2,734,621,112</u>
SHARE CAPITAL AND RESERVES			
Share capital	7	551,000,000	551,000,000
Accumulated losses		(332,865,775)	(302,450,712)
		<u>218,134,225</u>	<u>248,549,288</u>
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
	8	444,938,523	459,635,233
NON - CURRENT LIABILITIES			
Long-term financing	9	1,120,453,027	938,006,318
Liabilities against assets subject to finance lease		7,104,674	9,059,061
Deferred liabilities		52,407,028	20,118,084
		<u>1,179,964,729</u>	<u>967,183,463</u>
CURRENT LIABILITIES			
Trade and other payables	10	137,075,553	146,385,445
Accrued markup		38,536,223	79,301,803
Short term borrowings		418,960,925	447,102,757
Current portion of long term financing		179,878,970	372,942,497
Current Portion of liabilities against assets subject to finance lease		3,734,356	3,419,029
Provision for taxation		2,773,867	10,101,597
		<u>780,959,894</u>	<u>1,059,253,128</u>
CONTINGENCIES AND COMMITMENTS			
	11	-	-
		<u>2,623,997,371</u>	<u>2,734,621,112</u>

The annexed selected notes 1 to 19 form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE OFFICER



DIRECTOR

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2012

	Note	Six months ended		Three months ended	
		December 31 2012	December 31 2011	December 31 2012	December 31 2011
----- Rupees -----					
Sales - net	12	534,032,076	542,212,796	310,782,481	268,594,574
Cost of sales	13	429,680,710	367,851,797	225,728,058	182,167,821
Gross profit		104,351,366	174,360,999	85,054,423	86,426,753
Other operating income		914,460	-	914,460	-
		105,265,826	174,360,999	85,968,883	86,426,753
Distribution cost		20,315,529	10,892,661	13,964,624	6,597,081
Administrative expenses		27,618,434	25,224,915	14,986,059	11,262,233
Other operating expenses		1,815,027	1,445,951	995,805	1,445,951
Finance cost		97,845,916	128,283,845	42,322,292	62,952,083
		147,594,906	165,847,372	72,268,780	82,257,348
(Loss) / profit before taxation		(42,329,080)	8,513,627	13,700,103	4,169,405
Provision for taxation	14	2,782,693	5,559,619	1,597,953	2,742,574
(Loss) / profit for the period		(45,111,773)	2,954,008	12,102,150	1,426,831
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		(45,111,773)	2,954,008	12,102,150	1,426,831
Earnings per share					
- basic and diluted	15	(0.82)	0.05	0.22	0.03

The annexed selected notes 1 to 19 form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE OFFICER



DIRECTOR

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2012

	Six months ended	
	December 31 2012	December 31 2011
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / profit before taxation	(42,329,080)	8,513,627
Adjustments for:		
Depreciation of property, plant and equipment	85,226,106	83,061,762
Profit on bank deposit	(801,360)	-
Provision for staff retirement gratuity	2,080,244	990,810
Finance cost	97,845,916	128,283,845
	184,350,906	212,336,417
Operating cash flow before working capital changes	142,021,826	220,850,044
Changes in working capital	17 (10,217,378)	(45,954,255)
Cash generated from operations	131,804,448	174,895,789
Finance cost paid	(108,133,966)	(126,884,189)
Staff retirement gratuity paid	(268,830)	(1,025,023)
Income taxes paid - net	(9,642,982)	(2,098,960)
	(118,045,778)	(130,008,172)
Net cash from operating activities	13,758,670	44,887,617
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(15,268,911)	(29,079,899)
Proceeds from suppliers of capital work	37,292,563	-
Profit received on bank deposits	801,360	-
Net cash from / (used in) investing activities	22,825,012	(29,079,899)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing - net	(10,616,818)	(30,521,649)
Short term financing - net	(28,141,832)	(43,842)
Payment of finance lease liabilities	(1,639,060)	-
Net cash used in financing activities	(40,397,710)	(30,565,491)
Net increase in cash and cash equivalents	(3,814,028)	(14,757,773)
Cash and cash equivalents at beginning of period	10,953,312	18,738,913
Cash and cash equivalents at end of the period	7,139,284	3,981,140

The annexed selected notes 1 to 19 form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE OFFICER



DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2012

	Share capital	Accumulated losses	Total
 Rupees		
Balance as at July 01, 2011	551,000,000	(133,209,710)	417,790,290
Total comprehensive income			
Profit for the six months ended December 31, 2011	-	2,954,008	2,954,008
Other comprehensive income for the six months ended December 31, 2011	-	-	-
	-	2,954,008	2,954,008
Transfer to accumulated losses on account of incremental depreciation	-	14,696,710	14,696,710
Balance as at December 31, 2011	551,000,000	(115,558,992)	435,441,008
Balance as at July 01, 2012	551,000,000	(302,450,712)	248,549,288
Total comprehensive income			
Loss for the six months ended December 31, 2012	-	(45,111,773)	(45,111,773)
Other comprehensive income for the six months ended December 31, 2012	-	-	-
	-	(45,111,773)	(45,111,773)
Transfer to accumulated losses on account of incremental depreciation	-	14,696,710	14,696,710
Balance as at December 31, 2012	551,000,000	(332,865,775)	218,134,225

The annexed selected notes 1 to 19 form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE OFFICER



DIRECTOR

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2012****1 LEGAL STATUS AND OPERATIONS**

- 1.1** Sitara Peroxide Limited ("the Company") is limited by shares, incorporated in Pakistan on March 08, 2004 as a public limited company under the Companies Ordinance, 1984. The Company is listed on Karachi Stock Exchange since July 23, 2007. The registered office of the Company is situated at 601-602, Business Centre, Mumtaz Hassan Road, Karachi in the province of Sindh and the manufacturing facilities are located at 26 KM Sheikhpura Road, Faisalabad in the province of Punjab. The principal activity of the Company is manufacturing and sale of hydrogen peroxide (H_2O_2).
- 1.2** This condensed interim financial information is presented in Pak Rupee, which is the Company's functional and presentation currency.

2 BASIS OF PREPARATION

- 2.1** This condensed interim financial information of the Company for the six month period ended December 31, 2012 has been prepared in accordance with the International Accounting Standard - 34 "Interim Financial Reporting" 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** This condensed interim financial information should be read in conjunction with annual audited financial statements for the year ended June 30, 2012. Comparative balance sheet is extracted from annual audited financial statements for the year ended June 30, 2012 whereas comparative profit and loss account, comparative statement of changes in equity and comparative cash flow statement are stated from un-audited condensed interim financial information for the six months ended on December 31, 2011.
- 2.3** This condensed interim financial information is un-audited. However, a limited scope review has been performed by the statutory auditors of the Company in accordance with the clause (xxi) of the Code of Corporate Governance and they have issued their review report thereon.

3 ACCOUNTING POLICIES AND ESTIMATES

- 3.1** The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended June 30, 2012.

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2012**

		(Un-Audited) December 31 2012	(Audited) June 30 2012
	Note Rupees	
4 PROPERTY, PLANT AND EQUIPMENT			
Operating assets	4.1	1,901,915,036	1,971,872,231
Capital work-in-progress	4.2	10,577,256	47,869,819
		<u>1,912,492,292</u>	<u>2,019,742,050</u>
4.1 Operating assets			
Opening carrying value		1,971,872,231	2,105,968,706
Additions during the period / year:			
Building on freehold land		-	1,961,764
Plant and machinery		14,887,925	15,519,027
Electric installations		248,489	1,471,463
Office equipment		90,243	208,214
Furniture and fittings		42,254	120,948
Vehicles		-	14,818,094
		<u>15,268,911</u>	<u>34,099,510</u>
Depreciation charged during the period / year		<u>(85,226,106)</u>	<u>(168,195,985)</u>
		<u>1,901,915,036</u>	<u>1,971,872,231</u>
4.2 Capital work-in-progress			
Advances for fixed assets		4,086,000	47,191,256
Plant and machinery		-	678,563
Civil works		6,491,256	-
		<u>10,577,256</u>	<u>47,869,819</u>
5 These include receivable from related parties amounting Rs. 4,135,270 (June 30, 2012: Rs. 5,955,000).			
		(Un-Audited) December 31 2012	(Audited) June 30 2012
	 Rupees	
6 Advances			
Considered good advances to:			
Employees against salary - secure		732,317	995,871
Employees for expenses - unsecured		1,382,163	1,400,510
Supplier - unsecured (local)		31,364,568	58,734,685
Supplier - unsecured (foreign)		10,090,765	1,102,372
Advance income tax		28,390,196	28,857,637
		<u>71,960,009</u>	<u>91,091,075</u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2012**

	(Un-Audited) December 31 2012	(Audited) June 30 2012
Note Rupees	
7 SHARE CAPITAL		
Authorized		
60,000,000 (June 30, 2012: 60,000,000) ordinary shares of Rs. 10 each	600,000,000	600,000,000
Issued, subscribed and paid up		
55,100,000 (June 30, 2012: 55,100,000) ordinary shares of Rs. 10 each	551,000,000	551,000,000
8 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT		
Balance at beginning of the period / year	459,635,233	489,028,656
Transfer to accumulated losses in respect of incremental depreciation charged during the period / year - net of deferred tax	8.1 14,696,710	29,393,423
	444,938,523	459,635,233
8.1 Incremental depreciation charged during the period / year		
Charge of the period / year	22,610,324	45,220,648
Less: deferred tax liability relating to incremental depreciation	7,913,614	15,827,225
	14,696,710	29,393,423

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2012

	(Un-Audited) December 31 2012	(Audited) June 30 2012
Note	Rupees	
9 LONG-TERM FINANCING		
Secured - from financial institutions		
Under diminishing musharaka arrangements		
Balance at beginning of period / year	1,243,421,053	1,312,500,000
Less: paid during the period / year	10,000,000	69,078,947
Less: current portion	172,678,970	345,394,735
Balance at the end of period / year 9.1	1,060,742,083	898,026,318
Under diminishing musharaka arrangements		
Balance at beginning of period / year	20,347,762	50,869,411
Less: paid during the period / year	20,347,762	30,521,649
Less: current portion	-	20,347,762
Balance at the end of period / year	-	-
Un-secured		
From other parties		
Balance at beginning of period / year	29,200,000	7,200,000
Add: obtained during the period / year	6,000,000	22,000,000
Less: current portion	7,200,000	7,200,000
Balance at the end of period / year	28,000,000	22,000,000
From Chief Executive Officer		
Balance at beginning of period / year	17,980,000	-
Add: obtained during the period / year	13,730,944	17,980,000
Balance at the end of period / year	31,710,944	17,980,000
	<u>1,120,453,027</u>	<u>938,006,318</u>

9.1 During 2008 the Company had issued privately placed diminishing musharaka based SUKUK certificates arranged by consortium of financial institutions through trustee, amounting to Rs. 1,400 million. On November 19, 2012 the Company had entered into second supplemental agreement which is effective from February 19, 2012. The major terms and conditions of the second supplemental agreement are given below:

Profit Rate:

According to the revised terms of the loan agreement, profit rate is 1 Month KIBOR + 1% p.a. (KIBOR to be reset on monthly basis).

Rental / Profit Payment:

Each year, rental / profit payments will be made for six months at the rate of 1 Month KIBOR. The 1% spread for the first six months and the rental / profit for the remaining six months shall be deferred to be paid in 12 equal installments after repayment of principal.

Principal Repayment:

The principal will be repaid in seven years period in 80 monthly installments starting from July 19, 2012.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2012

Call Option:

The Company has a call option in accordance with terms and conditions of the entire amount or partial amount in the event it has free cash flows available. The Company shall use at least 70% of its free cash flows, if available, in exercising the call option.

Security:

First Joint Pari Passu charge on the fixed assets of the company through equitable mortgage of land & building and Hypothecation charge on plant & machinery with a margin of 25%. First exclusive charge over fixed assets of the company for PKR 1,866.667 million, pledge over 10 million shares of SPL in the name of sponsors, and personal guarantees of Chief Executive Officer and three directors of the company.

Other conditions:

The Company is required not to declare any dividend during the entire tenor of the SUKUK issue.

- 10 These include Rs. 53,798,011 (June 30, 2012: Rs. 43,731,839) due to associated undertakings.**

(Un-Audited) December 31 2012	(Audited) June 30 2012
----- Rupees -----	

11 CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

Bank guarantees issued by Faysal Bank Limited in favor of Sui Northern Gas Pipelines Limited for supply of Gas

53,538,000	53,538,000
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11.2 Commitments

Irrevocable letters of credit

13,158,510	83,220,000
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13,158,510	83,220,000
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Six months ended		Three months ended	
December 31 2012	December 31 2011	December 31 2012	December 31 2011
----- Rupees -----			

12 SALES - NET

Local	559,687,395	546,812,886	322,739,315	269,501,495
Export	1,757,970	8,954,871	1,757,970	6,853,812
	561,445,365	555,767,757	324,497,285	276,355,307
Less:				
Commission	23,198,814	12,824,656	11,412,019	7,481,163
Trade discount	4,214,475	730,305	2,302,785	279,570
	27,413,289	13,554,961	13,714,804	7,760,733
	534,032,076	542,212,796	310,782,481	268,594,574

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2012**

	Six months ended		Three months ended	
	December 31 2012	December 31 2011	December 31 2012	December 31 2011
----- Rupees -----				
13 COST OF SALES				
Raw material consumed	71,068,427	204,142,531	30,810,072	32,010,494
Fuel and power	118,552,149	101,178,843	70,492,431	53,841,252
Packing material consumed	90,292,555	102,915,949	46,562,912	55,807,301
Salaries, wages and benefits	23,505,851	17,321,781	12,711,786	8,975,120
Factory overheads	110,001,085	103,258,388	56,810,001	49,900,872
	<u>413,420,067</u>	<u>528,817,492</u>	<u>217,387,202</u>	<u>200,535,039</u>
Work-in-process				
Opening stock	319,414,175	191,576,142	329,108,808	333,882,175
Closing stock	(321,304,623)	(332,330,781)	(321,304,623)	(332,330,781)
	<u>(1,890,448)</u>	<u>(140,754,639)</u>	<u>7,804,185</u>	<u>1,551,394</u>
Cost of goods manufactured	411,529,619	388,062,853	225,191,387	202,086,433
Finished goods				
Opening stock	25,103,496	7,402,932	7,489,076	12,597,648
Outside purchases	696,630	4,902,272	696,630	-
Closing stock	(7,649,035)	(32,516,260)	(7,649,035)	(32,516,260)
	<u>18,151,091</u>	<u>(20,211,056)</u>	<u>536,671</u>	<u>(19,918,612)</u>
	<u>429,680,710</u>	<u>367,851,797</u>	<u>225,728,058</u>	<u>182,167,821</u>
14 PROVISION FOR TAXATION				
Current - for the period	2,782,693	5,559,619	1,597,953	2,742,574
Deferred	-	-	-	-
	<u>2,782,693</u>	<u>5,559,619</u>	<u>1,597,953</u>	<u>2,742,574</u>
15 EARNINGS PER SHARE - BASIC AND DILUTED				
(Loss) / profit for the period	(45,111,773)	2,954,008	12,102,150	1,426,831
Weighted average number of ordinary shares outstanding during the period	55,100,000	55,100,000	55,100,000	55,100,000
(Loss) / earnings per share	(0.82)	0.05	0.22	0.03

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2012

16 TRANSACTIONS WITH RELATED PARTIES - UN-AUDITED

The related parties comprise associated companies, directors, key management personnel and post employment benefit plans. The company in the normal course of business carries out transactions with various related parties. The significant transactions with related parties are as follows:

		Six months ended	
		December 31 2012	December 31 2011
	Rupees	
Relationship with the Company	Nature of transactions		
Associated companies	Organizational charges charged	753,898	298,887
	Purchases	15,168,836	11,518,359
	Sales	8,380,000	8,320,000
Key Management Personnel	Loan obtained from Chief Executive Officer	13,730,944	-
	Remuneration and other benefits	5,481,251	5,858,379
Employee benefit plan	Payment during the period	268,830	1,025,023
17 CHANGES IN WORKING CAPITAL			
	(Increase) / decrease in current assets		
	Stores, spare parts and loose tools	(786,351)	4,425,142
	Stock-in-trade	3,067,792	(39,028,025)
	Trade debts	(23,806,370)	19,001,513
	Advances	18,663,625	(12,953,419)
	Deposits and short term prepayments	6,200,658	(20,513,056)
	Sales tax refundable	(4,246,840)	2,829,493
	(Decrease) / Increase in trade and other payables	(9,309,892)	284,097
		<u>(10,217,378)</u>	<u>(45,954,255)</u>

18 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information has been approved by the Board of Directors of the Company and authorized for issue on February 22, 2013.

19 GENERAL

Figures have been rounded off to the nearest Rupee.



CHIEF EXECUTIVE OFFICER



DIRECTOR



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