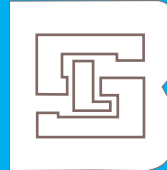


Half Yearly Accounts December, 2015

BIBOJEE GROUP



BANNU
WOOLLEN MILLS LIMITED

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COMPANY'S PROFILE

Board Of Directors	<p>Mr. Raza Kuli Khan Khattak Lt. Gen. (Retd) Ali Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Mr. Ahmad Kuli Khan Khattak Mr. Mushtaq Ahmad Khan, FCA Dr. Shaheen Kuli Khan Syed Zubair Ahmed Shah (NIT) Mr. Ahmad Zeb Khan (Independent)</p>	<p>Chairman Chief Executive</p>
Audit Committee	<p>Mr. Ahmad Zeb Khan Lt. Gen. (Retd) Ali Kuli Khan Khattak Mr. Ahmad Kuli Khan Khattak Mr. Mushtaq Ahmad Khan, FCA</p>	<p>Chairman Member Member Member</p>
Human Resource & Remuneration Committee	<p>Lt. Gen. (Retd) Ali Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Mr. Ahmad Kuli Khan Khattak Mr. Mushtaq Ahmad Khan, FCA</p>	<p>Chairman Member / CEO Member Member</p>
Company Secretary	<p>Mr. Waqar Ahmad</p>	
Chief Financial Officer	<p>Mr. A.R. Tahir Chief Operating Officer (COO)</p>	
Head Of Internal Audit	<p>Mr. Salman Khan</p>	
Auditors	<p>M/S. Hameed Chaudhri & Co Chartered Accountants</p>	
Bankers	<p>National Bank Of Pakistan Bank Alfalah Ltd</p>	
Legal Adviser	<p>M/S Hassan & Hassan, Advocates Paaf Building, 1-D, Kashmir/ Egerton Road, Lahore</p>	
Tax Consultant	<p>M. Nawaz Khan & Co 1-Ground Floor, Farrah Centre, 2 Mozang Road, Lahore</p>	
Registrars & Shares Registration Office	<p>Management & Registration Services (Pvt) Limited. Business Executive Centre, F/17/3, Block 8, Clifton, Karachi Phone 021-35369174, 35375127-29 Fax. 021-35820325 E-Mail:registrationservices@live.co.uk</p>	
Registered Office	<p>Bannu Woollen Mills Ltd D.I.Khan Road, Bannu Tel. (0928) 615131, 611350 Fax. (0928) 611450 E-Mail: bannuwoollen@yahoo.com Web Site " www.bwm.com.pk "</p>	
Mills	<p>D.I.Khan Road, Bannu Tel. (0928) 613151, 611350 Fax (0928) 611450 E-Mail: bannuwoollen@yahoo.com bwmltd2K@gmail.Com Web Site " www.bwm.com.pk "</p>	

DIRECTORS' REPORT TO THE SHAREHOLDERS

It is my pleasure to present on behalf of the Directors, the un-audited condensed interim financial information of the Company for the half year ended December 31, 2015 duly reviewed by the statutory auditors of the Company.

FINANCIAL PERFORMANCE

We are pleased to report that your Company has earned net profit of Rs. 75.498 million after incorporation of share of profit of Associated Companies and taxation. The actual profit before these adjustments for the period amounts to Rs.106.595 million as compared to profit of Rs.93.572 million of the corresponding period. The net sales increased by 9.56% during the period under review and the gross profit has been slightly decreased from 33.00% to 31.69%.

FINANCIAL RESULTS

These are summarised below:

		Half-Year Ended	
		31 Dec.,	31 Dec.,
		2015	2014
		(Rupees in thousand)	
Sales - net		630,736	575,721
Gross profit		199,889	189,971
Profit before taxation		106,784	87,615
Profit after taxation		75,498	55,500
Earnings per share	Rupees	7.94	5.84

During the period, the Company has earned profit before tax of Rs. 106.784 million (December 31, 2014: Rs. 87.615 million), which included share of profit of Associated Companies amounting Rs. 0.189 million (December 31, 2014: loss of Rs. 5.957 million).

FUTURE OUTLOOK

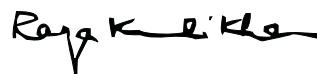
The Company is focused on growth opportunities and is determined to significantly improve its operating results by adding value to the stakeholders' wealth. After successful installation of a woollen ring frame of 448 spindles, the management is stick to its quality control policy and is in process to import a new auto cone winder which will enhance production quality as well as profitability.

Despite the decline in sales of blazer cloth and byma suiting, the Company meets the sales targets of the current period. In lieu of market competition, the Board has established the marketing function, which will look after all issues including establishing new products, new designs and searching new markets niches of existing products.

THANKS AND APPRECIATION

The management takes this opportunity to thank customers, shareholders, suppliers, bankers and other stakeholders. We also appreciate and acknowledge the continued support, commitment, loyalty and hard work of our employees.

For & on behalf of the Board of Directors,



RAZA KULI KHAN KHATTAK
Chairman

Date : 28th February, 2016

ڈائریکٹرز رپورٹ برائے حصص داران

بورڈ آف ڈائریکٹرز کی جانب سے میں پہلی ششماہی ماوراء 31 دسمبر 2015 کمپنی آڈیٹرز سے نظر ثانی شدہ مالیاتی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتا ہوں۔

مالیاتی صورتحال

ہم رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں کہ آپ کی کمپنی نے خالص منافع 75.498 ملین روپے کمایا ہے جو کہ متعلقہ کمپنیوں کے منافع اور ٹیکس کی ادائیگی کے بعد کا ہے۔ آپ کی کمپنی نے پہلی ششماہی میں 106.595 ملین روپے کمائے ہیں جبکہ پچھلی ششماہی میں 73.572 ملین روپے کمائے تھے۔ اس مدت کے دوران خالص فروخت میں 9.56 فیصد اضافہ ہوا ہے جبکہ مجموعی منافع قدرے کم ہو کر 33 فیصد سے 31.69 فیصد ہو گیا ہے۔

مالیاتی نتائج: جو کہ مندرجہ ذیل ہیں:-

نصف سال کا اختتام

2015 دسمبر 31	2014 دسمبر 31	
-- روپے ہزاروں میں --		
630,736	575,721	خالص فروخت
199,889	189,971	مجموعی منافع
106,784	87,615	ٹیکس سے پہلے منافع
75,498	55,500	ٹیکس کے بعد منافع
-- روپے --		
7.94	5.84	آمدنی فی حصص

اس مدت کے دوران کمپنی نے قبل از ٹیکس 106.784 ملین روپے منافع کمایا ہے (31 دسمبر 2014 میں 87.615 ملین روپے) اس میں متعلقہ کمپنیوں کے منافع کا حصہ بھی شامل ہے جو کہ 0.189 ملین روپے ہے (31 دسمبر 2014 میں نقصان 5.957 ملین روپے ہے)۔

مستقبل کے نقطہ نظر سے:

کمپنی نے اپنی تمام تر کاوشیں ان مواقع کے تعین پر مرکوز کی ہوئی ہیں کہ ہم اپنی کمپنی اور اس کے سٹیک ہولڈرز کی بہتری کے لئے کام کرنے کا عزم رکھتے ہیں۔ 448 سپنڈلز وولن رنگ فریم کی کامیاب نسب کاری کے بعد کمپنی کی انتظامیہ اس کی کوالٹی کنٹرول پالیسی پر سختی سے کاربند ہے اور کوشش کر رہے ہیں کہ ایک آٹوکون وائسٹرز مشین بھی درآمد کر کے لگائی جائے تاکہ کمپنی کی پیداوار کی بہتری اور منافع میں اضافہ کیا جاسکے۔

باہم اور پلیز رکھنا تھ کی فروخت میں کمی کے باوجود کمپنی نے اپنی فروخت کے اہداف موجودہ مدت میں پورا کرنے کی بھرپور کوشش کی ہے۔ مارکیٹ کے حالات کو جانچنے کے لیے ایک بورڈ قائم کیا گیا ہے جس پر کمپنی کی تمام مصنوعات کی دیکھ بھال، نئی ڈیزائن کردہ مصنوعات اور نئی منڈیوں کی تلاش کی ذمہ داری سونپی گئی ہے۔

اظہار تشکر

کمپنی انتظامیہ اپنے تمام گاہکوں، حصص داران، سپلائرز، بکریز و دیگر کی مسلسل حمایت اور عزم کا شکر یہ کرتی ہے۔ اپنے تمام ملازمین کی انتھک محنت، کمپنی سے وابستگی اور وفاداری کا بھی اعتراف کرتی ہے۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے

Raj K. K.

رضاقلی خان خٹک

چیئرمین

تاریخ: 28 فروری 2016

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

Introduction

We have reviewed the accompanying condensed interim balance sheet of **BANNU WOOLLEN MILLS LIMITED** as at December 31, 2015 and the related condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof for the half-year then ended (here-in-after referred to as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

The figures of the condensed interim profit and loss account for the quarters ended December 31, 2015 and 2014 have not been reviewed, as we are required to review only the cumulative figures for the half-year ended December 31, 2015.

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 of and for the half-year ended December 31, 2015 is not prepared, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

LAHORE: 28 February, 2016

SHINewing HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS
Engagement Partner: Nafees ud din

BANNU WOOLLEN MILLS LIMITED

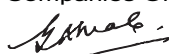
Condensed Interim Balance Sheet As At December 31, 2015

	Note	Dec. 31, 2015 Un-audited Rupees in thousand	June 30, 2015 Audited
ASSETS			
Non-current Assets			
Property, plant and equipment	6	848,306	862,240
Intangible assets		169	0
Investments in Associated Companies	7	364,733	364,226
Advances		0	60
Security deposits		3,434	3,434
		1,216,642	1,229,960
Current Assets			
Stores and spares		59,819	57,387
Stock-in-trade		268,834	472,266
Trade debts		340,720	219,551
Current portion of advances		180	240
Advances to employees - unsecured, considered good		3,777	1,508
Advance payments		149	67
Trade deposits and prepayments		2,412	69
Sales tax refundable		1,795	5,197
Income tax refundable, advance tax and tax deducted at source		9,220	19,655
Cash and bank balances		82,370	3,506
		769,276	779,446
TOTAL ASSETS		1,985,918	2,009,406
EQUITY AND LIABILITIES			
Equity			
Authorised capital		200,000	200,000
Issued, subscribed and paid-up capital		95,063	95,063
Reserves		852,500	805,500
Unappropriated profit		81,681	75,940
Shareholders' Equity		1,029,244	976,503
Surplus on Revaluation of Property, Plant and Equipment		553,870	556,975
LIABILITIES			
Non-current Liabilities			
Demand finances		0	2,500
Staff retirement benefits - gratuity		173,283	160,505
Deferred taxation		74,203	74,004
		247,486	237,009
Current Liabilities			
Trade and other payables		114,392	139,459
Accrued mark-up		1,656	364
Short term finances		0	49,778
Current portion of demand finances		7,500	10,000
Taxation	8	31,770	39,318
		155,318	238,919
Total Liabilities		402,804	475,928
Contingencies and Commitments	9		
TOTAL EQUITY AND LIABILITIES		1,985,918	2,009,406

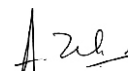
The annexed notes form an integral part of this condensed interim financial information.

Statement under section 241(2) of the Companies Ordinance, 1984 :

The Chief Executive is out of Pakistan and in her absence, this condensed interim financial information has been signed by two directors as required under section 241(2) of the Companies Ordinance, 1984.



Syed Zubair Ahmed Shah
Director



Ahmad Zeb Khan
Director

BANNU WOOLLEN MILLS LIMITED

**Condensed Interim Profit And Loss Account (Un-Audited)
For The Quarter And Half-Year Ended December 31, 2015**

	Note	For the 2nd Quarter		Cumulative	
		Oct. - Dec., 2015	Oct. - Dec., 2014	July - Dec., 2015	July - Dec., 2014
----- (Rupees in thousand) -----					
Sales - net		373,441	328,260	630,736	575,721
Cost of Sales		262,418	219,928	430,847	385,750
Gross Profit		111,023	108,332	199,889	189,971
Distribution Cost		15,697	13,397	26,307	23,660
Administrative Expenses		29,283	30,518	52,915	53,094
Other Expenses		5,932	6,291	9,976	9,895
Other Income		(428)	(516)	(1,295)	(1,193)
		50,484	49,690	87,903	85,456
Profit from Operations		60,539	58,642	111,986	104,515
Finance Cost		2,119	5,134	5,391	10,943
		58,420	53,508	106,595	93,572
Share of Profit / (Loss) of Associated Companies- net	7	189	(5,957)	189	(5,957)
Profit before Taxation		58,609	47,551	106,784	87,615
Taxation	8				
- current		18,052	22,239	31,041	35,228
- prior year		46	447	46	447
- deferred		3,481	6,671	199	(3,560)
		21,579	29,357	31,286	32,115
Profit after Taxation		37,030	18,194	75,498	55,500
Other Comprehensive Income		0	0	0	0
Total Comprehensive Income for the Period		37,030	18,194	75,498	55,500
----- Rupees -----					
Earnings per Share		3.90	1.91	7.94	5.84

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

Statement under section 241(2) of the Companies Ordinance, 1984 :

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Syed Zubair Ahmed Shah
Director


Ahmad Zeb Khan
Director

BANNU WOOLLEN MILLS LIMITED

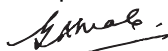
Condensed Interim Cash Flow Statement (Un-Audited) For The Half-Year Ended December 31, 2015

	Half-year ended	
	Dec. 31, 2015	Dec. 31, 2014
	Rupees in thousand	
Cash flow from operating activities		
Profit for the period - before taxation and net share of profit / (loss) on investments in Associated Companies	106,595	93,572
Adjustments for non-cash charges and other items:		
Depreciation	18,328	18,971
Amortisation of intangible assets	19	0
Staff retirement benefits - gratuity (net)	12,778	10,309
Mark-up on bank deposits	(777)	(836)
Finance cost	5,391	10,943
Profit before working capital changes	142,334	132,959
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets		
Stores and spares	(2,432)	(4,236)
Stock-in-trade	203,432	73,941
Trade debts	(121,169)	(109,473)
Advances	(2,149)	(1,971)
Advance payments	(82)	92
Trade deposits and prepayments	(2,343)	(2,325)
Dividend receivable from an Associated Company	0	(4,210)
Sales tax refundable	3,402	3,387
(Decrease) / increase in trade and other payables	(26,557)	27,149
	52,102	(17,646)
Cash generated from operations	194,436	115,313
Taxes paid	(28,200)	(9,891)
Net cash generated from operating activities	166,236	105,422
Cash flow from investing activities		
Fixed capital expenditure	(4,394)	(4,027)
Intangible assets acquired	(188)	0
Security deposits	0	(10)
Dividend received on investments	2,339	4,678
Mark-up received on bank deposits	777	836
Net cash (used in) / generated from investing activities	(1,466)	1,477
Cash flow from financing activities		
Demand finances - repaid	(5,000)	(5,000)
Short term finances - net	(49,778)	(64,722)
Dividend paid	(27,029)	0
Finance cost paid	(4,099)	(7,259)
Net cash used in financing activities	(85,906)	(76,981)
Net increase in cash and cash equivalents	78,864	29,918
Cash and cash equivalents - at beginning of the period	3,506	1,283
Cash and cash equivalents - at end of the period	82,370	31,201

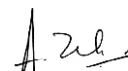
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Statement under section 241(2) of the Companies Ordinance, 1984 :

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Syed Zubair Ahmed Shah
Director



Ahmad Zeb Khan
Director

BANNU WOOLLEN MILLS LIMITED

**Condensed Interim Statement Of Changes In Equity (Un-Audited)
For The Half-Year Ended December 31, 2015**

Share capital	Reserves			Unappropriated profit	Total
	Capital	Revenue	Sub-total		
	Share premium	General			

(Rupees in thousand)

Balance as at June 30, 2015 (audited)	95,063	19,445	786,055	805,500	75,940	976,503
Transfer	0	0	47,000	47,000	(47,000)	0
Transaction with owners:						
Cash dividend at the rate of Rs. 3 per ordinary share for the year ended June 30, 2015	0	0	0	0	(28,519)	(28,519)
Total comprehensive income for the period ended December 31, 2015	0	0	0	0	75,498	75,498
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period - net of deferred taxation	0	0	0	0	3,105	3,105
Effect of items directly credited in equity by Associated Companies	0	0	0	0	2,657	2,657
Balance as at December 31, 2015 (un-audited)	95,063	19,445	833,055	852,500	81,681	1,029,244
Balance as at June 30, 2014 (audited)	95,063	19,445	686,055	705,500	101,360	901,923
Transfer	0	0	100,000	100,000	(100,000)	0
Total comprehensive income for the period ended December 31, 2014	0	0	0	0	55,500	55,500
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period - net of deferred taxation	0	0	0	0	3,418	3,418
Effect of items directly credited in equity by Associated Companies	0	0	0	0	687	687
Balance as at December 31, 2014 (un-audited)	95,063	19,445	786,055	805,500	60,965	961,528

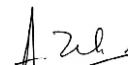
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Syed Zubair Ahmed Shah
Director



Ahmad Zeb Khan
Director

**Notes To The Condensed Interim Financial Information (Un-Audited)
For The Half-Year Ended December 31, 2015**

1. Legal Status and Operations

Bannu Woollen Mills Ltd. (the Company) was incorporated in Pakistan as a Public Company in the year 1960 and its shares are quoted on Karachi and Islamabad Stock Exchanges (now Pakistan Stock Exchange Ltd.). It is principally engaged in manufacture and sale of woollen yarn, cloth and blankets. The Company's registered office and its Mills are located at D.I.Khan Road, Bannu.

2. Basis of Preparation

This condensed interim financial information is un-audited and is being submitted to the members in accordance with section 245 of the Companies Ordinance, 1984 (the Ordinance). It has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 - 'Interim financial reporting' and provisions of and directives issued under the Ordinance. In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed. The figures for the half-year ended December 31, 2015 have, however, been subjected to limited scope review by the external Auditors as required by the Code of Corporate Governance. This condensed interim financial information does not include all the information required for annual financial statements and, therefore, should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2015.

3. Significant Accounting Policies

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

4. Changes in Accounting Standards and Interpretations

4.1 Standards, interpretations and amendments to published approved accounting standards that are effective and relevant

Following amendments to existing standards and interpretations have been published and are mandatory for accounting periods beginning on or after January 01, 2015 and are considered to be relevant to the Company's operations.

(a) IFRS 12, 'Disclosure of interests in other entities' includes the disclosure requirements for all forms of interests in other entities, including joint arrangements, associates, structured entities and other off balance sheet vehicles. The standard will affect the disclosures in the financial statements of the Company.

(b) IFRS 13, 'Fair value measurement', aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRSs. The requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRSs. The standard will affect the determination of fair value and its related disclosures in the financial statements of the Company.

4.2 Standards, interpretations and amendments to published approved accounting standards that are effective but not relevant

There are certain new standards, amendments to the approved accounting standards and new interpretations that are mandatory for accounting periods beginning on or after January 01, 2015, but are considered not to be relevant or have any significant effect on the Company's reporting and are therefore, not disclosed in this condensed interim financial information..

5. Accounting Estimates, Judgments and Financial Risk Management

The preparation of condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2015.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2015.

6. Property, Plant and Equipment

		Un-audited Dec. 31, 2015	Audited June 30, 2015
	Note	(Rupees in thousand)	
Operating fixed assets - tangible	6.1	848,127	828,410
Capital work-in-progress		179	33,830
		848,306	862,240

6.1 Operating Fixed Assets

Book value as at June 30, 2015		828,410	
Additions during the period:			
- plant and machinery		37,806	
- computer and accessories		239	
		38,045	
Depreciation charge for the period		(18,328)	
Book value as at December 31, 2015		848,127	

7. Investments in Associated Companies -Quoted

Babri Cotton Mills Ltd. (BCM)

144,421 ordinary shares of Rs.10 each -cost	7.1	1,632	1,632
Equity held: 3.95%			
Post acquisition profit and other comprehensive income brought forward including effect of items directly credited in equity by BCM		22,611	25,542
Loss for the period / year - net of taxation		(289)	(3,384)
Share of other comprehensive income - net of taxation		0	174
		23,954	23,964

Janana De Malucho Textile Mills Ltd. (JDM)

1,559,230 ordinary shares of Rs.10 each -cost	7.1	27,762	27,762
Equity held 32.59%			
Post acquisition profit and other comprehensive income brought forward including effect of items directly credited in equity by JDM		314,878	311,636
Dividend received		(2,339)	(4,678)
Profit for the period / year - net of taxation		478	5,302
Share of other comprehensive income - net of taxation		0	240
		340,779	340,262
		364,733	364,226

- 7.1 (a)** Market values of the Company's investments in BCM and JDM as at December 31, 2015 were Rs. 5.777 million (June 30, 2015: Rs. 5.777 million) and Rs.113.824 million (June 30, 2015: Rs. 143.808 million) respectively.
- (b)** The management intends to carry-out impairment testing of its investments in BCM and JDM as at June 30, 2016.

8. Taxation

- 8.1** Income tax assessments of the Company have been completed upto the tax year 2015 i.e. accounting year ended June 30, 2015.
- 8.2** The Company's writ petition before the Islamabad High Court, Islamabad praying exemption from levy of minimum tax under section 113 of the Income Tax Ordinance, 2001 (the Ordinance) is still pending adjudication. An adverse judgment by the Court will create tax liability under section 113 of the Ordinance aggregating Rs.14.417 million.
- 8.3** The Department for the tax year 2013 has charged tax under section 221 of the Ordinance (Rectification of mistakes) amounting Rs.28.673 million against which the Company filed an appeal before the Commissioner Inland Revenue - Appeals, who decided the appeal against the Company. The Company as well as the Income Tax Department have filed further appeals before the Appellate Tribunal Inland Revenue, which are pending adjudication.
- 8.4** No significant change occurred during the period in the status of other taxation matters as detailed in note 22 to the financial statements of the Company for the year ended June 30, 2015.

9. Contingencies and Commitments

- 9.1** Commitments against irrevocable letters of credit outstanding as at December 31, 2015 aggregated Rs.26.708 million (June 30, 2015: Rs.6.424 million).
- 9.2** Refer contents of taxation notes 8.2 and 8.3.
- 9.3** The Company has filed a writ petition before the Peshawar High Court (PHC) against the Government of Khyber Pakhtunkhwa and Others in respect of minimum wages Notification dated September 09, 2014 whereby minimum wages of workers were enhanced upto Rs.15,000 per month. The PHC has admitted the writ petition and granted an interim order against the enhancement of minimum wages. An adverse judgment by the PHC will create additional wage liabilities aggregating Rs.22.272 million approximately. Exercising abundant precaution, the Company, however, has made provisions aggregating Rs.22.272 million in its books of account under the head of Trade and Other Payables.

10. Transactions with Related Parties

- 10.1** Aggregate transactions made during the period with the Associated Companies were as follows:

	Half-year ended	
	December 31,	
	2015	2014
	(Rupees in thousand)	
- dividend received	2,339	4,678
- dividend paid	9,715	0

10.2 No other transactions, other than remuneration and benefits paid to key management personnel aggregating Rs.39,995 thousand (December 31, 2014: Rs.37,196 thousand) under the terms of their employment, were executed with other related parties during the period.

11. Date of Authorisation for Issue

This condensed interim financial information was approved and authorised for issue by the Board of Directors of the Company on February 28, 2016.

12. Corresponding Figures

12.1 In order to comply with the requirements of IAS 34 'Interim financial reporting', the condensed interim balance sheet has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

12.2 Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison; however, no significant re-classifications / re-statements have been made to this condensed interim financial information.

Statement under section 241(2) of the Companies Ordinance, 1984 :

The Chief Executive is out of Pakistan and in her absence, this condensed interim financial information has been signed by two directors as required under section 241(2) of the Companies Ordinance, 1984.



Syed Zubair Ahmed Shah
Director



Ahmad Zeb Khan
Director

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