

FAUJI CEMENT COMPANY LIMITED

Fauji Towers, Block-III, 68 Tipu Road, Chaklala, Rawalpindi, Pakistan

Fax No : 051-9280416
E-mail : secretary1@fccl.com.pk
Website : <http://www.fccl.com.pk>
Case No : SECY/FCCL/2036/22

Telephone : 051-9280075
Exchange : 051-9280081-83
: 051-5763321-24
Dated 29 October 2018

To: The General manger
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Subject: Transmission of Quarterly Report for the period Ended 30th Sep 2018

Dear Sir,

1. Please be informed that the Quarterly Report of Company for the period ended 30th September 2018 has been transmitted through **PUCARs** and is also available on Company's website.
2. You may please inform the TRE Certificate Holders of the Exchange accordingly.

Regards,

Yours sincerely,




Brig Riaz Ahmed Gondal, SI(M),(Retd)
Company Secretary



First
Quarterly
Report

2018-19

FAUJI CEMENT COMPANY LIMITED

CEMENTING THE NATION

آزادی قیمتی ہے



www.fccl.com.pk

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Board of Directors

Lt Gen Syed Tariq Nadeem Gilani, HI(M),(Retd)
Lt Gen Muhammad Ahsan Mahmood, HI(M),(Retd)
Mr Qaiser Javed
Dr Nadeem Inayat
Maj Gen Tahir Ashraf Khan, HI(M),(Retd)
Maj Gen Wasim Sadiq, HI(M), (Retd)
Brig Raashid Wali Janjua, SI(M), (Retd)
Brig Asmat Ullah Khan Niazi, SI(M), (Retd)
Mr Pervez Inam
Mr Jawaid Iqbal

Chairman
Chief Executive / MD
Director
Director
Director
Director
Director
Independent Director
Independent Director

Company Secretary

Brig Riaz Ahmed Gondal, SI(M), (Retd)
Fauji Towers, Block III, 68 Tipu Road,
Chaklala, Rawalpindi
Tel: +092-051 9280075
Fax: +092-051 9280416
Email: secretary@fccl.com.pk

Chief Financial Officer

Mr Omer Ashraf
Tel: +092-051 5500157
Email: omer@fccl.com.pk

Auditors

M/s KPMG Taseer Hadi & Co,
Chartered Accountants
6th Floor, State Life Building No. 5
Jinnah Avenue, Blue Area, P.O. Box 1323
Islamabad, Pakistan
Tel: +092-051 282-3558
Fax: +092-051 2822671

Legal Advisors

M/s ORR Dignam & Co, Advocates
Marina Height, 2nd Floor 109 East
Jinnah Avenue, Islamabad
Tel: +092-051 2260517-8
Fax: +092-051 2260653

Share Registrar

M/s Corplink (Pvt) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore
Tel: +092-042-35916714-19 & 35869037
Email: corplink786@yahoo.com
Fax: +092-042-35869037

Marketing & Sales Department

Brig Khizar Sultan Raja ,SI(M),(Retd)
GM (Marketing & Sales)
1st Floor, Aslam Plaza, 60 Adamjee Road,
Saddar, Rawalpindi, Pakistan
Exchange: +092-051-5523836,
+092-051-5528042
Office: +092-051-9271491
Fax Number : +092-051-5528965-66
Email: adminmkt@fccl.com.pk

Procurement & Human Resource Department

Brig Parvez Iqbal Malik ,SI(M),(Retd)
GM Procurement & Human Resource
Tel: +92-051-9280084
Fax Number : +092-051-9280416
Email: Pervez.iqbal@fccl.com.pk

Factory

Fauji Cement Company Limited
Near Village Jhang Bahtar, Tehsil Fateh Jang,
District Attock
Tel Exchange : +092-0572-538047-48,
+092-0572- 2538138
Fax Number : +092-0572-538025

Registered Office

Fauji Cement Company Limited
Fauji Towers, Block III, 68 Tipu Road,
Chaklala, Rawalpindi
Tel Exchange : +092-051-9280081-83,
+092-051-5763321-24
Fax Number : +092-051-9280416
<http://www.fccl.com.pk>

Company Website <http://www.fccl.com.pk>

Audit Committee

Mr Pervez Inam, **(President)**

Mr Qaiser Javed, **(Member)**

Dr Nadeem Inayat, **(Member)**

Maj Gen Wasim Sadiq, HI(M), (Retd), **(Member)**

Brig Riaz Ahmed Gondal, SI(M), (Retd), **(Secretary)**

Technical Committee

Brig Raashid Wali Janjua, SI(M), (Retd), **(President)**

Maj Gen Tahir Ashraf Khan, HI(M), (Retd), **(Member)**

Maj Gen Wasim Sadiq, HI(M), (Retd), **(Member)**

Mr Muhammad Tariq, SGM (Plant) **(Secretary)**

Human Resource & Remuneration Committee

Mr Pervez Inam, **(President)**

Dr Nadeem Inayat, **(Member)**

Maj Gen Tahir Ashraf Khan, HI(M), (Retd), **(Member)**

Brig Asmat Ullah Khan Niazi, SI(M), (Retd), **(Member)**

Brig Riaz Ahmed Gondal, SI(M), (Retd), **(Secretary)**

Bankers

United Bank Limited

Allied Bank Limited

Bank Al-Falah Limited

Habib Bank Limited

MCB Bank Limited

Meezan Bank Limited

Askari Bank Limited

Standard Chartered Bank Limited

National Bank Limited

Silk Bank Limited

Bank of Punjab

Faysal Bank Limited

Bank Al-Habib Limited

Al-Baraka Pakistan Limited

Bank Islami Pakistan Limited

1. Board of Directors is pleased to present its review report along with unaudited accounts of the Company for the First Quarter ended 30th September 2018.
2. During First Quarter of FY 2018-19, Company earned a Net Profit of Rs. **801** Million as compared to Rs. **444** Million in same period of the last year. Sales revenue stood at Rs **5,342** Million as compared to Rs **4,794** Million in corresponding period of last year showing growth of **11%**. Cost of sales decreased by **11%** and Company has earned a gross profit of **27%** as compared to **17%** of corresponding period of last year. The improvement in profitability is mainly attributable to the fact that last year the Line 2 of FCCL was under rehabilitation and we were purchasing clinker from outside which affected our margins whereas during this period the Line 2 was in production running at optimum capacity.
3. Looking ahead there has been a slight slowdown after elections with the new Government settling down. On the other hand the Housing sector continues to remain strong and driving demand. On the cost side the drastic Rupee Devaluation along with the increase in the International coal prices will affect the input costs of the Company and in turn keep the margins under pressure going forward.

For and on behalf of the Board



Rawalpindi
22nd October 2018

Lt Gen Syed Tariq Nadeem Gilani ,HI(M),(Retd)
Chairman Board of Directors, FCCL


ڈائریکٹرز کا جائزہ

1- آپ کی کمپنی کے ڈائریکٹرز انتہائی مسرت کے ساتھ کمپنی کے مالیاتی نتائج مجموعہ غیر آڈٹ شدہ اکاؤنٹس برائے پہلی سہ ماہی بابت 30 ستمبر 2018ء آپ کی خدمت میں پیش کر رہے ہیں۔

2- مالی سال 2018-19 کی پہلی سہ ماہی میں، کمپنی نے 801 ملین روپے کا خالص منافع کمایا جبکہ گزشتہ سال اسی مدت کے دوران خالص منافع 444 ملین روپے تھا۔ سیلز کی آمدن اس سال 5,342 ملین روپے رہی جبکہ پچھلے سال اسی مدت کے دوران سیلز کی آمدن 4,794 ملین روپے تھی جو کہ 11% کا اضافہ ہے۔ پیداواری لاگت 11% کم ہو گئی جس کی وجہ سے کمپنی کے مجموعی منافع کی شرح پچھلے سال کے 17% سے بڑھ کر 27% ہو گئی ہے۔ منافع میں اضافے کی بنیادی وجہ یہ ہے کہ پچھلے سال فوجی سینٹ کمپنی لمیٹڈ کی لائن 2 پر بحالی کا عمل جاری تھا اور ہمیں کلینکر (Clinker) باہر سے خریدنا پڑا جس کے باعث ہمارے منافع کی شرح متاثر ہوئی۔ جبکہ موجودہ سال لائن 2 اپنی پوری پیداواری صلاحیت استعمال کرتے ہوئے پیداوار دے رہی ہے۔

3- مستقبل کی صورت حال کو دیکھا جائے تو الیکشن کے بعد نئی حکومت کی ذمہ داریاں سنبھالنے کے عمل کے دوران سینٹ کے کاروبار میں ذرا سست روی آئی ہے۔ دوسری طرف، رہائشی تعمیرات کے شعبے میں استحکام رہا ہے اور طلب میں اضافہ ہوا ہے۔ روپے کی قدر میں ہونے والی شدید کمی اور بین الاقوامی سطح پر کوئلے کی قیمتوں میں اضافے سے کمپنی کی پیداواری لاگت متاثر ہوگی اور نتیجتاً آگے چل کر منافع کی شرح دباؤ میں رہے گی۔

منجانب بورڈ آف ڈائریکٹرز



لیفٹیننٹ جنرل سید طارق ندیم گیلانی، ہلال امتیاز (ملٹری)، (ریٹائرڈ)

راولپنڈی

چیرمین بورڈ آف ڈائریکٹرز، فوجی سینٹ کمپنی لمیٹڈ

22 اکتوبر 2018

	Note	Un-Audited 30 September 2018 Rupees'000	Audited 30 June 2018 Rupees'000
SHARE CAPITAL AND RESERVES			
Share capital	4	12,433,765	12,433,765
Reserves		7,476,571	8,055,175
		19,910,336	20,488,940
NON - CURRENT LIABILITIES			
Long term borrowings	5	423,780	636,868
Provision for compensated absences		64,428	64,178
Deferred taxation		3,574,749	3,600,638
		4,062,957	4,301,684
CURRENT LIABILITIES			
Trade and other payables		1,104,526	1,024,758
Accrued liabilities		480,066	573,347
Security deposits		187,628	176,339
Advances from customers		231,911	245,133
Provision for compensated absences-current portion		24,891	17,107
Payable to employees' provident fund trust		10,983	9,534
Unclaimed dividend		41,215	111,561
Dividend payable		1,379,815	-
Markup accrued		20,297	35,980
Short term running finance	6	246,299	1,638,886
Current portion of long term borrowings	5	426,177	426,177
Provision for taxation - net		207,301	-
		4,361,109	4,258,822
		28,334,402	29,049,446

CONTINGENCIES AND COMMITMENTS

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The annexed notes 1 to 15 form an integral part of this condensed interim financial information.



Chief Executive



Director



Chief Financial Officer


	Note	Un-Audited 30 September 2018 Rupees'000	Audited 30 June 2018 Rupees'000
NON - CURRENT ASSETS			
Property, plant and equipment	8	22,478,321	22,624,413
Long term deposits		86,601	86,601
		22,564,922	22,711,014

CURRENT ASSETS

Stores, spares and loose tools		2,413,686	3,067,684
Stock in trade		1,028,031	1,244,805
Trade debts		1,074,022	1,168,343
Advances		44,036	37,927
Trade deposits, short term prepayments and balances with statutory authority		451,729	66,669
Interest accrued		-	1,031
Advance tax - net		-	115,550
Other receivables		105,911	104,664
Cash and bank balances	9	652,065	531,759
		5,769,480	6,338,432

28,334,402**29,049,446**

 Chief Executive



 Director


 Chief Financial Officer

	Note	Quarter Ended	
		30 September 2018 Rupees'000	30 September 2017 Rupees'000
Turnover-net		5,342,268	4,793,942
Cost of sales	10	(3,923,043)	(4,001,168)
Gross profit		1,419,225	792,774
Distribution cost		(69,887)	(40,355)
Administrative expenses		(104,126)	(74,161)
Other operating expenses		(83,912)	(45,183)
Finance cost		(29,507)	(31,856)
Other income	11	7,013	11,973
Profit before taxation		1,138,806	613,192
Taxation			
- Current		(363,484)	(286,156)
- Deferred		25,889	117,090
		(337,595)	(169,066)
Profit for the period		801,211	444,126
Earnings per share - Basic and diluted (Rupees)		0.58	0.32

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.


Chief Executive


Director


Chief Financial Officer

	Quarter Ended	
	30 September 2018 Rupees'000	30 September 2017 Rupees'000
Net profit after tax	801,211	444,126
Other comprehensive income	-	-
Total comprehensive income	801,211	444,126

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.



Chief Executive



Director



Chief Financial Officer

Condensed Interim Cash Flow Statement (Un - Audited)
For the First Quarter Ended 30 September 2018

FCCL

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First Quarterly Report 2018-19

	Quarter Ended	
	30 September 2018 Rupees'000	30 September 2017 Rupees'000
Cash flows from operating activities		
Net profit before taxation	1,138,806	613,192
Adjustments for:		
Depreciation	378,437	333,306
Provision for compensated absences	10,388	16,687
Workers' (Profit) Participation Fund including interest and WWF	83,991	45,560
Finance cost (excluding interest on WPPF)	29,428	31,477
Gain on disposal of property, plant and equipment	(1,501)	(3,078)
Interest income including interest on long term deposit	(3,156)	(3,131)
	497,587	420,821
Operating cash flows before working capital changes	1,636,393	1,034,013
Decrease/ (increase) in working capital		
Stores and spares	653,998	(707,625)
Stock in trade	216,774	(14,559)
Trade debts	94,321	(138,444)
Advances	(6,109)	6,146
Trade deposits and short term prepayments	(385,060)	(303,244)
Other receivables	(1,247)	(13,976)
Trade and other payables	(27,993)	425,653
	544,684	(746,049)
Cash generated from operations	2,181,077	287,964
Compensated absences paid	(2,350)	(232)
Payment to Workers' (Profit) Participation Fund	(70,000)	(21,369)
Taxes paid	(40,633)	(848,161)
Net cash generated/ (used) in operating activities	2,068,094	(581,798)
Cash flows from investing activities		
Additions in property, plant and equipment	(234,460)	(661,977)
Proceeds from disposal of property, plant and equipment	3,616	3,123
Insurance claim received	-	280,966
Interest received on bank deposits	4,187	5,746
Net cash used in investing activities	(226,657)	(372,142)
Cash flows from financing activities		
Repayment of long term financing	(213,088)	(213,088)
Dividend paid on ordinary shares	(70,346)	(247)
Finance cost paid	(45,110)	(53,661)
Net cash used in financing activities	(328,544)	(266,996)
Increase/ (decrease) in cash and cash equivalents	1,512,893	(1,220,936)
Cash and cash equivalents at beginning of the period	(1,107,127)	205,396
Cash and cash equivalents at end of the period	405,766	(1,015,540)
Cash and cash equivalents comprise of the following:		
Cash and bank balances	652,065	267,817
Short term running finance	(246,299)	(1,283,357)
	405,766	(1,015,540)

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

Chief Executive

Director

Chief Financial Officer

Condensed Interim Statement of Change in Equity (Un - Audited)

For the First Quarter Ended 30 September 2018

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First Quarterly Report 2018-19

	Share capital	Capital reserve		Revenue reserve		Total
		Ordinary	Discount on issue of shares	Accumulated profit	Rupees'000	
	Rupees'000		Rupees'000	Rupees'000	Rupees'000	Rupees'000
Balance as at 30 June 2017	13,798,150		(1,364,385)	7,247,360	19,681,125	
Total comprehensive income						
Profit for the period	-	-	-	444,126	444,126	
Total comprehensive income	-	-	-	444,126	444,126	
Transactions with owners of the Company						
Contributions and distributions:						
Final dividend 2017: Rs 0.90 per share	-	-	-	(1,241,834)	(1,241,834)	
Balance as at 30 September 2017	13,798,150		(1,364,385)	6,449,652	18,883,417	
Balance as at 30 June 2018	13,798,150		(1,364,385)	8,005,175	20,488,940	
Total comprehensive income						
Profit for the period	-	-	-	801,211	801,211	
Total comprehensive income	-	-	-	801,211	801,211	
Transactions with owners of the Company						
Contributions and distributions:						
Final dividend 2018: Rs 1.00 per share	-	-	-	(1,379,815)	(1,379,815)	
Balance as at 30 September 2018	13,798,150		(1,364,385)	7,476,571	19,910,336	

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.


Chief Executive


Director


Chief Financial Officer

1. Fauji Cement Company Limited ("the Company") is a public limited company incorporated in Pakistan on 23 November 1992 under the Companies Ordinance, 1984 (now the Companies Act, 2017) and commenced its business with effect from 22 May 1993. The shares of the Company are quoted on Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of different types of cement. The Company's registered office is situated at Fauji Towers, Block-III, 68-Tipu Road, Rawalpindi.
2. This condensed interim financial information of the Company for the quarter ended 30 September 2018 has been prepared in accordance with the requirements of International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. 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 2018. Comparative statement of financial position is extracted from annual financial statements as of 30 June 2018 whereas comparative condensed interim profit or loss, condensed interim statement of other comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are extracted from unaudited condensed interim financial information for the quarter ended 30 September 2017.

This condensed interim financial information is unaudited and is being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange .

3. The accounting policies and the methods of computation adopted in preparation of this condensed interim financial information are the same as those applied in preparation of financial statements for the year ended 30 June 2018.

4. SHARE CAPITAL

There is no change in composition of issued, subscribed and paid up share capital of the Company from 30 June 2018.

5. LONG TERM FINANCING-SECURED - From banking companies (conventional banks)	Note	Un-Audited 30 September 2018	Audited 30 June 2018
		Rupees'000	Rupees'000
From banking companies			
Term finance facilities including syndicated term finance facilities-secured	5.1	849,957	1,063,045
Less: Current portion shown under current liabilities		(426,177)	(426,177)
		<u>423,780</u>	<u>636,868</u>
5.1 Movement in this account during the period/ year is as follows:			
Opening balance		1,063,045	1,489,222
Principal repayment during the period/ year		(213,088)	(426,177)
5.1.1 Closing balance		<u>849,957</u>	<u>1,063,045</u>

- 5.1.1 The markup rates, facility limits, securities offered for the term finance facilities are the same as disclosed in the annual audited financial statements of the Company for the year ended 30 June 2018.

6. SHORT TERM BORROWINGS (SECURED) - CONVENTIONAL AND ISLAMIC BANKS

The Company has short term running finance facility limits to the tune of Rs. 2,350 million (30 June 2018: Rs. 2,650 million) from banking companies. These facilities are secured against first pari passu charge by way of hypothecation over the present and future assets of the Company (excluding land and building) retaining 25% margin. The markup rates are the same as disclosed in the annual audited financial statements of the Company for the year ended 30 June 2018.

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There is no change in the contingent liabilities as reported in the financial statements for the year ended 30 June 2018.

7.2 Commitments

The company has opened Letters of Credit for the import of spare parts valuing Rs. 261 million (30 June 2018: Rs. 711 million).

7.3 The Company has capital commitments of Rs. 408 million (30 June 2018: Rs. 286 million).

	Un-Audited 30 September 2018 Rupees'000	Audited 30 June 2018 Rupees'000
8. PROPERTY, PLANT AND EQUIPMENT		
Opening book value	22,624,413	22,003,943
Additions during the period/ year	234,460	2,038,195
Written down value of disposals	(2,115)	(451)
Depreciation for the period/year	(378,437)	(1,417,274)
Closing book value	22,478,321	22,624,413

9. CASH AND BANK BALANCES

Cash at banks		
Deposit accounts - Conventional banks	234,229	202,385
Deposit accounts - Islamic banks	205,268	102,092
Current accounts - Conventional banks	211,391	227,071
Current accounts - Islamic banks	71	1
	650,959	531,549
Cash in hand	1,106	210
	652,065	531,759

		Quarter Ended	
		30 September 2018	30 September 2017
		Rupees'000	Rupees'000
10.	COST OF SALES		
	Raw material consumed	333,260	125,213
	Packing material consumed	289,009	198,860
	Stores and spares consumed	12,127	13,427
	Salaries, wages and benefits	362,945	238,137
	Rent, rates and taxes	6,435	5,752
	Insurance	12,197	32,366
	Fuel consumed	1,432,622	399,725
	Power consumed	640,387	458,844
	Depreciation	372,728	328,382
	Repairs and maintenance	272,532	146,333
	Technical assistance	8,740	423
	Printing and stationery	1,865	1,336
	Traveling and conveyance	9,667	9,552
	Vehicle running and maintenance expenses	4,634	4,778
	Communication, establishment and other expenses	13,510	6,337
	Clinker purchased	-	2,012,554
		3,772,658	3,982,019
	Add: Opening work-in-process	808,315	693,604
	Less: Closing work-in-process	(609,317)	(619,947)
	Cost of goods manufactured	3,971,656	4,055,676
	Add: Opening finished goods	186,546	232,036
	Less: Closing finished goods	(230,904)	(280,700)
		3,927,298	4,007,012
	Less: Own consumption	(4,255)	(5,844)
		3,923,043	4,001,168
11.	OTHER INCOME		
	Income from financial assets		
	Income from deposits, advances and investments		
	- Conventional banks	2,917	2,705
	- Islamic banks	239	426
		3,156	3,131
	Income from non financial assets		
	Gain on disposal of property, plant and equipment	1,501	3,078
	Other income	2,356	5,764
		7,013	11,973

12. RELATED PARTY TRANSACTIONS

There is no change in relationship with related parties during the period. Significant transactions with related parties are as follows:

	Quarter Ended	
	30 September 2018	30 September 2017
	Rupees'000	Rupees'000
Transactions and balances with related parties		
Fauji Foundation		
Sale of Cement	215	752
Advance against sale of cement	440	655 *
Payment for use of medical facilities	102	150
Payable against use of medical facilities	96	102 *
Payment for clearance of shipments	74	42
Donation paid through Fauji Foundation	4,000	1,000
Payment of rent and utilities	3,926	3,017
Dividend payable on ordinary shares	543,650	-
Dividend payable to Fauji Fertilizer Company Limited	93,750	-
Dividend payable to Fauji Fertilizer Bin Qasim Limited	18,750	-
Training fee paid to Fauji Fertilizer Bin Qasim Limited	-	17
Dividend payable to Fauji Oil Terminal and Distribution Company Limited	18,750	-
Payment to Askari Cement Limited on account of purchase of clinker	-	14,304
Balance at Askari Bank Limited (AKBL)	158	73 *
Profit received from AKBL	33	6
Transactions with other related parties		
Payment of director's fee	870	450
Payments made into Employees' Provident Fund	11,861	10,817
Payments made to Workers' (Profit) Participation Fund	70,000	20,991
Remuneration including benefits and perquisites to Chief Executive	5,099	4,662
Remuneration including benefits and perquisites to key management personnel	10,640	10,242

* Comparative figures are as at 30 June 2018

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and fair value estimates. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Company is current bid price. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, i n d u s t r y group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or Liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

13.1

On-balance sheet financial instruments	Note	Carrying amount		Fair value					
		Fair value through profit & loss	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
30 September 2018									
Rupees '000									
Financial assets not measured at fair value 13.1.1									
Long term deposits		-	86,601	-	86,601	-	-	-	-
Trade debts - net of provision		-	1,074,022	-	1,074,022	-	-	-	-
Trade deposits		-	13,872	-	13,872	-	-	-	-
Other receivables		-	105,911	-	105,911	-	-	-	-
Cash and bank balances		-	652,065	-	652,065	-	-	-	-
		-	1,932,471	-	1,932,471	-	-	-	-
Financial liabilities not measured at fair value 13.1.1									
Long term borrowings (including current portion)		-	849,957	-	849,957	-	-	-	-
Creditors		-	430,464	-	430,464	-	-	-	-
Accrued liabilities		-	480,066	-	480,066	-	-	-	-
Retention money		-	112,971	-	112,971	-	-	-	-
Security deposits		-	187,628	-	187,628	-	-	-	-
Other liabilities		-	162,270	-	162,270	-	-	-	-
Unclaimed dividend		-	41,215	-	41,215	-	-	-	-
Dividend payable		-	1,379,815	-	1,379,815	-	-	-	-
Provision for compensated absences		-	89,319	-	89,319	-	-	-	-
Markup accrued		-	20,297	-	20,297	-	-	-	-
Short term running finance		-	246,299	-	246,299	-	-	-	-
		-	4,000,301	-	4,000,301	-	-	-	-

30 June 2018	Note	Carrying amount		Fair value				
		Fair value through profit & loss	Loans and receivables	Other financial liabilities	Level 1	Level 2	Level 3	Total

Financial liabilities not measured at fair value							
	13.1.1						
Long term borrowings (including current portion)		-	-	1,063,045	-	-	-
Creditors		-	-	532,310	-	-	-
Accrued liabilities		-	-	573,347	-	-	-
Retention money		-	-	170,721	-	-	-
Security deposits		-	-	176,339	-	-	-
Other liabilities		-	-	118,843	-	-	-
Unclaimed dividend		-	-	111,561	-	-	-
Compensated absences		-	-	81,285	-	-	-
Markup accrued		-	-	35,980	-	-	-
Short term running finance		-	-	1,638,886	-	-	-
		-	-	4,502,317	-	-	-

The Company has not disclosed the fair values for these financial assets and financial liabilities, as these are either short term in nature or reprised periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

14. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue by the Board of Directors of the Company in their meeting held on 22 October 2018.

15. GENERAL

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



Chief Executive



Director



Chief Financial Officer



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