## Contents

Company Information	2
Directors' Report for the Half Year ending December 31, 2010	4
Independent Auditor's Report on Review of Condensed Interim Unconsolidated Financial Information to the Members	5
Condensed Interim Financial Information	
Condensed Interim Unconsolidated Balance Sheet	6
Condensed Interim Unconsolidated Profit and Loss Account	7
Condensed Interim Unconsolidated Statement of Comprehensive Income	8
Condensed Interim Unconsolidated Cash flow Statement	9
Condensed Interim Unconsolidated Statement of Changes in Equity	10
Condensed Interim Unconsolidated Notes to the Financial Information	11
Condensed Consolidated Interim Financial Information	
Condensed Interim Consolidated Balance Sheet	19
Condensed Interim Consolidated Profit and Loss Account	20
Condensed Interim Consolidated Statement of Comprehensive Income	21
Condensed Interim Consolidated Cash flow Statement	22
Condensed Interim Consolidated Statement of Changes in Equity	23
Condensed Interim Consolidated Notes to the Financial Information	24

#### BOARD OF DIRECTORS

Mr. Humayun N. Shaikh Chairman Mr. Ahmed Jaudet Bilal Chief Executive Officer Mr. Ahmed H. Shaikh Mr. Khalid A. H. Al Sagar Mr. Mueen Afzal Mr. Irfan Nazir Ahmad Mr. Muhammad Faisal Muzammil Mr. Khaleeque Ur Rehman

### COMPANY SECRETARY

Mr. Muhammad Ijaz Haider

## CHIEF FINANCIAL OFFICER

Mr. Abid Amin

### AUDIT COMMITTEE

Mr. Mueen Afzal Mr. Ahmed H. Shaikh Mr. Khalid A. H. Al Sagar Mr. Irfan Nazir Ahmad Mr. Muhammad Faisal Muzammil

LEGAL ADVISORS Mr. Ghulam Muhammad Kundi

#### AUDITORS

KPMG Taseer Hadi & Co. Chartered Accountants

#### BANKERS

Js Bank Limited Faysal Bank Limited National Bank of Pakistan

## BANKERS (Cont'd)

Standard Chartered Bank (Pakistan) Limited Al Baraka Bank Pakistan Limited Dubai Islamic Bank Pakistan Limited Summit Bank Limited Silk Bank Limited KASB Bank Limited My Bank Limited Allied Bank Limited HSBC Bank Middle East Limited Bank Alfalah Limited The Bank of Punjab Bank Islami Pakistan Limited Askari Bank Limited Pak Libya Holding Company (Pvt) Limited Soneri Bank Limited

### **REGISTERED OFFICE**

Ismail Aiwan-e-Science Off Shahrah-e-Roomi Lahore, 54600 Ph: +92 (0)42 111-786-645 Fax: +92 (0)42 3576-1791

#### **PROJECT LOCATIONS**

Unit I Agritech Limited. (formerly Pak American Fertilizers Ltd.) Iskanderabad, District Mainwali. Ph: +92 (0)459 392346-49

Unit II Hazara Phosphate Fertilizers (Pvt.) Ltd. Hattar Road, Haripur. Ph: +92 (0)995 616124-5

## Directors' Report for the Half Year ending December 31, 2010

The directors of Agritech Limited ("the Company") are pleased to present the Half Yearly report with the reviewed interim financial statements of the Company for the Half Year ended December 31, 2010.

The Company's principal business is the manufacture and marketing of Fertilizer products. The company holds 7% market share in Urea.

Agritech, through its subsidiary Hazara Phosphate Fertilizers (Pvt.) Limited (HPFL), is also engaged in the manufacturing and marketing of Phosphate fertilizers. The company is now a diversified fertilizer producer manufacturing both nitrogenous and phosphate fertilizers. The outlook for the sector is expected to remain stable.

The first half is unexpectedly a low season for fertilizer sales due to flood calamity in Pakistan. Company's major selling Districts were seriously affected by flood. The Company's production was effected due to gas load management program operated by GOP to enhance the Electricity production in Pakistan. During the period urea plant produced 82% of rated capacity with resulted in reduction in production of 52,256 MT.

However, there has been a step change in the pricing policy of the company as a consequence of gas load management announced by the GOP. Price of the urea was increased to compensate for the lower production in future.

In the context of the issues emphasized by the auditors in their review report casting significant doubt about the Company's ability to continue as a going concern, the management of the Company is confident that despite of the current difficult scenario the Company would be able to regain strength in the near future through the generation of sufficient profits along with a positive cash flow from it's operations.

#### **Operating Financial Results of Agritech Limited (Stand Alone)**

	Half Year Ending December 31, 2010	Half Year Ending December 31, 2009
Sales - net	2,506,303,396	6,750,467,036
Operating profit	710,354,747	1,252,893,255
Finance cost	(860,369,417)	(1,327,688,584)
(Loss)before tax	(150,014,670)	(74,795,329)
Profit after tax	196,720,145	228,708,958
Earnings per share	0.50	0.58

**Consolidated Results** 

	Half Year Ending December 31, 2010	Half Year Ending December 31, 2009
Sales - net	3,312,364,180	7,785,464,324
Operating profit	698,892,250	1,254,454,025
Finance cost	(843,648,068)	(1,332,344,552)
(Loss) before tax	(144,755,819)	(77,890,527)
Profit after tax	265,933,983	243,316,849
Earnings per share	0.68	0.62

## Directors' Report for the Half Year ending December 31, 2010

### **Future Outlook**

The short term and long term outlook for the Fertilizer business is expected to be positive. It is expected urea and phosphates will continue to be in short supply in the short term. The international prices of urea are at Us \$ 430/ton indicating strong international demand. International phosphate market is also likely to be in short supply through most of the year 2011. DAP prices are at US \$ 640 per ton translating in to Rs3100 per bag in local market. This helps in maintaining a healthy price of Rs. 960/ Bag for 18% and Rs. 810/Bag for 14% GSSP.

The Company has successfully finalized its financial Re-profiling/Re-structuring up to 95% of its debts. Re-profiling/Restructuring of the debts will improve the short term liquidity of the company and will help in healthy future financial performance.

BMR of the Company for the enhancement of production capacity has been complete and plant is back in production, post major shut down. All major technological changes have been successfully implemented.

On the back of increased urea production, attractive phosphate prices and efficiency gains as a consequence of BMR the company is likely to better operational performance in the second half.

Auditors expressed an emphasis over financial position but we believe that our future outlook is positive to address the highlighted issues

#### Acknowledgment

The Board would like to avail this opportunity to thank our valued customers and the financial institutions whose faith and support over the years has fostered strong relationships which have played a pivotal role in the growth of the company.

The board also wishes to place on record its appreciation for the employees of the Company. All this has been possible with their hard work and commitment.

On behalf of the Board



Lahore: 28-02-2011

**Chief Executive** 

## Independent Auditor's Report on Review of Condensed Interim Unconsolidated Financial Information to the Members

#### Introduction

We have reviewed the accompanying condensed interim unconsolidated balance sheet of **Agritech Limited ("the Company")** as at 31 December 2010 and the related condensed interim unconsolidated profit and loss account, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated cash flow statement, condensed interim unconsolidated statement of changes in equity and notes to the condensed interim unconsolidated financial information for the six-months period then ended (here-in-after referred as the "condensed interim unconsolidated financial information"). Management is responsible for the preparation and presentation of this condensed interim unconsolidated financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim unconsolidated 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 unconsolidated financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting.

The figures for the quarters ended 31 December 2010 and 31 December 2009 in the condensed interim unconsolidated profit and loss account and condensed interim unconsolidated statement of comprehensive income have not been reviewed and we do not express a conclusion thereon.

Without qualifying our conclusion, we draw attention to note 2.2 of the financial statements which indicate that the Company incurred a loss before tax of Rs. 150.01 million during the six months period ended 31 December 2010 and, as of that date, its current liabilities exceeded current assets by Rs. 5,983.70 million (30 June 2010: Rs. 9,592.15 million). These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. These financial statements have however been prepared on a going concern basis on the basis of expectation of future profitability and positive cash flows from operating activities.

The financial statements of the Company for the year ended 30 June 2010 were reviewed and audited by Faruq Ali & Co, Chartered Accountants whose reports dated 09 October 2010 expressed an unqualified opinion with emphasis of matter paragraph thereon.

Place : Lahore Date : February 28, 2011 KPMG Taseer Hadi & Co. Chartered Accountants (Kamran Iqbal Yousafi)

## Condensed Interim Unconsolidated Balance Sheet

## as at 31 December 2010 (Un-audited)

CAPITAL AND RESERVES Authorized share capital 12,000,000,000	12,000,000,000 3,924,300,000 3,086,504,807
Authorized share capital 12,000,000,000	3,924,300,000
	3,924,300,000
Issued, subscribed and paid up capital 3,924,300,000	
Reserves 3,086,504,807	
Accumulated profit 4,035,088,270	3,788,703,321
11,045,893,077	10,799,508,128
Surplus on revaluation         4,213,926,711           Subordinated loan         340,000,000	4,263,591,515 340,000,000
	340,000,000
NON-CURRENT LIABILITIES	
Redeemable capital - Secured 5 10,188,326,376	8,186,009,933
Long term finances - Secured 6 7,029,022,888	2,643,985,482
Liabilities against assets subject to finance lease - Secured 157,800,026 Long term payables 31,135,199	171,786,793 31,135,199
Deferred taxation 3.295,366,048	3,670,264,056
20,701,650,537	14,703,181,463
CURRENT LIABILITIES	
Current portion of non-current liabilities - Secured 181,568,548	2,811,717,740
Short term borrowing - Secured 3,363,280,001	4,787,718,650
Accrued markup 2,095,228,450	1,266,233,127
Trade and other payables 2,097,582,887	3,245,423,196
7,737,659,886 CONTINGENCIES AND COMMITMENTS 7	12,111,092,713
CONTINGENCIES AND COMMITMENTS 7 44,039,130,211	42,217,373,819
ASSETS	
NON-CURRENT ASSETS	
Fixed assets 8 35,116,627,935	32,622,125,567
Intangible asset 2,567,310,828	2,567,310,828
Investments 9 4,463,069,207	4,463,069,207
Long term advances - Unsecured, considered good 32,694,381	30,881,917
Long term deposits - Unsecured, considered good 15,466,817 42,195,169,168	15,048,517 39,698,436,036
42,173,107,100	59,098,450,050
CURRENT ASSETS	
Stores, spares and loose tools 1,193,134,600	1,216,265,750
Stock-in-trade         19,518,333           Trade debts         136,637,766	23,572,749
Trade debts     136,637,766       Advances, deposits, prepayments and other receivables     162,368,120	229,460,227 296,014,054
Due from related parties - Unsecured, considered good 121,959,862	525,865,626
Taxation 82,782,277	151,517,334
Cash and bank balances 127,560,085	76,242,043
1,843,961,043	2,518,937,783
44,039,130,211	42,217,373,819
The annexed notes 1 to 14 form an integral part of this condensed interim unconsolidated financial information	n.
AT Suga	Lin
Lahore CHIEF EXECUTIVE	DIRECTOR

# Condensed Interim Unconsolidated Profit and Loss Account (Un-audited) for the six months ended 31 December 2010

	2010	)	20	09
	July to December	October to December	July to December	October to December
	Rupees	Rupees	Rupees	Rupees
Sales - net	2,506,303,396	1,493,747,300	6,750,467,036	3,608,716,090
Cost of sales	(1,549,713,716)	(956,198,735)	(5,160,829,305)	(3,021,392,379)
Gross profit	956,589,680	537,548,565	1,589,637,731	587,323,711
Administrative expenses	(149,662,571)	(101,024,019)	(128,519,682)	(85,253,123)
Selling and distribution expenses	(132,916,318)	(86,044,891)	(270,501,073)	(175,667,776)
Net other income	36,343,956	11,537,709	62,276,279	122,243,765
Profit from operations	710,354,747	362,017,364	1,252,893,255	448,646,577
Finance cost	(860,369,417)	(424,314,499)	(1,327,688,584)	(814,658,479)
Loss before taxation	(150,014,670)	(62,297,135)	(74,795,329)	(366,011,902)
Taxation	346,734,815	(11,514,320)	303,504,287	327,312,828
Profit / (loss) after taxation	196,720,145	(73,811,455)	228,708,958	(38,699,074)
Earning / (loss) per share basic and diluted Rupees	0.50	(0.19)	0.58	(0.10)

The annexed notes 1 to 14 form an integral part of this condensed interim unconsolidated financial information.



CHIEF EXECUTIVE

DIRECTOR



## Condensed Interim Unconsolidated Statement of Comprehensive Income (Un-audited)

## for the six months ended 31 December 2010

	201	10	2009	)
	July to December	October to December	July to December	October to December
	Rupees	Rupees	Rupees	Rupees
Profit / (loss) after taxation	196,720,145	(73,811,455)	228,708,958	(38,699,074)
Other comprehensive income				
Change in fair value of available for sale financial asset	_	-	2,787,283,538	_
Other comprehensive income for the period	-	-	2,787,283,538	-
Total comprehensive income				
(loss) for the period	196,720,145	(73,811,455)	3,015,992,496	(38,699,074)

The annexed notes 1 to 14 form an integral part of this condensed interim unconsolidated financial information.

# Condensed Interim Unconsolidated Cash flow Statement (Un-audited) *for the six months ended 31 December 2010*

	Note	July to December 2010 Rupees	July to December 2009 Rupees
Cash flows from operating activities	Note	Ruptes	Rupees
Cash generated from operations	11	718,486,064	3,695,682,819
Finance cost paid		(786,568,051)	(1,223,793,390)
Income tax received/(paid) Long term deposits and advances		61,518,173 (2,230,764)	(100,848,523) (4,911,023)
Net cash (used in)/generated from operating activities		(8,794,578)	2,366,129,883
Cash flows from investing activities			
Capital expenditure including purchase			(4.287.(10.020)
of property, plant and equipment Proceeds from disposal of property, plant and equipment		(2,801,048,992) 4,930,572	(4,387,610,028)
Interest received		149,242,262	641,874
Loan to related party		403,905,764	-
Net cash used in investing activities		(2,242,970,394)	(4,386,968,154)
Cash flows from financing activities			
Long term finances obtained		3,941,287,405	1,018,087,179
Proceeds from issuance of term finance certificates		-	10,140,980
Redemption of term finance certificates		(624,499)	-
Repayment of liabilities against assets subject to finance lease Transaction costs incurred on restructuring process		(25,294,959) (187,846,284)	(21,326,143)
Dividend paid		-	(588,645,000)
Net cash generated from financing activities		3,727,521,663	418,257,016
Net increase/(decrease) in cash and cash equivalents		1,475,756,691	(1,602,581,255)
Cash and cash equivalents at the beginning of period		(4,711,476,607)	(1,825,492,510)
Cash and cash equivalents at the end of period	12	(3,235,719,916)	(3,428,073,765)

The annexed notes 1 to 14 form an integral part of this condensed interim unconsolidated financial information.



CHIEF EXECUTIVE

DIRECTOR

Lahore



CHIEF EXECUTIVE

DIRECTOR

Condensed Interim Unconsolidated Statement of Changes in Equity (Un-audited) for the six months ended 31 December 2010

			Reserves			
	Share Capital	Revenue reserve	Available for sale financial assets	Total reserves	Accumulated profit	Total equity
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at 30 June 2009 - Audited	3,924,300,000	9,000,000	290,221,269	299,221,269	2,906,671,536	7,130,192,805
Total comprehensive income for the period			2,787,283,538	2,787,283,538	228,708,958	3,015,992,496
Balance as at 31 December 2009 - Unaudited	3,924,300,000	9,000,000	3,077,504,807	3,086,504,807	3,135,380,494	10,146,185,301
Total comprehensive Income for the period	·		·	ı	624,539,606	624,539,606
I ransfer from surplus on revaluation of property, plant and equipment incremental depreciation for the period - net of deferred tax					28,783,221	28,783,221
Balance as at 30 June 2010 - Audited	3,924,300,000	9,000,000	3,077,504,807	3,086,504,807	3,788,703,321	10,799,508,128
Total comprehensive income for the period Transfer from surrulus on revaluation of		,	ı	,	196,720,145	196,720,145
property, plant and equipment incremental depreciation for the period - net of deferred tax	ı	ı	ı	·	49,664,804	49,664,804
Balance as at 31 December 2010 - Unaudited	3,924,300,000	9,000,000	3,077,504,807	3,086,504,807	4,035,088,270	11,045,893,077
Balance as at 31 December 2010 - Unaudited <u>3,924,300,000</u> 9,000,000 3,077,5	3,924,300,000	9,000,000	3,077,504,807	3,086,504,807		4,035,088,270

DIRECTOR

## Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)

## for the six months ended 31 December 2010

#### 1 Status and nature of business

Agritech Limited was incorporated on 11 June 1985 as an unlisted Public Limited Company under the Companies Ordinance, 1984 and was a wholly owned subsidiary of National Fertilizer Corporation of Pakistan (Private) Limited ("NFC"), a Government owned Corporation, until 15 July 2006. Subsequently, 100% shares of the Company were acquired by Azgard Nine Limited ('ANL') as a part of privatization process of the Government of Pakistan as stipulated in the Share Purchase Agreement dated 15 July 2006. The Company obtained listing on Karachi Stock Exchange on 12 April 2010. The registered office of the company is situated at Ismail Aiwan-e-Science, Off Sharah -e-Roomi, Lahore. The principal business of the Company is the production and sale of urea fertilizer.

#### **Basis of preparation** 2

#### Statement of compliance 2.1

The condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. The disclosures in the condensed interim financial information do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended 30 June 2010.

#### Financial liabilities and continuing operations 2.2

These financial statements have been prepared on the assumption that the Company would continue as a going concern although the Company has incurred a loss before tax of Rs. 150.01 million during the six month ended 31 December 2010 and, as of that date, its current liabilities exceeded current assets by Rs. 5,983,70 million (30 June 2010 : Rs. 9,592.15 million). The assumption that the Company would continue as a going concern is based on the expectation of future profitability and positive cash flows from operating activities.

#### 3 Estimates

The preparation of the condensed interim unconsolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing the condensed interim unconsolidated financial information the significant judgments made by the management in applying accounting policies, key estimates and uncertainty includes:

- Residual value and useful life estimation of fixed assets
- Taxation
- Retirement and other benefits
- Provisions and contingencies

#### Significant accounting policies 4

- The accounting policies and methods of computation adopted in the preparation of the interim financial 4.1 information are generally based on the same policies and methods as applied in preparation of the annual financial statements for the year ended 30 June 2010.
- 4.2 In addition to above, following amendments to the International Financial Reporting Standards/ International Accounting Standards are mandatory for the first time for the financial year beginning on or after 1 January 2011, however, the adoption of these amendments is either not yet effective or the amendments did not have any significant impact on the financial information of the company.

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CHIEF EXECUTIVE

## Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)

### for the six months ended 31 December 2010

- IFRS 7 (amendment) Disclosures Transfers of Financial Assets
- IAS 12 (amendment) Deferred Tax on Investment Property
- IAS 24 (Revised) Related Party Disclosures
- IAS 32 (amendment) Financial Instruments: Presentation Classification of Right Issues
- IFRIC 14 (amendment) The Limit on a Defined Benefit Assets Minimum Funding Requirements
- IFRIC 19 Extinguishing financial liabilities with equity instruments

			31 December 2010 Un-audited	30 June 2010 Audited
		Note	Rupees	Rupees
5	Redeemable capital - Secured			
	Privately Placed Term Finance Certificates (PPTFCs) - I	5.1	6,894,480,000	6,894,480,000
	Privately Placed Term Finance Certificates (PPTFCs) - II	5.2	1,498,800,000	1,498,800,000
	Privately Placed Term Finance Certificates (PPTFCs) - III	5.3	495,540,751	496,165,250
	Sukkuks	5.4	1,600,000,000	1,600,000,000
			10,488,820,751	10,489,445,250
	Transaction costs		(300,494,375)	(127,549,317)
			10,188,326,376	10,361,895,933
	Current maturity presented under current liabilities			(2,175,886,000)
			10,188,326,376	8,186,009,933

- **5.1** PPTFCs I have been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of PPTFCs is structured to be in twelve semi-annual installments starting from January 2012.
- **5.2** PPTFCs II have been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of PPTFCs is structured to be in twelve semi-annual installments starting from May 2012.
- **5.3** PPTFCs III have been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of PPTFCs is structured to be in twenty four quarterly installments starting from March 2012.
- 5.4 Sukkuks have been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of PPTFCs is structured to be in twelve semi-annual installments starting from February 2012.

			31 December 2010 Un-audited	30 June 2010 Audited
		Note	Rupees	Rupees
6	Long term finances			
	Syndicate Term Finance - I		475,000,000	481,250,000
	Syndicate Term Finance - II	6.1	2,999,716,686	2,431,485,482
	Syndicate Term Finance - III	6.2	3,026,389,549	-
	Term Finance - I		352,916,653	
	Term Finance - II	6.3	300,000,000	300,000,000
			7,154,022,888	3,212,735,482
	Current maturity presented under current liabilities		(125,000,000)	(568,750,000)
			7,029,022,888	2,643,985,482

## Condensed Interim Financial Information | 13

## Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)

### for the six months ended 31 December 2010

- **6.1** Syndicate Term Finance I (STF-I) has been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of STF-I is structured to be in twelve semi-annual installments starting from June 2012.
- **6.2** Syndicate Term Finance II (STF-II) represents restructuring of various short term facilities into long term facility during the period. As per terms of the restructured agreement the principal redemption of STF-II is structured to be in six semi-annual installments starting from June 2012.
- **6.3** Term Finance II (TF-II) represents restructuring of various short term facilities into long term facility during the period. As per terms of the restructured agreement the principal redemption of TF-II is structured to be in twelve semi-annual installments starting from June 2012.

#### 7 Contingencies and commitments

#### 7.1 Contingencies

8

- 7.1.1 Counter guarantees given by the Company to its bankers as at the reporting date amount to Rs. 196.3 million (30 June 2010: Rs. 196.3 million).
- 7.1.2 There is no change in the status of contingencies since 30 June 2010.

7.2	Comn	nitments	Note	31 December 2010 Un-audited Rupees	30 June 2010 Audited Rupees
	7.2.1	Commitments under irrevocable letters of credit for:			
		<ul> <li>purchase of stores, spares and loose tools</li> <li>purchase of plant and machinery</li> </ul>		15,374,790 108,897,951 124,272,741	17,576,001 77,679,222 95,255,223
Fixed	assets				
		and equipment n progress	8.1	23,436,666,691 11,679,961,244 35,116,627,935	23,740,198,529 8,881,927,038 32,622,125,567
8.1	Prope	rty, plant and equipment			
	Openin Add:	ng book value Additions during the period/ year Revaluation surplus Transfer in during the period/ year	8.1.1	23,740,198,529 3,809,786 - - 3,809,786	12,336,272,523 2,493,083,910 6,560,395,944 2,806,623,489 11,860,103,343
	Less:	Disposals during the period/ year - net book Depreciation charged during the period/ yea		4,655,663 302,685,961 307,341,624	10,213,137 445,964,200 456,177,337
	Closin	g book value		23,436,666,691	23,740,198,529

Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited) *for the six months ended 31 December 2010* 

	8.1.1 Additions during the period/ year	31 December 2010 <u>Un-audited</u> Rupees	30 June 2010 Audited Rupees
	Owned assets		
	Buildings on freehold land		3,802,878
	Plant and machinery	- 1,521,450	2,402,255,980
	Residential colony assets	1,521,450	3,622,089
	•	-	
	Furniture, fixtures and office equipment	1,116,070	9,455,898
	Vehicles and rail transport	-	13,312
	Tools and other equipment	1,700	2,470,831
	Electrical and other installations	375,566	46,630,922
	Leased assets		
	Vehicles	795,000	24,832,000
		3,809,786	2,493,083,910
9	Investments		
	Cost of investments	1,385,564,400	1,385,564,400
	Add: Fair value adjustments	3,077,504,807	3,077,504,807
		4,463,069,207	4,463,069,207

#### 10 Transactions with related parties

Related parties comprise holding company, subsidiary company, associated undertakings, key management personnel (including chief executive and directors) and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties.

Detail of transactions and balances with related parties are as follows:

		July to December 2010	July to December 2009
10.1 Tra	unsactions with related parties	Rupees	Rupees
10.1	1.1 Holding company		
	Markup income	34,105,309	87,755,315
	Markup expense	36,521,753	42,126,125
	Temporary loan	(40,007,335)	10,630,855
10.1	1.2 Subsidiary company		
	Temporary loan	(363,898,429)	(282,913,125)

# Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited) *for the six months ended 31 December 2010*

		July to December 2010	July to December 2009
10.1.3	Associated company	Rupees	Rupees
	Mark-up on long term loan	26,951,847	28,381,930
	Mark-up expense on redeemable capital	7,244,304	6,844,099
	Transaction Cost	-	70,000,000
10.1.4	Post employment benefit plans		
	Contribution to employees provident fund	8,246,208	6,107,336
	Contribution to employees gratuity fund	7,949,567	7,371,680
10.1.5	Key management personnel		
	Short term employee benefits	15,960,000	6,600,000
	Post employment benefits	499,800	376,516
		31 December	30 June
		2010	2010
		Un-audited	Audited
0.2 Balan	ces with related parties	Rupees	Rupees
10.2.1	Holding company		
	Temporary loan	411,000,131	451,007,466
	Redeemable capital	266,081,964	599,520,000
	Markup receivable	89,744,112	204,485,615
10.2.2	Subsidiary company		
	Temporary loan	(289,040,269)	74,858,160
10.2.3	Associated company		
	Long term loan	340,000,000	340,000,000
	Redeemable capital	89,928,000	89,928,000
	Markup payable	87,487,588	68,717,258
	Accrued Liabilities	-	70,000,000
	Post employment benefit plans		
10.2.4			
10.2.4	Payable to provident fund	85,533,428	84,210,584

Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)

## for the six months ended 31 December 2010

		July to December 2010	July to December 2009
		Rupees	Rupees
11	Cash flow from operating activities		
	Loss before tax	(150,014,670)	(74,795,329)
	Adjustment for :		
	- Depreciation on property, plant and equipment	302,685,961	193,378,535
	- Profit on disposal of property, plant and equipment	(274,909)	-
	- Amortization of transaction costs	14,901,226	-
	- Markup income	(34,500,759)	(88,397,189)
	- Finance cost	1,615,563,374	1,315,767,603
	Profit before working capital changes	1,748,360,223	1,345,953,620
	Effect on cash flow due to working capital changes:		
	- Stores, spares and loose tools	23,131,150	(538,250,233)
	- Stock-in-trade	4,054,416	1,084,303,341
	- Trade debts	92,822,461	459,423,095
	<ul> <li>Trade debts</li> <li>Advances, deposits, prepayments and other receivables</li> </ul>	92,822,461 18,904,432	459,423,095 (994,514,273)
	- Advances, deposits, prepayments and other receivables	18,904,432	(994,514,273)
	- Advances, deposits, prepayments and other receivables	18,904,432 (1,168,786,618)	(994,514,273) 2,338,767,269
12	<ul> <li>Advances, deposits, prepayments and other receivables</li> <li>Trade and other payables</li> </ul>	18,904,432 (1,168,786,618) (1,029,874,159)	(994,514,273) 2,338,767,269 2,349,729,199
12	<ul> <li>Advances, deposits, prepayments and other receivables</li> <li>Trade and other payables</li> <li>Cash generated from operations</li> </ul>	18,904,432 (1,168,786,618) (1,029,874,159) 718,486,064	(994,514,273) 2,338,767,269 2,349,729,199 3,695,682,819
12	<ul> <li>Advances, deposits, prepayments and other receivables</li> <li>Trade and other payables</li> <li>Cash generated from operations</li> <li>Cash and cash equivalents</li> </ul>	18,904,432 (1,168,786,618) (1,029,874,159)	(994,514,273) 2,338,767,269 2,349,729,199

## Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)

## for the six months ended 31 December 2010

#### 13 Date of authorization

This interim financial information was authorized for issue by the Board of Directors of the Company on February 28, 2011.

#### 14 General

- 14.1 Figures have been rounded off to the nearest thousand of Rupees.
- 14.2 The following re-arrangement has been made for the purpose of better presentation.

Account Name	From	То	<b>30 June</b> <b>2010</b> Rupees
Advances to suppliers	Advances, deposits, prepayments and other receivables	Capital work in progress	844,536,244





## Condensed Interim Consolidated Balance Sheet

## as at 31 December 2010 (Un-audited)

CAPTAL AND RESERVES           Authorized share capital         12.000.000.000         2000000.000           Issued, subscribed and paid up capital         3.92.3400.000         5.952.1464.557         4.738.555.770           Rearves         9.000.000         4.233.591.515         Loan from associates - Unsecured, Subordinated         340.000.000         340.000.000           Non-CURRENT LLABILITIES         8         7.059.202.888         2.643.985.442         2.643.985.442           Current populos         6         7.059.202.888         2.643.985.442         1.76.550.03         3.135.199           Jandstree paid         6         7.059.202.888         2.643.985.442         1.76.550.03         3.135.199         3.135.199         3.135.199         3.135.199         3.135.199         3.135.199         3.135.199         3.135.199         3.135.199         3.135.199         3.63.248.01         1.265.23.127         3.63.248.01         1.265.23.127         3.63.248.01         1.265.23.127         3.63.23.127.118.144.354         4.927.155.05         1.36.248.01         1.265.23.127         3.63.248.01         1.265.23.127         3.63.248.01         1.265.23.127         3.63.248.01         1.265.23.127         3.63.248.01         1.265.23.127         3.63.248.01         1.265.23.127         3.63.248.01         1.265.23.127         3.63.246.01	EQUITY AND LIABILITIES	Note	31 December 2010 Un-Audited Rupees	30 June 2010 Audited Rupees
Issued, subscribed and paid up capital         3.924,300,000         3.924,300,000           Reserves         3.900,000         9.000,000         9.000,000           Accumulated profit         5.954,164,557         4.733,565,770           Surplus on revaluation         4.213,926,711         4.263,591,515           Loan from associates - Unsecured, Subordinated         340,000,000         340,000,000           NON-CURRENT LIABILITIES         6         10,188,326,376         8,186,009,933           Liabilities against assets subject to finance lease - Secured         6         10,488,326,376         8,186,009,933           Liabilities against assets subject to finance lease - Secured         161,790,416         17,659,033         31,135,199           Liabilities against assets subject to finance lease - Secured         13,13,199         4,080,394,717         21,043,756,658         15,118,184,364           Current portion of non-current liabilities - Secured         13,3279,559         2,813,312,542         3,363,280,001         4,773,718,660           Corrent portion of non-current liabilities - Secured         3,363,280,001         4,773,718,660         2,969,023,285         12,662,33,273,510           Contingencies And commuting         7         42,891,034,382         40,943,644,478         43,982,886,456         12,550,002,829         12,662,33,127,512         3	CAPITAL AND RESERVES			
Beserves         9,000,000         9,000,000         9,000,000           Accumulated profit         5,0541,464,557         4,738,555,770           Surplus on revaluation         4,213,926,711         4,263,591,515           Loan from associates - Unsecured, Subordinated         340,000,000         340,000,000           NON-CURRENT LIABILITIES         6         70,29,022,885         5,264,104,557           Liabilities against assets subject to finance lease - Secured         6         70,29,022,885         2,643,095,432           Liabilities against assets subject to finance lease - Secured         6         70,29,022,885         2,643,095,432           Liabilities against assets subject to finance lease - Secured         6         70,29,022,885         2,643,095,432           Long term finance lease - Secured         3,135,109         3,135,109         3,135,109         3,135,109           Deferred taxation         2,19,43,756,658         15,118,184,364         CURRENT LIABILITIES         2,19,43,756,658         15,118,184,364           Current portion of non-current liabilities - Secured         3,363,280,001         2,478,718,650         2,664,098,479         3,662,3127           Trade and other payables         7         2,260,131,21         3,472,312,22,29         3,472,312,22,29         3,472,312,22,29         3,493,4382         40,943,444,4	Authorized share capital		12,000,000,000	12,000,000,000
Accumulated profit         5.954,164,557         4.738,565,770           Surphs on revaluation         4.213,926,711         4.203,901,151           Loan from associates - Unsecured, Subordinated         340,000,000         340,000,000           NON-CURRENT LIABILITIES         6         10,188,326,376         8,186,009,933           Long term finances - Secured         6         7,029,022,888         2,643,985,482           Long term payables         31,135,199         31,135,199         31,135,199         31,135,199           Deferred taxation         3,403,481,779         4,080,394,217         2,043,975,6658         15,118,184,346           Current portion of non-current liabilities - Secured         3,363,380,001         4,773,718,650         3,363,280,001         4,773,718,563           Current portion of non-current liabilities - Secured         3,363,280,001         4,787,718,553         2,664,038,472         3,682,738,510           Current portion of non-current liabilities - Secured         3,805,806,456         12,50,002,829         2,813,312,542         3,682,738,510           Current portion of non-current liabilities - Secured         3,803,806,456         12,50,002,829         2,664,038,127         3,682,738,510           Current parties - Unsecured, considered good         2,567,310,828         2,567,310,828         2,567,310,828         2,5				
Surplus on revaluation         8,987,464,557         8,671,865,770           Surplus on revaluation         4,213,926,711         4,263,591,515           Loan from associates - Unsecured, Subordinated         340,000,000         340,000,000           NON-CURRENT LIABILITIES         6         7,029,022,888         6,1198,326,376         8,186,009,931           Long term finances - Secured         6         7,029,022,888         161,799,416         31,135,199           Joeffered taxation         3,135,199         3,135,199         3,135,199         3,135,199           Deferred taxation         3,603,280,001         3,603,280,001         3,603,280,001         1,266,233,127           Current portion of non-current liabilities - Secured         5         1,83,279,529         2,813,312,542         3,682,382,001         1,266,233,127           Short tem borrowing - Secured         3,682,780,001         2,662,33,127         3,682,785,101         1,256,002,39         1,266,233,127           Current portion of non-current liabilities - Secured         5         1,255,002,39         1,266,233,127         1,256,002,39         1,266,233,127         1,256,002,39         1,266,233,127         1,256,002,39         1,256,002,39         1,266,233,127         1,256,002,39         1,256,002,39         1,256,002,39         1,256,002,39         1,256,002,39				
Loan from associates - Unsecured, Subordinated         340,000,000         340,000,000           NON-CURRENT LIABILITIES         5         10,188,256,376         8,186,009,933         2,643,985,842         116,1790,416         176,659,033         31,135,199         3,1135,199         3,1135,199         3,1135,199         3,135,199         3,31,315,199         3,31,315,199         3,31,315,199         3,33,31,317,99         3,40,000,000         40,000,94,719         21,043,756,658         15,118,184,364           Current portion of non-current liabilities - Secured         183,279,529         2,813,312,542         3,663,280,001         4,787,118,650         1,266,233,127         1,266,233,127         1,266,233,127         1,266,233,127         1,266,233,127         1,266,233,127         1,266,233,127         2,664,098,476         3,682,738,510         2,664,098,476         3,682,738,510         2,862,738,520         2,852,786,560         1,250,002,829         2,567,310,282				
NON-CURRENT LIABILITIES           Redeemable capital - Secured         5         10,188,326,376         8,186,009,933           Long term finances - Secured         6         70,290,22,884         116,659,033           Liabilities against assets subject to finance lease - Secured         161,790,416         1176,659,033           Long term payables         3,63,3481,791         21,043,756,658         15,118,184,364           CURENT LIABILITIES         21043,756,658         15,118,184,364           Current portion of non-current liabilities - Secured         3,63,280,001         4,265,231,271           Accrued markup         2,664,098,476         3,682,738,510           Trade and other payables         2,665,281,465         12,255,200,02,829           CONTINGENCIES AND COMMITMENTS         7         42,891,034,382         40,943,644,478           ASSETS         3         37,191,273,112         34,723,122,289           Intangible asset         8         37,191,273,112         34,723,122,289           Intangible asset         10,0	Surplus on revaluation		4,213,926,711	4,263,591,515
Redeenable capital - Secured         5         10,188,326,376         8,186,009,933           Long term finances - Secured         6         7,029,022,888         2,643,985,482           Liabilities against assets subject to finance lease - Secured         116,790,416         176,659,033           Jong term payables         3,135,199         3,1135,199         3,135,199           Deferred taxation         2,1043,756,658         15,118,184,364           CURRENT LIABILITIES         15,118,184,364           Current portion of non-current liabilities - Secured         3,633,481,779         4,080,394,711           Short term borrowing - Secured         3,633,280,001         4,787,718,650           Accrued markup         2,095,228,450         1,266,233,215,101           Trade and other payables         2,644,098,470         12,652,312,510           CONTINGENCIES AND COMMITMENTS         7         42,891,034,382         40,943,644,478           ASSETS         8         37,191,273,112         34,723,122,289           Intangible asset         2,567,310,828         2,567,310,828         2,567,310,828           Long term deposits - Unsecured, considered good         32,694,381         30,811,917           Long term deposits - Unsecured, considered good         12,591,064,96         1,273,258,490           Sto	Loan from associates - Unsecured, Subordinated		340,000,000	340,000,000
Long term finances - Secured         6         7,029,022,888         2,643,985,482           Liabilities against assets subject to finance lease - Secured         116,1790,416         1176,659,033         1135,199         31,135,199         31,135,199         31,135,199         31,135,199         34,135,199         34,033,41,77         4,080,394,717         21,043,756,658         15,118,184,364           CURRENT LIABILITIES         183,279,529         2,813,312,542         3,363,280,001         4,787,718,650         1,266,230,127         2,664,098,476         3,682,2738,510           Corrent markup         7         2,664,098,476         3,682,738,510         3,682,738,510         3,682,738,510         3,682,738,510           CONTINGENCIES AND COMMITMENTS         7         42,891,034,382         40,943,644,478           ASSETS         8         37,191,273,112         34,723,122,289           Intangible asset         8         37,191,273,112         34,723,122,289           Intangible asset         2,567,310,828         2,567,310,828         2,567,310,828           Long term deposits - Unsecured, considered good         32,694,318         30,881,917         10,925,22,828           CURRENT ASSETS         1,250,106,496         1,273,258,490         13,36,642         18,237,248           Stores, spares and loose tools	NON-CURRENT LIABILITIES			
Liabilities against assets subject to finance lease - Secured       111,794,416       176,659,033         Long term payables       31,135,199       3,135,199         Deferred taxation       3,633,481,779       4,080,394,717         ZURENT LIABILITIES       21,043,756,659,033       15,118,184,364         CURRENT LIABILITIES       183,279,529       2,813,312,542         Short term borrowing - Secured       3,363,280,001       4,787,718,650         Accrued markup       2,664,4098,476       3,682,738,510         Trade and other payables       8,305,886,456       12,550,002,829         CONTINGENCIES AND COMMITMENTS       7       42,891,034,382       40,943,644,478         ASSETS       8       37,191,273,112       34,723,122,289         Intangible asset       8       37,191,273,112       34,723,122,289         Long term deposits - Unsecured, considered good       18,103,421       39,809,381,963       37,339,552,282         CURRENT ASSETS       118,103,422       39,309,581,963       37,339,552,282         Stores, spares and loose tools       1,250,106,496       1,273,258,490         Stores, deposits, repayments and other receivables       276,060,654       97,060,699       311,346,229         Our related parties - Unsecured, considered good       12,250,106,496       1,	Redeemable capital - Secured	5	10,188,326,376	8,186,009,933
Long term payables         31,135,199         31,135,199         31,135,199         31,135,199         31,135,199         31,135,199         31,135,199         4,080,394,717         21,043,756,658         15,118,184,364           CURRENT LIABILITIES         183,279,529         2,813,312,542         3,363,280,001         4,787,718,650         2,975,219         2,813,312,542         4,787,718,650         2,975,219         2,813,312,542         4,787,718,650         2,995,228,450         2,995,228,450         2,995,228,450         1,266,233,127         3,682,738,510         8,305,886,456         12,550,002,829         2,864,098,476         3,682,738,510         8,305,886,456         12,550,002,829         2,567,310,828         3,682,738,510         8,305,886,456         12,550,002,829         2,567,310,828         40,943,644,478           ASSETS         7         42,891,034,382         40,943,644,478         43,938,1917         31,335,192,483         40,943,644,478           ASSETS         8         37,191,273,112         34,723,122,289         118,103,422         39,809,381,963         37,339,552,282           CURRENT ASSETS         8         31,335,193         31,346,429         33,339,552,282         39,809,381,963         37,339,552,282           CURRENT ASSETS         18,103,442         31,346,429         37,50,502,99         31,1346,429<	Long term finances - Secured	6	7,029,022,888	2,643,985,482
Deferred taxation         3,633,481,779         4,080,394,717           21,043,756,658         15,118,184,364           CURRENT LIABILITIES         183,279,529         2,813,312,542           Short term borrowing - Secured         3,363,280,001         4,787,718,650           Accrued markup         2,095,228,450         1,266,233,127           Trade and other payables         8,305,886,456         12,550,002,829           CONTINGENCIES AND COMMITMENTS         7         42,891,034,382         40,943,644,478           ASSETS         8         37,191,273,112         34,723,122,289           Intangible asset         8         37,191,273,112         34,723,122,289           Long term advances - Unsecured, considered good         2,664,318         308,81.917           Long term advances - Unsecured, considered good         32,694,381         30,81.917           Long term deposits - Unsecured, considered good         18,103,642         18,237,248           39,809,381,963         37,339,552,282         276,7310,828         2,567,310,828           CURRENT ASSETS         11,250,106,496         1,273,258,490         139,520,239           Stores, spares and loose tools         31,364,220         37,339,552,282         37,339,552,282           Ourade debts         Advances, deposits, prepayments and o				
URRENT LIABILITIES           Current portion of non-current liabilities - Secured           Short term borrowing - Secured           Accrued markup           Trade and other payables           CONTINGENCIES AND COMMITMENTS           CONTINGENCIES AND COMMITMENTS           7           42,891,034,382           40,943,644,478           ASSETS           NON-CURRENT ASSETS           Fixed assets           Intangible asset           Long term advances - Unsecured, considered good           Jay, 529, 528, 450           Jay, 520, 528, 450           Jay, 520, 528, 456           Itangible asset           Long term advances - Unsecured, considered good           Jay, 520, 529           Stork: in-trade           Trade debis           Advances, deposits, prepayments and other receivables           Due from related parties - Unsecured, considered good           Trade debis           Advances, deposits, prepayments and other receivables           Due from related parties - Unsecured, considered good           Trade debis           Advances, deposits, prepayments and other receivables           Dash and bank balances           Jay, 640, 402, 196				· · ·
CURRENT LIABILITIES         Current portion of non-current liabilities - Secured         Short term borrowing - Secured         Accrued markup         Trade and other payables         CONTINGENCIES AND COMMITMENTS         7         42,891,034,382         40,943,644,478         ASSETS         NON-CURRENT ASSETS         Fixed asset         Long term advances - Unsecured, considered good         181,03,642         182,027,038,01         183,05,880,01         19,043,644,478         ASSETS         NON-CURRENT ASSETS         Fixed asset         Long term advances - Unsecured, considered good         12,567,310,828         2,667,310,828         2,667,310,828         2,664,088,1917         Long term advances - Unsecured, considered good         18,103,642         18,203,244         39,809,381,963         37,339,552,282         CURRENT ASSETS         Stores, spares and loose tools         Stores, spares and loose tools         Stores, deposits, prepayments and other receivables         Due from related parties - Unsecured, considered good         12,30,106,099         279	Deterred taxation			
Short term borrowing - Secured       3,363,280,001       4,787,718,650         Accrued markup       2,095,228,450       1,266,233,127         Trade and other payables       2,664,098,476       3,682,738,510         CONTINGENCIES AND COMMITMENTS       7       42,891,034,382       40,943,644,478         ASSETS       7       42,891,034,382       40,943,644,478         NON-CURRENT ASSETS       7       42,891,034,382       40,943,644,478         Intangible asset       8       37,191,273,112       34,723,122,289         Long term advances - Unsecured, considered good       32,694,381       30,881,917         Long term davances - Unsecured, considered good       32,694,381       30,881,917         Long term doose tools       33,043,220,039       413,608,320         Stores, spares and loose tools       37,339,552,282       279,006,999       311,346,429         Advances, deposits, prepayments and other receivables	CURRENT LIABILITIES		21,043,750,036	15,118,184,504
Short term borrowing - Secured       3,363,280,001       4,787,718,650         Accrued markup       2,095,228,450       1,266,233,127         Trade and other payables       2,664,098,476       3,682,738,510         CONTINGENCIES AND COMMITMENTS       7       42,891,034,382       40,943,644,478         ASSETS       7       42,891,034,382       40,943,644,478         NON-CURRENT ASSETS       7       42,891,034,382       40,943,644,478         Intangible asset       8       37,191,273,112       34,723,122,289         Long term advances - Unsecured, considered good       32,694,381       30,881,917         Long term davances - Unsecured, considered good       32,694,381       30,881,917         Long term doose tools       33,043,220,039       413,608,320         Stores, spares and loose tools       37,339,552,282       279,006,999       311,346,429         Advances, deposits, prepayments and other receivables	Current portion of non-current liabilities - Secured		183 279 529	2 813 312 542
Trade and other payables       2,664,098,476       3,682,738,510         CONTINGENCIES AND COMMITMENTS       7       42,891,034,382       40,943,644,478         ASSETS       42,891,034,382       40,943,644,478       40,943,644,478         ASSETS       8       37,191,273,112       34,723,122,289         Intangible asset       8       2,567,310,828       2,567,310,828         Long term advances - Unsecured, considered good       32,694,381       30,881,917         Long term deposits - Unsecured, considered good       32,694,381       30,881,917         Long term deposits - Unsecured, considered good       18,103,642       18,237,248         39,809,381,963       37,339,552,282         CURRENT ASSETS       1,250,106,496       1,273,258,490         Stores, spares and loose tools       37,339,552,282       11,366,320         CURRENT ASSETS       1,250,106,496       1,273,258,490         Advances, deposits, prepayments and other receivables       279,006,999       311,346,429         Advances, deposits, prepayments and other receivables       767,606,054       908,736,284         Due from related patries - Unsecured, considered good       411,000,131       451,007,466         Taxation       82,446,371       159,638,163       86,497,044         Cash and bank bala				
Radio       Radio <th< td=""><td>Accrued markup</td><td></td><td>2,095,228,450</td><td>1,266,233,127</td></th<>	Accrued markup		2,095,228,450	1,266,233,127
CONTINGENCIES AND COMMITMENTS         7           42,891,034,382         40.943,644,478           ASSETS         ASSETS           NON-CURRENT ASSETS         8           Fixed assets         8           Long term advances - Unsecured, considered good         2,667,310,828           Long term advances - Unsecured, considered good         18,103,642           Long term deposits - Unsecured, considered good         18,103,642           Stores, spares and loose tools         37,339,552,282           CURRENT ASSETS         1,250,106,496           Stores, spares and loose tools         1,273,258,490           Advances, deposits, prepayments and other receivables         279,006,999           Advances, deposits, prepayments and other receivables         767,606,054           Due from related parties - Unsecured, considered good         411,000,131           Atsition         82,446,371           Cash and bank balances         3,081,652,419           3,081,652,419         3,604,092,196	Trade and other payables			
42,891,034,382         40.943,644,478           ASSETS         40.943,644,478           NON-CURRENT ASSETS         8         37,191,273,112         34,723,122,289           Intangible asset         8         37,191,273,112         34,723,122,289           Long term advances - Unsecured, considered good         32,694,381         30,881,917           Long term deposits - Unsecured, considered good         18,103,642         18,237,248           Stores, spares and loose tools         37,339,552,282         CURRENT ASSETS           Storek, spares and loose tools         1,250,106,496         1,273,258,490           Storek, spares and loose tools         279,006,999         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163         86,497,044           Cash and bank balances         3,081,652,419         3,604,092,196	CONTINCENCIES AND COMMITMENTS	7	8,305,886,456	12,550,002,829
Solution         8         37,191,273,112         34,723,122,289           Intangible asset         2,667,310,828         2,567,310,828         2,567,310,828           Long term advances - Unsecured, considered good         32,694,381         30,881,917           Long term deposits - Unsecured, considered good         18,103,642         18,237,248           Stores, spares and loose tools         37,339,552,282           Stores, spares and loose tools         1,250,106,496         1,273,258,490           Stock-in-trade         139,520,039         413,608,320           Trade debts         279,006,999         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         3,081,652,419         3,604,092,196	CONTINGENCIES AND COMMITMENTS	/	42,891,034,382	40,943,644,478
Fixed assets     8     37,191,273,112     34,723,122,289       Intangible asset     2,567,310,828     2,567,310,828       Long term advances - Unsecured, considered good     32,694,381     30,881,917       Long term deposits - Unsecured, considered good     18,103,642     18,237,248       39,809,381,963     37,339,552,282       CURRENT ASSETS       Stores, spares and loose tools     1,250,106,496     1,273,258,490       Stock-in-trade     139,520,039     413,608,320       Trade debts     279,006,099     311,346,429       Advances, deposits, prepayments and other receivables     767,606,054     908,736,284       Due from related parties - Unsecured, considered good     411,000,131     451,007,466       Taxation     82,446,371     159,638,163       Cash and bank balances     3,081,652,419     3,604,092,196	ASSETS			
Intangible asset         2,567,310,828         2,567,310,828         2,567,310,828         2,567,310,828         2,567,310,828         2,567,310,828         2,567,310,828         2,567,310,828         30,881,917           Long term deposits - Unsecured, considered good         18,103,642         18,237,248         30,881,917           Long term deposits - Unsecured, considered good         18,103,642         18,237,248         37,339,552,282           CURRENT ASSETS         Stores, spares and loose tools         1,250,106,496         1,273,258,490           Stock-in-trade         139,520,039         413,608,320         413,608,320         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284         411,000,131         451,007,466           Due from related parties - Unsecured, considered good         151,966,632         86,497,044         451,007,466         82,446,371         159,638,163           Cash and bank balances         3,081,652,419         3,604,092,196         3,084,092,196         3,04,092,196	NON-CURRENT ASSETS			
Long term advances - Unsecured, considered good         32,694,381         30,881,917           Long term deposits - Unsecured, considered good         18,103,642         18,237,248           39,809,381,963         37,339,552,282           CURRENT ASSETS         1,250,106,496         1,273,258,490           Stock-in-trade         139,520,039         413,608,320           Trade debts         279,006,999         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         3,081,652,419         3,604,092,196	Fixed assets	8	37,191,273,112	34,723,122,289
Long term deposits - Unsecured, considered good         18,103,642         18,237,248           39,809,381,963         37,339,552,282           CURRENT ASSETS         1,250,106,496         1,273,258,490           Stores, spares and loose tools         139,520,039         413,608,320           Trade debts         279,006,999         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         3,081,652,419         3,604,092,196	5			
39,809,381,963         37,339,552,282           CURRENT ASSETS         1,250,106,496         1,273,258,490           Stock-in-trade         139,520,039         413,608,320           Trade debts         279,006,999         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         3,081,652,419         3,604,092,196				
Stores, spares and loose tools         1,250,106,496         1,273,258,490           Stock-in-trade         139,520,039         413,608,320           Trade debts         279,006,999         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         3,081,652,419         3,604,092,196	Long term deposits - Onsecured, considered good			
Stores, spares and loose tools         1,250,106,496         1,273,258,490           Stock-in-trade         139,520,039         413,608,320           Trade debts         279,006,999         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         3,081,652,419         3,604,092,196	CURRENT ASSETS			
Stock-in-trade         139,520,039         413,608,320           Trade debts         279,006,999         311,346,429           Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         3,081,652,419         3,604,092,196			1.250.106.496	1.273.258.490
Advances, deposits, prepayments and other receivables         767,606,054         908,736,284           Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         151,966,329         86,497,044           3,081,652,419         3,604,092,196         3,081,652,419				
Due from related parties - Unsecured, considered good         411,000,131         451,007,466           Taxation         82,446,371         159,638,163           Cash and bank balances         151,966,329         86,497,044           3,081,652,419         3,604,092,196         3,081,652,419				311,346,429
Taxation         82,446,371         159,638,163           Cash and bank balances         151,966,329         86,497,044           3,081,652,419         3,604,092,196				
Cash and bank balances         151,966,329         86,497,044           3,081,652,419         3,604,092,196	· · · · · · · · · · · · · · · · · · ·			
<b>3,081,652,419</b> 3,604,092,196				
	Cush and built built built			

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.



Condensed Interim Consolidated Financial Information



# Condensed Interim Consolidated Profit and Loss Account (Un-audited) Cond

## for the half year ended 31 December 2010

July to December 2010	July to December 2009	October to December 2010	October to December 2009
Rupees	Rupees	Rupees	Rupees
3,312,364,180	7,785,464,324	1,969,761,292	4,311,630,319
(2,340,301,799)	(6,125,767,391)	(1,433,076,143)	(3,694,435,734)
972,062,381	1,659,696,933	536,685,149	617,194,585
(172,564,899)	(155,377,301)	(113,998,066)	(98,407,851)
(137,192,507)	(316,162,212)	(88,973,756)	(201,185,969)
36,587,275	66,296,605	11,685,021	126,136,811
698,892,250	1,254,454,025	345,398,348	443,737,576
(843,648,069)	(1,332,344,552)	(406,845,778)	(814,930,546)
(144,755,819)	(77,890,527)	(61,447,430)	(371,192,970)
410,689,802	321,207,376	55,505,688	343,203,048
265,933,983	243,316,849	(5,941,742)	(27,989,922)
0.68	0.62	(0.02)	(0.07)
	2010 Rupees 3,312,364,180 (2,340,301,799) 972,062,381 (172,564,899) (137,192,507) 36,587,275 698,892,250 (843,648,069) (144,755,819) 410,689,802 265,933,983	2010         2009           Rupees         Rupees           3,312,364,180         7,785,464,324           (2,340,301,799)         (6,125,767,391)           972,062,381         1,659,696,933           (172,564,899)         (155,377,301)           (137,192,507)         (316,162,212)           36,587,275         66,296,605           698,892,250         1,254,454,025           (843,648,069)         (1,332,344,552)           (144,755,819)         (77,890,527)           410,689,802         321,207,376           265,933,983         243,316,849	2010         2009         December 2010           Rupces         Rupces         Rupees           3,312,364,180         7,785,464,324         1,969,761,292           (2,340,301,799)         (6,125,767,391)         (1,433,076,143)           972,062,381         1,659,696,933         536,685,149           (172,564,899)         (155,377,301)         (113,998,066)           (137,192,507)         (316,162,212)         (88,973,756)           36,587,275         66,296,605         11,685,021           698,892,250         1,254,454,025         345,398,348           (843,648,069)         (1,332,344,552)         (406,845,778)           (144,755,819)         (77,890,527)         (61,447,430)           410,689,802         321,207,376         55,505,688           265,933,983         243,316,849         (5,941,742)

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.

# Condensed Interim Consolidated Statement of Comprehensive Income (Un-audited) *for the half year ended 31 December 2010*

	July to December 2010	July to December 2009	October to December 2010	October to December 2009
	Rupees	Rupees	Rupees	Rupees
Profit / (loss) after taxation	265,933,983	243,316,849	(5,941,742)	(27,989,922)
Other comprehensive income				
Change in fair value of available for sale financial asset	_	_	-	_
Incremental depreciation - net of tax	49,664,804	-	23,743,953	-
Other comprehensive income for the period	49,664,804	-	23,743,953	-
Total comprehensive income				
(loss) for the period	315,598,787	243,316,849	17,802,211	(27,989,922)

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.

CHIEF EXECUTIVE



DIRECTOR

## Condensed Interim Consolidated Cash flow Statement (Un-audited)

## for the half year ended 31 December 2010

	Note	July to December 2010 Rupees	July to December 2009 Rupees
Cash flows from operating activities			
Cash generated from operations	10	1,083,579,343	3,924,362,389
Finance cost paid		(769,846,703)	(1,224,295,856)
Income tax received/(paid)		59,468,083	(101,065,557)
Long term deposits and advances		(1,678,858)	(6,374,952)
Net cash (used in)/generated from operating activities		371,521,865	2,592,626,024
Cash flows from investing activities			
Capital expenditure including purchase of property, plant and equipment		(2,802,550,093)	(4,495,412,095)
Proceeds from disposal of property, plant and equipment		4,930,572	-
Interest received		149,242,262	748,147
Loan to related party		40,007,335	(104,356,798)
Net cash used in investing activities		(2,608,369,924)	(4,599,020,746)
Cash flows from financing activities			
Long term finances obtained		3,941,287,406	1,018,087,179
Proceeds from issuance of term finance certificates		-	10,140,980
Redemption of term finance certificates		(624,499)	-
Repayment of liabilities against assets subject to finance lease		(26,060,630)	(17,503,377)
Transaction costs incurred on restructuring process		(187,846,284)	-
Dividend paid		-	(588,645,000)
Net cash generated from financing activities		3,726,755,993	422,079,782
Net increase/(decrease) in cash and cash equivalents		1,489,907,934	(1,584,314,940)
Cash and cash equivalents at the beginning of period		(4,701,221,606)	(1,809,599,154)
Cash and cash equivalents at the end of period	11	(3,211,313,672)	(3,393,914,094)

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.

Lahore

M

**CHIEF EXECUTIVE** 

DIRECTOR

Condensed Interim Consolidated Statement of Changes in Equity (Un-audited)

662,715,666 28,783,221 265,933,983 49,664,804 243,316,849 7,737,050,034 ,980,366,883 8,671,865,770 **Fotal equity** Rupees 662,715,666 28,783,221 265,933,983 49,664,804 243,316,849 3,803,750,034 4,738,565,770 4,047,066,883 Accumulated 54,164, Rupees profit 9,000,000 000,000, 9,000,000Total reserves Rupees Available for sale financial assets Rupees Reserves 9,000,000 000,000,6 9,000,000 Revenue reserve . Rupees 3,924,300,000 3,924,300,000 3,924,300,000 Share Capital Rupees for the half year ended 31 December 2010 Balance as at 31 December 2009 - Unaudited - Other comprehensive income for the period - Other comprehensive income for the period - Other comprehensive income for the period Total comprehensive Income for the period - Profit for the period Total comprehensive income for the period Total comprehensive income for the period Balance as at 30 June 2010 - Audited Balance as at 30 June 2009 - Audited - Profit for the period - Profit for the period

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.

Condensed Interim Consolidated Financial Information 23

87,464,55

00,000

3,924,300,000

Balance as at 31 December 2010 - Unaudited

A

## Condensed Interim Consolidated Notes to the Financial Information (Un-audited)

## for the half year ended 31 December 2010

#### 1 Status and nature of business

The Group comprises the following companies:

#### Agritech Limited ('AGL')- Parent Company

Agritech Limited was incorporated on 11 June 1985 as an unlisted Public Limited Company under the Companies Ordinance, 1984 and was a wholly owned subsidiary of National Fertilizer Corporation of Pakistan (Private) Limited ("NFC"), a Government owned Corporation, until 15 July 2006. Subsequently, 100% shares of the Company were acquired by Azgard Nine Limited ('ANL') as a part of privatization process of the Government of Pakistan as stipulated in the Share Purchase Agreement dated 15 July 2006. The Company obtained listing on Karachi Stock Exchange on 12 April 2010. The registered office of the company is situated at Ismail Aiwan-e-Science, Off Sharah -e-Roomi, Lahore. The principal business of the Company is the production and sale of urea fertilizer.

#### Hazara Phosphate Fertilizers (Private) limited ('HPFL') - Subsidiary

HPFL was incorporated on June 11, 1985 as a Private Limited Company under the Companies Ordinance, 1984 and was a wholly owned subsidiary of National Fertilizer Corporation of Pakistan (Private) Limited, a Government owned Corporation, until November 28, 2008. Subsequently, 100% shares of HPFL were acquired by AGL as a part of privatization process of the Government of Pakistan as stipulated in the Share Purchase Agreement dated November 28, 2008. The registered office of HPFL is situated at Haripur. The principal business of HPFL is the production and sale of Granulated Single Super Phosphate fertilizer.

#### 2 Basis of preparation

The condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. The disclosures in the condensed interim financial information do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended 30 June 2010.

#### 2.1 Statement of compliance

The condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. The disclosures in the condensed interim financial information do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended 30 June 2010.

#### 2.2 Financial liabilities and continuing operations

These financial statements have been prepared on the assumption that the Company would continue as a going concern although the Company has incurred a loss before tax of Rs. 150.01 million during the six month ended 31 December 2010 and, as of that date, its current liabilities exceeded current assets by Rs. 5,983.70 million (30 June 2010 : Rs. 9,592.15 million). The assumption that the Company would continue as a going concern is based on the expectation of future profitability and positive cash flows from operating activities.

#### 3 Estimates

The preparation of the condensed interim unconsolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing the condensed interim unconsolidated financial information the significant judgments made by the management in applying accounting policies, key estimates and uncertainty includes:

- Residual value and useful life estimation of fixed assets
- Taxation
- Retirement and other benefits
- Provisions and contingencies

#### 4 Significant accounting policies

**4.1** The accounting policies and methods of computation adopted in the preparation of the interim financial information are generally based on the same policies and methods as applied in preparation of the annual financial statements for the year ended 30 June 2010.

## Condensed Interim Consolidated Financial Information 25

## Condensed Interim Consolidated Notes to the Financial Information (Un-audited)

## for the half year ended 31 December 2010

- 4.2 In addition to above, following amendments to the International Financial Reporting Standards/ International Accounting Standards are mandatory for the first time for the financial year beginning on or after 1 January 2011, however, the adoption of these amendments is either not yet effective or the amendments did not have any significant impact on the financial information of the company.
  - IFRS 7 (amendment) Disclosures Transfers of Financial Assets
  - IAS 12 (amendment) Deferred Tax on Investment Property
  - IAS 24 (Revised) Related Party Disclosures

5

- IAS 32 (amendment) Financial Instruments: Presentation Classification of Right Issues
- IFRIC 14 (amendment) The Limit on a Defined Benefit Assets Minimum Funding Requirements
- IFRIC 19 Extinguishing financial liabilities with equity instruments

		31 December 2010 Un-audited	30 June 2010 Audited
		Rupees	Rupees
Redeemable capital - Secured			
Privately Placed Term Finance Certificates (PPTFCs) - I	5.1	6,894,480,000	6,894,480,000
Privately Placed Term Finance Certificates (PPTFCs) - II	5.2	1,498,800,000	1,498,800,000
Privately Placed Term Finance Certificates (PPTFCs) - III	5.3	495,540,751	496,165,250
Sukkuk	5.4	1,600,000,000	1,600,000,000
		10,488,820,751	10,489,445,250
Transaction costs		(300,494,375)	(127,549,317)
		10,188,326,376	10,361,895,933
Current maturity presented under current liabilities		-	(2,175,886,000)
		10,188,326,376	8,186,009,933

- 5.1 PPTFCs I have been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of PPTFCs is structured to be in twelve semi-annual installments starting from January 2012.
- **5.2** PPTFCs II have been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of PPTFCs is structured to be in twelve semi-annual installments starting from May 2012.
- **5.3** PPTFCs III have been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of PPTFCs is structured to be in twenty four quarterly installments starting from March 2012.
- 5.4 Sukkuks have been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of PPTFCs is structured to be in twelve semi-annual installments starting from February 2012.

		31 December 2010 Un-audited Rupees	30 June 2010 Audited Rupees
6 Long term finances		Rupees	Tupees
Syndicate Term Finance - I		475,000,000	481,250,000
Syndicate Term Finance - II	6.1	2,999,716,686	2,431,485,482
Syndicate Term Finance - III	6.2	3,026,389,549	-
Term Finance - I		352,916,653	
Term Finance - II	6.3	300,000,000	300,000,000
		7,154,022,888	3,212,735,482
Current maturity presented under current liabilities		(125,000,000)	(568,750,000)
		7,029,022,888	2,643,985,482

## Condensed Interim Consolidated Notes to the Financial Information (Un-audited)

## for the half year ended 31 December 2010

- 6.1 Syndicate Term Finance I (STF-I) has been rescheduled during the period. As per terms of the rescheduling agreement the principal redemption of STF-I is structured to be in twelve semi-annual installments starting from June 2012.
- **6.2** Syndicate Term Finance II (STF-II) represents restructuring of various short term facilities into long term facility during the period. As per terms of the restructured agreement the principal redemption of STF-II is structured to be in six semi-annual installments starting from June 2012.
- **6.3** Term Finance II (TF-II) represents restructuring of various short term facilities into long term facility during the period. As per terms of the restructured agreement the principal redemption of TF-II is structured to be in twelve semi-annual installments starting from June 2012.

#### 7 Contingencies and commitments

#### 7.1 Contingencies

8

- 7.1.1 Counter guarantees given by the Company to its bankers as at the reporting date amount to Rs. 196.3 million (30 June 2010: Rs. 196.3 million).
- 7.1.2 There is no change in the status of contingencies since 30 June 2010.

					31 December	30 June
	7.2	Com	nitments		2010	2010
					Un-audited	Audited
				Note	Rupees	Rupees
		7.2.1	Commitments under irrevocable letters of credit for:			
			- purchase of stores, spares and loose tools		15,374,790	17,576,001
			- purchase of plant and machinery		108,897,951	
					124,272,741	77,679,222 95,255,223
8	Fixed	assets				
-						
	Proper	rty, plan	t and equipment	8.1	25,460,496,519	25,790,551,902
	Capita	l work	in progress		11,730,776,593	8,932,570,387
					37,191,273,112	34,723,122,289
	8.1	Prope	erty, plant and equipment			
		Openi	ing book value		25,790,551,902	14,361,612,465
		Add:	Additions during the period/ year	8.1.1	5,138,887	2,503,498,017
			Revaluation surplus		-	6,560,395,944
			Transfer in during the period/ year		-	2,874,586,659
					5,138,887	11,938,480,620
		Less:	Disposals during the period/ year - net book value		4,655,663	10,213,167
			Depreciation charged during the period/ year		330,538,607	499,328,016
					335,194,270	509,541,183
		Closir	ng book value		25,460,496,519	25,790,551,902

## Condensed Interim Consolidated Financial Information 27

11 · D

## Condensed Interim Consolidated Notes to the Financial Information (Un-audited)

## for the half year ended 31 December 2010

#### 8.1.1 Additions during the period/ year

Owned assets		
Buildings on freehold land	382,401	3,802,878
Plant and machinery	2,142,462	2,403,909,194
Residential colony assets	-	3,622,089
Furniture, fixtures and office equipment	1,441,758	10,875,177
Vehicles and rail transport	-	13,312
Tools and other equipment	1,700	2,470,831
Electrical and other installations	375,566	48,191,418
Leased assets		
Vehicles	795,000	30,613,118
	5,138,887	2,503,498,017

#### 9 Transactions with related parties

9

Related parties comprise holding company, subsidiary company, associated undertakings, key management personnel (including

Detail of transactions and balances with related parties are as follows:

			July to December 2010	July to December 2009
9.1	Trans	actions with related parties	Rupees	Rupees
	9.1.1	Holding company		
		Markup income	34,105,309	87,755,315
		Markup expense	36,521,753	42,126,125
		Temporary loan	(40,007,335)	10,630,855
	9.1.2	Subsidiary company		
		Temporary loan	(363,898,429)	(282,913,125)
	9.1.3	Associated company		
		Mark-up on long term loan	26,951,847	28,381,930
		Mark-up expense on redeemable capital	7,244,304	6,844,099
		Transaction Cost	-	70,000,000
	9.1.4	Post employment benefit plans		
		Contribution to employees provident fund	8,246,208	6,107,336
		Contribution to employees gratuity fund	7,949,567	7,371,680
	9.1.5	Key management personnel		
		Short term employee benefits	16,606,875	6,600,000
		Post employment benefits	802,707	376,516
		* *	· · · · · · · · · · · · · · · · · · ·	,

## Condensed Interim Consolidated Financial Information 29

## Condensed Interim Consolidated Notes to the Financial Information (Un-audited)

## for the half year ended 31 December 2010

			31 December 2010 <u>Un-audited</u> Rupees	30 June 2010 Audited Rupees
9.2	Balan	ces with related parties		
	9.2.1	Holding company		
		Temporary loan Redeemable capital Markup receivable	411,000,132 266,081,964 89,744,113	451,007,466 599,520,000 204,485,615
	9.2.2	Subsidiary company		
		Temporary loan	(289,040,269)	74,858,160
	9.2.3	Associated company		
		Long term loan Redeemable capital Markup payable Accrued Liabilities	340,000,000 89,928,000 87,487,588	340,000,000 89,928,000 68,717,258 70,000,000
	9.2.4	Post employment benefit plans		
		Payable to provident fund Payable to gratuity trust	85,533,428 22,018,523	84,210,584 14,073,414

All transactions with related parties have been carried out on commercial terms and conditions.

		July to December 2010	July to December 2009
		Rupees	Rupees
10	Cash flow from operating activities		
	Loss before tax	(144,755,819)	(77,890,527)
	Adjustment for :		
	- Depreciation on property, plant and equipment	330,538,607	219,801,641
	- Profit on disposal of property, plant and equipment	(274,909)	-
	- Amortization of transaction costs	14,901,226	-
	- Markup income	(34,500,759)	(88,503,462)
	- Finance cost	1,598,842,026	1,320,423,572
	Profit before working capital changes	1,764,750,372	1,373,831,224

# Condensed Interim Consolidated Notes to the Financial Information (Un-audited)

## for the half year ended 31 December 2010

	<ul><li><b>13.2</b> The following rest</li><li><b>Account Name</b></li><li>Advances to suppliers</li></ul>	en rounded off to the nearest thousand of Ru e-arrangement has been made for the purpose <b>From</b> Advances, deposits, prepayments and other receivables	-	ţress	<b>30 June 2010</b> Rupees 844,536,244
	Account Name	-arrangement has been made for the purpose From Advances, deposits, prepayments	e of better presentation. To	gress	2010 Rupees
	Account Name	-arrangement has been made for the purpose	e of better presentation. To		2010 Rupees
	13.2 The following re-		-		
		en rounded off to the nearest thousand of Ru	pees.		
	13.1 Figures have bee				
3	General	ionnation was autionized for issue by the Di		inputy on 20th Febr	uury 2011.
2	Date of authorization	formation was authorized for issue by the Be	ourd of Directory of the Ce	mpany on Joth E-L-	nom 2011
				(3,211,313,672)	(3,393,914,094)
	Short term borrowings - Cash and bank balances	secured		(3,363,280,001) 151,966,329	(3,568,254,398) 174,340,304
1	Cash and cash equivale	ents			
	Cash generated from ope	erations		1,083,579,343	3,924,362,389
				(681,171,029)	2,550,531,165
	<ul> <li>Trade and other payabl</li> </ul>			(1,037,139,467)	2,722,439,798
	- Trade debts	epayments and other receivables		32,339,430 26,388,732	(23,966,875) (977,185,421)
	- Stock-in-trade			274,088,282	1,377,987,722
	- Stores, spares and loos			23,151,994	(548,744,059)

