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## Company Information

### Executive Directors

|                                |                             |
|--------------------------------|-----------------------------|
| Dewan Muhammad Yousuf Farooqui | Chairman Board of Directors |
| Mr. Waseem-ul- Haque Ansari    |                             |
| Mr. Muhammad Naeem Uddin Malik |                             |
| Mr. Mohammad Saleem Baig       |                             |

### Non-Executive Directors

|                     |
|---------------------|
| Mr. Haroon Iqbal    |
| Syed Muhammad Anwar |

### Independent Director

|                   |
|-------------------|
| Mr. Aziz-ul-Haque |
|-------------------|

### CHIEF EXECUTIVE OFFICER

|                                |
|--------------------------------|
| Dewan Muhammad Yousuf Farooqui |
|--------------------------------|

### CFO & COMPANY SECRETARY

|                                |
|--------------------------------|
| Mr. Muhammad Naeem Uddin Malik |
|--------------------------------|

### AUDIT COMMITTEE MEMBERS

|                     |          |
|---------------------|----------|
| Mr. Aziz-ul-Haque   | Chairman |
| Syed Muhammad Anwar | Member   |
| Mr. Haroon Iqbal    | Member   |

### HUMAN RESOURCE & REMUNERATION COMMITTEE MEMBERS

|                                |          |
|--------------------------------|----------|
| Mr. Haroon Iqbal               | Chairman |
| Dewan Mohammad Yousuf Farooqui | Member   |
| Mr. Aziz-ul-Haque              | Member   |

### BANKERS

|   |
|---|
| Allied Bank of Pakistan Limited                                     |
| Askari Bank Limited   |
| Bank Al Falah Limited   |
| Faysal Bank Limited   |
| Habib Bank Limited  |
| Meezan Bank Limited   |
| National Bank of Pakistan   |
| NIB Bank Limited  |
| Pak Oman Investment Company Limited                                 |
| Silk Bank Limited   |
| Saudi Pak Industrial and Agricultural Investment Co. (Pvt.) Limited |
| Standard Chartered Bank   |
| Summit Bank   |
| The Bank of Khyber  |
| The Bank of Punjab  |
| United Bank Limited   |

### AUDITORS

Feroze Sharif Tariq & Co.  
Chartered Accountants  
4/N/4, Block 6, P.E.C.H.S.,  
Karachi.

### LEGAL ADVISORS

A.K. Brohi & Co.

### TAX ADVISOR

Sharif & Co. (Advocates)  
3rd Floor, Uni Plaza,  
I.I. Chundrigar Road, Karachi.

### SHARES REGISTRAR / TRANSFER AGENT

BMF Consultants  
Pakistan (Pvt.) Limited  
Anum Estate Building,  
Room No. 310 & 311,  
3rd Floor, 49, Darul Aman Society,  
Main Shahrah-e-Faisal,  
Adjacent to Baloch Colony Bridge,  
Karachi, Pakistan.

### REGISTERED OFFICE

7th Floor, Block 'A',  
Finance & Trade Centre,  
Off Shahrah-e-Faisal,  
Karachi.

### CORPORATE OFFICE

7th & 8th Floor, Block 'A',  
Finance & Trade Centre,  
Off Shahrah-e-Faisal,  
Karachi.

### REGIONAL OFFICES

Lahore  
Dewan Centre, PIA Tower,  
Egerton Road,

### Islamabad

House # 58, F-7/2,  
Margalla Road,

### FACTORY

Jilaniabad, Budhu Talpur,  
District Sajawal, Sindh.

## Directors' Report

The Board of Directors of your Company takes pleasure in presenting the un-audited condensed interim financial statements of the Company for the quarter ended September 30, 2016.

During the period under review the gross sales is Rs. 34.716 million, gross loss is Rs. 32.860 million and the after tax loss is Rs. 6,572.

The sale of local Car/LCV sector for the quarter ended September 30, 2016 has shown a decline of 13% as compared to the corresponding period of last year. The main reason for the decline in volume is the conclusion of 'Apna Rozgar' scheme launched by the Punjab Government. Excluding the sales under the 'Apna Rozgar Scheme' the growth remained positive. With the low interest rates, growing economic activity and enhanced consumer purchasing power, the outlook of the industry remains strong. The Company is going through tough conditions and making best endeavors to survive. A number of recovery suits have been instituted by Banks/Financial Institutions alleging default of company which are being successfully defended by our counsels. The proposal of re-profiling of the Company's debts is expected to be completed very soon. After the restructuring of debt, the Company's operation will be normalized. During the period under review, the Company has entered into an agreement with Daehan-Dewan Motor Company (Pvt.) Ltd for manufacture of vehicles under toll manufacturing arrangement and the production is expected to start in near future.

In conclusion, we bow, beg and pray to Almighty Allah, Rahman-o-Rahim, in the name of our beloved Prophet, Muhammad (peace be upon him), for the continued showering of his blessings, guidance, strength, health and prosperity to us, our Company, our Country and the Nation, and also pray to Almighty Allah to bestow peace, harmony, brotherhood and unity in true Islamic spirit to the whole Muslim Ummah, Ameen, Summa-Ameen.

### LO-MY LORD IS INDEED HEARER OF PRAYER (AL-QURAN)

Under / By Authority of Board of Directors



**DEWAN MUHAMMAD YOUSUF FAROOQUI**  
Chief Executive

Karachi: October 28, 2016

## Condensed Interim Balance Sheet

### As at September 30, 2016

|   |             | September<br>30, 2016<br>Unaudited | June<br>30, 2016<br>Audited |
|---|-------------|------------------------------------|-----------------------------|
| ------(Rupees in '000)-----   |             |                                    |                             |
| <b>ASSETS</b>   | <b>Note</b> |                                    |                             |
| <b>NON-CURRENT ASSETS</b>   |             |                                    |                             |
| Property, Plant and Equipment   | 6           | 1,137,919                          | 1,158,584                   |
| Long-term deposits (with leasing companies)                             |             | 36,000                             | 36,000                      |
| Investment  | 7           | 1,048,475                          | 1,012,246                   |
| <b>CURRENT ASSETS</b>   |             |                                    |                             |
| Stores and spares   |             | 63,914                             | 63,914                      |
| Stock-in-trade  |             | 64,460                             | 95,907                      |
| Trade debts - considered good   |             | 57,219                             | 22,859                      |
| Short term loans to associated undertakings - considered good           |             | 154,879                            | 154,879                     |
| Advances, deposits, prepayments and other receivables - Considered good |             | 805,151                            | 786,406                     |
| Taxation - net  |             | 23,913                             | 22,066                      |
| Cash and bank balances  |             | 132,238                            | 138,609                     |
|   |             | 1,301,774                          | 1,284,640                   |
| <b>TOTAL ASSETS</b>   |             | <b>3,524,168</b>                   | <b>3,491,470</b>            |
| <b>EQUITY AND LIABILITIES</b>   |             |                                    |                             |
| <b>SHARE CAPITAL AND RESERVES</b>                                       |             |                                    |                             |
| <b>Share Capital</b>  |             |                                    |                             |
| <b>Authorized</b>   |             |                                    |                             |
| 150,000,000 (June 30, 2016: 150,000,000)                                |             |                                    |                             |
| Ordinary shares of Rs.10 each   |             | 1,500,000                          | 1,500,000                   |
| <b>Issued, subscribed and paid-up</b>                                   |             |                                    |                             |
| 138,735,287 (June 30, 2016: 108,735,287)                                |             |                                    |                             |
| Ordinary shares of Rs.10 each   |             | 1,387,352                          | 1,087,353                   |
| Advance against issue of share capital                                  |             | -                                  | 300,000                     |
| <b>Reserves</b>   |             | (3,419,608)                        | (3,413,036)                 |
|   |             | (2,032,256)                        | (2,025,683)                 |
| <b>NON-CURRENT LIABILITIES</b>  |             |                                    |                             |
| Long term security deposits   |             | 16,700                             | 16,700                      |
| Deferred Liabilities  |             | 4,514                              | 4,514                       |
| <b>CURRENT LIABILITIES</b>  |             |                                    |                             |
| Trade and other payables  |             | 2,343,278                          | 2,291,766                   |
| Short term finances-secured   | 8           | 1,974,840                          | 1,986,171                   |
| Current maturity of long term loans                                     |             | 1,179,429                          | 1,179,429                   |
| Current maturity of liabilities against assets subject to finance lease |             | 37,663                             | 38,573                      |
|   |             | 5,535,210                          | 5,495,939                   |
| <b>CONTINGENCIES AND COMMITMENTS</b>                                    |             |                                    |                             |
|   | 9           |                                    |                             |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                     |             | <b>3,524,168</b>                   | <b>3,491,470</b>            |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**Dewan Muhammad Yousuf Farooqui**  
Chief Executive



**Haroon Iqbal**  
Director

## Condensed Interim Profit and Loss Account

For the quarter ended September 30, 2016

|   | Quarter Ended                      |                                    |
|---|------------------------------------|------------------------------------|
|   | September<br>30, 2016<br>Unaudited | September<br>30, 2015<br>Unaudited |
|   | ------(Rupees in '000)-----        |                                    |
| <b>GROSS SALES</b>                        | <b>34,716</b>                      | 8,304                              |
| Sales tax                                 | 3,180                              | 1,218                              |
| Commission                                | -                                  | 110                                |
|   | <b>3,180</b>                       | 1,328                              |
| <b>NET SALES</b>                          | <b>31,536</b>                      | 6,976                              |
| Cost of sales                             | 64,396                             | 36,903                             |
| <b>GROSS LOSS</b>                         | <b>(32,860)</b>                    | (29,927)                           |
| Distribution expenses                     | 5,919                              | 11,444                             |
| Administration and general expenses       | 6,922                              | 7,543                              |
|   | <b>12,841</b>                      | 18,987                             |
| <b>OPERATING LOSS</b>                     | <b>(45,701)</b>                    | (48,914)                           |
| <b>OTHER INCOME</b>                       | <b>39,481</b>                      | 16,949                             |
|   | <b>(6,220)</b>                     | (31,965)                           |
| Finance cost                              | 37                                 | 20                                 |
| <b>LOSS BEFORE TAXATION</b>               | <b>(6,257)</b>                     | (31,985)                           |
| <b>TAXATION</b>                           | <b>315</b>                         | -                                  |
| <b>NET LOSS FOR THE PERIOD</b>            | <b>(6,572)</b>                     | (31,985)                           |
| <b>Basic (Loss) per share (Rupee)</b>     | <b>(0.05)</b>                      | (0.29)                             |
| <b>Diluted (loss) per shares (Rupee.)</b> | <b>(0.05)</b>                      | (0.29)                             |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**Dewan Muhammad Yousuf Farooqi**  
Chief Executive



**Haroon Iqbal**  
Director

DEWAN FAROOQUE MOTORS LIMITED

**Condensed Interim Statement of Comprehensive Income**  
**For the quarter ended September 30, 2016**

|   | Quarter Ended                      |                                    |
|---|------------------------------------|------------------------------------|
|   | September<br>30, 2016<br>Unaudited | September<br>30, 2015<br>Unaudited |
|   | ------(Rupees in '000)-----        |                                    |
| (Loss) for the period                           | <b>(6,572)</b>                     | (31,985)                           |
| <b>Other comprehensive loss for the period:</b> |                                    |                                    |
| <b>Available for sale financial assets:</b>     |                                    |                                    |
| - Changes in fair value                         | -                                  | 39,427                             |
| <b>Total comprehensive loss for the period</b>  | <b><u>(6,572)</u></b>              | <u>7,442</u>                       |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**Dewan Muhammad Yousuf Farooqui**  
Chief Executive



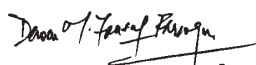
**Haroon Iqbal**  
Director

## Condensed Interim Cash Flow Statement

For the quarter ended September 30, 2016

|   | September<br>30, 2016<br>Unaudited | September<br>30, 2015<br>Unaudited |
|---|------------------------------------|------------------------------------|
| ------(Rupees in '000)-----   |                                    |                                    |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                          |                                    |                                    |
| (Loss) before taxation  | <b>(6,257)</b>                     | (31,985)                           |
| Add / (Less) : Depreciation   | <b>20,666</b>                      | 22,387                             |
| Gain due to Change in valuation<br>of investment in associates      | <b>(36,230)</b>                    | -                                  |
| Financial charges   | <b>37</b>                          | 20                                 |
|   | <b>(15,527)</b>                    | 22,407                             |
|   | <b>(21,784)</b>                    | (9,578)                            |
| Decrease in stock in trade  | <b>31,447</b>                      | 5,397                              |
| (Increase) / Decrease in trade debts                                | <b>(34,360)</b>                    | (2)                                |
| Increase in advances, deposits,<br>pre-payments & other receivables | <b>(18,745)</b>                    | (24,932)                           |
| Increase in trade, other payables and borrowings                    | <b>51,511</b>                      | 1,517                              |
| Tax (paid)  | <b>(2,162)</b>                     | (581)                              |
| Financial charges (paid)  | <b>(37)</b>                        | (20)                               |
|   | <b>27,654</b>                      | (18,621)                           |
| <b>Net cash flow from operating activities</b>                      | <b>5,870</b>                       | (28,199)                           |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                          |                                    |                                    |
| <b>Net cash flow from investing activities</b>                      | -                                  | -                                  |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                          |                                    |                                    |
| Loan from Directors   | -                                  | 27,084                             |
| Finance Lease repayments  | <b>(910)</b>                       | -                                  |
| <b>Net cash flow from financing activities</b>                      | <b>(910)</b>                       | 27,084                             |
| <b>NET INCREASE / (DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>     | <b>4,960</b>                       | (1,115)                            |
| <b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>       | <b>(1,847,562)</b>                 | (2,019,367)                        |
| <b>CASH &amp; CASH EQUIVALENTS AT END OF THE PERIOD</b>             | <b>(1,842,602)</b>                 | (2,020,482)                        |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**Dewan Muhammad Yousuf Farooqui**  
Chief Executive



**Haroon Iqbal**  
Director

## Condensed Interim Statement of Changes in Equity

For the quarter ended September 30, 2016

|  | Share Capital | Advance against issue of share | Unappropriated Profit / (Loss) | Total |
|--|---------------|--------------------------------|--------------------------------|-------|
|--|---------------|--------------------------------|--------------------------------|-------|

(Rs. in '000)

|   |                  |           |                    |                    |
|---|------------------|-----------|--------------------|--------------------|
| <b>Balance as on July 01, 2015</b>      | <b>1,087,353</b> | <b>-</b>  | <b>(3,307,060)</b> | <b>(2,219,707)</b> |
| Total comprehensive loss for the period | -                | -         | 7,442              | 7,442              |
| <b>Balance as on September 30, 2015</b> | <b>1,087,353</b> | <b>-</b>  | <b>(3,299,618)</b> | <b>(2,212,265)</b> |
| Balance as on July 01, 2016             | 1,087,353        | 300,000   | (3,413,036)        | (2,025,683)        |
| Issued during the period                | 300,000          | (300,000) | -                  | -                  |
| Total comprehensive loss for the period | -                | -         | (6,572)            | (6,572)            |
| <b>Balance as on September 30, 2016</b> | <b>1,387,353</b> | <b>-</b>  | <b>(3,419,608)</b> | <b>(2,032,255)</b> |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



**Dewan Muhammad Yousuf Farooqui**  
Chief Executive



**Haroon Iqbal**  
Director



## **Notes to the Condensed Interim Financial Statements For the quarter ended September 30, 2016**

### **1 THE COMPANY AND ITS OPERATION**

Dewan Farooque Motors Limited was incorporated in Pakistan on December 28, 1998 as a public limited company. The shares of the company are quoted on all the stock exchanges in Pakistan. The registered office of the Company is situated at 7th floor, Block 'A', Finance and Trade Centre, Off - Shahrah-e-Faisal, Karachi, while its manufacturing facilities is situated at Jilianabad, Budhu Talpur, Distric Sajawal, Sindh.

The Company has entered into separate technical license / collaboration agreements with Hyundai Motor Company, Korea and KIA Motors Corporation, Korea. The principal activity of the Company is the assembly, progressive manufacturing and sales of Hyundai and KIA vehicles in Pakistan.

The Company commenced commercial production through the interim facility from January 01, 2000. The main facility came into commercial operation from January 01, 2001.

### **2 GOING CONCERN ASSUMPTION**

The company incurred Loss after taxation of Rs. 6.572 million during the quarter ended September 30, 2016. As of that date it has accumulated losses of Rs. 3.420 billion and its current liabilities exceeded its current asset by Rs. 4.233 billion. Furthermore, cumulatively the company has not provided markup on its borrowings from banks and financial institutions amounting to Rs.4.483 billion. The working capital constraints resulted in closure of production activities leading to gross loss situation. The Company has suspended its production from November 2010 till August 2013 and again closed the production since March 2014. Further, the company has been unable to ensure timely repayments of debts owing to financial institutions due to liquidity Problems and the short term facilities have not been renewed by banks/financial institutions. Following course the lenders have gone into litigations for repayment of liabilities amounting to Rs. 6.884 billion through attachment and sale of Company's hypothecated /mortgaged properties. The restructuring proposal submitted by the company to lenders is in the process of negotiation and is expected to be approved in near future. These conditions indicates the existance of material uncertainty, which may cast significant doubt about company ability to continue as going concern.

These condensed interim financial statements have been prepared on going concern assumption because the above conditions are temporary and would reverse. The management is confident that the outcome will be positive as the company is negotiating reprofiling of the debt with all the lenders and is expected to be finalized in due course. Accordingly, the company has approached its lenders for the restructuring of its entire debt in the following manner:

- a) All the debt obligations of the company be converted into interest bearing long term loan in proportion to their respective current exposures;
- b) Principle to be repaid in 10 years inclusive of 1 year grace period.
- c) Mark-up payable as on December 31, 2008 to be frozen and paid quarterly over a period of three years commencing after 3 months from the restructuring date.

## DEWAN FAROOQUE MOTORS LIMITED

The management believes that the restructuring proposal presented is workable and would enable the company to service its debts. Therefore, the management is confident that the proposal will be accepted by its lenders. Accordingly, these financial statements have been prepared on a going concern basis.

### 3 BASIS OF PREPARATION

- 3.1 This condensed interim financial information of the Company for the quarter ended September 30, 2016 has been prepared in accordance with the requirements of the International Accounting Standards 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.
- 3.2 This condensed interim financial information of the Company does not include all of the information required for full annual financial statements and should be read in conjunction with the audited annual separate financial statements of the Company as at and for the year ended 30 June 2016.
- 3.3 This condensed interim financial information is presented in Pakistan Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest thousand.
- 3.4 The comparative balance sheet presented in this condensed interim financial information has been extracted from the audited annual separate financial statements of the Company for the year ended 30 June 2016, whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the period ended September 30, 2015.

### 4 ACCOUNTING POLICIES

- 4.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of audited annual separate financial statements of the Company for the year ended 30 June 2016.
- 4.2 Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Company's operations and did not have any impact on the accounting policies of the Company except where changes affected presentation and disclosures in this condensed interim financial information.

### 5 ESTIMATES AND JUDGMENTS

- 5.1 The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reporting amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.
- 5.2 Estimates and judgments made by management in the preparation of this condensed interim financial information are the same as those that were applied to the audited annual separate financial statements of the Company as at and for the year ended 30 June 2016.

|   | Quarter ended<br>September<br>30, 2016<br>Unaudited | Year Ended<br>June<br>30, 2015<br>Audited |
|---|---|---|
| ------(Rs. in '000)-----  |   |   |
| <b>6 PROPERTY PLANT AND EQUIPMENTS</b>  |   |   |
| Operating Property Plant and Equipments 6.1   | <b>1,137,919</b>                                    | 1,158,584                                 |
|   | <b>1,137,919</b>                                    | 1,158,584                                 |
| <b>6.1 WDV of Operating Fixed Assets</b>  |   |   |
| Opening Balance   | <b>3,378,036</b>                                    | 3,370,546                                 |
| Add: Addition during the period   | -   | 7,490                                     |
|   | <b>3,378,036</b>                                    | 3,378,036                                 |
| Less: Deletion during the period  | -   | -   |
|   | <b>3,378,036</b>                                    | 3,378,036                                 |
| Less : Accumulated Depreciation as<br>on September 30, 2016 (June 30, 2016)   | <b>(2,240,117)</b>                                  | (2,219,452)                               |
|   | <b>1,137,919</b>                                    | 1,158,584                                 |
| <b>7 INVESTMENT</b>   |   |   |
| Investment in Ordinary shares of Dewan<br>Cement Limited (DCL) - An associated<br>company on equity method 65,375,455<br>ordinary shares of Rs. 10 each   | <b>804,131</b>                                      | 804,131                                   |
| Share of Profit   | <b>244,344</b>                                      | 208,115                                   |
|   | <b>1,048,475</b>                                    | 1,012,246                                 |
| Fair value as per Market price Quoted in<br>Pakisatn stock Exchange   | <b>1,723,951</b>                                    | 946,636                                   |
| Market value (Rupees per share)   | <b>26.37</b>  | 15.48                                     |
| Percentage of equity held   | <b>13.50%</b>                                       | 13.50%                                    |
| <b>8 SHORT TERM BORROWING</b>   |   |   |
| The Short term borrowings has not been renewed by the Banks as of Balance sheet date.   |   |   |
| <b>9 CONTINGENCIES AND COMMITMENTS</b>  |   |   |
| <b>Contingencies</b>  |   |   |
| There is no material change in the contingencies and commitments since the last audited financial statements as at June 30, 2016 as disclosed the banks/Financial institutions has filed suits aggregate amounting to Rs. 6.884 billion . |   |   |

**10 FINANCE COST**

During the period ended September 30, 2016 the Company has not provided the markup on Long term and short term borrowing from banks and financial institutions to the extent of Rs.79.599 million. The management is hopeful that the decision of the court will be in favor of the Company and the restructuring proposal will be accepted by the lenders. However had the Company provided this amount in the financial statements during the year the loss of the Company would have been increased by Rs.79.599 million and consequently the Share holders equity would have been lower and accrued markup would have been higher by Rs.4.483 billion. The said non provisioning is the contravention with the requirements of IAS 23 "Borrowing Costs".

**11 LOSS PER SHARE - Basic/Diluted**

|   | For the quarter ended              |                                    |
|---|------------------------------------|------------------------------------|
|   | September<br>30, 2016<br>Unaudited | September<br>30, 2015<br>Unaudited |
|   | ------(Rs. in '000)-----           |                                    |
| Net Loss for the period   | <b>(6,572)</b>                     | (31,985)                           |
| Weighted average number of ordinary shares issued during the year | <b>138,735</b>                     | 108,735                            |
| Loss Per Share -Basic (Rupee)                                     | <b>(0.05)</b>                      | (0.29)                             |
| Weighted average number of ordinary shares issued during the year | <b>138,735</b>                     | 109,393                            |
| Loss Per Share -Diluted (Rupee)                                   | <b>(0.05)</b>                      | (0.29)                             |

**12 TRANSACTIONS WITH ASSOCIATED UNDERTAKINGS / RELATED PARTIES**

Related parties transactions are carried out in the normal course of business. Material transaction during the period are given below:

|   | Quarter ended<br>September<br>30, 2016<br>Unaudited | Year Ended<br>June<br>30, 2016<br>Audited |
|---|---|---|
|   | ------(Rs. in '000)-----                            |   |
| Sales   | <b>34,364</b>                                       | 42  |
| Markup charged for the period on short term loans to associated undertakings  | <b>2,748</b>  | 25,813                                    |
| Amount received against markup on short term loans to associated undertakings | -   | 5,000                                     |
| Loan received / transferred to Advance Against Share Capital from Director    | -   | (36,198)                                  |
| Loan recovered / settled from associated undertaking                          | -   | 584,105                                   |
| Advance Against Share Capital   | -   | 263,802                                   |
| Share Against Loan Settlement   | -   | 524,446                                   |
| Provident Fund  | <b>357</b>  | 1,497                                     |

Transactions with associated undertakings and related parties are undertaken on an arm's length basis.

**13 DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial statements have been authorized for issue on October 28, 2016 by the Board of Directors of the Company.

**14 GENERAL**

Figures have been rounded off to the nearest thousand rupees.



**Dewan Muhammad Yousuf Farooqui**  
Chief Executive



**Haroon Iqbal**  
Director