17 DIRECTOR'S SUBORDINATED LOAN	Note	2017	2016
		Rupees	
Balance as at October 01,		**17,682,090**	16,222,100
Add: Unwinding of director loan during the year		**1,591,388**	1,459,990
		19,273,478	17,682,090

17.1 This represents the unsecured loan of Rs. 24.96 million given by Chief Executive of the Company .This loan had been measured to its present value using prevailing market rate of mark-up at 9% per annum respectively for a similar instrument, having similar terms and credit risk profile, at the time the loan was granted.

18 LONG TERM FINANCING

From conventional banking companies - Secured

Habib Bank Limited	**18.1**	**83,146,923**	62,131,817
JS Bank Limited	**18.2**	**133,522,809**	108,684,202
		216,669,732	170,816,019
Current maturity shown under current liabilities		**(99,263,537)**	(109,281,076)
		117,406,195	61,534,943

18.1 This represents term loan of Rs.97 million from Habib bank limited for the purpose of expansion of production facility from 7000 TCD to 8000 TCD and carries mark up at the rate of 6 months KIBOR plus 2.5%. The loan is payable in 6 equal semi annual installments of Rs.13.857 million. The loan is secured against equitable mortgage of 267 million over mill premises and hypothecation charge for PKR 267 million over present and future plant and machinery.

18.2 This represents term loans of Rs.400 million from JS Bank Limited for purchase of Plant, machinery and allied equipments under BMR process and subsequent enhancement of production capacity and carries mark up at the rate of 6 months KIBOR plus 2.5%. The loan is payable in 9 equal semi annual installments of Rs.22.22 million. The facility is secured against lien on import documents, already registered FPP hypothecation charge with SECP for 301 million and additional FPP hypothecation charge of PKR 40 million on new machinery to be registered with SECP.

19 DEFERRED LIABILITIES	Note	2017	2016
		Rupees	
Deferred taxation	**19.1**	**87,387,198**	96,043,581
Staff retirement benefits - Gratuity	**19.2**	**2,105,382**	1,235,407
		89,492,580	97,278,988