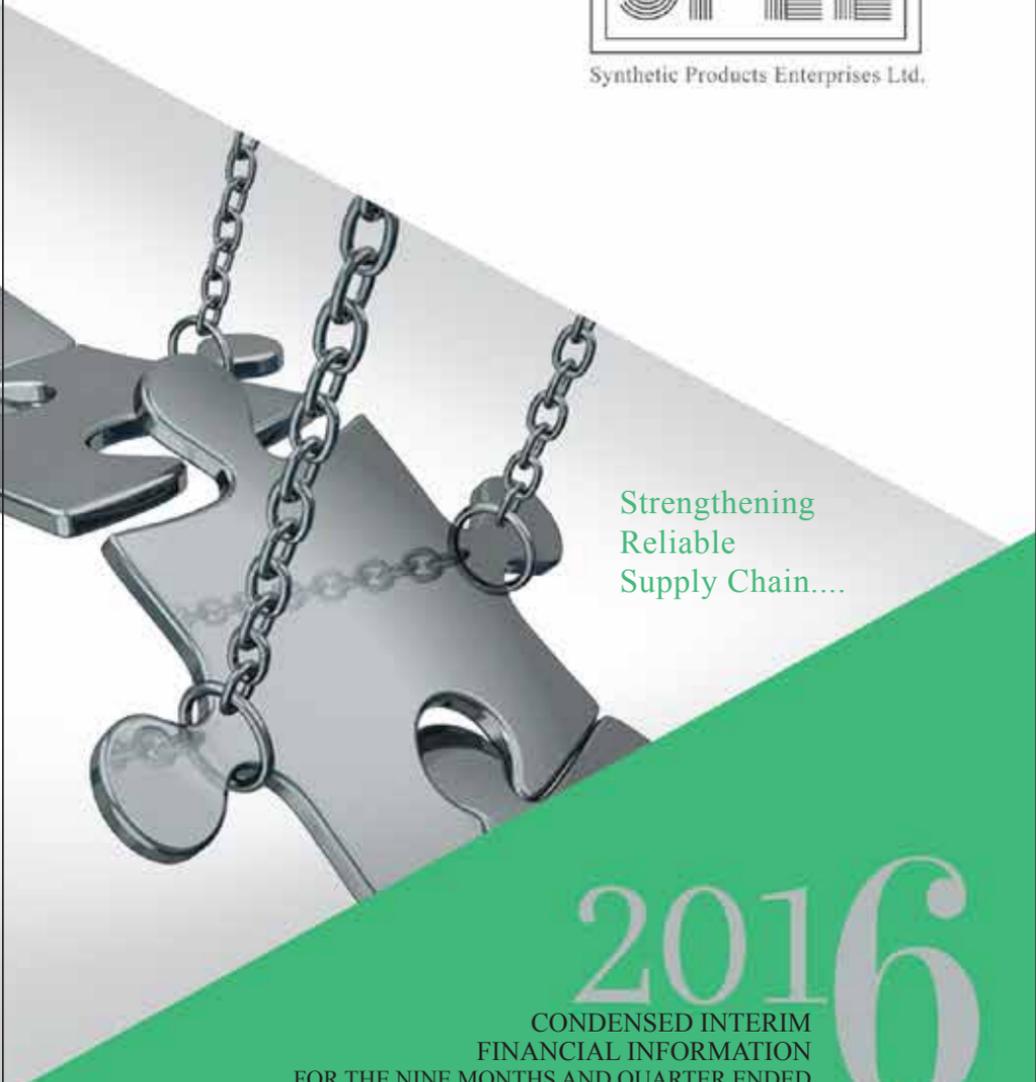


Synthetic Products Enterprises Ltd.



Strengthening
Reliable
Supply Chain....

2016

CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE NINE MONTHS AND QUARTER ENDED
31 MARCH

CONTENTS

Corporate

Company Information	02
Directors' Review	03

Condensed Interim Unconsolidated Financial Information

Condensed Interim Unconsolidated Balance Sheet	06
Condensed Interim Unconsolidated Profit and Loss Account	08
Condensed Interim Unconsolidated Statement of Comprehensive Income	09
Condensed Interim Unconsolidated Cash Flow Statement	10
Condensed Interim Unconsolidated Statement of Changes in Equity.....	11
Selected Notes to the Condensed Unconsolidated Interim Financial Information	12

Condensed Interim Consolidated Financial Information

Condensed Interim Consolidated Balance Sheet	22
Condensed Interim Consolidated Profit and Loss Account	24
Condensed Interim Consolidated Statement of Comprehensive Income	25
Condensed Interim Consolidated Cash Flow Statement	26
Condensed Interim Consolidated Statement of Changes in Equity.....	27
Selected Notes to the Condensed Consolidated Interim Financial Information	28

COMPANY INFORMATION

The Board of Directors

Mr. Almas Hyder	<i>Chairman/Non-Executive Director</i>
Mr. Zia Hyder Naqi	<i>Chief Executive Officer/ Executive Director</i>
Dr. S. M. Naqi	<i>Non-Executive Director</i>
Dr. Syed Salman Ali Shah	<i>Independent Non-Executive Director</i>
Mr. Khawar Anwar Khawaja	<i>Independent Non-Executive Director</i>
Mr. Muhammad Tabassum Munir	<i>Independent Non-Executive Director</i>
Mr. Raza Haider Naqi	<i>Non-Executive Director</i>
Sheikh Naseer Hyder	<i>Non-Executive Director</i>
Mr. Abid Saleem Khan	<i>Chief Operating Officer/ Executive Director</i>

CFO & Company Secretary

Mr. Khalil Ahmad Hashmi FCA

Audit Committee

Dr. Syed Salman Ali Shah	Chairman
Mr. Muhammad Tabassum Munir	Member
Mr. Almas Hyder	Member
Dr. S. M. Naqi	Member
Sheikh Naseer Hyder	Member

Human Resource & Remuneration Committee

Mr. Almas Hyder	Chairman
Dr. S. M. Naqi	Member
Mr. Khawar Anwar Khawaja	Member
Mr. Muhammad Tabassum Munir	Member
Mr. Zia Hyder Naqi	Member
Mr. Abid Saleem Khan	Member

Finance Committee

Mr. Almas Hyder	Chairman
Dr. Syed Salman Ali Shah	Member
Mr. Khawar Anwar Khawaja	Member
Mr. Zia Hyder Naqi	Member

Registered Office

127-S Quaid-e-Azam Industrial Estate
Township, Kot Lakhpat, Lahore.
Ph: 042-111-005-005
Fax: 042-35118507

Factory

4-km Off Feroz Pur Road Raiwind Lilliani Link,
Road Pandoki Lahore.

Share Registrar

THK Associates (Pvt) Ltd
2nd Floor State Life Building # 3,
Dr. Ziauddin Ahmad Road Karachi.

Statutory Auditor

KPMG Taseer Hadi and Co.

Head of Internal Audit

Mr. Abu Bakar, ACA

Tax Consultant

PWC A.F. Ferguson

Legal Advisors

Cornelius Lane and Mufti
Advocates & Solicitors

Bankers

Habib Bank Limited
MCB Bank limited
Standard Chartered Bank (Pakistan) Limited
United Bank Limited
Meezan Bank Limited
Bank Islami Pakistan Limited
Allied Bank Limited
Habib Metropolitan Bank Limited

Website

www.spelgroup.com

Stock Symbol

SPEL



DIRECTORS' REVIEW

*of the Condensed Interim Financial Information
For the Nine Months & Quarter Ended 31 March 2016*

We are pleased to present your Company's un-audited financial information for the nine months & quarter ended March 31, 2016.

FINANCIAL ANALYSIS

	Nine Months Ended		Quarter Ended	
	31 March 2016 Rupees	31 March 2015 Rupees	31 March 2016 Rupees	31 March 2015 Rupees
Sales –net	1,647,794,138	1,482,301,060	557,155,235	543,302,436
Cost of sales	(1,243,077,310)	(1,172,230,218)	(411,560,534)	(481,355,310)
Gross profit	404,716,828	310,070,842	145,594,701	124,947,126
Operating profit	290,582,585	214,386,016	107,306,426	91,699,893
Profit after taxation	213,003,552	140,581,400	78,048,172	59,342,999
EPS - Basic and diluted	2.75	2.26	1.01	0.95

Sales:

The oil prices have declined by 63% from US\$ 62 on 01 July 2015 to US\$ 39 on 31 March 2016 (Brent) impacting the prices of resin. Due to drop in the prices of raw materials and based on the "Pass - through mechanism" with most of the customers, the Company reduce the prices of its products.

Despite passing through the reduction in resin prices to the customers, your company was able to achieve a revenue growth of 11% as compared to same period last year. The sales revenue for the period under review stood at Rs. 1,648 million.

Gross Profit:

Our gross profit increased by Rs. 95 million i.e. 31% compared to the profit of same period last year mainly due to higher sales and production efficiencies.

Operating Profit:

The operating profit for the period under review reached Rs. 291 million registering a growth of 36% as compared to same period last year.

Net Profit after tax:

Our net profit after tax increased to Rs. 213 million registering a growth of 52 %.

Dividend

The Directors are pleased to declare and interim cash dividend of 5% (Re. 0.5 per share).

NEAR FUTURE OUTLOOK

SPEL is growing company and the equity raised through IPO is being spent on expansion in production facilities. We are confident that the new machinery will be operational by the end of current financial year.

Further, the ground breaking ceremony of the Rahim Yar Khan project is also planned to be held in last quarter of financial year 2016 for which land has already been acquired and all legal formalities related to land acquisition have been completed. We expect that the growth momentum will persist in the foreseeable future.

Pakistan's economy has inherent strengths and the fundamentals of the country are good. We are positive on the stability of our markets and the ability of Company's management to develop strategies to maintain the pattern of growth.



Zia HyderNaqi
Chief Executive Officer



Abid Saleem Khan
Director

Place: Lahore

Dated: 25th April 2016

CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION

For the Nine Months & Quarter Ended 31 March 2016

CONDENSED INTERIM UNCONSOLIDATED BALANCE SHEET

As at 31 March 2016 (Un-audited)

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital of Rs.10 each		1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital	5	773,500,000	773,500,000
Share premium		347,391,050	347,391,050
Accumulated profit		384,388,570	210,060,018
		1,505,279,620	1,330,951,068
Surplus on revaluation of land		226,943,081	226,943,081
Non-current liabilities			
Long term finance - secured	6	29,531,268	52,255,716
Diminishing musharika - secured	7	2,521,638	11,069,808
Liabilities against assets subject to finance lease	8	21,360,717	29,381,452
Deferred taxation		125,426,885	122,134,405
		178,840,508	214,841,381
Current liabilities			
Trade and other payables		108,008,197	127,468,516
Short term borrowings - secured	9	471,014,895	380,450,601
Current maturity of non-current liabilities	10	68,658,858	76,154,092
Accrued markup		8,752,804	8,123,321
		656,434,754	592,196,530
		2,567,497,963	2,364,932,060
Contingencies and commitments	11		

The annexed notes from 1 to 22 form an integral part of this condensed interim unconsolidated financial information.



Chief Executive Officer

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
ASSETS			
Non-current assets			
Property, plant and equipment	12	1,402,570,953	1,030,345,221
Intangibles		3,807,313	4,207,204
Investments - related parties	13	457,653	2,546,005
Long term deposits		17,291,512	7,263,948
		1,424,127,431	1,044,362,378
Current assets			
Stores, spares and loose tools		11,584,373	15,966,041
Stock-in-trade		380,674,753	321,691,498
Trade debts - unsecured, considered good		279,868,035	249,155,073
Income tax		82,538,209	84,901,576
Advances, deposits, prepayments and other receivables	14	82,617,719	30,722,007
Short term investments		300,000,000	580,500,000
Cash and bank balances		6,087,443	37,633,487
		1,143,370,532	1,320,569,682
		2,567,497,963	2,364,932,060


Director

CONDENSED INTERIM UNCONSOLIDATED PROFIT AND LOSS ACCOUNT

For the Nine Months & Quarter Ended 31 March 2016 (Un-audited)

	Note	Nine Months Ended		Quarter Ended	
		31 March 2016	31 March 2015	31 March 2016	31 March 2015
		Rupees	Rupees	Rupees	Rupees
Sales -net	15	1,647,794,138	1,482,301,060	557,155,235	543,302,436
Cost of sales	16	(1,243,077,310)	(1,172,230,218)	(411,560,534)	(418,355,310)
Gross profit		404,716,828	310,070,842	145,594,701	124,947,126
Administrative expenses		(80,752,661)	(68,026,956)	(26,465,632)	(22,758,461)
Selling and distribution expenses		(33,381,582)	(27,657,780)	(11,822,643)	(13,275,400)
Operating profit		290,582,585	214,386,106	107,306,426	88,913,265
Other income		37,262,883	13,516,849	8,601,166	8,068,354
Other charges		(20,717,168)	(13,011,940)	(7,285,752)	(5,281,726)
Finance cost	17	(33,224,956)	(46,615,588)	(10,416,292)	(14,827,807)
Profit before taxation		273,903,344	168,275,427	98,205,548	76,872,086
Taxation		(60,899,792)	(27,694,027)	(20,157,376)	(17,529,087)
Profit after taxation		213,003,552	140,581,400	78,048,172	59,342,999
Earnings per share - Basic and diluted	18	2.75	2.26	1.01	0.95

The annexed notes from 1 to 22 form an integral part of this condensed interim unconsolidated financial information.



Chief Executive Officer



Director

▶ CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Nine Months & Quarter Ended 31 March 2016 (Un-audited)

	Nine Months Ended		Quarter Ended	
	31 March 2016 Rupees	31 March 2015 Rupees	31 March 2016 Rupees	31 March 2015 Rupees
Profit after taxation	213,003,552	140,581,400	78,048,172	59,342,999
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	213,003,552	140,581,400	78,048,172	59,342,999

The annexed notes from 1 to 22 form an integral part of this condensed interim unconsolidated financial information.



Chief Executive Officer



Director

CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT

For the Nine Months Period Ended 31 March 2016 (Un-audited)

	31 March 2016 Rupees	31 March 2015 Rupees
Note		
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	273,903,344	168,275,427
Adjustments for non cash items:		
Depreciation on property, plant and equipment	12.1 60,333,400	51,449,952
Amortization of intangibles	1,153,539	859,530
(Gain) / loss on disposal of property, plant and equipment	(96,839)	1,343,478
Finance cost	17 33,224,956	46,615,588
Impairment loss on investment in subsidiary	388,352	-
Provision for Workers' Profit Participation Fund	9,455,718	8,997,195
Provision for Workers' Welfare Fund	3,593,173	2,671,268
	108,052,299	111,937,011
Cash generated from operations before working capital changes	381,955,643	280,212,438
(Increase) / decrease in current assets:		
Stores, spares and loose tools	4,381,668	(3,458,732)
Stock-in-trade	(58,983,255)	(31,209,400)
Trade debts	(30,712,962)	(48,058,297)
Advances, deposits, prepayments and other receivables	(51,895,712)	(48,916,104)
	(137,210,261)	(131,642,533)
Increase / (decrease) in current liabilities:		
Trade and other payables	(12,173,154)	45,838,290
	(149,383,415)	(85,804,243)
Cash generated from operations	232,572,228	194,408,195
Workers' Welfare Fund paid	(5,046,188)	(2,760,624)
Workers' Profit Participation Fund paid	(15,331,637)	(9,362,132)
Taxes paid	(55,243,945)	(23,480,382)
Finance cost paid	(32,595,473)	(45,128,997)
	(108,217,243)	(80,732,135)
Net cash generated from / (used in) operating activities	124,354,985	113,676,060
Cash flow from investing activities		
Fixed capital expenditure	(426,113,260)	(107,484,208)
Intangibles acquired	(753,648)	-
Proceeds from disposal of short term investments	280,500,000	-
Proceeds from disposal of property, plant and equipment	398,967	5,117,846
Investments - related parties	1,700,000	(580,500,000)
Long term deposits- net	(12,417,289)	(8,230,476)
	(156,685,230)	(691,096,838)
Cash flow from financing activities		
Principal repayment of lease liability	(37,592,982)	(35,851,073)
Advance against share capital	-	580,500,000
Expenses incurred on issuance of shares	-	(38,131,804)
Long term finance and diminishing musharika repaid	(13,553,880)	(7,036,820)
Short term borrowings - net	135,760,634	(32,879,820)
Cash dividend paid	(38,633,231)	(38,675,000)
	45,980,541	427,925,483
Net cash generated from financing activities	45,980,541	427,925,483
Increase / (decrease) in cash and cash equivalents	13,650,296	(149,495,295)
Cash and cash equivalents at beginning of the period	(151,704,231)	(4,047,659)
Cash and cash equivalents at end of the period	19 (138,053,935)	(153,542,954)

The annexed notes from 1 to 22 form an integral part of this condensed interim unconsolidated financial information.

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Nine Months Period Ended 31 March 2016 (Un-audited)

	Issued subscribed & paid-up capital	Advance against share capital	Capital Reserve	Revenue Reserve	Total
	Rupees	Rupees	Share premium Rupees	Accumulated profit Rupees	Rupees
Balance as at 30 June 2014 - audited	580,000,000	-	-	18,989,521	598,989,521
Total comprehensive income					
Profit for the period ended 31 March 2015	-	-	-	140,581,400	140,581,400
Other comprehensive income for the period ended 31 March 2015	-	-	-	-	-
	-	-	-	140,581,400	140,581,400
Transactions with owners of the Company					
Advance received during the period	-	580,500,000	-	-	580,500,000
Shares issued during the period	193,500,000	(193,500,000)	-	-	-
Share premium	-	(387,000,000)	387,000,000	-	-
Expenses incurred on issuance of shares	-	-	(38,131,804)	-	(38,131,804)
Interim cash dividend for the year ended 30 June 2015 @ Rs. 0.5 per share	-	-	-	(38,675,000)	(38,675,000)
	193,500,000	-	348,868,196	(38,675,000)	503,693,196
Balance as at 31 March 2015 - un-audited	773,500,000	-	348,868,196	120,895,921	1,243,264,117
Total comprehensive income					
Profit for three months period ended 30 June 2015	-	-	-	89,164,097	89,164,097
Other comprehensive income for three months period ended 30 June 2015	-	-	-	-	-
Expenses incurred on issuance of shares	-	-	(1,477,146)	-	(1,477,146)
	-	-	(1,477,146)	89,164,097	87,686,951
Balance as at 30 June 2015 - audited	773,500,000	-	347,391,050	210,060,018	1,330,951,068
Total comprehensive income					
Profit for period ended 31 March 2016	-	-	-	213,003,552	213,003,552
Other comprehensive income for the period ended 31 March 2016	-	-	-	-	-
	-	-	-	213,003,552	213,003,552
Transactions with owners of the Company					
Final cash dividend for the year ended 30 June 2015 @ Rs. 0.5 per share	-	-	-	(38,675,000)	(38,675,000)
Balance as at 31 March 2016- unaudited	773,500,000	-	347,391,050	384,388,570	1,505,279,620

The annexed notes from 1 to 22 form an integral part of this condensed interim unconsolidated financial information.


Chief Executive Officer


Director



NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION

For the Nine Months Period Ended 31 March 2016 (Un-audited)

1. REPORTING ENTITY

Synthetic Products Enterprises Limited ("the Company") was incorporated in Pakistan on 16 May 1982 under the Companies Act, 1913 (now the Companies Ordinance, 1984) as a private limited company. The Company converted into public limited company on 21 July 2008 and subsequently listed on the Karachi, Islamabad and Lahore stock exchanges (now the Pakistan Stock Exchange Limited) on 10 February 2015. The registered office of the Company is situated at 127-S, Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore. The Company is principally engaged in the manufacturing and sale of plastic auto parts, plastic packaging for food and FMCG industry and molds & dies.

2. BASIS OF PREPARATION

- 2.1** This condensed interim unconsolidated financial information comprises the condensed interim unconsolidated balance sheet of the Company, as at 31 March 2016 and the related condensed interim unconsolidated profit and loss account, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated cash flow statement and condensed interim unconsolidated statement of changes in equity together with the notes forming part thereof.
- 2.2** This condensed interim unconsolidated financial information of the Company for the nine months period ended 31 March 2016 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 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.
- 2.3** This condensed interim unconsolidated financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual unconsolidated financial statements for the year ended 30 June 2015.
- 2.4** Comparative unconsolidated balance sheet numbers are extracted from the annual audited unconsolidated financial statements of the Company for the year ended 30 June 2015, whereas comparatives of condensed interim unconsolidated profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed interim unconsolidated financial information of the Company for the nine months period ended 31 March 2015.

- 2.5** This condensed interim unconsolidated financial information is unaudited and being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of Pakistan Stock Exchange Limited.

3. JUDGMENTS AND ESTIMATES

In preparing this interim unconsolidated financial information, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the unconsolidated financial statements for the year ended 30 June 2015.

4. STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

- 4.1** Except for note 4.2, the accounting policies and the methods of computation adopted in the preparation of this condensed interim unconsolidated financial information are same as those applied in the preparation of the unconsolidated financial statements for the year ended 30 June 2015. The Company has adopted IFRS 13 'Fair Value Measurement' during the period which became effective for financial periods beginning on or after 1 January 2015. The effect of IFRS 13 'Fair Value Measurement' is disclosed in note 4.2.
- 4.2** IFRS 13 Fair value measurement establishes a single framework for measuring fair value and making disclosures about fair value measurements when such measurements are required and permitted by other IFRSs. It unifies the definition of fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between the market participants on the measurement date. It replaces and expands the disclosure requirements about fair value measurement in other IFRSs, including IFRS 7 Financial Instruments : Disclosures. Notwithstanding the above, the change had no significant impacts on the measurements of the Company's financial assets and liabilities.

- 4.3 There were certain new standards and amendments to the approved accounting standards which became effective during the period but are considered not to be relevant or have any significant effect on the Company's operations and are, therefore, not disclosed.

The following standards, amendments and interpretations of approved accounting standards will be effective for accounting periods as detailed below :

Standard or interpretation	Effective date (accounting periods beginning on or after)
IAS 19 - Employee Benefits	01 January 2016
IAS 38 - Intangible Assets	01 January 2016
IAS 16 - Property, Plant and Equipment	01 January 2016
IAS 41 - Agriculture	01 January 2016
IFRS 10 - Consolidated Financial Statements	01 January 2016
IAS 28 - Investments in Associates and Joint Ventures	01 January 2016
IFRS 5 - Non-current Assets Held for Sale and Discontinued Operations	01 January 2016
IFRS 7 - Financial Instruments - Disclosures	01 January 2016
IAS 27 - Separate Financial Statements	01 January 2016
IAS 34 - Interim Financial Reporting	01 January 2016

5. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

Un-audited 31 March 2016	Audited 30 June 2015		Un-audited 31 March 2016	Audited 30 June 2015
-- Number of shares --			Rupees	Rupees
19,791,940	19,791,940	Ordinary shares of Rs. 10 each, fully paid in cash	197,919,400	197,919,400
49,893,060	49,893,060	Fully paid bonus shares of Rs. 10 each	498,930,600	498,930,600
7,665,000	7,665,000	Shares of Rs. 10 each, issued under scheme of amalgamation	76,650,000	76,650,000
<u>77,350,000</u>	<u>77,350,000</u>		<u>773,500,000</u>	<u>773,500,000</u>

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
6. LONG TERM FINANCE			
- Standard Chartered Bank (Pakistan) Limited - secured	6.1	6,674,298	11,680,008
- Loan from customer		47,250,000	47,250,000
		53,924,298	58,930,008
Less: Current maturity presented under current liabilities		(24,393,030)	(6,674,292)
		29,531,268	52,255,716

6.1 During the period / year, the Company has made repayments amounting to Rs. 5.00 million (30 June 2015: Rs. 7.23 million).

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
7. DIMINISHING MUSHARIKA - SECURED			
<i>Diminishing musharika</i>			
United Bank Limited - I	7.1	2,130,440	3,605,360
United Bank Limited - II	7.2	11,788,750	18,862,000
		13,919,190	22,467,360
Less: Current maturity presented under current liabilities		(11,397,552)	(11,397,552)
		2,521,638	11,069,808

7.1 During the period / year, the Company has made repayments amounting to Rs. 1.47 million (30 June 2015: Rs. 1.96 million).

7.2 During the period / year, the Company has made repayments amounting to Rs. 7.07 million (30 June 2015: Nil).

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
8. LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE			
Lease liability	8.1	54,228,993	87,463,700
Less: Current maturity presented under current liabilities		(32,868,276)	(58,082,248)
		<u>21,360,717</u>	<u>29,381,452</u>

8.1 During the period / year, the Company has made repayments amounting to Rs. 33.234 million (30 June 2015: Rs. 47.16 million).

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
9. SHORT TERM BORROWINGS - SECURED			
Running finance		144,141,378	189,337,718
Short term borrowings		326,873,517	191,112,883
		<u>471,014,895</u>	<u>380,450,601</u>
10. CURRENT MATURITY OF NON-CURRENT LIABILITIES			
Long term finance - secured	6	24,393,030	6,674,292
Diminishing musharika - secured	7	11,397,552	11,397,552
Liabilities against assets subject to finance lease	8	32,868,276	58,082,248
		<u>68,658,858</u>	<u>76,154,092</u>

11. CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

There is no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended 30 June 2015 except for the following:

The appeal filed by the Company against the orders of taxation authorities having a demand of sales tax of Rs. 7.6 million pertaining to Tax Year 2012 has been decided in favor of the Company by Income Tax Appellate Tribunal through order No. 597/LB/2015 dated 07 October 2015.

The appeal filed by the Company against the orders of the Additional Commissioner Inland Revenue raising demand of Rs. 6.1 million pertaining to Tax Year 2013 has been decided in favor of Company by the Commissioner Inland Revenue (Appeals-I), Lahore through order number 17 dated 25 January 2016.

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
11.2 Commitments			
<i>Commitments under irrevocable letters of credit for:</i>			
- purchase of machinery		82,923,969	72,384,510
- purchase of raw material		130,748,152	141,076,786
		<u>213,672,121</u>	<u>213,461,296</u>
12. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	12.1	1,134,802,576	990,506,538
Capital work in progress	12.2	267,768,377	39,838,683
		<u>1,402,570,953</u>	<u>1,030,345,221</u>
12.1 Operating fixed assets			
Opening written down value		990,506,538	872,587,223
Add: Additions during the period / year	12.1.1	204,931,566	200,507,040
Less: Disposals during the period/ year at written down value		(302,128)	(8,243,041)
Less: Depreciation charge for the period / year		(60,333,400)	(74,344,684)
Closing written down value		<u>1,134,802,576</u>	<u>990,506,538</u>
12.1.1 Additions during the period/year:			
Freehold land		56,726,925	-
Buildings on freehold land		4,839,151	3,518,656
Plant and machinery - owned		120,192,878	121,280,079
Office equipment		910,269	1,442,204
Tools and equipment		2,632,669	3,058,188
Computer equipment		893,012	661,324
Furniture and fittings		4,279,277	3,961,294
Vehicles - owned		7,709,385	12,702,518
Plant and machinery - leased		-	53,882,777
Vehicles - leased		6,748,000	-
		<u>204,931,566</u>	<u>200,507,040</u>

	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
12.2 Capital work in progress		
Balance at the beginning of the period / year	39,838,683	597,898
Add: Additions during the period / year	227,929,694	49,786,747
Less: Transfers to fixed assets during the period / year	-	10,545,962
	267,768,377	39,838,683
13. INVESTMENTS - RELATED PARTIES		
<u>SPEL Pharmatec (Private) Limited</u>		
600,002 (30 June 2015: 600,002) fully paid ordinary shares of Rs. 10 each Capital held: 100% (30 June 2015: 100%)		
Cost	6,000,020	6,000,020
Advance for purchase of shares	2,299,980	3,999,980
	8,300,000	10,000,000
Less: Accumulated impairment	(7,842,347)	(7,453,995)
	457,653	2,546,005
14. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Advances - unsecured, considered good		
- to employees	124,435	422,781
- to suppliers for raw material	3,928,941	2,331,634
Amounts paid against future shipments	25,067,929	4,564,642
Short term deposits	8,662,119	10,802,445
Sales tax receivable - net	29,066,466	3,160,873
Interest receivable	15,567,400	8,482,699
Prepaid insurance	200,429	956,933
	82,617,719	30,722,007
	Nine months ended (Un-audited)	
	31 March	31 March
	2016	2015
	Rupees	Rupees
15. SALES - NET		
Local	1,917,325,946	1,715,937,101
Export	14,847,210	18,854,971
Less: Sales tax	(284,379,018)	(252,491,012)
	1,647,794,138	1,482,301,060

	Nine months ended (Un-audited)	
	31 March 2016 Rupees	31 March 2015 Rupees
16. COST OF SALES		
Raw and packing materials consumed	955,880,165	880,809,932
Stores, spare parts and loose tools consumed	6,083,011	5,060,142
Salaries, wages and benefits	109,656,622	98,456,671
Electricity, fuel and water charges	84,152,456	110,014,155
Depreciation on property, plant and equipment	52,547,465	47,282,114
Repair and maintenance	24,867,512	22,267,685
Sorting charges	2,399,848	2,546,059
Insurance	5,683,837	4,300,883
Oil and lubricants	1,806,394	1,492,577
	1,243,077,310	1,172,230,218
17. FINANCE COST		
Mark-up on:		
- short term borrowings	23,699,600	34,989,025
- long term finance	3,428,396	1,426,114
- diminishing musharika-secured	1,419,416	1,838,454
- lease finance	3,793,321	7,120,584
Bank charges	884,223	1,241,411
	33,224,956	46,615,588
18. EARNINGS PER SHARE		
18.1 Basic earnings per share		
	<i>Unit</i>	
Profit for the year after taxation	<i>Rupees</i>	213,003,552
Weighted average number of ordinary shares in issue during the year	<i>Number</i>	77,350,000
Earnings per share	<i>Rupees</i>	2.75
18.2 Diluted earnings per share		
There is no dilutive effect on the basic earnings per share of the Company.		
19. CASH AND CASH EQUIVALENTS		
Short term running finance- secured	(144,141,378)	(164,533,815)
Cash and bank balances	6,087,443	10,990,861
	(138,053,935)	(153,542,954)

20. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiary company, associated undertaking, key management personnel (including chief executive and directors), post employment benefit plan and entities in which the directors have significant influence. Details of transactions and balances with related parties is as follows:

20.1 Related Parties	Nature of transaction	Nine Months Ended (Un-audited)	
		31 March 2016 Rupees	31 March 2015 Rupees
SPEL Pharmatec (Private) Limited - subsidiary	Refund of advance for issuance of shares	1,700,000	-
	Expenses incurred for and reimbursed by Subsidiary	-	529,606
Provident Fund Trust Directors	Contribution	8,987,102	6,876,211
	Dividend - as shareholders	27,624,817	28,274,068
Remuneration of Key Management Personnel	Remuneration		
- Directors		22,666,539	20,489,976
- Executive Employees		17,940,202	18,793,634
		Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
20.2 Balances with related parties			
Advance for purchase of shares - subsidiary company		2,299,980	3,999,980
Provident Fund Trust		1,098,366	997,325

21. DATE OF AUTHORIZATION

This condensed interim unconsolidated financial information has been approved by the Board of Directors of the Company and authorized for issue in their meeting held on 25 April 2016.

22. GENERAL

Figures have been rounded off to the nearest rupee.



Chief Executive Officer



Director

CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION

For the Nine Months & Quarter Ended 31 March 2016

CONDENSED INTERIM CONSOLIDATED BALANCE SHEET

As at 31 March 2016 (Un-audited)

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital of Rs.10 each		1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital	5	773,500,000	773,500,000
Share premium		347,391,050	347,391,050
Accumulated profit		382,152,371	207,808,962
		1,503,043,421	1,328,700,012
Surplus on revaluation of land		226,943,081	226,943,081
Non-current liabilities			
Long term finance - secured	6	29,531,268	52,255,716
Diminishing musharika - secured	7	2,521,638	11,069,808
Liabilities against assets subject to finance lease	8	21,360,717	29,381,452
Deferred taxation		127,663,084	124,370,604
		181,076,707	217,077,580
Current liabilities			
Trade and other payables		108,083,961	127,659,350
Short term borrowings - secured	9	471,014,895	380,450,601
Current maturity of non-current liabilities	10	68,658,858	76,154,092
Accrued markup		8,752,804	8,123,321
		656,510,518	592,387,364
		2,567,573,727	2,365,108,037
Contingencies and commitments	11		

The annexed notes from 1 to 21 form an integral part of this condensed interim consolidated financial information.



Chief Executive Officer

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
ASSETS			
Non-current assets			
Property, plant and equipment	12	1,402,588,226	1,030,363,969
Intangibles		3,807,313	4,207,204
Long term deposits		17,291,512	7,263,948
		<u>1,423,687,051</u>	<u>1,041,835,121</u>
Current assets			
Stores, spares and loose tools		11,584,373	15,966,041
Stock-in-trade		380,674,753	321,691,498
Trade debts - unsecured, considered good		279,868,035	249,451,311
Income tax		82,627,115	84,987,657
Advances, deposits, prepayments and other receivables	13	82,937,441	31,097,917
Short term investments		300,000,000	582,103,302
Cash and bank balances		6,194,959	37,975,190
		<u>1,143,886,676</u>	<u>1,323,272,916</u>
		<u><u>2,567,573,727</u></u>	<u><u>2,365,108,037</u></u>


Director

CONDENSED INTERIM CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the Nine Months & Quarter Ended 31 March 2016 (Un-audited)

	Note	Nine Months Ended		Quarter Ended	
		31 March 2016	31 March 2015	31 March 2016	31 March 2015
		Rupees	Rupees	Rupees	Rupees
Sales -net	14	1,647,885,286	1,483,163,943	557,155,235	543,609,482
Cost of sales	15	(1,243,287,187)	(1,172,483,217)	(411,560,534)	(418,506,800)
Gross profit		404,598,099	310,680,726	145,594,701	125,102,682
Administrative expenses		(80,752,661)	(68,026,956)	(26,465,632)	(22,758,461)
Selling and distribution expenses		(33,672,817)	(30,559,308)	(11,828,470)	(14,343,082)
Operating profit		290,172,621	212,094,462	107,300,599	88,001,139
Other income		37,300,263	13,632,706	8,601,166	8,103,430
Other charges		(20,328,816)	(13,011,940)	(7,285,752)	(5,281,726)
Finance cost	16	(33,224,956)	(46,617,994)	(10,416,292)	(14,827,807)
Profit before taxation		273,919,112	166,097,234	98,199,721	75,995,036
Taxation		(60,900,703)	(27,694,027)	(20,157,376)	(17,529,087)
Profit after taxation		213,018,409	138,403,207	78,042,345	58,465,949
Earnings per share - Basic and diluted	17	2.75	2.22	1.01	0.94

The annexed notes from 1 to 21 form an integral part of this condensed interim consolidated financial information.



Chief Executive Officer



Director

▶ CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Nine Months & Quarter Ended 31 March 2016 (Un-audited)

	Nine Months Ended		Quarter Ended	
	31 March 2016 Rupees	31 March 2015 Rupees	31 March 2016 Rupees	31 March 2015 Rupees
Profit after taxation	213,018,409	138,403,207	78,042,345	58,465,949
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	213,018,409	138,403,207	78,042,345	58,465,949

The annexed notes from 1 to 21 form an integral part of this condensed interim consolidated financial information.



Chief Executive Officer



Director

CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT

For the Nine Months Period Ended 31 March 2016 (Un-audited)

	Note	31 March 2016 Rupees	31 March 2015 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		273,919,112	166,097,234
Adjustments for non cash items:			
Depreciation on property, plant and equipment	12.1	60,334,875	51,451,624
Amortization of intangibles		1,153,539	859,530
(Gain) / loss on disposal of property, plant and equipment		(96,839)	1,343,478
Finance cost	16	33,224,956	46,617,994
Provision for Workers' Profit Participation Fund		9,455,718	8,997,195
Provision for Workers' Welfare Fund		3,593,173	2,671,268
		107,665,422	111,941,089
Cash generated from operations before working capital changes		381,584,534	278,038,323
(Increase) / decrease in current assets:			
Stores, spares and loose tools		4,381,668	(3,458,732)
Stock-in-trade		(58,983,255)	(31,939,450)
Trade debts		(30,416,724)	(48,379,633)
Advances, deposits, prepayments and other receivable		(51,843,260)	(48,638,105)
		(136,861,571)	(132,415,920)
Increase / (decrease) in current liabilities:			
Trade and other payables		(12,288,224)	45,784,796
		(149,149,795)	(86,631,124)
Cash generated from operations		232,434,739	191,407,199
Workers' Welfare Fund paid		(5,046,188)	(2,760,624)
Workers' Profit Participation Fund paid		(15,331,637)	(9,362,132)
Taxes paid		(55,243,945)	(23,480,397)
Finance cost paid		(32,595,473)	(45,131,403)
		(108,217,243)	(80,734,556)
Net cash generated from / (used in) operating activities		124,217,496	110,672,643
Cash flow from investing activities			
Fixed capital expenditure		(426,113,260)	(107,484,208)
Intangibles acquired		(753,648)	-
Proceeds from disposal of short term investments		282,103,302	(1,500,000)
Proceeds from disposal of property, plant and equipment		398,967	5,117,846
Investments - related parties		-	(580,500,000)
Long term deposits- net		(12,417,289)	(8,230,476)
Net cash used in investing activities		(156,781,928)	(692,596,838)
Cash flow from financing activities			
Principal repayment of lease liability		(37,592,982)	(35,851,073)
Advance against share capital		-	580,500,000
Expenses incurred on - issuance of shares		-	(38,131,804)
Long term finance and diminishing musharika repaid		(13,553,880)	(7,036,820)
Short term borrowings - net		135,760,634	(32,879,820)
Cash dividend paid		(38,633,231)	(38,675,000)
Net cash generated from financing activities		45,980,541	427,925,483
Increase / (decrease) in cash and cash equivalents		13,416,109	(153,998,712)
Cash and cash equivalents at beginning of the period		(151,362,528)	1,116,389
Cash and cash equivalents at end of the period	18	(137,946,419)	(152,882,323)

The annexed notes from 1 to 21 form an integral part of this condensed interim consolidated financial information.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Nine Months Period Ended 31 March 2016 (Un-audited)

	Issued subscribed & paid-up capital	Advance against share capital	Capital Reserve	Revenue Reserve	Total
	Rupees	Rupees	Share premium Rupees	Accumulated profit Rupees	Rupees
Balance as at 30 June 2014 -audited	580,000,000	-	-	14,681,925	594,681,925
Total comprehensive income					
Profit for the period ended 31 March 2015	-	-	-	138,403,207	138,403,207
Other comprehensive income for the period ended 31 March 2015	-	-	-	-	-
	-	-	-	138,403,207	138,403,207
Transactions with owners of the Company					
Advance received during the period	-	580,500,000	-	-	580,500,000
Shares issued during the period	193,500,000	(193,500,000)	-	-	-
Share premium	-	(387,000,000)	387,000,000	-	-
Expenses incurred on issuance of shares	-	-	(38,131,804)	-	(38,131,804)
Interim cash dividend for the year ended 30 June 2015 @ Rs. 0.5 per share	-	-	-	(38,675,000)	(38,675,000)
	193,500,000	-	348,868,196	(38,675,000)	503,693,196
Balance as at 31 March 2015 - un-audited	773,500,000	-	348,868,196	114,410,132	1,236,778,328
Total comprehensive income					
Profit for three months period ended 30 June 2015	-	-	-	93,398,830	93,398,830
Other comprehensive income for three months period ended 30 June 2015	-	-	-	-	-
Expenses incurred on issuance of shares	-	-	(1,477,146)	-	(1,477,146)
	-	-	(1,477,146)	93,398,830	91,921,684
Balance as at 30 June 2015 -audited	773,500,000	-	347,391,050	207,808,962	1,328,700,012
Total comprehensive income					
Profit for period ended 31 March 2016	-	-	-	213,018,409	213,018,409
Other comprehensive income for the period ended 31 March 2016	-	-	-	-	-
	-	-	-	213,018,409	213,018,409
Transactions with owners of the Company					
Final cash dividend for the year ended 30 June 2015 @ Rs. 0.5 per share	-	-	-	(38,675,000)	(38,675,000)
Balance as at 31 March 2016- unaudited	773,500,000	-	347,391,050	382,152,371	1,503,043,421

The annexed notes from 1 to 21 form an integral part of this condensed interim consolidated financial information.


Chief Executive Officer


Director



NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION

For the Nine Months Period Ended 31 March 2016 (Un-audited)

1. REPORTING ENTITY

1.1 Synthetic Products Enterprises Limited - (“the Company”)

Synthetic Products Enterprises Limited (“the Company”) was incorporated in Pakistan on 16 May 1982 under the Companies Act, 1913 (now the Companies Ordinance, 1984) as a private limited company. The Company converted into public limited company on 21 July 2008 and subsequently listed on the Karachi, Islamabad and Lahore stock exchanges (now the Pakistan Stock Exchange Limited) on 10 February 2015. The registered office of the Company is situated at 127-S, Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore. The Company is principally engaged in the manufacturing and sale of plastic auto parts, plastic packaging for food and FMCG industry and molds & dies.

1.2 SPEL Pharmatec (Private) Limited (“the Subsidiary Company”)

During the year 2013, Synthetic Products Enterprises Limited acquired 100% shares in its newly incorporated Subsidiary Company from the date of its incorporation on 01 November 2013. The principal business of the Subsidiary Company is trading of medical devices, machines, disposable items, surgical instruments, drugs and pharmaceuticals. The registered office of the Subsidiary Company is situated at 127-S, Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore. Spel Pharmatec (Private) Limited is dormant and has ceased its commercial operations.

2. BASIS OF PREPARATION

- 2.1** This condensed interim consolidated financial information comprises the condensed interim consolidated balance sheet of the Company, as at 31 March 2016 and the related condensed interim consolidated profit and loss account, condensed interim consolidated statement of comprehensive income, condensed interim consolidated cash flow statement and condensed interim consolidated statement of changes in equity together with the notes forming part thereof.
- 2.2** This condensed interim consolidated financial information of the Company for the nine months period ended 31 March 2016 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 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.
- 2.3** This condensed interim consolidated financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual consolidated financial statements for the year ended 30 June 2015.

- 2.4** Comparative consolidated balance sheet numbers are extracted from the annual audited consolidated financial statements of the Company for the year ended 30 June 2015, whereas comparatives of condensed interim consolidated profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed interim consolidated financial information of the Company for the nine months period ended 31 March 2016.
- 2.5** This condensed interim consolidated financial information is unaudited and being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of Pakistan Stock Exchange Limited.

3. JUDGMENTS AND ESTIMATES

In preparing this interim consolidated financial information, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements for the year ended 30 June 2015.

4. STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

- 4.1** Except for note 4.2, the accounting policies and the methods of computation adopted in the preparation of this condensed interim consolidated financial information are same as those applied in the preparation of the consolidated financial statements for the year ended 30 June 2015. The Company has adopted IFRS 13 'Fair Value Measurement' during the period which became effective for financial periods beginning on or after 1 January 2015. The effect of IFRS 13 'Fair Value Measurement' is disclosed in notes 4.2.
- 4.2** IFRS 13 Fair value measurement establishes a single framework for measuring fair value and making disclosures about fair value measurements when such measurements are required and permitted by other IFRSs. It unifies the definition of fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between the market participants on the measurement date. It replaces and expands the disclosure requirements about fair value measurement in other IFRSs, including IFRS 7 Financial Instruments : Disclosures. Notwithstanding the above, the change had no significant impacts on the measurements of the Company's financial assets and liabilities.

- 4.3 There were certain new standards and amendments to the approved accounting standards which became effective during the period but are considered not to be relevant or have any significant effect on the Company's operations and are, therefore, not disclosed.

The following standards, amendments and interpretations of approved accounting standards will be effective for accounting periods as detailed below:

Standard or interpretation	Effective date (accounting periods beginning on or after)
IAS 19 - Employee Benefits	01 January 2016
IAS 38 - Intangible Assets	01 January 2016
IAS 16 - Property, Plant and Equipment	01 January 2016
IAS 41 - Agriculture	01 January 2016
IFRS 10 - Consolidated Financial Statements	01 January 2016
IAS 28 - Investments in Associates and Joint Ventures	01 January 2016
IFRS 5 - Non-current Assets Held for Sale and Discontinued Operations	01 January 2016
IFRS 7 - Financial Instruments - Disclosures	01 January 2016
IAS 27 - Separate Financial Statements	01 January 2016
IAS 34 - Interim Financial Reporting	01 January 2016

5. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

Un-audited 31 March 2016	Audited 30 June 2015		Un-audited 31 March 2016	Audited 30 June 2015
-- Number of shares --			Rupees	Rupees
19,791,940	19,791,940	Ordinary shares of Rs. 10 each, fully paid in cash	197,919,400	197,919,400
49,893,060	49,893,060	Fully paid bonus shares of Rs. 10 each	498,930,600	498,930,600
7,665,000	7,665,000	Shares of Rs. 10 each, issued under scheme of amalgamation	76,650,000	76,650,000
<u>77,350,000</u>	<u>77,350,000</u>		<u>773,500,000</u>	<u>773,500,000</u>

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
6. LONG TERM FINANCE			
- Standard Chartered Bank (Pakistan) Limited - secured	6.1	6,674,298	11,680,008
- Loan from customer		47,250,000	47,250,000
		53,924,298	58,930,008
Less: Current maturity presented under current liabilities		(24,393,030)	(6,674,292)
		29,531,268	52,255,716

6.1 During the period / year, the Company has made repayments amounting to Rs. 5.00 million (30 June 2015: Rs. 7.23 million).

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
7. DIMINISHING MUSHARIKA - SECURED			
<i>Diminishing musharika</i>			
United Bank Limited - I	7.1	2,130,440	3,605,360
United Bank Limited - II	7.2	11,788,750	18,862,000
		13,919,190	22,467,360
Less: Current maturity presented under current liabilities		(11,397,552)	(11,397,552)
		2,521,638	11,069,808

7.1 During the period / year, the Company has made repayments amounting to Rs. 1.47 million (30 June 2015: Rs. 1.96 million).

7.2 During the period / year, the Company has made repayments amounting to Rs. 7.07 million (30 June 2015: Nil).

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
8. LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE			
Lease liability	8.1	54,228,993	87,463,700
Less: Current maturity presented under current liabilities		(32,868,276)	(58,082,248)
		<u>21,360,717</u>	<u>29,381,452</u>

8.1 During the period / year, the Company has made repayments amounting to Rs. 33.23 million (30 June 2015: Rs. 47.16 million).

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
9. SHORT TERM BORROWINGS - SECURED			
Running finance		144,141,378	189,337,718
Short term borrowings		326,873,517	191,112,883
		<u>471,014,895</u>	<u>380,450,601</u>
10. CURRENT MATURITY OF NON-CURRENT LIABILITIES			
Long term finance - secured	6	24,393,030	6,674,292
Diminishing musharika - secured	7	11,397,552	11,397,552
Liabilities against assets subject to finance lease	8	32,868,276	58,082,248
		<u>68,658,858</u>	<u>76,154,092</u>

11. CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

There is no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended 30 June 2015 except for the following:

The appeal filed by the Company against the orders of taxation authorities having a demand of sales tax of Rs. 7.6 million pertaining to Tax Year 2012 has been decided in favor of the Company by Income Tax Appellate Tribunal through order No. 597/LB/2015 dated 07 October 2015.

The appeal filed by the Company against the orders of the Additional Commissioner Inland Revenue raising demand of Rs. 6.1 million pertaining to Tax Year 2013 has been decided in favor of Company by the Commissioner Inland Revenue (Appeals-I), Lahore through order number 17 dated 25 January 2016.

	Note	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
11.2 Commitments			
<i>Commitments under irrevocable letters of credit for:</i>			
- purchase of machinery		82,923,969	72,384,510
- purchase of raw material		130,748,152	141,076,786
		<u>213,672,121</u>	<u>213,461,296</u>
12. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	12.1	1,134,819,849	990,525,286
Capital work in progress	12.2	267,768,377	39,838,683
		<u>1,402,588,226</u>	<u>1,030,363,969</u>
12.1 Operating fixed assets			
Opening written down value		990,525,286	872,608,200
Add: Additions during the period / year	12.1.1	204,931,566	200,507,040
Less: Disposals during the period/ year at written down value		(302,128)	(8,243,041)
Less: Depreciation charge for the period / year		(60,334,875)	(74,346,913)
Closing written down value		<u>1,134,819,849</u>	<u>990,525,286</u>

	Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
12.1.1 Additions during the period/year:		
Freehold land	56,726,925	-
Buildings on freehold land	4,839,151	3,518,656
Plant and machinery - owned	120,192,878	121,280,079
Office equipment	910,269	1,442,204
Tools and equipment	2,632,669	3,058,188
Computer equipment	893,012	661,324
Furniture and fittings	4,279,277	3,961,294
Vehicles - owned	7,709,385	12,702,518
Plant and machinery - leased	-	53,882,777
Vehicles - leased	6,748,000	-
	<u>204,931,566</u>	<u>200,507,040</u>
12.2 Capital work in progress		
Balance at the beginning of the period / year	39,838,683	597,898
Add: Additions during the period / year	227,929,694	49,786,747
Less: Transfers to fixed assets during the period / year	-	10,545,962
	<u>267,768,377</u>	<u>39,838,683</u>
13. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Advances - unsecured, considered good		
- to employees	126,963	426,374
- to suppliers for raw material	4,246,135	2,703,951
Amounts paid against future shipments	25,067,929	4,564,642
Short term deposits	8,662,119	10,802,445
Sales tax receivable - net	29,066,466	3,160,873
Interest receivable	15,567,400	8,482,699
Prepaid insurance	200,429	956,933
	<u>82,937,441</u>	<u>31,097,917</u>
	Nine months ended (Un-audited)	
	31 March 2016 Rupees	31 March 2015 Rupees
14. SALES - NET		
Local	1,917,417,094	1,716,799,984
Export	14,847,210	18,854,971
Less: Sales tax	<u>(284,379,018)</u>	<u>(252,491,012)</u>
	<u>1,647,885,286</u>	<u>1,483,163,943</u>

	Nine months ended (Un-audited)	
	31 March 2016 Rupees	31 March 2015 Rupees
15. COST OF SALES		
Raw and packing materials consumed	956,073,567	881,062,931
Stores, spare parts and loose tools consumed	6,083,011	5,060,142
Salaries, wages and benefits	109,671,622	98,456,671
Electricity, fuel and water charges	84,152,456	110,014,155
Depreciation on property, plant and equipment	52,548,940	47,282,114
Repair and maintenance	24,867,512	22,267,685
Sorting charges	2,399,848	2,546,059
Insurance	5,683,837	4,300,883
Oil and lubricants	1,806,394	1,492,577
	1,243,287,187	1,172,483,217
16. FINANCE COST		
Mark-up on:		
- short term borrowings	23,699,600	34,989,025
- long term finance	3,428,396	1,426,114
- diminishing musharika-secured	1,419,416	1,838,454
- lease finance	3,793,321	7,120,584
Bank charges	884,223	1,243,817
	33,224,956	46,617,994
17. EARNINGS PER SHARE		
17.1 Basic earnings per share		
	<i>Unit</i>	
Profit for the year after taxation	<i>Rupees</i> 213,018,409	138,403,207
Weighted average number of ordinary shares in issue during the year	<i>Number</i> 77,350,000	62,300,000
Earnings per share	<i>Rupees</i> 2.75	2.22
17.2 Diluted earnings per share		
There is no dilutive effect on the basic earnings per share of the Company.		
18. CASH AND CASH EQUIVALENTS		
Short term running finance - secured	(144,141,378)	(164,533,815)
Cash and bank balances	6,194,959	11,651,492
	(137,946,419)	(152,882,323)

19. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiary company, associated undertaking, key management personnel (including chief executive and directors), post employment benefit plan and entities in which the directors have significant influence. Details of transactions and balances with related parties is as follows:

19.1 Related Parties	Nature of transaction	Nine Months Ended (Un-audited)	
		31 March 2016 Rupees	31 March 2015 Rupees
Provident Fund Trust	Contribution	8,987,102	6,876,211
Directors	Dividend - as shareholders	27,624,817	28,274,068
Remuneration of Key Management Personnel	Remuneration		
- Directors		22,666,539	20,489,976
- Executive Employees		17,940,202	18,793,634
		Un-audited 31 March 2016 Rupees	Audited 30 June 2015 Rupees
19.2 Balances with related parties			
Provident Fund Trust		1,098,366	1,007,325

20. DATE OF AUTHORIZATION

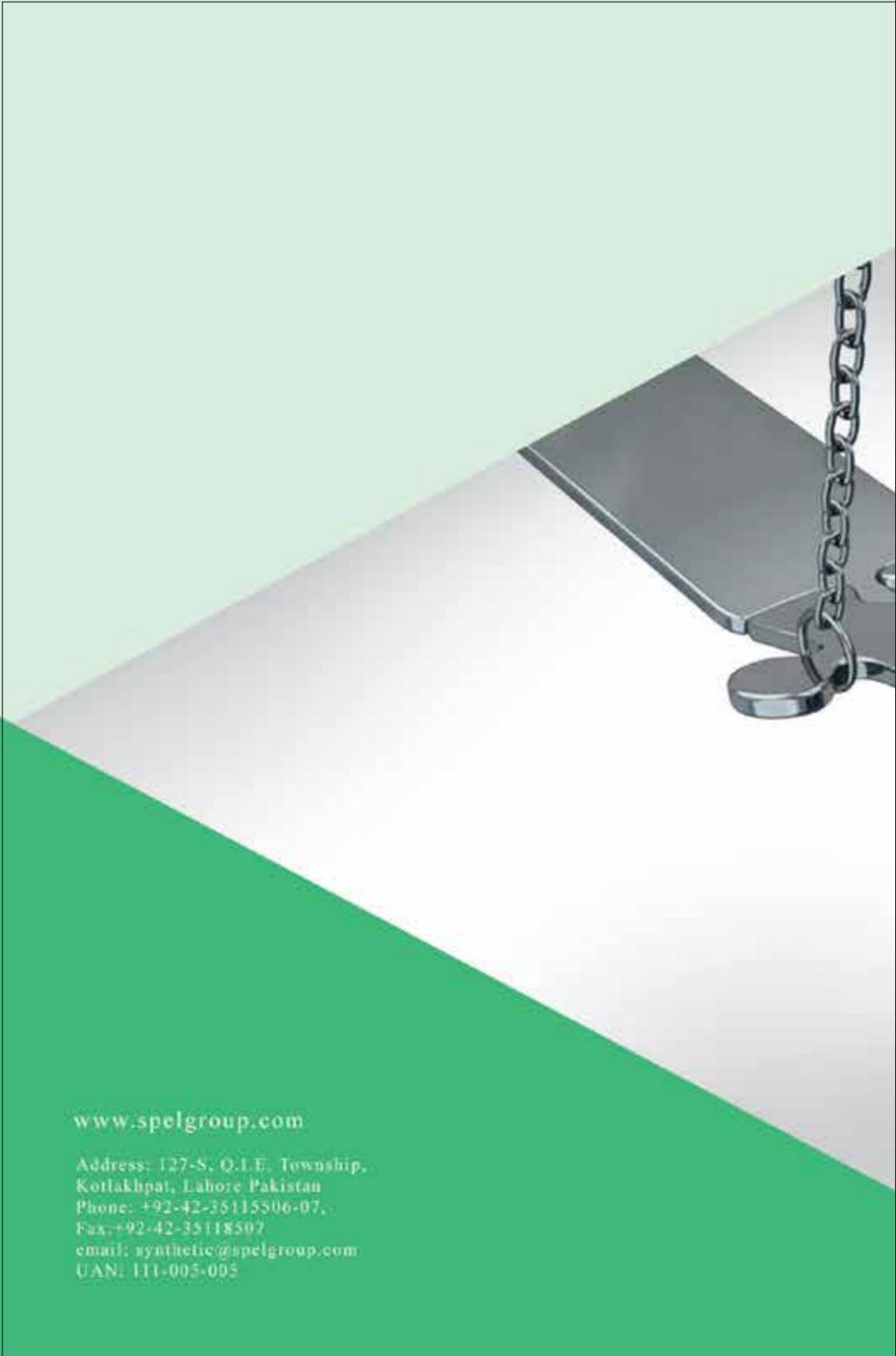
This condensed interim consolidated financial information has been approved by the Board of Directors of the Company and authorized for issue in their meeting held on 25 April 2016.

21. GENERAL

Figures have been rounded off to the nearest rupee.


Chief Executive Officer


Director



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