

**Half Yearly Accounts  
for the Period Ended  
December 31, 2013**

**Pervez Ahmed Securities Limited**

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# Company Information

Board of Directors	Mr. Pervez Ahmed Mrs. Rehana Pervez Ahmed Mrs. Ayesha Ahmed Mansoor Mr. Ali Pervez Ahmed Mr. Hassan Ibrahim Ahmed Mr. Muhammad Khalid Khan Mr. Mazhar Pervaiz Malik	Chief Executive
Audit Committee	Mr. Muhammad Khalid Khan Mrs. Ayesha Ahmed Mansoor Mr. Mazhar Pervaiz Malik	Chairman
Chief Financial Officer	Mr. Muhammad Yousuf	
Company Secretary	Mr. Rizwan Atta	
Auditors	M/s Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants	
Legal Advisor	Cornelius, Lane & Mufti Advocates & Solicitors	
Banks	Burj Bank Limited Dubai Islamic Bank Pakistan Limited MCB Bank Limited NIB Bank Limited Silk Bank Limited Summit Bank Limited	
Registered Office	20-K, Gulberg II, Lahore.	
Stock Exchange Office	Room No. 317, Third Floor, Lahore Stock Exchange Building, 19-Khayaban-e-Aiwan-e-Iqbal, Lahore.	
Share Registrars	THK Associates (Pvt.) Limited Ground Floor, State Life Building No 3, Dr. Ziauddin Ahmed Road, Karachi - 75530	
Website	<a href="http://www.pervezahmed.net">www.pervezahmed.net</a>	

## **DIRECTORS' REPORT**

On behalf of the Board of Directors of Pervez Ahmed Securities Limited, I present to you the Companies' reviewed financial statements for the six months period ended December 31, 2013.

### **Capital Market Review**

During the half year ended December 31, 2013 the stock market showed strong gains and KSE-100 index surged 20% to close above 25,000 level. Foreign investors sold shares worth US\$ 13.3 million. Among the local investors strong buying was witnessed by the banks and individuals.

The Karachi Stock Exchange remained the top performer among the emerging markets in calendar year 2013. The strong fundamentals and political stability boosted the confidence of investors. The GPS Plus status from European Union was main reason behind the strong gains in textile sector. Oil & gas and cement sector were also in the limelight.

### **Financial Results of the Company**

During the six months period ended December 31, 2013 the Company suffered loss of Rs. 19.95 million as against profit of Rs. 6.85 million during the corresponding period of last year. Loss for the period is mainly due to share of loss from investment in associated undertaking.

The auditors have expressed an adverse opinion in their report with respect to going concern assumption and non providing of mark-up amounting to Rs. 5.746. However the management is in the process of reviving its business by way of raising further capital through right issue which will enable the Company to diversify and expand business operations and to make strategic investments to enhance revenue generation and profitability of the Company. The Company did not provided mark-up as the management feels that no additional mark-up will be paid on the new settlement terms.

### **Future Outlook**

The new year for the market is expected to continue the momentum with the expectations of strong corporate results. The news regarding privatization and favourable environment for fertilizers and cement producers is expected to do well for the market in the future. On the downside the expected increase in the interest rate may hinder the upside momentum

### **Acknowledgement**

The Board is thankful to its valued shareholders for their confidence in the Company, its clients, the Securities & Exchange Commission of Pakistan and to the management of Karachi & Lahore Stock Exchanges for their valuable support, assistance and guidance. The Board also appreciates the employees of the Company for their dedication and hard work.

For & on behalf of the Board

Lahore  
February 28, 2014

Perez Ahmed  
Chief Executive

## **Auditors' report to the Members on Review of Interim Financial Information**

### ***Introduction***

We have reviewed the accompanying condensed interim balance sheet of Pervez Ahmed Securities Limited ("the Company") as at December 31, 2013 and the related condensed interim profit and loss account, statement of profit or loss and other comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as ("the condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures for the quarter ended December 31, 2013 of the condensed interim profit and loss account and statement of profit or loss and other comprehensive income have not been reviewed as we are required to review only cumulative figures for the six months period ended on that date.

### ***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 consist 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 for Adverse Conclusion***

Based on information provided to us by management:

- i. As referred to in note 2 to the condensed interim financial information, the Company has accumulated losses of Rs. 1,584.74 million. Its current liabilities exceed current assets by Rs. 636.48 million and its total liabilities exceed total assets by Rs. 516.766 million as at the reporting date. Further, the Trading Rights Entitlement Certificate issued to the Company is inactive due to inadequate net capital balance. The factors raise doubts about the Company's ability to continue as a going concern. Further, the Company has overdue debt finances and interest/mark-up thereon, as referred to note 7 and note 8 to the financial statements. One of the creditors has also filed a suit against the Company for recovery of its debts.

In view of the matters discussed in the preceding paragraph, we consider that in the absence of any favourable settlement with the providers of debt finances/creditors, ability to obtain further financing and revival of its operations, the Company may not be able to settle its liabilities and realize its assets in the normal course of business. Consequently, the use of going concern assumption in the preparation of the annexed condensed interim financial information is not appropriate and adjustments may be required to the recorded asset amounts and classification of liabilities. The condensed interim financial information does not disclose this fact.

The Company has not recognized interest/mark-up on short term borrowings amounting to Rs. 34.66 million upto December 31, 2013. Had this interest/mark-up been recognized, accumulated losses as at December 31, 2013 and the loss for the six months period then ended would have been higher by Rs. 36.66 million and Rs. 5.746 million respectively. The condensed interim financial information does not disclose this fact.

### ***Conclusion***

The Company has changed its accounting policy in respect of post-employment benefits, as referred to in note 3.1 to the condensed interim financial information and we concur with the change.

Based on our review, because of the matters discussed in Basis for Adverse Opinion paragraph, the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The condensed interim financial information for the six months ended December 31, 2012 was reviewed and the financial statements for the year ended June 30, 2013 were audited by another firm of chartered accountants who gave an adverse opinion in their review/audit reports.

**RAHMAN SARFARAZ RAHIM IQBAL RAFIQ**  
*Chartered Accountants*

**Engagement Partner: ZUBAIR IRFAN MALIK**

**Date: FEBRUARY 28, 2014**

**Place: LAHORE**

**PERVEZ AHMED SECURITIES LIMITED**  
**Condensed Interim Balance Sheet**  
**as at DECEMBER 31, 2013**

	Note	December 31, 2013 <i>Rupees</i> <i>(Un-audited)</i>	June 30, 2013 <i>Rupees</i> <i>(Audited)</i>
<b>NON-CURRENT ASSETS</b>			
Property and equipment		630,846	722,996
Intangible assets		9,360,000	9,360,000
Long term investments	6	111,749,142	131,664,268
Long term deposits - <i>Unsecured, Considered good</i>		1,055,000	1,055,000
		122,794,988	142,802,264
<b>CURRENT ASSETS</b>			
Short term investments		28,220,248	26,759,208
Advances and other receivables		666,969	666,969
Current taxation		6,307,103	6,307,103
Cash and bank balances		1,481,822	1,590,748
		36,676,142	35,324,028
<b>CURRENT LIABILITIES</b>			
Trade and other payables		(543,459,976)	(542,173,874)
Accrued interest/mark-up		(21,757,327)	(21,757,327)
Short term borrowings	8	(107,940,931)	(107,940,931)
		(673,158,234)	(671,872,132)
<b>NET CURRENT ASSETS</b>		(636,482,092)	(636,548,104)
<b>NON-CURRENT LIABILITIES</b>			
Employees retirement benefits		(3,079,244)	(3,075,244)
<b>NET ASSETS</b>		(516,766,348)	(496,821,084)
<b>REPRESENTED BY:</b>			
<i>Authorized capital</i>			
230,000,000 (June 30, 2013: 230,000,000) ordinary shares of Rs. 10 each		<u>2,300,000,000</u>	<u>2,300,000,000</u>
<i>Issued, subscribed and paid-up capital</i>			
Advances against issue of shares	9	1,865,684,870	1,865,684,870
Discount on issue of shares		20,622,850	20,622,850
Accumulated losses		(818,331,810)	(818,331,810)
		(1,584,742,258)	(1,564,796,994)
		(516,766,348)	(496,821,084)
<b>CONTINGENCIES AND COMMITMENTS</b>			
		(516,766,348)	(496,821,084)

*The annexed notes 1 to 16 form an integral part of this condensed interim financial information.*

**CHIEF EXECUTIVE**

**DIRECTOR**

**PERVEZ AHMED SECURITIES LIMITED**  
**Condensed Interim Profit and Loss Account (Un-audited)**  
**for the half year ended December 31, 2013**

Note	Half year ended		Quarter ended	
	December 31, 2013 Rupees	December 31, 2012 Rupees	December 31, 2013 Rupees	December 31, 2012 Rupees
<b>Revenue - net</b>	-	318,604	-	139,077
Operating expenses	(751,505)	(1,121,122)	(157,497)	(561,262)
<b>Operating profit</b>	<b>(751,505)</b>	<b>(802,518)</b>	<b>(157,497)</b>	<b>(422,185)</b>
Changes in fair value of investments at fair value through profit or loss	1,461,040	6,669,323	(1,331,029)	5,056,305
Other charges	(739,673)	(53,922)	(219,980)	(51,519)
	(30,138)	5,812,883	(1,708,506)	4,582,601
Share of (loss)/profit from associate	6.1.1 (19,915,126)	1,154,449	(5,474,893)	1,154,449
<b>Profit before taxation</b>	<b>(19,945,264)</b>	<b>6,967,332</b>	<b>(7,183,399)</b>	<b>5,737,050</b>
Taxation	II -	(115,445)	-	(115,445)
<b>Profit after taxation</b>	<b>(19,945,264)</b>	<b>6,851,887</b>	<b>(7,183,399)</b>	<b>5,621,605</b>
<b>Earnings per share - basic and diluted</b>	<b>(0.11)</b>	<b>0.09</b>	<b>(0.04)</b>	<b>0.07</b>

*The annexed notes 1 to 16 form an integral part of this condensed interim financial information.*

**CHIEF EXECUTIVE**

**DIRECTOR**

**PERVEZ AHMED SECURITIES LIMITED**  
**Condensed Interim Statement of Profit or loss and Other**  
**Comprehensive Income (Un-audited)**  
**for the half year ended December 31, 2013**

	Half year ended		Quarter ended	
	December 31, 2013 Rupees	December 31, 2012 Rupees	December 31, 2013 Rupees	December 31, 2012 Rupees
(Loss)/profit after taxation	(19,945,264)	6,851,887	(7,183,399)	5,621,605
Other comprehensive income	-	-	-	-
Total comprehensive (loss)/income	<b>(19,945,264)</b>	<b>6,851,887</b>	<b>(7,183,399)</b>	<b>5,621,605</b>

*The annexed notes 1 to 16 form an integral part of this condensed interim financial information.*

**CHIEF EXECUTIVE**

**DIRECTOR**

**PERVEZ AHMED SECURITIES LIMITED**  
**Condensed Interim Cash Flow Statement (Un-audited)**  
**for the half year ended December 31, 2013**

	December 31, 2013 Rupees	December 31, 2012 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(19,945,264)	6,967,332
<b>Adjustments for non-cash items</b>		
Changes in fair value of investments at fair value through profit or loss	(1,461,040)	(6,669,323)
Share of loss/(profit) from investment in associate	19,915,126	(1,154,449)
Provision for employees retirement benefits	4,000	6,811
Depreciation	92,150	127,591
Finance cost	-	6,608
Impairment loss on investment in associate	-	17,314
	18,550,236	(7,665,448)
<b>Operating loss before changes in working capital</b>	(1,395,028)	(698,116)
<b>Changes in working capital</b>		
Trade and other payables	1,286,102	3,994,086
	1,286,102	3,994,086
<b>Cash (used in)/generated from operations</b>	(108,926)	3,295,970
<b>Payments for</b>		
Income tax	-	(33,268)
Finance cost	-	(6,608)
<b>Net cash (used in)/generated from operating activities</b>	(108,926)	3,256,094
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of short term investments	-	(769,775)
<b>Net cash used in investing activities</b>	-	(769,775)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of long term finances	-	(3,000,000)
<b>Net cash used in financing activities</b>	-	(3,000,000)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(108,926)	(513,681)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	1,590,748	2,005,392
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	1,481,822	1,491,711

*The annexed notes 1 to 16 form an integral part of this condensed interim financial information.*

**CHIEF EXECUTIVE**

**DIRECTOR**

**PERVEZ AHMED SECURITIES LIMITED**  
**Condensed Interim Statement of Changes in Equity (Un-audited)**  
**for the half year ended December 31, 2013**

	<b>Issued subscribed and paid-up capital</b>	<b>Advance against issue of shares</b>	<b>Discount on issue of shares</b>	<b>Accumulated losses</b>	<b>Total equity</b>
	Rupees	Rupees	Rupees	Rupees	Rupees
<b>Balance as at July 01, 2012 - Audited</b>	774,575,790	293,400,120	-	(1,614,943,049)	(546,967,139)
<b>Comprehensive income</b>					
Profit after taxation	-	-	-	6,851,887	6,851,887
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	6,851,887	6,851,887
<b>Transaction with owners</b>	-	-	-	-	-
<b>Balance as at December 31, 2012 - Un-audited</b>	774,575,790	293,400,120	-	(1,608,091,162)	(540,115,252)
<b>Comprehensive income</b>					
Profit after taxation	-	-	-	43,294,168	43,294,168
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	43,294,168	43,294,168
<b>Transaction with owners</b>					
Issue of ordinary shares	1,091,109,080	(272,777,270)	(818,331,810)	-	-
<b>Balance as at June 30, 2013 - Audited</b>	1,865,684,870	20,622,850	(818,331,810)	(1,564,796,994)	(496,821,084)
<b>Comprehensive income</b>					
Loss after taxation	-	-	-	(19,945,264)	(19,945,264)
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive loss</b>	-	-	-	(19,945,264)	(19,945,264)
<b>Transaction with owners</b>	-	-	-	-	-
<b>Balance as at December 31, 2013 - Un-audited</b>	<u>1,865,684,870</u>	<u>20,622,850</u>	<u>(818,331,810)</u>	<u>(1,584,742,258)</u>	<u>(516,766,348)</u>

*The annexed notes 1 to 16 form an integral part of this condensed interim financial information.*

**CHIEF EXECUTIVE**

**DIRECTOR**

**PERVEZ AHMED SECURITIES LIMITED**  
**Notes to the Condensed Interim Financial Information (Un-audited)**  
**for the half year ended December 31, 2013**

**1 REPORTING ENTITY**

Pervez Ahmed Securities Limited ("the Company") was incorporated in Pakistan on January 31, 1991 as a single member company under the Companies Ordinance, 1984 and was later listed on Karachi Stock Exchange Limited and Lahore Stock Exchange Limited on June 21, 2007. The registered office of the Company is situated at 20-K, Gulberg II, Lahore. The principal activities of the Company include shares brokerage, trading, consultancy services and underwriting.

**2 GOING CONCERN ASSUMPTION**

The Company has accumulated losses of Rs. 1,584.74 million. Its current liabilities exceed current assets by Rs. 636.48 million and its total liabilities exceed total assets by Rs. 516.766 million as at the reporting date. Further, the Trading Rights Entitlement Certificate issued to the Company is inactive due to inadequate net capital balance. The factors raise doubts about the Company's ability to continue as a going concern. However, these financial statements have been prepared on a going concern basis based on the following:

- The Company is reviewing its operations and various options are under consideration in this regard, including further financial support from directors in the form of interest free loans.
- Negotiations with lenders regarding settlement of overdue debt finances.

**3 BASIS OF PREPARATION**

This interim financial information is not audited and has been presented in condensed form and does not include all the information as is required to be provided in a full set of annual financial statements. This condensed interim financial information should be read in conjunction with the audited financial statements of the Company for the year ended June 30, 2013.

The comparative interim balance sheet as at June 30, 2013 and the related notes to the condensed interim financial information are based on audited financial statements. The comparative interim profit and loss account, interim statement of profit or loss and other comprehensive income, interim cash flow statement, interim statement of changes in equity and related notes to the condensed interim financial information for the half year ended December 31, 2012 are based on unaudited, reviewed interim financial information. The interim profit and loss account and interim statement of profit or loss and other comprehensive income for the quarters ended December 31, 2013 and December 31, 2012 are neither audited nor reviewed.

**3.1 Statement of compliance**

This condensed interim financial report has been prepared in accordance with the requirements of 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 and directives issued under the Companies Ordinance, 1984 have been followed.

**3.2 Basis of measurement**

This condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments at fair value, certain financial liabilities at amortized cost and employees' retirement benefits at present value. In this financial information, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

**3.3 Judgments, estimates and assumptions**

The preparation of financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

**3.4 Functional currency**

This financial information is prepared in Pak Rupees which is the Company's functional currency.

#### **4 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 the financial statements of the Company for the year ended June 30, 2013, except for the change referred to in note 3.1.

- 4.1** During the period, the Company has changed its accounting policy in respect of post-employment benefits whereby actuarial gains and losses are recognized in other comprehensive income in the periods in which they occur. Current and past services costs, gains or losses on settlement and net interest on defined benefit obligation continue to be recognized in profit or loss. Prior to change, actuarial gains and losses were recognized in profit or loss using the '10% corridor approach'. However, there were no unrecognized actuarial gains/losses at the end of any reporting period presented in this condensed interim financial information. Accordingly, no adjustment was required as the balance of accumulated profit already includes all actuarial gains/losses that have occurred upto the reporting date, which otherwise would have been taken to accumulated profits through other comprehensive income.

#### **5 ADOPTION OF NEW AND REVISED APPROVED ACCOUNTING STANDARDS, INTERPRETATIONS AND AMENDMENTS**

The following amendment to approved accounting standards are effective in the current period and relevant to the Company.

##### ***IAS 19 - Employee Benefits ('Revised 2011')***

The revised standard, among other changes not relevant to the Company, has eliminated the option that allowed entities to defer the recognition of changes in net defined benefit liability under the '10% Corridor Approach' and has amended some of the disclosure requirements for defined benefit plans. The revised standard requires immediate recognition of actuarial gains and losses in other comprehensive income. Services costs and net interest are required to be recognized in profit or loss as the occur. The Company has adopted the revised standards which has resulted in change in accounting policy as referred to in note 3.1

##### ***IAS 34 - Interim Financial Reporting ('Amendments')***

The amendments align the disclosure requirements for segment assets and segment liabilities in interim financial reports with those in IFRS 8 - Operating Segments. IAS 34 now requires the disclosure of a measure of total assets and liabilities for a particular reportable segment. In addition, such disclosure is only required when the amount is regularly provided to the chief operating decision maker and there has been a material change from the amount disclosed in the last annual financial statements for that reportable segment. Since the Company operates as a single reportable segment, the said amendment is not expected to have any impact.

	<i>Note</i>	<b>December 31, 2013</b>	<b>June 30, 2013</b>
		<i>Rupees</i>	<i>Rupees</i>
Investment in associate	6.1	96,109,142	116,024,268
Other investments	6.2	15,640,000	15,640,000
		<b>111,749,142</b>	<b>131,664,268</b>
		<i>(Un-Audited)</i>	<i>(Audited)</i>

#### **6 LONG TERM INVESTMENTS**

Investment in associate	6.1	96,109,142	116,024,268
Other investments	6.2	15,640,000	15,640,000
		<b>111,749,142</b>	<b>131,664,268</b>

##### **6.1 Investment in associate**

This represents investment in ordinary shares of Pervez Ahmed Capital (Private) Limited, an associated company. This investment has been accounted for by using equity method. Particulars of investment are as follows:

	<i>December 31, 2013</i>	<i>June 30, 2013</i>
	<i>Rupees</i>	<i>Rupees</i>
Percentage of ownership interest	49.36%	49.36%
Cost of investment		
8,498,300 (June 30, 2013: 8,498,300) fully paid ordinary shares of Rs. 10 each	84,983,000	84,983,000
Share of post acquisition profits	11,126,142	31,041,268
	<b>96,109,142</b>	<b>116,024,268</b>
	<i>(Un-Audited)</i>	<i>(Audited)</i>

##### **6.1.1 Extracts of financial statements of associate**

The assets and liabilities of Pervez Ahmed Capital (Private) Limited as at the reporting date and related revenue and profit for the period/year then ended based on the un-audited financial statements are as follows:

	<b>December 31, 2013</b>	<b>June 30, 2013</b>
	<i>Rupees</i>	<i>Rupees</i>
Assets	194,784,132	235,117,095
Liabilities	69,903	94,903
Revenue	517,455	31,444
(Loss)/profit for the period/year	(40,806,644)	61,877,703
Break-up value per share	11.31	13.65
Share of (loss)/profit	(19,915,126)	30,542,834

#### **6.2 Other investments**

This represents ordinary shares of Lahore Stock Exchange Limited allocated to the Company under the Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012.

#### **7 ACCRUED INTEREST/MARK-UP**

This represents over-due interest mark-up on borrowings.

#### **8 SHORT TERM BORROWINGS**

These represent overdue borrowings. The Company does not have any lines of credit arrangements as the reporting date.

#### **9 ADVANCE AGAINST ISSUE OF SHARES**

These represents advance received against issue of shares expected to be issued in the near future subject to the approval of the Board of Directors including the timing and extent of issue.

#### **10 CONTINGENCIES AND COMMITMENTS**

##### **10.1 Contingencies**

There is no significant change in the status of contingencies since June 30, 2013.

##### **10.2 Commitments**

There is no commitments as at the reporting date.

#### **11 PROVISION FOR TAXATION**

**11.1** Provision for current tax has not been made as the Company has incurred loss during the period.

**11.2** No provision for deferred tax has been made as the impact of the same is considered immaterial.

#### **12 TRANSACTIONS WITH RELATED PARTIES**

Related parties from the Company's perspective comprise associated company, directors and key management personnel. Key management personnel do not draw any compensation from the Company. Transactions with directors and associated company are limited to interest free borrowings obtained/repaid.

Details of transactions with related parties is as follows:

<b>Nature of relationship</b>	<b>Nature of transaction</b>	<b>Half year ended</b>	
		<b>December 31, 2013</b>	<b>December 31, 2012</b>
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Un-Audited)</i>
Associated company	Funds repaid	-	25,000
Directors	Funds received	825,000	4,699,100

**13 EVENTS AFTER THE REPORTING PERIOD**

There are no significant events after the reporting period that may require any adjustment or disclosure in this condensed interim financial report.

**14 RECOVERABLE AMOUNTS AND IMPAIRMENT**

As at the reporting date, recoverable amounts of all assets/cash generating units are equal to or exceed their carrying amounts, unless stated otherwise in these financial statements.

**15 DATE OF AUTHORIZATION FOR ISSUE**

This condensed interim financial information have been approved by the Board of Directors of the Company and authorized for issue on February 28, 2014.

**16 GENERAL**

- 16.1** There are no other significant activities since June 30, 2013 affecting the interim financial information.
- 16.2** Corresponding figures have been re-arranged where necessary to facilitate comparison. However, there are no significant reclassifications during the period.
- 16.3** Figures have been rounded off to the nearest Rupee.

**Registered Office:** | 20-K Gulberg II, Lahore.  
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