

DEWAN KHALID TEXTILE MILLS LIMITED

CONTENTS

Company Information.....	2
Directors' Report.....	3
Auditors' Review Report.....	4
Condensed Interim Balance Sheet.....	5
Condensed Interim Profit and Loss Account.....	6
Condensed Interim Statement of Comprehensive Income.....	7
Condensed Interim Cash Flow Statement.....	8
Condensed Interim Statement of Changes in Equity.....	9
Notes to the Condensed Interim Financial Statements.....	10

COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Director	:	Mr. Ishtiaq Ahmed Chief-Executive Officer
Non-Executive Directors	:	Dewan Muhammad Yousuf Farooqui Chairman, Board of Director Dewan Abdul Rehman Farooqui Mr. Muhammad Baqar Jafferri Mr. Syed Muhammad Anwar Mr. Haroon Iqbal
Independent Director	:	Mr. Aziz-ul-Haque
Audit Committee	:	Mr. Aziz-ul-Haque (Chairman) Dewan Abdul Rehman Farooqui (Member) Mr. Haroon Iqbal (Member)
Human Resources & Remuneration Committee	:	Dewan Muhammad Yousuf Farooqui (Chairman) Mr. Ishtiaq Ahmed (Member) Mr. Haroon Iqbal (Member)
Auditors	:	Feroze Sharif Tariq & Company Chartered Accountants 4/N/4 Block-6, P.E.C.H.S., Karachi 75400, Pakistan.
Company Secretary	:	Muhammad Hanif German
Tax Advisor	:	Sharif & Co. Advocates
Legal Advisor	:	A. K. Brohi & Co. Advocates
Bankers	:	Habib Bank Limited Bank Islami Pakistan Limited MCB Bank Limited Silk Bank Limited Askari Bank Limited Bank Al Falah Limited Askari Commercial Bank Limited
Registered Office	:	Finance & Trade Centre Block-A, 8 th Floor, Shahrah-e-Faisal, Karachi
Shares Registrar & Transfer Agent	:	BMF Consultants Pakistan (Private) Limited Anum Estate Building, Room No. 310 & 311, 3rd Floor, 49, Darul Aman Society, Main Shahrah-e-Faisal, adjacent to Baloch Colony Bridge, Karachi 75350, Pakistan
Factory Office	:	G/11, S.I.T.E., Kotri, Sindh, Pakistan.
Website	:	www.yousufdewan.com

DEWAN KHALID TEXTILE MILLS LIMITED

DIRECTORS' REPORT

IN THE NAME OF ALLAH; THE MOST GRACIOUS AND MERCIFUL
IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)

The board of directors of your company is pleased to present condensed interim financial statements of the company for the half year ended December 31, 2015 in compliance with requirements of section 245 of the company's ordinance 1984 and code of corporate governance issued by Securities and Exchange Commission of Pakistan.

The Economy

During this period, the Textile Industry continued to face the most tumultuous and difficult situation. The cost of doing business in Pakistan has risen tremendously. The burden of Indirect taxes, sales tax withholding is all on the Corporate sector and together with non-refund of advance income tax and sales tax, is becoming unbearable. In addition to that there has been an increase of 30% in wage rate, multiple increase in Electricity tariffs, an increase in Gas Tariff, Surcharges and in infrastructure Cess, combined with the withholding taxes and service taxes imposed by the provincial government, the Industry is rendered totally uncompetitive. The Government's indifferent is leading to total collapse of the Textile Industry. Over and above, there seems to be a cotton failure in Pakistan because of inferior cotton seeds and untimely rains and there are various estimates of Cotton crop ranging from 10 million to 12 million bales, which has also rendered the quality of Cotton to be poor and yet Cotton price are on a higher side, in comparison to Yarn prices, both locally and internationally. Energy shortages have continued in the current period as well and with the Government rising power tariffs have put extra financial burden on the Textile Industry.

Operating Performance:-

The financial highlights for the first quarter ended December 31, 2015 are as follows:

Company has achieved net sales of Rs 173.483 million during the period under review as compared to the Rs 318.387 million of the corresponding period of last year. Company has suffered gross loss of Rs 106.656 million as compared to the gross loss of Rs 53.954 million of comparable period of last year. Operating expenses of the company have been Increased by Rs 0.349 million as compared to those of relevant period of last year.

he period under review, decrease in production volume was the result of lesser market demand and under utilization of plant capacity, which brought about lesser sales volumes. The adverse effect resulted in negative margins due to the increase in cost of various inputs and capacity utilization. During the period raw material prices remained volatile which affected the cost of purchases, furthermore minimum wages have also pushed the cost of goods manufactured towards the higher side.

The Auditors of the company have expressed qualified opinion in their review report, on following:

Non provisioning of Markup and litigations, default in repayment of installments of restructured liabilities and related non-provisioning of mark-up and going concern as explained in their review report

As certain banks covering suits amounting to Rs 275,008 million has not yet accepted there structuring proposal and also one of the banks had filed a winding up petition under section 305 of the Companies Ordinance, 1984. Banks' claim is highly exaggerated as it had charged markup on markup and other levies higher than the rate of markup agreed and other charges in violation of State Bank of Pakistan rules and other applicable laws of Pakistan. The management of the Company is quite hopeful that these banks will also accept restructuring proposal in near future. Accordingly no provision of the said mark-up has been made in these condensed interim financial statements.

The company has approached its lenders for further restructuring of its liabilities, which is in advanced stage as the term sheet has been finalized and circulated by the agent bank to syndicate of banks for their internal approvals. Management is hopeful that such revision will be finalized soon secondly the markup outstanding up to the date of restructuring is Rs. 137.368 million, which the company would be liable to pay in the event of default of terms of agreement. Since the revision in restructuring is in advanced stage therefore management is confident that this amount will remain eligible for waiver, hence no provision of the same has been made in these condensed interim financial statements.

Outlook

The key challenges facing Pakistan's economy have continued to suppress economic activity and growth of the country. At present energy crisis, load shedding and law and order are affecting the economy badly; however, some initiatives which are being taken by the government will hopefully improve the situation in near future. In a backdrop of current scenario, a decline in cotton production has been forecasted which might result in higher cotton prices in future.

Conclusion

With grace of Allah Almighty, the management of the company will put its best endeavors to bring better results in forthcoming quarters. In Conclusion , we bow, beg and pray to Almighty Allah , Rahman-o-Ar.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 ,country and nation, and also pray to Almighty Allah to bestow peace , Harmony , brotherhood and unity in true Islamic spirit to whole of Muslim Ummah ;Ameen; Summa Ameen

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)
By and under Authority of the Board of Directors



Ishtiaq Ahmed

Dated: February 24, 2016

Chief Executive Officer

FEROZE SHARIF TARIQ & CO.

FEROZE SHARIF TARIQ & CO.
Chartered Accountants
4-N/4, BLOCK 6, P.E.C.H.S.,
KARACHI 75400

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AUDITORS' REVIEW REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying Condensed interim balance sheet of Dewan Khalid 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 cash flow statement and Condensed interim statement of changes in equity together with the notes forming part thereof (hereinafter referred to as the 'Condensed interim financial statements') for the six months period then ended. Management is responsible for the preparation and Presentation of this Condensed interim financial statements in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this Condensed interim financial statements based on our review. The figures of the condensed interim profit and loss account for the quarters ended December 31, 2015 and December 31, 2014 have not been reviewed as we are required to review only the cumulative figures for the Six month ended December 31, 2015.

Scope of Review

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


Basis of Qualified Opinion

- The company has not made provision of markup in its Condensed interim financial statements amounting to Rs. 13.92 million for the Period ended December 31, 2015 (up to year ended June 30, 2015: Rs. 201.802 million) as disclosed in note 10 to the Condensed interim financial statements. Non Provisioning of markup is based on management hope that the restructuring Proposal will accepted by the lenders in proposed manners. In our opinion, since the proposal, has not been accepted so far and the lenders, instead of the accepting the restructuring Proposal, have preferred to filing suit against the company, therefore the provision of mark up should be made in the Condensed interim financial statements. Furthermore, some of the banks has filed recovery suit amounting to Rs. 275.008 million through sale of hypothecated assets of the company and one of the bank has also filed winding up petition against the company for recovery their amounts.
- During the period the company also in default in repayment of loan instalments of restructured liabilities of the financial Institutions, hence as per clause 10.2 of the Compromise Agreement of the company, the entire outstanding restructured liabilities of Rs.104.008 million (note 6 to the Condensed interim financial Statements) along with markup of Rs.137.368 million (eligible for waiver outstanding as of date of restructuring) have become immediately payable, therefore provision for markup should be made in these Condensed interim financial statements and the long term financing of Rs. 48.536 million should be classified under current liabilities.
- Had the provisions for the mark up, as discussed in preceding paragraphs, been made in these Condensed interim financial statements, the loss after taxation would have been higher by Rs. 151.288 million and markup payable would have been higher and shareholders' equity would have been lower by Rs. 353.090 million.
- The interim condensed financial information of the company for the period ended December 31, 2015 reflect loss after taxation of Rs. 144.099 million and as of that date it has accumulated losses of Rs. 271.922 million which resulted in net capital deficiency of Rs. 70.815 million and its current liabilities exceeded its current assets by Rs.289.228 million, as explained in note 2 these condensed interim financial statement Furthermore, the company has been unable to ensure timely repayments of restructured debts owing to financial institutions due to liquidity problems and short term finance facilities have expired and not been renewed by banks. Furthermore, one of the banks has filed recovery suit amounting to Rs. 275.008 million through sale of hypothecated assets of the company and one of the bank has also filed winding up petition against the company for recovery of their debts. These conditions, along with other matters as set forth above, indicate of the material uncertainty which may cast significant doubt about the company's ability to continue as going concern.

Qualified Conclusion

Based on our review, except for the matter discussed in the preceding paragraph (a) to (d) and its effects, nothing has come to our attention that causes us to believe that the accompanying Condensed interim financial statements as of and for the six months period ended December 31, 2015 are not prepared, in all material respects, in accordance with approved accounting standard as applicable in Pakistan.

Audit Engaging Partner: Mohammad Tariq
Dated: February 24, 2016
Place: Karachi

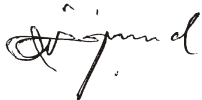


CHARTERED ACCOUNTANTS

CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2015

		December 31, 2015 (Un-Audited)	June 30, 2015 (Audited)
	Notes	(Rupees in "000")	
EQUITY AND LIABILITIES			
CAPITAL & RESERVES			
Authorized		150,000	150,000
15,000,000 (June' 30, 2015: 15,000,000) Ordinary Shares of Rs. 10/- each			
Issued, Subscribed and Paid-up Capital		66,107	66,108
General Reserve		135,000	135,000
Reserves & Un-appropriated loss		(271,922)	(120,357)
		(70,815)	80,750
Surplus on revaluation of property plant and equipment		245,140	255,751
NON CURRENT LIABILITIES			
Long Term Loan - Secured	6	80,036	96,635
Deferred Liabilities			
Provision for Staff Gratuity		14,744	12,597
Deferred taxation		51,885	56,802
		66,629	69,399
CURRENT LIABILITIES			
Trade and Other Payables		224,878	213,786
Mark-up accrued on loans		27,468	38,033
Short Term Borrowings - Secured		288,979	298,303
Current portion of Syndicated Long Term Loan		62,660	44,575
Provision for Income Tax		52,675	52,675
		656,660	647,372
Contingencies and Commitments	7	--	--
		977,650	1,149,907
ASSETS			
NON-CURRENT ASSETS			
Property, Plant & Equipments	8	517,948	543,590
Available for sale investment - at fair value	9	66,819	84,896
Long Term Deposits		25,449	23,839
CURRENT ASSETS			
Stores, Spares and Loose Tools		21,646	19,079
Stock-in-Trade		168,320	194,959
Trade Debts - Considered Good		103,608	206,988
Loans and Advances - Unsecured, Considered good		5,332	7,139
Trade Deposits, Prepayments and Statutory Balances - Considered good		11,229	14,804
Income Tax Refunds and Advances		55,271	52,855
Cash and Bank Balances	11	2,028	1,757
		367,434	497,582
		977,650	1,149,907

The annexed notes form an integral part of these condensed interim financial statements.



Ishtiaq Ahmed
Chief Executive Officer



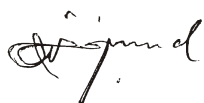
Haroon Iqbal
Director

DEWAN KHALID TEXTILE MILLS LIMITED

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015**

	6 Months		3 Months	
	July to Dec	July to Dec	Oct to Dec	Oct to Dec
	2015	2014	2015	2014
	(Rupees in "000")		(Rupees in "000")	
Sales - net	173,483	318,387	91,815	144,773
Cost of Sales	(280,139)	(372,341)	(140,392)	(177,419)
Gross Loss	(106,656)	(53,954)	(48,577)	(32,646)
Operating Expenses				
Distribution Cost and Selling Expenses	(4,037)	(4,569)	(1,004)	(1,521)
Administrative and General Expenses	(16,094)	(15,213)	(8,327)	(7,075)
	(20,131)	(19,782)	(9,331)	(8,596)
Operating Loss	(126,787)	(73,736)	(57,908)	(41,242)
Finance Cost	(7,104)	(9,664)	(3,543)	(4,813)
Provision for doubtful debts	(15,125)	--	(15,125)	--
	(22,229)	(9,664)	(18,668)	(4,813)
Loss before Taxation	(149,016)	(83,400)	(76,576)	(46,055)
Taxation - Current	--	(3,191)	817	(1,452)
- Deferred	4,917	13,716	61	4,978
	4,917	10,525	878	3,526
Loss after Taxation	(144,099)	(72,875)	(75,698)	(42,529)
Loss Per Share - Basic	(21.80)	(12.83)	(11.45)	(7.48)

The annexed notes form an integral part of these condensed interim financial statements.



Ishtiaq Ahmed
Chief Executive Officer

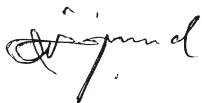


Haroon Iqbal
Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015**

	6 Months		3 Months	
	July to Dec 2015	July to Dec 2014	Oct to Dec 2015	Oct to Dec 2014
	(Rupees in "000")		(Rupees in "000")	
(Loss)/ Profit for the period	(144,099)	(72,875)	(75,700)	(42,529)
Other comprehensive Income:				
Transfer from surplus on revaluation of property plant and equipment in respect of:				
Incremental depreciation	15,838	18,178	7,840	9,089
Related deferred tax	(5,227)	(6,181)	(2,613)	(3,091)
	10,611	11,997	5,227	5,998
Changes in fair value of available for sale investment	(18,077)	(5,165)	(25,824)	1,614
Total comprehensive (Loss) / income for the period	(151,565)	(66,043)	(96,297)	(34,917)

The annexed notes form an integral part of these condensed interim financial statements.



Ishtiaq Ahmed
Chief Executive Officer



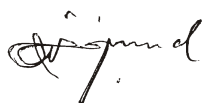
Haroon Iqbal
Director

DEWAN KHALID TEXTILE MILLS LIMITED

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2015**

Note	6 Months ended July-Dec 2015	6 Months ended July-Dec 2014
	(Rupees in "000")	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) / Profit before Taxation	(149,016)	(83,400)
Adjustment for Non-Cash and Other Items:		
Depreciation	25,642	29,046
Provision for Gratuity	2,633	2,633
Finance Cost	7,104	9,664
	35,379	41,343
	(113,637)	(42,057)
Working Capital Charges		
(Increase) / Decrease in Current Assets		
Stores, Spares and Loose Tools	(2,566)	843
Stock-in-Trade	26,639	(9,240)
Trade Debts	103,380	144,696
Loans and Advances	1,808	(264)
Trade deposits, Prepayments & Statutory balances	3,575	2,020
Other Receivables	--	(1,525)
Increase / (Decrease) in Current Liabilities		
Trade creditors, payables and other borrowings	11,091	(57,942)
	143,927	78,588
Taxes Paid	(2,416)	(476)
Gratuity Paid	(486)	(3,552)
	(2,902)	(4,028)
Net Cash Inflow/ (Outflow) from Operating Activities	27,388	32,503
CASH FLOW FROM INVESTING ACTIVITIES		
Long Term Deposits	(1,610)	
Fixed Capital Expenditure	--	--
Net Cash Inflow/ (Outflow) from Investing Activities	(1,610)	--
CASH FLOW FROM FINANCING ACTIVITIES		
Syndicated Long Term Loan	--	(11,390)
Finance Cost Paid	(16,183)	(6,480)
Net Cash Inflow/ (Outflow) from Financing Activities	(16,183)	(17,870)
Net Increase / (Decrease) in Cash and Cash Equivalents	9,595	14,633
Cash and Cash Equivalents at the Beginning of the period	(296,546)	(286,950)
Cash and Cash Equivalents at the End of the year 11	(286,951)	(272,317)

The annexed notes form an integral part of these condensed interim financial statements.



Ishtiaq Ahmed
Chief Executive Officer

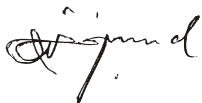


Haroon Iqbal
Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2015**

	Share Capital	General Reserve	Unrealized gain / (loss) due to change in fair value of investment	Unappropriated (Loss) / Profit	Total
(Rupees in "000")					
Balance as on July 01, 2014	56,825	135,000	17,754	(80,309)	129,270
Total comprehensive income for the period	--	--	(5,165)	(60,878)	(66,043)
Balance as on December 31, 2014	56,825	135,000	12,589	(141,187)	63,227
Balance as on July 01, 2015	66,107	135,000	35,831	(156,188)	80,750
Total comprehensive income for the period	--	--	(18,077)	(133,488)	(151,565)
Balance as on December 31, 2015	66,107	135,000	17,754	(289,676)	(70,815)

The annexed notes form an integral part of these condensed interim financial statements.



Ishtiaq Ahmed
Chief Executive Officer



Haroon Iqbal
Director

DEWAN KHALID TEXTILE MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2015

1 Corporate Information

Dewan Khalid Textile Mills Limited (the Company) was incorporated in Pakistan, as a public limited company on April 03, 1978, under the Companies Act, 1913 (Now the Companies Ordinance, 1984) and its shares are listed on Pakistan Stock Exchange (Formerly Karachi and Lahore Stock Exchanges) in Pakistan. The registered office of the company is located at Finance & Trade Center, Block A, 8th Floor, Shahrah-e-Faisal, Karachi, Pakistan; while its manufacturing facilities are located at G-11, S.I.T.E., Kotri, Sind, Pakistan. The Principal activity of the Company is trading, manufacturing and sale of yarn.

2 GOING CONCERN ASSUMPTION

The interim condensed financial information of the company for the period ended December 31, 2015 reflect loss after taxation of Rs. 144.099 million and as of that date it has accumulated losses of Rs. 271.922 million which resulted in net capital deficiency of Rs. 70.815 million and its current liabilities exceeded its current assets by Rs.289.228 million. Furthermore, the company has been unable to ensure timely repayments of restructured debts owing to financial institutions due to liquidity problems and short term finance facilities have expired and not been renewed by banks. Furthermore, one of the banks has filed recovery suit amounting to Rs. 275.008 million through sale of hypothecated assets of the company and one of the bank has also filed winding up petition against the company for recovery of their debts. These conditions, along with other matters as set forth above, indicate of the material uncertainty which may cast significant doubt about the company's ability to continue as going concern.

The interim condensed financial information has been prepared on going concern assumption because the Company has executed Compromise Agreement dated December 23, 2011 with majority of its lenders and, in this regard, consent decrees have been granted by the Honorable High Court of Sindh, Karachi. Company's liabilities in respect of borrowings. Moreover banks / financial institutions have allowed further working capital to the Company upto the limit to Rs.63.9 million. As the conditions mentioned in the foregoing paragraph are temporary and have started to be reversed, so, accordingly the preparation of Interim condensed financial information using going concern assumption is justified.

3 Basis of Preparation

- 3.1 This condensed interim financial information of the Company for the quarter ended December 31, 2015 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.
- 3.2 This condensed interim financial information is presented in Pakistani Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest thousand except otherwise stated.
- 3.3 This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended June 30, 2015.
- 3.4 These condensed interim financial statements comprise of condensed Interim Balance Sheet as at December 31, 2015 and the condensed Interim profit and loss account, condensed Interim statement of comprehensive Income, condensed Interim statement of changes in equity and the condensed Interim cash flow statement for the six months period ended December 31, 2015 which have been subjected to a review but not audited. These condensed interim financial statements also include the condensed Interim profit and loss account for the quarter ended December 31, 2014.
- 3.5 The comparative balance sheet presented in these condensed interim financial statements has been extracted from the audited annual separate financial statements of the Company for the year ended 30 June 2015, 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 statements for the period ended December 31, 2014. The comparative condensed Interim profit and loss account for the quarter ended December 31, 2014 is also included in these condensed interim financial statements, which has not been subjected to a review.

4 Estimates, Judgements and Financial Risk Management

4.1 In preparing of this condensed interim financial information, management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, incomes and expenses. Actual results may differ from these estimates.

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

5 Significant Accounting Policies

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 annual financial statements of the Company as at and for the year ended June 30, 2015. 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 significant impact on the accounting policies of the Company.

6 Long term loans

Syndicated Long Term Loan - Secured Sponsor loan

	December 31, 2015 (Un-Audited)	June 30, 2015 (Audited)
	48,536	59,433
	31,500	37,202
	80,036	96,635

7 Contingencies and Commitments

There is no material change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2015.

8 Property, Plant & Equipments

Operating Fixed Assets
Capital Work in progress

	December 31, 2015 (Un-Audited)	June 30, 2015 (Audited)
	(Rupees in "000")	
	512,123	537,765
	5,825	5,825
	517,948	543,590
	537,765	595,856
	-	-
	(25,642)	(58,091)
	512,123	537,765

8.1 Operating Fixed Assets

Opening written down value
Additions during the period / year
Depreciation during the period / year

9 Available for sale investment - at fair value In related party

Shares in Dewan Salman Fibre Limited (Public, quoted company)
32,279,849 (June 30, 2015: 32,279,849) fully paid up ordinary shares of Rs.10/- each. (including 25,779,849 bonus shares)
(Deficit)/Surplus on revaluation of investment

	December 31, 2015 (Un-Audited)	June 30, 2015 (Audited)
	(Rupees in "000")	
	65,000	65,000
	1,819	19,896
	66,819	84,896
	8.81%	8.81%
	2.07	2.63

Percentage of Holding
Market value (Rupees per share)

10 Finance Cost

Company has not made the provision of markup for the period amounting to Rs. 13.92 million in respect of borrowings of certain banks who have not yet accepted the restructuring proposal. The management of the Company is quite hopeful that these banks will also accept restructuring proposal in near future. Had the provision been made the loss for the period would have been higher by Rs. 13.92 million.

	December 31, 2015 (Un-Audited)	December 31, 2014 (Un-Audited)
	(Rupees in "000")	
11 Cash and Cash Equivalents		
Cash and Bank Balances	2,028	6,571
Short term Borrowings	(288,979)	(278,888)
	<u>(286,951)</u>	<u>(272,317)</u>

	July to December 2015	July to December 2014
	(Rupees in "000")	
12 Related Party Transactions		
Sales	1,200	61
Purchases	2,319	8,137
Donation to Dewan Farooque Trust	1,500	1,500
Provident Fund	2,219	2,252

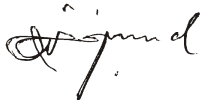
All transactions have been carried out at commercial terms & conditions and valued at arm's length price.

13 Earning Per Share -Basic

	July to December 2015	July to December 2014
	(Rupees in "000")	
Net(Loss) / Profit for the period	(144,099)	(72,875)
Number of ordinary shares	6,610	5,682
(Loss)/ Earning Per Share - Basic (Rs)	<u>(21.80)</u>	<u>(12.83)</u>

14 Date of Authorization for issue

These Interim Condensed Financial Statements were authorized for issue on February 24, 2016 by the Board of Directors of the Company.



Ishtiaq Ahmed
Chief Executive Officer



Haroon Iqbal
Director