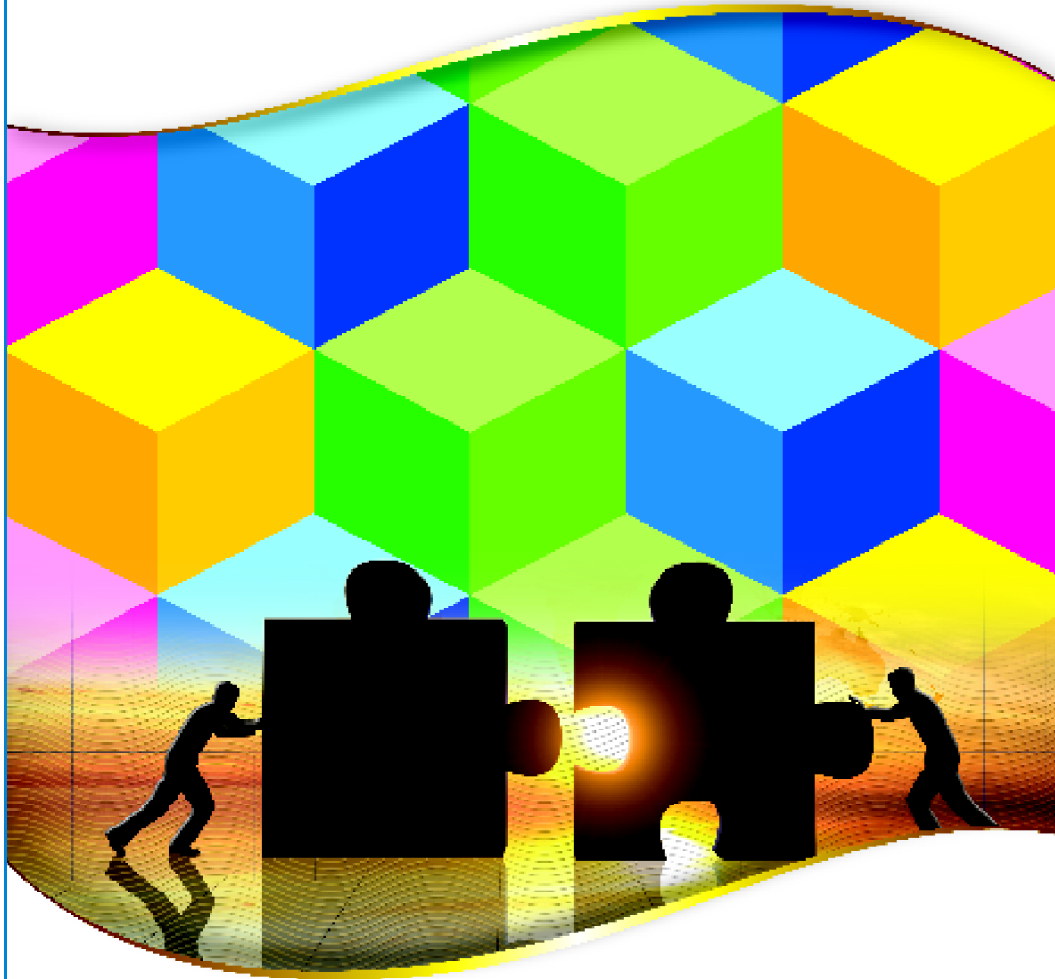




A Lakson Group Company



Merit Packaging Limited



Half Yearly
R e p o r t 2015-16

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Corporate Information

Board of Directors

Iqbal Ali Lakhani	Chairman
Zulfiqar Ali Lakhani	
Amin Mohammed Lakhani	
Tasleemuddin Ahmed Batlay	
Shahid Ahmed Khan	Chief Executive Officer
Shaikh Muhammad Barinuddin	Independent Director
Sheikh Asim Rafiq	Nominee Director (NIT)
Farrukh Shauket Ansari	Nominee Director (NIT)

Advisor

Sultan Ali Lakhani

Audit Committee

Shaikh Muhammad Barinuddin	Chairman
Zulfiqar Ali Lakhani	
Tasleemuddin Ahmed Batlay	

Human Resource and Remuneration Committee

Iqbal Ali Lakhani	Chairman
Tasleemuddin Ahmed Batlay	
Shahid Ahmed Khan	

Company Secretary

Mansoor Ahmed

Auditors

BDO Ebrahim & Co.
Chartered Accountants

Bankers

Al-Baraka Bank (Pakistan) Limited
Askari Bank Limited
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
NIB Bank Limited
Soneri Bank Limited

Shares Registrar

FAMCO Associates (Pvt) Ltd
8-F, Next to Hotel Faran, Nursery Block-6,
P.E.C.H.S., Shakra-e-Faisal,
Karachi.

Registered Office

Lakson Square, Building No. 2, Sarwar Shaheed Road,
Karachi-74200, Pakistan.

Factory

17-B, Sector 29, Korangi Industrial Township,
Karachi-75180.
Phone: 021-35017180, 021-35017164
Email: info@meritpack.com

Website

www.meritpack.com



Directors' Review

Directors of your Company are pleased to present the condensed interim un-audited financial statements of the Company together with auditors' review for the half year ended December 31, 2015.

FINANCIAL AND OPERATIONAL PERFORMANCE

The comparison of the un-audited financial results for the first half and quarter ended December 31, 2015 is as follows:

	Half year ended		Quarter ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	(Rupees in thousand)		(Rupees in thousand)	
Net sales	828,987	1,011,711	401,266	566,807
Gross profit	59,338	92,175	33,102	51,864
Operating profit	40,999	61,698	21,416	35,640
Profit before tax	3,152	11,133	2,645	9,673

During the period under review, the net sales turnover amounted to Rs. 829 million as compared to Rs. 1.011 billion for corresponding period of last year, showing a decrease of Rs.183 million or 18%. Pre-tax profit for the period under review is Rs. 3 million as compared to Rs. 11 million recorded for the same period last year.

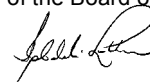
Suspension of in-house Gravure production after last year fire incident in the Gravure production hall and more breakdown of printing machines in offset have affected the Company's performance.

FUTURE OUTLOOK

Persistent efforts are being made towards streamlining the operations via continuous improvement in the quality of products and services through induction of CAPEX and renovation of infrastructure of the Gravure production hall. New nine colours Rotogravure printing machine is expected to enhance our capabilities and bring in positive results. Similar measures are being adopted to enhance the performance capabilities of our offset section at Karachi factory via modifications in infrastructure and technological advancements to focus more on value added products. Installation of a manufacturing unit in Lahore to cater the market of central and northern parts of the Country will also help to overcome the existing problems and meet future requirements. Measures are being taken to sustain growth by focusing more attention on maintenance of machines, quality products and services to all customers to ensure customer satisfaction with further expansion of our customer base with reputed corporate sector organizations.

Accordingly the directors are confident that increased sales and optimum capacity utilization with operational efficiencies in the remaining half of the year will help us release pressure on sales and profitability to consolidate performance and improve Company's market share.

On behalf of the Board of Directors



IQBAL ALI LAKHANI
 Chairman

Karachi: February 23, 2016

Independent Auditor's Report on review of Condensed Interim Financial Information to the Members

Introduction

We have reviewed the accompanying condensed interim balance sheet of **MERIT PACKAGING LIMITED** (the "Company") as at December 31, 2015 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the accounts for the six-month period then ended (here-in-after referred as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review


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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at and for the six months period ended December 31, 2015 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

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

Karachi:
Dated : February 23, 2016



BDO EBRAHIM & CO.,
Chartered Accountants

Engagement Partner: Qasim E. Causer



Condensed Interim Balance Sheet

As at December 31, 2015 (Un-audited)

	Note	December 31, 2015 (Un-audited) Rs. in 000's	June 30, 2015 (Audited) Rs. in 000's
ASSET			
NON-CURRENT ASSETS			
Property, plant and equipment	6	674,288	686,595
Capital work in progress	7	503,981	69,046
		1,178,269	755,641
Intangible assets		117	150
Long-term loans and advances		1,475	-
Long-term deposits		7,417	6,367
		1,187,278	762,158
CURRENT ASSETS			
Stores and spares		89,915	72,882
Stock-in-trade		285,183	263,543
Trade debts (unsecured - considered good)		358,518	306,593
Loans and advances		11,827	3,892
Trade deposits and short-term prepayments		17,898	4,879
Other receivables	8	17,639	105,513
Tax refund due from Government		161,995	82,935
Taxation-net		21,405	41,692
Cash and bank balances		3,687	46,437
		968,067	928,366
TOTAL ASSETS		2,155,345	1,690,524
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 70,000,000 (June 30, 2015: 70,000,000) ordinary shares of Rs.10/- each		700,000	700,000
Issued, subscribed and paid-up capital 40,314,199 (June 30, 2015: 40,314,199) ordinary shares of Rs. 10/- each		403,142	403,142
Accumulated loss		(41,334)	(45,912)
		361,808	357,230
SURPLUS ON REVALUATION OF FIXED ASSETS			
		163,789	165,214
NON CURRENT LIABILITIES			
Sub-ordinated loan		100,000	100,000
Long-term financing	9	648,044	513,125
		748,044	613,125
CURRENT LIABILITIES			
Trade and other payables		209,143	121,139
Interest and markup accrued		24,161	8,577
Short-term borrowings	10	569,597	408,364
Current portion of long-term financing		78,803	16,875
		881,704	554,955
CONTINGENCIES AND COMMITMENTS			
	11		
TOTAL EQUITY AND LIABILITIES		2,155,345	1,690,524

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.


IQBAL ALI LAKHANI
 Chairman


SHAHID AHMED KHAN
 Chief Executive Officer

Condensed Interim Profit and Loss Account

For the period ended December 31, 2015 (Un-audited)

	Note	Half year ended		Quarter ended	
		December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
		Rs. in 000's	Rs. in 000's	Rs. in 000's	Rs. in 000's
Sales - net	12	828,987	1,011,711	401,266	566,807
Cost of sales	13	(769,649)	(919,536)	(368,164)	(514,943)
Gross profit		59,338	92,175	33,102	51,864
General and administrative expenses		(16,435)	(15,678)	(8,481)	(7,992)
Selling expenses		(18,511)	(14,786)	(9,448)	(8,058)
Other operating income	8.1	17,677	1,818	6,919	1,071
Other operating expenses		(1,070)	(1,831)	(676)	(1,245)
		(18,339)	(30,477)	(11,686)	(16,224)
Operating profit		40,999	61,698	21,416	35,640
Financial charges		(37,847)	(50,565)	(18,771)	(25,967)
Profit before taxation		3,152	11,133	2,645	9,673
Taxation		-	(9,982)	-	(5,512)
Profit after taxation		3,152	1,151	2,645	4,161
Earnings per share - basic and diluted (Rupees)	14	0.08	0.03	0.07	0.10

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.



IQBAL ALI LAKHANI
Chairman



SHAHID AHMED KHAN
Chief Executive Officer



Condensed Interim Statement of Comprehensive Income

For the period ended December 31, 2015 (Un-audited)

	Half year ended		Quarter ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	Rs. in 000's	Rs. in 000's	Rs. in 000's	Rs. in 000's
Profit for the period	3,152	1,151	2,645	4,161
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	3,152	1,151	2,645	4,161

Surplus arising on revaluation of assets has been reported in accordance with the requirements of the Companies Ordinance, 1984 in a separate account below equity.

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.


IQBAL ALI LAKHANI
 Chairman

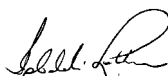

SHAHID AHMED KHAN
 Chief Executive Officer

Condensed Interim Cash Flow Statement

For the period ended December 31, 2015 (Un-audited)

	Note	Half year ended	
		December 31, 2015	December 31, 2014
		Rs. in 000's	Rs. in 000's
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	15	62,800	41,975
Taxes refund / (paid)		6,238	(24,363)
Financial charges paid		(22,263)	(29,667)
Long-term loans and advances		(1,475)	(1,039)
Long-term deposits		(1,050)	(2,714)
Net cash generated from / (used in) operating activities		44,250	(15,808)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(446,225)	(63,458)
Proceeds from sale of operating fixed assets		1,145	605
Net cash used in investing activities		(445,080)	(62,853)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		196,847	90,000
Short term borrowings (excluding running finance)		163,000	-
Net cash generated from financing activities		359,847	90,000
Net (decrease) / increase in cash and cash equivalents		(40,983)	11,339
Cash and cash equivalents at beginning of the period		(361,927)	(338,311)
Cash and cash equivalents at end of the period		(402,910)	(326,972)
CASH AND CASH EQUIVALENTS COMPRISE:			
Cash and bank balances		3,687	2,838
Short-term running finances		(406,597)	(329,810)
		(402,910)	(326,972)

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.



IQBAL ALI LAKHANI
Chairman



SHAHID AHMED KHAN
Chief Executive Officer



Condensed Interim Statement of Changes in Equity

For the period ended December 31, 2015 (Un-audited)

	Issued, subscribed and paid-up capital Rs. in 000's	General reserve Rs. in 000's	Reserves		Total Rs. in 000's
			Accumulated loss Rs. in 000's	Total Rs. in 000's	
Balance as at July 1, 2014	403,142	106,800	(169,026)	(62,226)	340,916
Profit for the half year ended December 31, 2014	-	-	1,151	1,151	1,151
Incremental depreciation net of deferred tax effect charged during the period transferred from surplus on revaluation of property, plant and equipment	-	-	1,473	1,473	1,473
Balance as at December 31, 2014	403,142	106,800	(166,402)	(59,602)	343,540
Balance as at July 1, 2015	403,142	106,800	(152,712)	(45,912)	357,230
Profit for the half year ended December 31, 2015	-	-	3,152	3,152	3,152
Incremental depreciation net of deferred tax effect charged during the period transferred from surplus on revaluation of property, plant and equipment	-	-	1,426	1,426	1,426
Balance as at December 31, 2015	403,142	106,800	(148,134)	(41,334)	361,808

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.



IQBAL ALI LAKHANI
Chairman



SHAHID AHMED KHAN
Chief Executive Officer

Notes to the Condensed Interim Financial Information

For the period ended December 31, 2015 (Un-audited)

1. NATURE AND STATUS OF THE COMPANY

Merit Packaging Limited ("the Company") was incorporated on January 28, 1980 in Pakistan as a public limited company under the Companies Ordinance, 1984 and is listed on the Pakistan Stock Exchange (formerly Karachi Stock Exchange). The registered office of the Company is situated at Lakson Square Building No. 2, Sarwar Shaheed Road, Karachi. The Company is mainly engaged in the manufacture and sale of printing and packaging materials.

2. BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information of the Company for the half year ended December 31, 2015 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

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

This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2015 which have been prepared in accordance with approved accounting standards as applicable in Pakistan.

The comparative balance sheet presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Company for the year ended June 30, 2015, whereas the comparative condensed interim profit and loss accounts, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the half year ended December 31, 2014.

2.2 Basis of measurement

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

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

2.3 Functional and presentation currency

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

3. SIGNIFICANT ACCOUNTING POLICIES

- 3.1 The accounting policies adopted and methods of computation followed in the preparation of this condensed interim financial information are same as those for the preceding annual financial statements for the year ended June 30, 2015.



Notes to the Condensed Interim Financial Information

For the period ended December 31, 2015 (Un-audited)

3.2 Amendments and interpretations to published accounting standards effective for the financial year ending June 30, 2016 are not expected to have material impact on the Company's condensed interim financial information.

4. TAXATION

Income tax expense is recognized based on management's best estimate of the weighted average annual income tax rate expected for the full financial year.

5. ESTIMATES

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2015.

		December 31, 2015 Un-audited Rs. in 000's	June 30, 2015 Audited Rs. in 000's
6. PROPERTY, PLANT AND EQUIPMENT			
Opening net book value (NBV)		686,595	657,329
Addition (at cost) during the period / year	6.1	11,291	149,320
		697,886	806,649
Disposals (NBV) during the period / year	6.2	(1,076)	(49,637)
Depreciation charged during the period / year		(22,522)	(47,461)
Impairment charged during the period / year		-	(22,956)
		(23,598)	(120,054)
		674,288	686,595

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

Building / improvements on leasehold land	265	2,959
Plant and machinery	8,731	109,606
Furniture and fixtures	178	206
Vehicles	-	3,705
Office equipment	50	876
Computer equipment	144	3,284
Factory tools and equipment	1,923	23,760
Electrical installation	-	4,924
	11,291	149,320

Notes to the Condensed Interim Financial Information

For the period ended December 31, 2015 (Un-audited)

Note	December 31, 2015 Un-audited Rs. in 000's	June 30, 2015 Audited Rs. in 000's
6.2	Detail of disposals (net book value) during the period / year are as follows:	
	714	33,261
	-	310
	362	880
	-	65
	-	27
	-	12,201
	-	2,893
	1,076	49,637
7.	CAPITAL WORK-IN-PROGRESS	
	This comprises of:	
	48,060	12,007
	444,359	54,428
	11,562	2,611
	503,981	69,046
7.1	Movement of carrying amount is as follows:	
	69,046	61,785
	434,935	69,046
	503,981	130,831
	-	(61,785)
	503,981	69,046
8.	OTHER RECEIVABLES	
	(Unsecured-considered good)	
	16,995	104,900
	644	613
	17,639	105,513
8.1	This includes insurance claim receivable from Century Insurance Company Limited amounting to Rs. 16.295 million.	
9.	LONG TERM FINANCING	
	Secured	
	9.1	286,847
		90,000
		(34,803)
		(16,875)
		252,044
		73,125
	Unsecured	
	9.2	440,000
		440,000
		(44,000)
		-
		396,000
		440,000
		648,044
		513,125



Notes to the Condensed Interim Financial Information

For the period ended December 31, 2015 (Un-audited)

- 9.1 This Diminishing Musharaka facility has been obtained from financial institutions for the purpose of financing capital expenditure and secured against first pari passu charge on specific property, plant and equipments of the Company. The effective rate of mark-up ranging from 7.40% to 8.33% payable quarterly (June 30, 2015: 10.65%). The tenure of this financing facility is five years including one year grace period.
- 9.2 This loan has been obtained from an associated undertaking. An aggregate amount of Rs. 540 million was received out of which Rs. 100 million has been converted into subordinated loan. It is to be repaid in twenty equal quarterly installments commencing from July 2016. The rate of markup is 0.90% over last business day of three months KIBOR of preceding quarter. During the period, the effective mark-up rate was 7.71% per annum (June 30, 2015: 10.40% per annum).

Note	December 31, 2015	June 30, 2015
	Un-audited Rs. in 000's	Audited Rs. in 000's
10. SHORT TERM BORROWINGS		
Secured		
From banking companies		
Running finance	10.1	408,364
		406,597
Unsecured		
From Director	10.2	-
		163,000
		569,597
		408,364

10.1 These carry mark up ranging from 7.38% to 8.34% (June 30, 2015: 10.40% to 12.18%) per annum.

10.2 This short term borrowing facility has been obtained from a Director of the Company. The rate of markup is 0.90% over last business day of three months KIBOR of preceding quarter.

11. CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

There were no significant changes in the contingent liabilities of the Company since the last annual balance sheet date.

	December 31, 2015	June 30, 2015
	Un-audited Rs. in 000's	Audited Rs. in 000's
11.2 Commitments		
The Company was committed as at the balance sheet date as follows:		
Capital expenditure under letter of credit	-	172,260
Stores, spares and raw materials under letter of credit	2,378	-
Stores, spares and raw materials under contractual obligation	233	5,961

Notes to the Condensed Interim Financial Information

For the period ended December 31, 2015 (Un-audited)

	Half year ended		Quarter ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	Un-audited Rs. in 000's	Un-audited Rs. in 000's	Un-audited Rs. in 000's	Un-audited Rs. in 000's
12. SALES - NET				
Gross sales	969,872	1,180,932	469,330	661,782
Sales tax	(140,885)	(169,221)	(68,064)	(94,975)
	828,987	1,011,711	401,266	566,807
13. COST OF SALES				
Materials consumed	585,807	799,969	285,918	451,393
Salaries, wages and other benefits	48,165	49,121	23,156	29,207
Packing material consumed	18,297	19,607	9,516	11,219
Outsourced services	34,368	12,718	15,502	6,468
Stores and spares consumed	18,253	19,091	8,362	10,773
Power and fuel	24,394	27,699	12,154	15,499
Depreciation	21,600	22,486	10,810	11,604
Amortization	7	7	4	4
Rent, rates and taxes	5,771	4,063	2,850	1,989
Repairs and maintenance	2,813	1,696	1,507	741
Vehicle running expenses	346	448	184	232
Insurance	2,542	2,474	1,285	1,275
Printing and stationery	255	232	168	124
Communication charges	409	389	213	167
Travelling and conveyance	711	75	322	31
Fee and subscription	602	66	264	53
Software license fee	242	220	121	110
Other expenses	894	630	525	413
	765,476	960,991	372,861	541,302
Opening work-in-process	43,948	39,195	34,583	51,897
Closing work-in-process	(37,574)	(82,798)	(37,574)	(82,798)
	6,374	(43,603)	(2,991)	(30,901)
Cost of goods manufactured	771,850	917,388	369,870	510,401
Opening stock of finished goods	19,835	11,545	20,330	13,939
Closing stock of finished goods	(22,036)	(9,397)	(22,036)	(9,397)
	(2,201)	2,148	(1,706)	4,542
	769,649	919,536	368,164	514,943

14. EARNINGS PER SHARE - BASIC AND DILUTED

There is no dilutive effect on the basic earnings per share of the Company, which is based on:

Profit for the period	3,152	1,151	2,645	4,161
Weighted average number of ordinary shares (in thousands)	40,314	40,314	40,314	40,314
Earnings per share (Rupees)	0.08	0.03	0.07	0.10



Notes to the Condensed Interim Financial Information

For the period ended December 31, 2015 (Un-audited)

	Note	Un-audited Half year ended	
		December 31, 2015	December 31, 2014
		Rs. in 000's	Rs. in 000's
15. CASH GENERATED FROM OPERATIONS			
Profit before taxation		3,152	11,133
Adjustment for non-cash items and other items:			
Gain on disposal of operating fixed assets		(69)	(21)
Financial charges		37,847	50,565
Depreciation		22,522	23,211
Amortization		33	33
		60,333	73,788
Profit before working capital changes		63,485	84,921
Working capital changes	15.1	(685)	(42,946)
		62,800	41,975
15.1 Working capital changes			
(Increase) / decrease in current assets:			
Stores and spares		(17,034)	(17,448)
Stock-in-trade		(21,640)	(1,665)
Trade debts		(51,925)	(98,324)
Loans and advances		(7,935)	(1,194)
Trade deposits and short term prepayments		(13,019)	(8,213)
Other receivables		87,875	(90)
Tax refund due from Government		(65,510)	(731)
		(89,188)	(127,665)
Increase in current liabilities:			
Trade and other payables (excluding unclaimed dividend)		88,503	84,719
		(685)	(42,946)

16. TRANSACTIONS WITH RELATED PARTIES

16.1 The related parties comprise of related group companies, local associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties and remuneration and benefits to key management personnel under the terms of their employment are as follows:

Notes to the Condensed Interim Financial Information

For the period ended December 31, 2015 (Un-audited)

Relation with the Company	Nature of transaction	Half year ended		Quarter ended	
		December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
		Un-audited Rs. in 000's	Un-audited Rs. in 000's	Un-audited Rs. in 000's	Un-audited Rs. in 000's
Associated companies	Sale of goods and services	78,291	100,423	35,360	54,891
	Purchase of goods and services	496,041	517,362	215,101	230,289
	Rent and allied charges	104	126	74	59
	Insurance agency commission income	350	325	175	175
	Insurance claim	16,295	329	6,295	329
	Mark-up on long-term financing	20,974	30,148	10,208	15,081
Directors	Short-term financing obtained	250,000	-	250,000	-
	Repayment of short-term financing	87,000	-	87,000	-
	Mark-up on short-term financing	2,251	-	2,251	-
Retirement benefit plans	Contribution towards employee retirement benefits plans	3,143	2,926	1,508	1,504
Key management personnell	Compensation in respect of:				
	Short term employee benefits	7,737	5,251	3,923	2,610
	Retirement benefits	460	356	233	178
				December 31, 2015 Un-audited Rs. in 000's	June 30, 2015 Audited Rs. in 000's
		Note			

16.2 Period / year end balances

Receivable from related parties	29,762	120,979
Payable to related parties	67,854	36,899
Retirement funds payables	6,222	4,327
Long-term financing payable to associated undertaking	440,000	440,000
Sub-ordinated loan	100,000	100,000
Mark-up payable on long-term financing to associated undertaking	10,208	-
Short-term financing payable to Director	163,000	-
Mark-up payable on short-term financing to Director	2,251	-

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

17. CORRESPONDING FIGURES

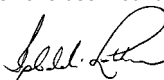
Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of comparison, the effect of which is not material.

18. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue by the Board of Directors of the Company on February 23, 2016.

19. GENERAL

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


IQBAL ALI LAKHANI
Chairman


SHAHID AHMED KHAN
Chief Executive Officer



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