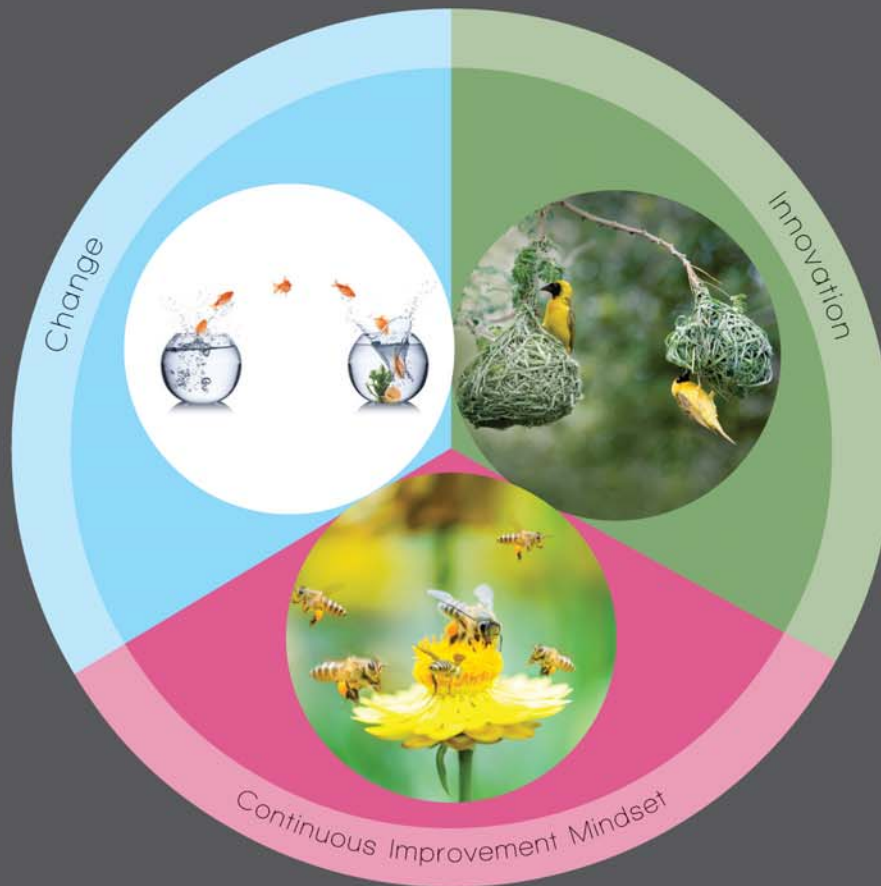




Century Paper & Board Mills Limited

Strive Together For Excellence



Half Yearly Report December 2016

Clean Green Sustainable

Contents

	PAGE
Corporate Information	2
Directors' Review	3-6
Independent Auditor's Report on Review of Condensed Interim Financial Information to the Members	7
Condensed Interim Balance Sheet	8
Condensed Interim Profit and Loss Account	9
Condensed Interim Statement of Comprehensive Income	10
Condensed Interim Statement of Cash Flow	11
Condensed Interim Statement of Changes in Equity	12
Notes to the Condensed Interim Financial Information	13-25



Corporate Information

Board of Directors

Iqbal Ali Lakhani	- Chairman
Amin Mohammed Lakhani	
Tasleemuddin Ahmed Batlay	
Shahid Ahmed Khan	
Kemal Shoaib	
Muhammad Imran Rafiq	- Nominee Director (NIT)
Aftab Ahmad	- Chief Executive Officer

Advisor

Sultan Ali Lakhani

Audit Committee

Kemal Shoaib	- Chairman
Amin Mohammed Lakhani	
Tasleemuddin Ahmed Batlay	

Human Resource and Remuneration Committee

Amin Mohammed Lakhani	- Chairman
Tasleemuddin Ahmed Batlay	
Aftab Ahmad	

Chief Financial Officer

Muhammad Rashid Dastagir
Email: rashid-dastagir@centurypaper.com.pk

Company Secretary

Mansoor Ahmed
Email: mansoor-ahmed@centurypaper.com.pk

Head Office and Registered Office

Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan.
Phone: (021) 35698000
Fax: (021) 35681163, 35683410
Email: info@centurypaper.com.pk
Website: www.centurypaper.com.pk

Lahore Office

14-Ali Block, New Garden Town, Lahore-54600, Pakistan.
Phone: (042) 35886801-4 Fax: (042) 35830338

Mills

62 KM, Lahore-Multan Highway, N-5, District Kasur, Pakistan.
Phone: (049) 4511464-5, 4510061-2 Fax: (049) 4510063

External Auditors

BDO Ebrahim & Co.
Chartered Accountants
Email: info@bdoebrahim.com.pk

Shares Registrar

FAMCO Associates (Private) Limited
8-F, Next to Hotel Faran, Nursery, Block-6, P.E.C.H.S. Shahra-e-Faisal, Karachi.
Phone: (021) 34380101-2 Fax: (021) 34380106
Email: info.shares@famco.com.pk
Website: www.famco.com.pk

Directors' Review

On behalf of the Board of Directors I am pleased to present the performance review of the Company together with the un-audited financial statements for the half year ended December 31, 2016.

Company's Operating Performance

The Company produced 104,473 metric tons of paper and paperboard for the period under review (July-December 2016) as compared to 95,159 metric tons of the corresponding period of last year. The capacity utilization for the period under review increased to 87% as compared to 80% of the corresponding period of last year. Similarly, the current quarter (October-December 2016) production increased to 58,604 metric tons which is 12,735 metric tons higher than that of preceding quarter (July-September 2016) production of 45,869 metric tons registering an increase of 28%. Moreover, the capacity utilization has improved to 97% in current quarter (October-December 2016).

Better capacity utilization has been achieved with smooth plant operations supported by continuous availability of energy from Coal Fired Co-Generation Power Plant and improved market pull for your Company's products.

Sales Review

Owing to Company's strategy to create market pull of its products by expanding customer base, rationalizing product mix and adjusting selling prices, your Company was able to sell additional sales volumes of 13,648 metric tons of its products for the period under review (July-December 2016).

Sales volumes for the period under review (July-December 2016) stood at 99,044 metric tons as compared to 85,396 metric tons of the corresponding period of last year registering a volume growth of 16%.

Sales volumes for the current quarter (October-December 2016) stood at 54,158 metric tons as compared Sales Volumes of 44,886 metric Tons of preceding quarter (July-September 2016) and Sales volumes of 45,298 metric tons of corresponding quarter (October-December 2015) of last year.

In terms of value, the net sales of the Company for the period under review (July-December 2016) were recorded at Rs. 7.18 billion as compared to Rs. 6.46 billion of the corresponding period of last year registering an increase of 11%.

Financial Performance

As a result of higher sales volumes for the period, Company has posted improved financial results for the period under review. The gross profit earned by your Company for the period under review (July-December 2016) stood at Rs. 741 million compared to Rs. 545 million of the corresponding period of last year registering an increase of 36%.



Directors' Review

Similarly, the operating profit for the period under review (July-December 2016) is recorded at Rs. 549 million as compared to Rs. 315 million of the corresponding period of last year.

After taking out financial charges of Rs. 209 million (L.Y. Rs. 192 million) for the period under review, the Company has posted a Profit before tax of Rs. 340 million as compared to a Profit before tax of Rs. 123 million posted for the corresponding period of last year.

After accounting for taxation, the Company has posted net Profit of Rs. 238 million for the period under review as compared to Profit of Rs. 83 million for the corresponding period of last year.

Earnings per Share

The basic earnings per share (EPS) is reported at Rs. 1.40 as compared to EPS of Rs. 0.34 of the corresponding period of last year. There is no dilution effect on the earnings per share for the period under review and the corresponding period.

Future Outlook

Upward trend in cost of certain Raw Materials and Fuel Constituents is likely to exert pressure on margins going forward. However, management of your Company endeavors to sustain volumetric gains which help in achieving improved profits for the current year.

While the market size of the Paper & Paperboard products is expanding, the capacity utilization of Company's production facilities is touching its peak. Therefore, management of your Company is hopeful that there are positive prospects for considering capacity expansion in near future.

Your Company is continuously pursuing its applications filed with the NTC for the imposition of anti-dumping duties on paperboard. The anti-dumping duty could not be levied so far but we are optimistic for positive outcome.

Acknowledgments

Your Directors appreciate the continued support and commitment of all the stakeholders. They are especially thankful to the Banks and Financial Institutions. They also wish to acknowledge hard and sincere work of the staff and employees of the Company.

On behalf of the Board of Directors



Aftab Ahmad

Chief Executive Officer

Karachi: February 15, 2017

بورڈ آف ڈائریکٹرز کی طرف سے 31 دسمبر 2016ء کو ختم ہونے والی نصف سال کے لیے آپ کی کمپنی کی کارکردگی کا جائزہ مع غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرنا میرے لیے باعث مسرت ہے۔

کمپنی کی کارکردگی کا جائزہ

کمپنی نے زیر جائزہ مدت (جولائی تا دسمبر 2016) کے دوران 104,473 میٹرک ٹن پتھر اور پیپر بورڈ کی پیداوار دی، جو کہ گذشتہ سال کی اسی مدت میں 95,159 میٹرک ٹن تھی۔ زیر جائزہ مدت کے دوران گنجائش سے استفادے کی شرح 87% رہی، جو کہ گذشتہ سال کی اسی مدت کے دوران 80% تھی۔ اسی طرح حالیہ سہ ماہی (اکتوبر تا دسمبر 2016) کی پیداوار 58,604 میٹرک ٹن رہی جو کہ گذشتہ سہ ماہی (جولائی تا ستمبر 2016) کی پیداوار 45,869 میٹرک ٹن سے 12,735 میٹرک ٹن زیادہ رہی یعنی 28% اضافہ رجسٹر ہوا۔ جبکہ اس سہ ماہی (اکتوبر تا دسمبر 2016) میں گنجائش سے استفادے کی شرح 97% کی بہتری ہوئی۔ گنجائش میں استفادے میں بہتری ہموار پلانٹ آپریشنز کے نتیجے میں حاصل ہوئی جو کہ کول فائرڈ کو جنریشن پاور پلانٹ سے تسلسل کے ساتھ ملنے والی توانائی اور آپ کی کمپنی کی پروڈکٹس کے لیے بہتر مارکیٹنگ سے ممکن ہوا۔

سیلز کا جائزہ

کسٹمرز بیس میں توسیع، پروڈکٹ کس کی مناسبت اور سیلز کی قیمتوں میں مطابقت پیدا کرتے ہوئے، آپ کی کمپنی زیر جائزہ مدت (جولائی تا دسمبر 2016) کے دوران 13,648 میٹرک ٹن اضافی سیلز حجم حاصل کرنے کے قابل ہوئی۔ سیلز کا حجم گذشتہ سال کی اسی مدت کے دوران 85,396 میٹرک ٹن کے مقابلے میں زیر جائزہ مدت (جولائی تا دسمبر 2016) میں 99,044 میٹرک ٹن رہا۔ یعنی سیلز میں اضافے کا حجم 16% زیادہ رہا۔ اسی طرح حالیہ سہ ماہی (اکتوبر تا دسمبر 2016) کی سیلز کا حجم گذشتہ سہ ماہی (جولائی تا ستمبر 2016) کی سیلز کے حجم 44,886 میٹرک ٹن کے مقابلے میں 54,158 میٹرک ٹن رہا اور گذشتہ سال کی اسی سہ ماہی (اکتوبر تا دسمبر 2015) میں سیلز کا حجم 45,298 میٹرک ٹن تھا۔ بلحاظ قدر گذشتہ سال کی اسی مدت کی سیلز کا مجموعی حجم 6.46 بلین روپے کے مقابلے میں زیر جائزہ مدت (جولائی تا دسمبر 2016) کے دوران سیلز کا مجموعی حجم 7.18 بلین روپے تک ریکارڈ ہوا جو کہ 11% اضافہ ہے۔

مالیاتی کارکردگی

اس مدت کے دوران سیلز کے زیادہ حجم کے نتیجے میں کمپنی نے زیر جائزہ مدت کے لیے بہتر مالیاتی نتائج درج کیے ہیں۔ گذشتہ سال کی اسی مدت میں 545 ملین روپے کے مقابلے میں زیر جائزہ مدت (جولائی تا دسمبر 2016) کے دوران کمپنی نے 741 ملین روپے کا مجموعی منافع حاصل کیا اور اس طرح 36% اضافہ رجسٹر ہوا۔ اسی طرح زیر جائزہ مدت (جولائی تا دسمبر 2016) کے لیے آپریٹنگ منافع گذشتہ سال کی اسی مدت کے 315 ملین روپے کے مقابلے میں 549 ملین روپے رہا۔ 209 ملین روپے (گذشتہ سال کے 192 ملین روپے) کے مالیاتی چارجز کو کم کرنے کے بعد کمپنی نے گذشتہ سال کی اسی مدت میں 123 ملین روپے کے قبل از ٹیکس منافع کے مقابلے میں زیر جائزہ مدت کے لیے 340 ملین روپے قبل از ٹیکس منافع حاصل کیا۔ ٹیکس کے حسابات کے بعد کمپنی نے زیر جائزہ مدت کے لیے 238 ملین روپے کا مجموعی منافع کمایا جو کہ گذشتہ سال کی اسی مدت کے لیے 83 ملین روپے تھا۔

فی شیئر آمدنی

گزشتہ سال اسی مدت کے لیے بنیادی فی شیئر آمدنی 0.34 روپے کے مقابلے میں بنیادی فی شیئر آمدنی 1.40 روپے رپورٹ کی گئی ہے۔ زیر جائزہ مدت اور گزشتہ سال کی اسی مدت کے لیے فی شیئر آمدنی کے کمزور پڑنے کے کوئی آثار نہیں ہیں۔

مستقبل کا منظر نامہ

کچھ خام مال اور ایندھن کے اجزاء کی قیمتوں میں اضافے کے رجحان کے نتیجے میں منافع پر دباؤ پڑنے کا خدشہ ہے۔ بہر حال کمپنی کی انتظامیہ اس سال بہتر منافع کمانے کے لیے اپنی تمام تر توانائیاں صرف کرنے کا سلسلہ جاری رکھے گی۔

جبکہ پیپر اور پیپر بورڈ پروڈکٹس کی مارکیٹ کا حجم بدستور بڑھ رہا ہے، کمپنی کی پیداواری سہولتوں میں گنجائش سے فائدہ اٹھانے کا رجحان اپنی بلندیوں کو چھو رہا ہے۔ مزید برآں، کمپنی پر اُمید ہے کہ مستقبل قریب میں گنجائش میں اضافے کے مثبت امکانات موجود ہیں۔

آپ کی کمپنی پیپر بورڈ پرائیویٹ ڈیمپنگ ڈیویژن لاگو کرنے کے حوالے سے این ٹی سی کے پاس دائر کی گئی اپنی درخواستوں کی مسلسل پیروی کر رہی ہے۔ گوکہ اینٹی ڈیمپنگ ڈیویژن ابھی تک عائد نہیں کی جاسکی ہے، لیکن ہم مثبت نتائج کے لیے بہت پر اُمید ہیں۔

اظہار تشکر

آپ کے ڈائریکٹرز مسلسل سرپرستی اور وابستگی پر تمام اسٹیک ہولڈرز کو خراج تحسین پیش کرتے ہیں۔ وہ بینکوں اور مالیاتی اداروں کے خصوصی شکر گزار ہیں۔ وہ کمپنی کے عملے اور ملازمین کی محنت اور پُر خلوص کارکردگی کا بھی اعتراف کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے

Aftab Ahmad

آفتاب احمد

چیف ایگزیکٹو آفیسر

کراچی: 15 فروری 2017

Independent Auditor's Report on Review of

Condensed Interim Financial Information to the Members

Introduction

We have reviewed the accompanying condensed interim balance sheet of **CENTURY PAPER & BOARD MILLS LIMITED** ("the Company") as at December 31, 2016 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the condensed interim financial information for the six-month period then ended (here-in-after referred as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at and for the six months period ended December 31, 2016 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 December 31, 2016 and December 31, 2015 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

Karachi:

Dated : February 15, 2017



BDO EBRAHIM & CO.,

Chartered Accountants

Engagement Partner: Zulfikar Ali Causer



Condensed Interim Balance Sheet

as at December 31, 2016 (Un-audited)

		December 31, 2016	June 30, 2016 (Audited)
	Note	(Rupees in thousands)	
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	6	9,596,286	10,037,714
Operating fixed assets	7	262,740	49,037
Capital work in progress		9,859,026	10,086,751
Intangible assets		2,013	2,390
Long-term loans and advances	8	14,927	882
Long-term deposits		2,829	2,829
		9,878,795	10,092,852
CURRENT ASSETS			
Stores and spares	9	1,271,566	1,136,597
Stock-in-trade	10	1,736,127	1,731,864
Trade debts (unsecured - considered good)		1,582,872	1,265,432
Loans and advances	11	18,736	15,199
Trade deposits and short-term prepayments	12	51,505	79,533
Other receivables		6,115	4,336
Tax refunds due from Government		236,075	127,604
Taxation - net		194,610	309,838
Cash and bank balances	13	425,855	217,494
		5,523,461	4,887,897
TOTAL ASSETS		15,402,256	14,980,749
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 410,000,000 (June 30, 2016: 410,000,000) shares of Rs. 10 each		4,100,000	4,100,000
Issued, subscribed and paid-up capital 147,018,345 (June 30, 2016: 147,018,345) ordinary shares of Rs. 10 each 90,121,351 (June 30, 2016: 90,121,351) preference shares of Rs. 10 each	14	1,470,184 901,214	1,470,184 901,214
Reserves		2,371,398 3,717,293	2,371,398 3,479,168
		6,088,691	5,850,566
NON - CURRENT LIABILITIES			
Long-term financing	15	3,523,105	3,878,066
Deferred taxation		797,286	695,234
		4,320,391	4,573,300
CURRENT LIABILITIES			
Trade and other payables	16	1,634,543	1,580,938
Short-term borrowings	17	2,213,013	1,988,443
Interest and mark-up accrued	18	53,196	41,330
Current portion of long-term financing	15	1,092,422	946,172
		4,993,174	4,556,883
CONTINGENCIES AND COMMITMENTS	19		
TOTAL EQUITY AND LIABILITIES		15,402,256	14,980,749

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.



AFTAB AHMAD
Chief Executive Officer



TASLEEMUDDIN AHMED BATLAY
Director

Condensed Interim Profit and Loss Account

for the period ended December 31, 2016 (Un-audited)

	Note	Half year ended	Quarter ended		
		December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2015
(Rupees in thousands)					
Sales - net	20	7,177,533	6,464,356	3,963,659	3,408,351
Cost of sales	21	(6,436,873)	(5,919,264)	(3,483,589)	(3,074,223)
Gross profit		740,660	545,092	480,070	334,128
General and administrative expenses		(185,385)	(189,250)	(95,980)	(91,888)
Selling expenses		(24,395)	(23,177)	(12,866)	(11,475)
Distribution expenses		(26,835)	(33,660)	(13,881)	(16,091)
Other operating charges					
Workers' profit participation fund		(18,269)	(6,590)	(15,587)	(6,590)
Workers' welfare fund		(6,942)	(2,504)	(5,923)	(2,504)
Others		(12,610)	(6,546)	(5,207)	(4,074)
		(37,821)	(15,640)	(26,717)	(13,168)
Other income	22	82,851	31,394	64,738	12,087
Operating profit		549,075	314,759	395,364	213,593
Finance cost	23	(208,898)	(192,054)	(105,144)	(86,899)
Profit before taxation		340,177	122,705	290,220	126,694
Taxation					
Current		-	(64,649)	-	(34,089)
Deferred		(102,052)	25,384	(87,067)	(6,452)
		(102,052)	(39,265)	(87,067)	(40,541)
Profit for the period		238,125	83,440	203,153	86,153
Earnings per share					
- basic and diluted (Rupees)	24	1.40	0.34	1.27	0.47

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.



AFTAB AHMAD
Chief Executive Officer



TASLEEMUDDIN AHMED BATLAY
Director



Condensed Interim Statement of Comprehensive Income

for the period ended December 31, 2016 (Un-audited)

	Half year ended		Quarter ended	
	December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2016
	(Rupees in thousands)			
Profit for the period	238,125	83,440	203,153	86,153
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>238,125</u>	<u>83,440</u>	<u>203,153</u>	<u>86,153</u>

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.


AFTAB AHMAD
 Chief Executive Officer


TASLEEMUDDIN AHMED BATLAY
 Director

Condensed Interim Statement of Cash Flow

for the period ended December 31, 2016 (Un-audited)

	Note	December 31, 2016 (Rupees in thousands)	December 31, 2015
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	25	779,599	845,382
Finance cost paid		(197,032)	(173,924)
Taxes paid		(101,608)	(105,935)
Taxes refunded		108,365	93,280
Gratuity paid		(18,782)	(18,570)
Workers' profit participation fund paid		(23,437)	-
Long-term loans and advances - net		(14,045)	(8,157)
Net cash generated from operating activities		533,060	632,076
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(342,510)	(951,876)
Proceeds from sale of property, plant and equipment		991	3,689
Net cash used in investing activities		(341,519)	(948,187)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long-term financing from banking companies		225,000	525,000
Repayment of long-term financing from banking companies		(433,711)	(310,833)
Net cash (used in) / generated from financing activities		(208,711)	214,167
Net decrease in cash and cash equivalents		(17,170)	(101,944)
Cash and cash equivalents at the beginning of the period		(1,770,949)	(1,830,956)
Exchange gain / (loss)		961	(5,679)
Cash and cash equivalents at the end of the period		(1,787,158)	(1,938,579)
CASH AND CASH EQUIVALENTS			
Cash and bank balances	13	425,855	238,764
Short-term borrowings	17	(2,213,013)	(2,177,343)
		(1,787,158)	(1,938,579)

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.



AFTAB AHMAD
Chief Executive Officer



TASLEEMUDDIN AHMED BATLAY
Director

Condensed Interim Statement of Changes in Equity

for the period ended December 31, 2016 (Un-audited)

	Issued, subscribed and paid-up capital		Capital					Reserves				Sub-total	Total
			Ordinary share capital	Preference share capital	Share premium	Merger reserve	Redemption reserve	Total	Revenue				
									General reserve	Unappropriated profit	Total		
(Rupees in thousands)													
Balance as at July 1, 2015	1,470,184	901,214	1,822,122	7,925	931,254	2,761,301	313,226	72,821	386,047	3,147,348	5,518,746		
Total comprehensive income for the period ended December 31, 2015													
Profit for the period	-	-	-	-	-	-	-	83,440	83,440	83,440	83,440		
Balance as at December 31, 2015	1,470,184	901,214	1,822,122	7,925	931,254	2,761,301	313,226	156,261	469,487	3,230,788	5,602,186		
Balance as at July 1, 2016													
	1,470,184	901,214	1,822,122	7,925	931,254	2,761,301	313,226	404,641	717,867	3,479,168	5,850,566		
Total comprehensive income for the period ended December 31, 2016													
Profit for the period	-	-	-	-	-	-	-	238,125	238,125	238,125	238,125		
Balance as at December 31, 2016	1,470,184	901,214	1,822,122	7,925	931,254	2,761,301	313,226	642,766	955,992	3,717,293	6,088,691		

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.


AFTAB AHMAD
 Chief Executive Officer


TASLEEMUDDIN AHMED BATLAY
 Director

CENTURY PAPER & BOARD MILLS LIMITED

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

1. THE COMPANY AND ITS OPERATIONS

Century Paper & Board Mills Limited ("the Company") was incorporated in Pakistan as a public limited company on August 02, 1984 under the Companies Ordinance, 1984 and its ordinary shares are quoted on Pakistan Stock Exchange. The registered office of the Company is situated at Lakson Square Building No. 2, Sarwar Shaheed Road, Karachi, Pakistan. The Company is engaged in manufacturing and marketing of paper, board and related products.

2. BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information is unaudited but subject to the limited scope review by the auditors and is being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the listing regulations of the Pakistan Stock Exchange.

This condensed interim financial information of the Company for the half year ended December 31, 2016 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2016 which have been prepared in accordance with approved accounting standards as applicable in Pakistan.

The comparative balance sheet presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Company for the year ended June 30, 2016, whereas the comparative condensed interim profit and loss accounts, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the half year ended December 31, 2015.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except for the recognition of certain staff retirement benefits at present value.

This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information has been presented in Pak Rupees, which is the functional and presentation currency of the Company.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and methods of computation followed in the preparation of this condensed interim financial information are same as those for the preceding annual financial statements for the year ended June 30, 2016.

This condensed interim financial information includes certain additional disclosures regarding shariah screening of listed companies for islamic equity index. The Company has voluntarily disclosed information as per the requirements of the Circular No. 29 of 2016 dated September 05, 2016.

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

The Company has adopted all the new standards and amendments to standards, including any consequential amendments to other standards which are applicable for the financial year beginning on July 1, 2016. The adoption of these new and amended standards did not have material impact on the Company's condensed interim financial information.

4. ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires management to make certain judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2016.

5. TAXATION

The provisions for taxation for the half year and quarter ended December 31, 2016, have been made using the estimated effective tax rate applicable to expected total annual earnings.

		December 31, 2016	June 30, 2016 (Audited)
	Note	(Rupees in thousands)	
6. OPERATING FIXED ASSETS			
Opening net book value (NBV)		10,037,714	7,602,231
Additions during the period / year at cost	6.1	18,165	3,315,093
		10,055,879	10,917,324
Disposals during the period / year at NBV	6.2	(685)	(3,662)
Depreciation charge for the period / year		(458,908)	(875,948)
		(459,593)	(879,610)
Closing net book value (NBV)		9,596,286	10,037,714

6.1 Detail of additions (at cost) during the period / year are as follows:

Buildings on freehold land	12,556	803,222
Plant and machinery	2,126	2,459,241
Furniture and fixtures	51	1,806
Vehicles	2,276	37,539
Electrical and other equipments	512	7,003
Computers	644	6,282
	18,165	3,315,093

6.2 Detail of disposals (at NBV) during the period / year are as follows:

Vehicles	685	3,616
Computer	-	46
	685	3,662

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

		December 31, 2016	June 30, 2016 (Audited)
	Note	(Rupees in thousands)	
7. CAPITAL WORK IN PROGRESS			
Civil works		54,294	21,963
Plant and machinery		204,949	7,597
Advances to suppliers		3,497	19,477
		<u>262,740</u>	<u>49,037</u>
7.1 Movement of carrying amount is as follows:			
Opening balance		49,037	1,812,177
Additions (at cost) during the period / year		226,259	1,440,525
		<u>275,296</u>	<u>3,252,702</u>
Transfer to operating fixed assets during the period / year		(12,556)	(3,203,665)
Closing balance		<u>262,740</u>	<u>49,037</u>
8. LONG-TERM LOANS AND ADVANCES			
(Unsecured - considered good)			
Long-term loans		97	184
Long-term advance to supplier		14,830	698
	8.1	<u>14,927</u>	<u>882</u>
8.1 This represents loans and advances in the normal course of business which do not carry any interest / mark-up.			
9. STORES AND SPARES			
In hand			
Stores	9.1	816,531	723,838
Spares		385,460	398,730
		<u>1,201,991</u>	<u>1,122,568</u>
In transit	9.2	101,385	42,839
		<u>1,303,376</u>	<u>1,165,407</u>
Provision for slow moving stores and spares		(31,810)	(28,810)
	9.3	<u>1,271,566</u>	<u>1,136,597</u>
9.1 This includes coal and furnace oil amounting to Rs. 168.07 million (June 30, 2016: Rs. 106.95 million).			
9.2 This includes coal in transit amounting to Rs. 56.40 million (June 30, 2016: Rs. 5.4 million).			
9.3 Stores and spares also include items which may result in capital expenditure but are not distinguishable at the time of purchase. However, the stores and spares resulting in capital expenditure are capitalized in cost of respective assets.			

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

		December 31, 2016	June 30, 2016 (Audited)
	Note	(Rupees in thousands)	
10. STOCK-IN-TRADE			
Raw materials			
in hand		1,002,632	1,085,198
in transit		274,958	217,260
		1,277,590	1,302,458
Work-in-process		80,704	50,053
Finished goods		377,833	379,353
		1,736,127	1,731,864
11. LOANS AND ADVANCES			
(Unsecured - considered good)			
Loans			
Current portion of long-term loans		309	506
Advances			
to employees		2,032	1,844
to suppliers		16,395	12,849
		18,427	14,693
	11.1	18,736	15,199
11.1	This represents loans and advances in the normal course of business which do not carry any interest / mark-up.		
12. TRADE DEPOSITS AND SHORT TERM PREPAYMENTS			
Trade deposits	12.1	160	80
Prepayments		51,345	79,453
		51,505	79,533
12.1	This represents short term deposits in the normal course of business and do not carry any interest / mark-up.		
13. CASH AND BANK BALANCES			
Cash at bank in current account			
Islamic mode		501	499
Conventional mode		205,295	133,963
	13.1	205,796	134,462
Cash at bank in deposit account			
Conventional mode	13.2	75,600	-
Cheques in hand		142,160	79,174
Cash in hand		2,299	3,858
		425,855	217,494
13.1	Cash at bank in current account do not carry any interest / mark-up.		
13.2	Cash at bank in deposit account carry interest at the rate of 5% per annum (June 30, 2016: Nil).		

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

	Note	December 31, 2016	June 30, 2016 (Audited)
(Rupees in thousands)			
14. PREFERENCE SHARES			
Original issue size (fully paid in cash)		3,004,046	3,004,046
Redeemed		(1,351,821)	(1,351,821)
Converted into ordinary shares		(751,011)	(751,011)
Balance outstanding		901,214	901,214
14.1 In November 2009, the Company has issued preference right shares of the face value of Rs. 10 each, in the proportion of 4.25 preference shares for every ordinary share held. These shares are not listed on any of the stock exchanges in Pakistan.			
14.2 Following are the terms, conditions and rights and privileges of preference shares with amendments which became effective on July 1, 2013.			
a) Annual dividends will be payable when and if declared by the Company but shall be paid on cumulative basis prior to any dividend or other distribution payable to the ordinary shareholders. The dividend rate will be based on six months KIBOR plus spread of 1% per annum subject to cap of 13% per annum on the face value of the preference shares on cumulative basis. The cumulative dividend in arrear as at the balance sheet date amounted to Rs. 696.64 million (June 30, 2016: Rs. 664.16 million).			
b) The preference shareholders do not have any voting rights and are not entitled to receive any notice for meeting of shareholders and will not be entitled to any rights in respect of subscription of further issue of ordinary shares of the Company.			
c) The Company shall have the option to redeem the preference shares in full or in any proportion by giving fourteen days notice. The redemption will be subject to the payment of cumulative unpaid dividend, if any, on the part being redeemed up to the applicable date of redemption notice. The redemption will be subject to compliance with the provisions of Section 85 of the Companies Ordinance, 1984.			
15. LONG-TERM FINANCING			
From banking companies - secured			
Utilized under mark-up arrangements financed by:			
Islamic mode			
Musharaka - Consortium of Banks	15.1	750,000	900,000
Meezan Bank Limited - Musharaka	15.2	712,500	675,000
Faysal Bank Limited - Term Loan	15.3	53,027	74,238
		1,515,527	1,649,238
Conventional mode			
Syndicated - Consortium of Banks	15.4	1,425,000	1,350,000
Allied Bank Limited - Term Loan	15.5	675,000	825,000
		2,100,000	2,175,000
		3,615,527	3,824,238
From associated undertakings - unsecured	15.6	1,000,000	1,000,000
		4,615,527	4,824,238
Current portion shown under current liabilities			
Islamic mode			
		(492,422)	(443,672)
Conventional mode			
		(600,000)	(502,500)
		(1,092,422)	(946,172)
		3,523,105	3,878,066

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

- 15.1 This represents Diminishing Musharaka Arrangement with Meezan Bank Limited for Rs. 1,500 million. The tenor of the facility is six years including one year grace period. This finance facility is repayable in twenty equal quarterly installments which commenced from August 2014.

The finance facility is secured by way of mortgage of immovable properties of the Company and first hypothecation charge over the assets pertaining to Board Machine (PM-7) with 25% margin.

The rate of mark-up is equal to base rate plus 0.50% (June 30,2016: 0.9%). Base rate is equal to three months KIBOR of the last one business day prior to the beginning of each installment period. During the period, the effective mark-up rate was 6.70 % (June 30, 2016: 7.54 %) per annum.

- 15.2 This represents Diminishing Musharaka Arrangement of Rs. 750 million with Meezan Bank Limited for expenditure incurred on 18 MW Coal Based Co-Generation Power Plant. The tenor of the facility is seven years with two years grace period. This finance facility is repayable in twenty equal quarterly installments which commenced from November 2016.

The finance facility is secured by way of mortgage of immovable properties of the Company and first hypothecation charge over all assets belonging to the Company with 25% margin.

The rate of mark-up is equal to base rate plus 0.50% (June 30, 2016: 0.75%). Base rate is equal to three months KIBOR of the last one business day prior to the beginning of each installment period. During the period, the effective mark-up rate was 6.67% (June 30, 2016: 7.35%) per annum.

- 15.3 This term finance facility has been obtained from Faysal Bank Limited under Diminishing Musharaka Arrangement specifically for acquisition of Compact Sheeter. The tenor of the facility is three years including one year grace period. This finance facility is repayable in eight equal quarterly installments which commenced from May 2016.

This finance facility is secured by way of exclusive charge on Compact Sheeter with 25% margin.

The rate of mark-up is equal to base rate plus 0.75%. Base rate is equal to three months KIBOR of the last one business day prior to the beginning of each installment period. During the period, the effective mark-up rate was 6.85% (June 30, 2016: 7.23%) per annum.

- 15.4 This represents Syndicated Term Financing Arrangement with Consortium of MCB Bank Limited and Allied Bank Limited amounting to Rs. 1,500 million for expenditure incurred on 18 MW Coal Based Co-Generation Power Plant. The tenor of the facility is seven years with two years grace period. This finance facility is repayable in twenty equal quarterly installments which commenced from November 2016.

The finance facility is secured by way of mortgage of immovable properties of the Company and pari passu first hypothecation charge over all assets belonging to the Company with 25% margin.

The rate of mark-up is equal to base rate plus 0.50% (June 30,2016: 0.75%). Base rate is equal to three months KIBOR of the last one business day prior to the beginning of each installment period. During the period, the effective mark-up rate was 6.67% (June 30, 2016: 7.35%) per annum.

- 15.5 This term finance facility has been obtained from Allied Bank Limited amounting to Rs. 1,500 million. The tenor of the facility is six years including one year grace period. This finance facility is repayable in twenty equal quarterly installments which commenced from June 2014.

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

The finance facility is secured by way of mortgage of immovable properties of the Company and pari passu first hypothecation charge over the assets pertaining to Board Machine (PM-7) with 25% margin.

The rate of mark-up is equal to base rate plus 0.50 % (June 30, 2016: 0.9%). Base rate is equal to average of three months KIBOR of the last six business days prior to the beginning of each installment period. During the period, the effective mark-up rate was 6.56 % (June 30, 2016: 7.48%) per annum.

- 15.6 This loan has been obtained from SIZA Commodities (Private) Limited, an associated company, amounting to Rs. 1,000 million. The loan is repayable after two years from the date of agreement i.e. July 2018.

The rate of mark-up is 0.50% (June 30, 2016: 0.9%) over average of three months KIBOR of the last one day of preceding quarter. During the period, the effective mark-up rate was 6.61% (June 30, 2016: 7.51%) per annum.

		December 31, 2016	June 30, 2016 (Audited)
	Note	(Rupees in thousands)	
16. TRADE AND OTHER PAYABLES			
Creditors		467,175	510,181
Foreign bills payable		222,628	125,058
Accrued liabilities	16.1	594,811	510,220
Retention money payable		24,676	204,136
Customers' balances		122,931	89,877
Gratuity payable		44,213	49,992
Workers' profit participation fund payable		18,269	23,437
Sales tax payable - net		65,703	10,172
Workers' welfare fund payable		15,848	8,906
Provident fund payable		6,549	6,182
Unclaimed dividend		724	724
Other liabilities		51,016	42,053
		1,634,543	1,580,938

- 16.1 This includes an amount of Rs. 399.20 million (2016: Rs. 399.20 million) payable in respect of Gas Infrastructure Development Cess (GIDC) levied under GIDC Act, 2015. On the writ petition filed by the Company, the Sindh High Court has passed judgment during the period and declared the GIDC Act 2015 as null and void. Subsequently, appeal filed by the Government, the Sindh High Court suspended the aforesaid judgement till the disposal of appeal. The matter is pending for hearing of appeal.

17. SHORT-TERM BORROWINGS

From banking companies - secured

Running finances			
Islamic mode		240,763	288,019
Conventional mode		1,386,031	1,229,847
		1,626,794	1,517,866
Import credit finances - conventional mode		586,219	470,577
	17.1	2,213,013	1,988,443

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

- 17.1 During the period, the effective mark up rates for running finances and import credit finances are 6.60% (June 30, 2016: 7.12%) per annum and 1.94% (June 30, 2016: 2.77%) per annum respectively.

	December 31, 2016	June 30, 2016 (Audited)
Note	(Rupees in thousands)	
18. INTEREST AND MARK-UP ACCRUED		
Mark-up accrued on		
Long-term financing		
Islamic mode	13,193	15,246
Conventional mode	13,037	12,476
Associated undertakings	16,484	-
	42,714	27,722
Short-term borrowings		
Islamic mode	3,432	4,582
Conventional mode	7,050	9,026
	10,482	13,608
	53,196	41,330

19. CONTINGENCIES AND COMMITMENTS

19.1 Contingencies

a) Guarantees

Guarantees have been issued by banks on behalf of the Company in the normal course of business aggregating to Rs. 491 million (June 30, 2016: Rs. 447 million).

b) Sales tax

Three cases of inadmissible input sales tax amounting to Rs. 82.27 million have been adjudicated against the Company by Deputy Commissioner Inland Revenue. The appeals were filed by the Company against these orders at respective forum. These cases have been remanded back to the adjudicating authorities by the Appellate Authorities with the direction to verify compliance with the relevant provision of the Sales Tax Act, 1990. No provision has been made in the condensed interim financial information as the management is of the opinion, based on advice of tax advisor, that the decision is likely to be in the favor of the Company.

c) Gas infrastructure development cess - GIDC

Sui Northern Gas Pipeline Limited has charged an amount of Rs. 111.01 million (June 30, 2016: Rs. 70.83 million) on account of late payment surcharge on Rs. 399.20 million payable in respect of Gas Infrastructure Development Cess (GIDC) levied under GIDC Act, 2015. The Company has filed an appeal in Honorable Sindh High Court. The Honorable Sindh High Court suspended the levy and declared the GIDC Act 2015 as null and void. Subsequent to the judgment, on appeal filed by the Government, the Sindh High Court suspended the aforesaid judgment till the disposal of appeal. The matter is still pending in Honorable Sindh High Court.

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

No provision has been made in this condensed interim financial information for late payment surcharge as the management is of the opinion, based on advice of legal advisor that the Company is not liable to pay late payment surcharges and expects that the decision is likely to be in the favor of the Company.

19.2 Commitments

The Company's commitments as at balance sheet date are as follows:

- Letters of credit other than for capital expenditure amounted to Rs. 740.89 million (June 30, 2016: Rs. 702.52 million).
- Capital expenditure including letters of credit amounted to Rs. 208.00 million (June 30, 2016: Rs. 112.70 million).

	Half year ended		Quarter ended	
	December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2015
	(Rupees in thousands)			
20. SALES				
Gross sales	8,398,566	7,536,297	4,638,052	3,970,053
Sales tax	(1,221,033)	(1,071,941)	(674,393)	(561,702)
	<u>7,177,533</u>	<u>6,464,356</u>	<u>3,963,659</u>	<u>3,408,351</u>
21. COST OF SALES				
Materials consumed	4,062,358	3,992,788	2,313,303	2,064,346
Fuel and power	1,098,423	1,005,747	602,910	517,351
Depreciation on property, plant and equipment	441,555	428,744	215,588	211,410
Salaries, wages and other benefits	347,078	311,671	180,180	157,691
Repairs, maintenance and stores consumption	306,385	318,536	145,901	162,306
Packing expenses	167,906	149,624	90,460	78,238
Insurance	36,330	32,351	18,466	16,458
Provision for slow moving stores and spares	3,000	-	1,500	-
Rent, rates and taxes	2,969	2,828	1,509	1,460
Manufacturing cost	<u>6,466,004</u>	<u>6,242,289</u>	<u>3,569,817</u>	<u>3,209,260</u>
Work-in-process				
Opening stock	50,053	298,416	77,051	484,575
Closing stock	(80,704)	(591,264)	(80,704)	(591,264)
	<u>(30,651)</u>	<u>(292,848)</u>	<u>(3,653)</u>	<u>(106,689)</u>
Cost of goods manufactured	<u>6,435,353</u>	<u>5,949,441</u>	<u>3,566,164</u>	<u>3,102,571</u>
Finished goods				
Opening stock	379,353	111,365	295,258	113,194
Closing stock	(377,833)	(141,542)	(377,833)	(141,542)
	<u>1,520</u>	<u>(30,177)</u>	<u>(82,575)</u>	<u>(28,348)</u>
	<u>6,436,873</u>	<u>5,919,264</u>	<u>3,483,589</u>	<u>3,074,223</u>

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

		Half year ended		Quarter ended	
		December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2015
Note		(Rupees in thousands)			
22. OTHER INCOME					
Liabilities settled against					
claims	22.1	47,488	-	47,488	-
Sale of scrap		26,783	24,545	12,403	11,250
Insurance agency commission					
from associated company		6,344	4,260	3,644	1,500
Net exchange gain -					
conventional mode		1,448	1,013	1,033	(1,364)
Gain on sale of fixed assets – net		307	681	307	681
Others		481	895	(137)	20
		82,851	31,394	64,738	12,087

22.1 This represent net amount in favor of the Company pursuant to settlement agreement for 18 MW Coal Based Co-Generation Power Plant entered into between the Company and RUNH Power Corporation Limited, China (the vendor) dated November 18, 2016. This amount was settled against retention money payable to vendor.

23. FINANCE COST

Long-term financing				
Islamic mode	53,486	47,363	25,579	22,278
Conventional mode	72,316	41,745	35,547	19,651
	<u>125,802</u>	<u>89,108</u>	<u>61,126</u>	<u>41,929</u>
Associated undertakings	32,994	38,842	16,145	18,904
	<u>158,796</u>	<u>127,950</u>	<u>77,271</u>	<u>60,833</u>
Short-term borrowings				
Islamic mode	7,571	1,301	3,443	349
Conventional mode	39,753	45,327	21,339	23,211
	<u>47,324</u>	<u>46,628</u>	<u>24,782</u>	<u>23,560</u>
Workers' Profit Participation Fund	461	-	-	-
Net exchange loss on import credit finances	-	15,578	1,124	817
Bank charges and commission	2,317	1,898	1,967	1,689
	<u>208,898</u>	<u>192,054</u>	<u>105,144</u>	<u>86,899</u>

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

Half year ended		Quarter ended	
December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2015
(Rupees in thousands)			

24. EARNINGS PER SHARE - BASIC AND DILUTED

The basic earnings per share as required under "IAS 33 Earnings per share" is given below:-

Profit for the period	238,125	83,440	203,153	86,153
Dividend attributable to cumulative preference shares	(32,483)	(34,164)	(16,446)	(16,881)
Profit attributable to ordinary shareholders	205,642	49,276	186,707	69,272
Weighted average number of ordinary shares (in thousands)	147,018	147,018	147,018	147,018
Basic earnings per share attributable to ordinary shareholders (Rupees)	1.40	0.34	1.27	0.47

There is no dilutive effect on the basic earnings per shares of the Company.

		Half year ended	
		December 31, 2016	December 31, 2015
		(Rupees in thousands)	
		Note	
25. CASH GENERATED FROM OPERATIONS			
Profit before taxation		340,177	122,705
Adjustment for non cash charges and other items			
Depreciation		458,909	445,533
Amortization of intangible assets		376	632
Gain on sale of property, plant and equipment		(307)	(681)
Provision for gratuity		13,003	13,674
Provision for slow moving stores and spares		3,000	-
Workers' profit participation fund		18,269	6,590
Finance cost		208,898	192,054
Exchange (gain)/ loss - net		(961)	5,679
Working capital changes	25.1	(261,765)	59,196
		439,422	722,677
		779,599	845,382
25.1 Changes in working capital			
(Increase) / decrease in current assets			
Stores and spares		(137,969)	(48,652)
Stock-in-trade		(4,263)	12,357
Trade debts		(317,440)	(74,283)
Loans and advances		(3,537)	4,660
Trade deposits and short-term prepayments		28,028	(48,226)
Other receivables		(1,779)	(195)
		(436,960)	(154,339)
Increase in current liabilities			
Trade and other payables		175,195	213,535
		(261,765)	59,196



Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

26. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the financial statements for the year ended June 30, 2016.

27. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

27.1 The related parties and associated undertakings comprise of group companies, other associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties and associated undertakings are as under:

Relation with the Company	Nature of transaction	Half year ended		Quarter ended	
		December 31, 2016	December 31, 2015 (Rupees in thousands)	December 31, 2016	December 31, 2015
Associated companies / undertakings	Sales of goods and services	765,658	737,104	359,871	325,223
	Purchase of goods and services	50,512	126,778	24,863	20,002
	Rent and other allied charges	4,588	3,701	2,295	2,060
	Insurance agency commission	6,345	4,260	3,456	1,500
	Mark-up charged	32,994	38,842	16,145	18,904
Retirement benefit plans	Contribution to staff retirement benefit plans	37,030	35,607	19,354	18,538
Key management personnel	Remuneration and other benefits (Note 27.3)	138,535	134,971	71,079	59,706
		December 31, 2016		June 30, 2016 (Audited)	
(Rupees in thousands)					

27.2 Period / year end balances

Receivable from associated companies / undertakings	144,219	123,061
Payable to related parties	85,044	145,597
Long-term financing from associated undertaking	1,000,000	1,000,000
Mark-up accrued on long term financing from associated undertaking	16,484	-

27.3 There are no transactions with key management personnel other than under their terms of employment.

27.4 The above transactions with related parties are at arm's length based on normal commercial rates.

Notes to the Condensed Interim Financial Information

for the period ended December 31, 2016 (Un-audited)

28. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties, in an arm's length transaction.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

Transfers during the period

During the six month period to December 31, 2016, there were no transfers into or out of Level 3 fair value measurements.

29. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on February 15, 2017 by the Board of Directors of the Company.

30. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation. However, no significant reclassification has been made during the period.

31. GENERAL

Amounts have been rounded off to the nearest thousands of rupees.



AFTAB AHMAD
Chief Executive Officer



TASLEEMUDDIN AHMED BATLAY
Director

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