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COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Muhammad Asim Sajjad - Chief Executive
Mrs. Seema Sajjad - Chairperson
Mr. Salman Muhammad Aslam
Mrs. Ayesha Rahim
Miss Batool Zahra
Mr. Mehr Allah Yar
Mr. Sultan Mehmood

CFO/COMPANY SECRETARY

Mr. Irfan Hamid

AUDITORS

M/s. Mudassar Ehtisham & Co.
Chartered Accountants

AUDIT COMMITTEE

Mr. Sultan Mehmood - Chairman
Mr. Mehr Allah Yar - Member
Miss Batool Zahra - Member

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Salman Muhammad Aslam – Chairman
Mr. Mehr Allah Yar - Member
Mrs. Seema Sajjad - Member
Mrs. Ayesha Rahim - Member

BANKERS

Askari Bank Limited
Habib Bank Limited
Bank Alfalah Limited
Habib Metropolitan Bank Limited

COMPANY SHARE REGISTRARS

Hameed Majeed Associates (Pvt) Ltd.
1st Floor, H.M. House,
7 - Bank Square, Lahore
TEL: 042-37235081-82
FAX: 042-37358817
e-mail: shares@hmaconsultants.com

REGISTERED OFFICE

19-B, Off. Zafar Ali Road,
Gulberg-V, Lahore.
Tel: 042-35775501-02
Fax: 042-35711526
E-Mail: info@sajjadtextile.com

MILLS ADDRESS

64-KM, Multan Road, Jumber Kalan
Tehsil Chunian
District Kasur.
Tel: 04951-388102

DIRECTORS' REPORT

Dear Shareholders,
Assalam-o-Alaikum,

The Directors are pleased to present the un-audited accounts for the second quarter and half year ended December 31, 2015.

Financial Results
The financial results are as under:

	Jul. - Dec. 2015 (Rupees)	Oct. - Dec., 2015 (Rupees)
Sales - Net	**461,734,714**	155,414,012
Cost of Sales	**501,363,618**	181,866,638
Gross Loss	**(39,628,904)**	(26,452,627)
Loss Before Taxation	**(66,970,235)**	(37,962,468)
Loss After Taxation	**(30,532,707)**	(775,065)

The Company suffered before tax loss of Rs. (37.962) million and Rs. (66.970) million for 2nd quarter and half year ended December 31, 2015 respectively as against before tax loss of Rs. (14.648) million and Rs. (12.166) million for the corresponding period last year.

Loss per share:
Loss after tax per share was Rs. (0.04) and Rs. (1.44) for the 2nd quarter and half year ended December 31, 2015 respectively as against per share loss after tax was Rs. (0.76) and Rs. (0.67) for the corresponding periods last year.

The reason behind loss for the quarter and half year is high cost of energy, unavailability of sui gas and increase in labour wage rates coupled with low yarn rates in local as well as global markets. The yarn market's downward trend as to yarn prices and increase in conversion cost badly affected the financial results during the period under discussion.

The Directors take opportunity to place on record their appreciation for the devotion and hard work of the Company's Executives, Staff and Workers.

For and on behalf of the Board

Lahore
26th February, 2016

MUHAMMAD ASIM SAJJAD
Chief Executive

ڈائریکٹرز رپورٹ

محترم حصص یا فتگان

اسلام علیکم

ڈائریکٹر ز 31دسمبر 2015دوسری سہ ماہی اور نصف سال کے اختتام پر کمپنی کا (آڈیٹرز کے محدود جائزہ پر مشتمل) مالیاتی جائزہ آپ کو پیش کرتے ھیں

مالیاتی نتائج

: مالیاتی نتا ئج حسب ذیل ھیں

	Oct. - Dec., 2015 (Rupees)	**Jul. - Dec. 2015 (Rupees)**
سیلز ۔ نیٹ	155,414,012	**461,734,714**
فروخت کی مالیت	181,866,638	**501,363,618**
مجموعی نقصان	(26,452,627)	**(39,628,904)**
قبل از ٹیکسیشن نقصان	(37,962,468)	**(66,970,235)**
ٹیکسیشن کے بعد نقصان	(775,065)	**(30,532,707)**

کمپنی کا قبل از ٹیکسیشن نقصان 37.962ملین روپے بالترتیب برائے زیر بحث دوسری سہ ماہی اور نصف سال میں ھوا جبکہ گزشتہ سال اسی مت میں کمپنی کا قبل از ٹیکس نقصان بالترتیب 14.648ملین روپے اور 12.166ملین روپے رھا۔

کمپنی کو زیر بحث دوسری سہ ماہی اور نصف سال کے دوران نقصان توانائی کی بڑھتی ھوئی لاگت ، سوئی گیس کی عدم دستیابی اور لیبر اجرت کی شرح میں اضافے کے ساتھ ساتھ مقامی اور علمی منڈی میں دھاگے کی قیمت میں کمی کی وجہ سے ھوا ھے ۔ دھاگے کی قیموں اور کنورژ ن کی لاگت میں اضافہ اور دھاگے کی مارکیٹ گرنے کے رجحان نے بری طرح ذیر بحث مت کے دوران مالیات نتائج کو متاثر کیا

ڈائر یکٹرز کمپنی کے ایگزیکٹو ز ، اسٹاف اور کارکنوں کی لگن اور محنت کے لئے ان کی تہ دل سے تعریف کرتے ھیں ۔

برائے اور بحکم بورڈ

محمد عاصم سجاد

چیف ایگزیکٹو آفیسر

26فروری ،2016

لاھور

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

Introduction

We have reviewed the accompanying condensed interim balance sheet of **SAJJAD TEXTILE MILLS LIMITED** (the Company) as at December 31, 2015, and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement together with the notes forming part thereof, for the six-months period then ended (here-in-after referred to as "the condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed 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 condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists of making inquiries, primarily of the persons responsible for the 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 condensed interim financial information as of and for the six months period ended December 31, 2015 is not prepared in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures for the three months period ended 31 December 2015 and 2014 in the condensed interim profit and loss account, condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

Mudassar Ehtisham & Co.
Chartered Accountants
Engagement Partner:

Muhammad Ehtisham.

Lahore

26th February, 2016

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)

AS AT DECEMBER 31, 2015

	Notes	DEC 31, 2015 (Un-Audited)	JUNE 30, 2015 (Audited)
		---------- Rupees ----------	
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	6.	**460,184,254**	466,158,167
Long term deposits		**11,368,938**	11,368,938
		471,553,192	477,527,105
Deferred Tax Assets		**39,806,119**	-
CURRENT ASSETS			
Stores & spares		**16,639,896**	15,773,514
Stock in trade		**22,435,990**	85,545,333
Trade debts		**11,044,485**	34,948,707
Loans and advances		**4,882,473**	6,128,390
Trade deposits, prepayments and other receivables		**26,267,240**	41,664,161
Short term investment		**22,333**	22,333
Cash and bank balances	7.	**2,253,256**	19,657,625
		83,545,673	203,740,063
TOTAL ASSETS		**594,904,984**	681,267,168
EQUITY AND LIABILITIES			
SHARE CAPITAL & RESERVES			
Authorised capital			
30,000,000 ordinary shares of Rs. 10/- each		**300,000,000**	300,000,000
Issued, subscribed and paid up capital		**212,678,000**	212,678,000
21,267,800 ordinary shares of Rs. 10/- each			-
Reserve		**16,521**	16,521
Accumulated loss		**(177,163,915)**	(148,606,248)
		35,530,606	64,088,273
Surplus on revaluation of fixed assets		**155,808,853**	157,783,894
NON CURRENT LIABILITIES			
Deferred liabilities		**2,618,650**	2,494,057
		2,618,650	2,494,057
CURRENT LIABILITIES			
Trade and other payables		**115,982,884**	211,083,865
Accrued mark-up on sponsors' loans		**18,703,495**	16,154,622
Short term loan from directors - unsecured	8.2	**262,019,447**	222,019,447
Provision for taxation		**4,241,048**	7,643,010
		400,946,874	456,900,944
Contingencies & commitments	11	-	-
TOTAL EQUITY AND LIABILITIES		**594,904,984**	681,267,168

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

CHIEF EXECUTIVE **DIRECTOR**

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE SIX MONTHS & QUARTER PERIOD ENDED DECEMBER 31, 2015

	Notes	Six months ended 31, December		Quarter ended 31, December	
		2015	2014	2015	2014
		---------- Rupees ----------			
Sales	9	**461,734,714**	542,611,206	**155,414,012**	266,426,899
Less: cost of sales	10	**501,363,618**	525,614,665	**181,866,638**	263,263,480
GROSS PROFIT/(LOSS)		**(39,628,904)**	16,996,541	**(26,452,627)**	3,163,420
Selling & distribution expenses		**4,373,169**	5,747,674	**2,024,099**	3,925,337
Administrative expenses		**21,048,626**	21,251,155	**9,020,019**	12,705,485
Other operating expenses		**-**	-	**-**	-
		25,421,795	26,998,829	**11,044,118**	16,630,822
		(65,050,699)	(10,002,288)	**(37,496,745)**	(13,467,402)
Other Income/(Loss)		**826,547**	(433,463)	**957,757**	(170,738)
OPERATING PROFIT/(LOSS) BEFORE FINANCE COST		**(64,224,152)**	(10,435,751)	**(36,538,988)**	(13,638,140)
Finance Cost		**2,746,083**	1,730,829	**1,423,480**	1,010,031
PROFIT/(LOSS) BEFORE TAXATION		**(66,970,235)**	(12,166,581)	**(37,962,468)**	(14,648,171)
TAXATION					
-Current		**(4,241,048)**	(4,875,210)	**(1,465,722)**	(4,324,441)
-Prior		**(1,000,000)**	-	**(1,000,000)**	-
-Deferred		**41,678,576**	2,835,355	**39,653,124**	2,835,355
		36,437,528	(2,039,855)	**37,187,402**	(1,489,086)
PROFIT/(LOSS) AFTER TAXATION		**(30,532,707)**	(14,206,435)	**(775,065)**	(16,137,256)
BASIC (LOSS) PER SHARE -	Rupees	**(1.44)**	(0.67)	**(0.04)**	(0.76)

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

CHIEF EXECUTIVE **DIRECTOR**

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE SIX MONTHS & QUARTER PERIOD ENDED DECEMBER 31, 2015

	Six months ended 31, December		Quarter ended 31, December	
	2015	2014	**2015**	2014
	---------- Rupees ----------			
PROFIT / (LOSS) AFTER TAXATION	**(30,532,707)**	(14,206,435)	**(775,065)**	(16,137,256)
Other Comprehensive Income / (Loss)				
(Deficit) \ Surplus on re-measurement of investment available for sale to fair value	-	-	-	-
Income tax relating to component of other comprehensive income \ (loss)			-	-
	-	-	-	-
TOTAL COMPREHENSIVE INCOME \ (LOSS)	**(30,532,707)**	(14,206,435)	**(775,065)**	(16,137,256)

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

CHIEF EXECUTIVE **DIRECTOR**

CONDENSED INTERIM CASH FLOW STATEMENT(UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2015

		DEC 31, 2015	DEC 31, 2014
		---------- Rupees ----------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit\(Loss) before taxation		**(66,970,235)**	(12,166,581)
Adjustments for:			
Depreciation and amortization		**10,095,426**	9,181,633
Financial charges		**2,746,083**	1,730,829
WPPF provision		**-**	(608,329)
WWF provision		**-**	(231,165)
Gratuity provision		**4,794,600**	618,094
Operating (Loss) before working capital changes		**(49,334,126)**	(1,475,518)
Adjustments for working capital changes:			
(Increase) / Decrease In Current Assets			
Stores & spares		**(866,382)**	(1,299,362)
Stock in trade		**63,109,343**	(57,683,001)
Trade debts		**23,904,222**	(39,845,943)
Loans and advances		**1,245,917**	517,619
Trade deposits, prepayments and other receivables		**15,396,921**	19,693,241
		102,790,022	(78,617,446)
Increase / (Decrease) In Current Liabilities			
Trade and Other Payables		**(95,100,981)**	67,636,927
		(95,100,981)	67,636,927
Cash generated from / (Utilized in) Operations		**(41,645,085)**	(12,456,037)
Financial charges paid		**(197,210)**	(165,339)
Gratuity Paid		**(2,797,550)**	(750,094)
Income tax paid		**(8,643,012)**	(16,140,693)
		(11,637,772)	(17,056,127)
Net cash generated / (utilized) in operating activities		**(53,282,857)**	(29,512,164)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital Expenditure in Property, Plant & Equipment		**(4,121,512)**	(8,567,075)
Sale Proceeds from disposal of Property, Plant & Equipment		**-**	-
Long Term Deposits		**-**	-
Net Cash (outflow) / inflow from investing activities		**(4,121,512)**	(8,567,075)
CASH FLOWS FROM FINANCING ACTIVITIES			
Sponsors' loan		**-**	-
Short term loan from directors - unsecured		**40,000,000**	15,327,000
Net Cash (outflow) / inflow from investing activities		**40,000,000**	15,327,000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		**(17,404,369)**	(22,752,239)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	7	**19,657,625**	30,280,796
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		**2,253,256**	7,528,557

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

CHIEF EXECUTIVE **DIRECTOR**

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2015

	Capital Reserve			
	Issued, subscribed & paid up capital	Reserve on re-measurement of available for sale investment to fair value	Accumulated (Loss)	Total
	---------- Rupees ----------			
BALANCE AS AT JUNE 30, 2014	**212,678,000**	**27,556**	**(106,422,321)**	**106,283,236**
Total comprehensive Income/(loss)				
(Loss) for the six months period ended December 31, 2014	-	-	(14,206,435)	**(14,206,435)**
Other comprehensive income/(loss)	-		-	
	-		(14,206,435)	**(14,206,435)**
Revaluation surplus on account of:				
-on account of Incremental Depreciation current period - net of Tax	-	-	1,987,269	**1,987,269**
-Disposal of Property, Plant & Machinery - net of Tax	-		-	
	-		1,987,269	**1,987,269**
BALANCE AS AT DECEMBER 31, 2014	**212,678,000**	**27,556**	**(118,641,487)**	**94,064,069**
Total comprehensive Income/(loss)				
(Loss) for the six months period ended June 30, 2015	-	-	(32,074,324)	**(32,074,324)**
Other comprehensive income/(loss)	-	(11,035)	-	**(11,035)**
	-	(11,035)	(32,074,324)	**(32,085,359)**
Revaluation surplus on account of:				
-on account of Incremental Depreciation current period - net of Tax	-	-	2,109,563	**2,109,563**
-Disposal of Property, Plant & Machinery - net of Tax	-	-		
			2,109,563	**2,109,563**
BALANCE AS AT JUNE 30, 2015	**212,678,000**	**16,521**	**(148,606,248)**	**64,088,274**
Total comprehensive Income/(loss)				
(Loss) for the six months period ended December 31, 2015	-	-	(30,532,707)	**(30,532,707)**
Other comprehensive income/(loss)	-	-	-	
	-		(30,532,707)	**(30,532,707)**
Revaluation surplus on account of:				
-on account of Incremental Depreciation current period - net of Tax	-	-	1,975,040	**1,975,040**
-Disposal of Property, Plant & Machinery - net of Tax	-	-	-	
	-	-	1,975,040	**1975040**
BALANCE AS AT DECEMBER 31, 2015	**212,678,000**	**16,521**	**(177,163,915)**	**35,530,607**

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

CHIEF EXECUTIVE **DIRECTOR**

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2015

1. THE COMPANY AND ITS OPERATIONS

The company is incorporated as a public limited company in Pakistan under the Companies Ordinance, 1984 and is listed on Karachi and Lahore Stock Exchanges. The Company is principally engaged in manufacturing, selling, buying and dealing in yarn of all types. The registered office of the company is situated at 19-B, Off Zafar Ali Road, Gulberg-V, Lahore.

2. BASIS OF PREPARATION

This condensed interim financial information of the Company for the six months period ended December 31, 2015 is unaudited and 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 the requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

This condensed interim financial information has, however, been subjected to limited scope review by the statutory auditors of the Company, as required by the Code of Corporate Governance and is being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984.

The comparative condensed interim profit and loss account and condensed interim statement of comprehensive income and notes, thereto, for the quarters ended December 31, 2015 and 2014 are also included in this condensed interim financial information, which were not subject to review.

This condensed interim financial information does not include all the information and disclosures required for full financial statements, and should be read in conjuction with the company's audited annual financial Statements for the year ended June 30, 2015.

3. BASIS OF ACCOUNTING

The accounting policies adopted for preparation of these half year and quarterly un-audited accounts are the same as adopted in the preceding annual accounts of the Company.

4. ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding audited annual financial statements of the Company for the year ended June 30, 2015, except for changes resulting from initial application of standards, amendments or interpretations to existing standards.

However, amendments / improvements and new interpretations of approved accounting standards effective during the period, were not relevant to the Company's operations and did not have any material impact on the accounting policies of the Company.

5. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards 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. The significant judgments made by the management in applying the company's accounting policies and key sources of estimation of uncertainty are the same as those were applied to the annual audited financial statements for the year ended June 30, 2015.

		December 31, 2015	June 30, 2015
		---------- Rupees ----------	
6. PROPERTY, PLANT AND EQUIPMENT			
Tangible operating fixed assets - at net book value	6.1	**460,184,254**	466,158,167
Intangible assets		**-**	-
		460,184,254	466,158,167
6.1 Detail of additions and disposals at net book value along with depreciation charged during the period / year are as follows:			
DESCRIPTION			
Opening net book value		**466,158,167**	430,726,808
Additions during the period / year			
Plant and Machinery/Electric Installations		**4,121,512**	43,719,391
Tools & Equipment		**-**	1,515,503
Office Equipments/Computers		**-**	23,800
Vehicles		**-**	8,592,440
Land		**-**	467,500
		4,121,512	54,318,634
Disposals during the period / year			
Depreciation charged thereon		**10,095,426**	18,887,275
Closing net book value		**460,184,254**	466,158,167
7. CASH AND BANK BALANCES			
Cash in hand		**202,512**	273,211
Cash with banks		**2,050,744**	19,384,414
		2,253,256	19,657,625
8. SPONSORS' LOAN - UNSECURED			
Interest free - Short Term Loan	8.1	**199,437,447**	199,437,447
Interest bearing - Short Term Loan	8.2	**62,582,000**	22,582,000
		262,019,447	222,019,447

8.1 This represents interest-free loan obtained from directors, chief executive officer and other sponsors. These loans are unsecured and not payable within next twelve months.There is no fixed tenure for repayment of these liabilities. In the absence of the availability of a defined repayment schedule, the fair value of these loans is not determinable.

8.2 The loan is unsecured and carries markup @ 3 months kibor plus 2%.

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2015

	Six months ended 31, December		Quarter ended 31, December	
	2015	2014	2015	2014
	Rupees			
9. SALES				
Local:				
-Sales of yarn - Local	**319,700,070**	336,633,140	**144,184,195**	157,445,677
-Sales of yarn - Export	**137,327,797**	203,403,085	**7,952,850**	108,238,638
-Sale of waste	**8,292,019**	6,775,493	**4,238,518**	2,706,258
	465,319,885	546,811,717	**156,375,564**	268,390,572
Less Commission on:				
-Sales of yarn - Local	**(1,412,615)**	(1,145,115)	**(832,489)**	(135,344)
-Sales of yarn - Export	**(2,172,556)**	(3,055,395)	**(129,063)**	(1,828,328)
	(3,585,171)	(4,200,510)	**(961,552)**	(1,963,672)
	461,734,714	542,611,206	**155,414,012**	266,426,899
10. COST OF SALES				
Raw material consumed	**326,554,441**	411,624,682	**104,823,741**	209,998,011
Salaries, wages & benefits	**42,595,314**	37,116,179	**17,766,297**	21,534,966
Fuel & power	**77,081,229**	70,503,460	**26,241,177**	40,946,631
Repair and maintenance	**1,090,427**	2,619,711	**809,104**	2,177,729
Other manufacturing overheads	**8,175,529**	4,875,954	**2,860,823**	3,270,933
Rent, Rates & Taxes	**314,401**	100,000	**-**	-
Cotton cess duty	**695,757**	714,687	**202,118**	483,927
Store consumed	**6,889,798**	13,186,529	**2,863,894**	6,440,175
Insurance	**2,517,009**	2,277,959	**1,286,422**	1,903,935
Packing material consumed	**7,575,863**	9,241,612	**2,013,964**	5,485,274
Miscellaneous expenses	**-**	22,564	**-**	-
Depreciation	**9,313,091**	8,676,969	**4,682,655**	4,394,623
	482,802,858	560,960,306	**163,550,194**	296,636,205
Opening stock of work in process	**7,974,828**	10,528,125	**6,527,667**	8,151,132
Closing stock of work in process	**(6,329,177)**	(8,297,718)	**(6,329,177)**	(8,297,718)
	1,645,651	2,230,407	**198,490**	(146,586)
	484,448,509	563,190,713	**163,748,684**	296,489,619
Cost of goods manufactured				
Opening stock of finished goods	**25,376,603**	6,225,232	**25,539,265**	10,395,065
Closing stock of finished goods	**(7,650,393)**	(41,725,379)	**(7,650,393)**	(41,725,379)
	17,726,210	(35,500,147)	**17,888,872**	(31,330,314)
Opening stock of waste	**2,582,220**	1,162,145	**3,622,403**	1,342,221
Closing stock of waste	**(3,393,321)**	(3,238,047)	**(3,393,321)**	(3,238,047)
	(811,101)	(2,075,902)	**229,082**	(1,895,826)
	501,363,618	525,614,665	**181,866,638**	263,263,480
10.1 Raw Material Consumed				
Opening Raw Material	**49,611,682**	19,563,809	**14,447,552**	59,003,457
Add: Purchases	**282,005,858**	433,962,041	**95,439,288**	192,895,723
Less: Closing Stock	**(5,063,099)**	(41,901,169)	**(5,063,099)**	(41,901,169)
	326,554,441	411,624,682	**104,823,741**	209,998,011

11- CONTINGENCIES AND COMMITMENTS

11.1 The company had filed suit in Honorable Lahore High Court against the levy of gas infrastructure development cess (GIDC). The Honorable Court has granted an interim stay and restraining the Sui Northern Gas Company Limited from Charging any amount of GIDC over and above Rs.13 per MMBTU. The Honorable Islamabad High Court in a case declared the GIDC as unconstitutional and asked the distribution companies to return the amount already collected.The Honourable Supreme Court of Pakistan declared the levy GIDC as unconstitutional. Therefore, The Comapny has not provided any provision of GIDC amounted to Rs. 14.985 Millions after The Honourable Supreme Court of Pakistan declared the levy GIDC as unconstitutional. the management of the Company is confident that the payment of GIDC are highly unprobable, therfore, no liability is likely to arise in this regard.

11.2 There were no commitments as at June 30, 2015. (2014 : Nil)

12. TRANSACTIONS WITH RELATED PARTIES / ASSOCIATED UNDERTAKING

Transactions with related parties and associated undertakings are as under:

i) There was no sale or purchase transactions with associated undertaking.

ii) Short term interest free loan payable to directors and sponsors Rs.199.437 million as at December 31, 2015 (June 30, 2015 Rs. 199.437 million.)

iii) Short term interest bearing loan payable to directors and sponsors Rs. 62.582 million as at December 31, 2015 (June 30, 2015 Rs. 22.582 million.)

13. FINANCIAL RISK MANAGEMENT

The companies financial risk management objectives and policies are consistent with those disclosed in the audited annual financial statements of the company as at and for the year ended June 30, 2015.

14. DATE OF AUTHORIZATION

This condensed interim financial information has been approved by the Board of Directors of the Company and authorized for issue on February 26, 2016.

15. GENERAL

- Figures have been rounded off to the nearest rupees.

CHIEF EXECUTIVE **DIRECTOR**

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