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Overcoming Weaknesses
Identifying Opportunities
Mitigating Threats
&
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Company Information

BOARD OF DIRECTORS	Syed Shahid Ali Dr. Mrs. Niloufer Mahdi Mrs. Ferial Ali Mehdi Mr. Jalees Ahmed Siddiqi Mr. Imran Azim Syed Sheharyar Ali Muhammad Shafique Anjum Mr. Munir K. Bana	Chairman / Chief Executive Officer (Nominee IGI Insurance Limited) (Nominee National Investment Trust) (Nominee Loads Limited)
BOARD AUDIT COMMITTEE	Mr. Jalees Ahmed Siddiqi Mr. Imran Azim Syed Sheharyar Ali Mr. Munir K. Bana	Chairman Member Member Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	Mr. Jalees Ahmed Siddiqi Mr. Munir K. Bana Syed Sheharyar Ali Muhammad Shafique Anjum Mr. Amir Zia	Chairman Member Member Member Member
CHIEF FINANCIAL OFFICER	Mr. Amir Zia	
COMPANY SECRETARY	Rana Shakeel Shaukat	
HEAD OF INTERNAL AUDIT	Muhammad Ali	
EXTERNAL AUDITORS	KPMG Taseer Hadi & Co. Chartered Accountants Lahore.	
INCOME TAX CONSULTANTS	Hyder Bhimji & Co. Chartered Accountants Lahore.	
LEGAL ADVISORS	Salim & Baig, Advocates - Lahore.	
CORPORATE ADVISORS	Cornelius, Lane & Mufti Legal Advisors & Solicitors - Lahore.	
SHARIAH ADVISOR	Mufti Iftikhar Baig	

BANKERS

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
BankIslami Pakistan Limited
Barclays Bank PLC, Pakistan
CitiBank N.A.
Faysal Bank Limited
Habib Bank Limited
HSBC Bank Middle East Limited
Habib Metropolitan Bank Limited
IGI Investment Bank Limited
JS Bank Limited
MCB Bank Limited
National Bank of Pakistan
NIB Bank Limited
SAMBA Bank Limited
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
SilkBank Limited
United Bank Limited

REGISTERED OFFICE

72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825
E-mail: info@treetonline.com

CORPORATE WEBSITE

To visit our website, go to www.treetonline.com
or scan QR code



SHARE REGISTRAR

Scarlet I.T. Systems (Private) Limited
24-Ferozepur Road, Lahore.
Tel: 042-37087113 - 37570202
Fax: 042-37570303
E.mail: treet@scarletsystem.com

TREET GROUP FACTORIES

72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567 & 35122296
Fax: 042-35114127, 35215825

Hali Road: P.O. Box No. 308, Hyderabad.
Phones : 0223-880846, 883058 & 883174
Fax: 0223-880172

First Treet Manufacturing Modaraba
(Managed by Global Econo Trade (Private) Limited)

Packaging Solution - Corrugation
22- K.M. Ferozepur Road, Kachha Tiba, Rohi Nala,
Lahore. Tel: (042) 8555848

Packaging Solution - Paper & Board Mill
33 - K.M. Lahore Shekhupura Road.

GROUP COMPANIES / OFFICES

Global Econo Trade (Private) Limited
(A wholly owned subsidiary of Treet Corporation Limited)
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

First Treet Manufacturing Modaraba
(Managed by Global Econo Trade (Private) Limited)
Principal Place of Business:
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

TCL Labor - Hire Company (Private) Limited
(A wholly owned subsidiary of Global Econo Trade (Private) Limited)
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

Treet Power Limited
(A wholly owned subsidiary of Global Econo Trade (Private) Limited)
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

Treet Services (Private) Limited
(A wholly owned subsidiary of Global Econo Trade (Private) Limited)
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

KARACHI OFFICE

17-Abdullah Haroon Road, Karachi.
Phones: 021-35681576
Fax: 021-35681575

Directors' Review

The directors of your company are pleased to present un-audited consolidated financial statements for the 1st Quarter ending on September 30, 2013.

Financial Performance

Following is the summary of comparative financial results*

*More fruitful comparison is between consolidated results of this year with corresponding period last year due to following reasons:

- Global Econo Trade (Private) Limited (GET) is wholly owned subsidiary of your Company.
- Your Company and GET virtually hold 100% certificates of FTMM.
- Intra- company sales within Treet Group are Inter- Stock Transfer from Treet Group's perspective.
- Like wise Intra- company services within Treet Group are set-off in consolidation

Three Month Ended -						
(Rupees in thousand)	September 30, 2013		September 30, 2012		% Change	
	Treet	Consolidated	Treet	Consolidated	(1) over (3)	(2) over (4)
	(1)	(2)	(3)	(4)		
Sales (net)	1,012,894	1,712,240	834,133	1,421,651	21.43%	20.44%
Gross Profit	260,603	296,716	248,642	295,193	4.81%	0.52%
Operating Profit	104,327	104,060	91,000	128,079	14.64%	-18.75%
Profit before taxation	197,187	193,695	103,016	149,177	91.41%	29.84%
Provision for taxation	(8,624)	(9,418)	(22,014)	(22,470)	-60.82%	-58.09%
Profit after taxation	188,563	184,277	81,002	126,707	132.79%	45.43%
EPS (in Rupees)	4.51	4.41	1.94	3.03		

The Company's posted profit after tax (consolidated) at Rs. 184.277 million is increased by 45.43% against Rs. 126.707 million in the corresponding period of the last year. Sales performance is described below:

SEGMENT-WISE SALES

Rs. in 000	2013-2014					
	D/E+ Bonded	Soap	Corrugation	Paper & Board	Motorbike	Total
Sales	1,012,894	227,828	397,910	10,191	63,417	1,712,240
Inter-Company / Segment Sales	-	-	14,874	107,498	-	122,372
	1,012,894	227,828	412,784	117,689	63,417	1,834,612
Rs. in 000	2012-2013					
Sales	860,341	122,561	311,994	51,390	75,365	1,421,651
Inter-Company / Segment Sales	-	-	16,694	81,706	-	98,400
	860,341	122,561	328,688	133,096	75,365	1,520,051
Sales Growth %	17.73%	85.89%	25.59%	-11.57%	-15.85%	20.69%

- Blade/disposable business showed excellent growth in local and export markets;
- Soaps sales volumes are restored and will be maintained;
- Corrugation showed good sales growth during the period;
- Paper & Board operations showed decline due to unavailability of power;
- Motorbike operations are revamped and will take momentum in the coming months;

Overall reason for increase in net profitability is due to following factors:

- Healthy gains on investment in shares;
- Better tax management

Production

The production of razor/ blades from Lahore and Hyderabad comes to **428.12** million blades as compared to **388.98** million blades produced in the same period of the last year, registering an increase of 10.06%.

Accrual of Profit on Participation Term Certificates (TCLTC) based on 1st quarterly consolidated results:

The following accrual of profit is being made on TCLTC on the basis of half yearly results:

Pay-OFF MATRIX :		Calculation of Category "B" Payment	
Profit * from	Profit* to	Payoff % on Excess Amount of profit	
-	179,500,000	NIL	
179,500,001	250,000,000	72% of amount exceeding Rs. 179,500,000.00	
250,000,001	350,000,000	Rs.50,760,000.00 and 25% of amount exceeding Rs. 250,000,000.00	
350,000,001	450,000,000	Rs.75,760,000.00 and 20% of amount exceeding Rs. 350,000,000.00	
450,000,001	550,000,000	Rs.95,760,000.00 and 15% of amount exceeding Rs. 450,000,000.00	
550,000,001	650,000,000	Rs.110,760,000.00 and 10% amount exceeding Rs. 550,000,000.00	
650,000,001	and above	Rs.120,760,000.00 and 5 % of amount exceeding Rs. 650,000,000.00	

	Rs.in 000		Rs.in 000
Consolidate Profit*	288,063	Extrapolated Profit for the full Year	1,152,252

*Profit means Consolidate Profit before Tax, WPPF / WWF and financial Charges account of any payment or accrual made for TCLTC's

	Rs. In 000	Rs. Per TCLTC
Category "B" Payment (Additional Profit in Cash)	145,873	3.49
Minimum Profit Payment in Cash	173,144	4.14
Financial Charges i.e. Total Profit in Cash	319,017	7.63
Financial Charges accrued for the period i.e. 3 months	79,754	1.91

Pay-OFF MATRIX (PER PTC):			Based on Extrapolated Profit for the full Year		
Principal Redemption in Cash	Minimum Profit Payment in Cash	Minimum Payment in Cash	Category "B" Payment (Additional Profit in Cash)	Total Profit in Cash	Total Payment in Cash
(1)	(2)	(3) = (1) + (2)	(4)	(5) = (2) + (4)	(6) = (1) + (5)
0.15	4.14	4.29	3.49	7.63	7.78

However, this is accrual based on quarterly consolidated results **extrapolated** for full year; actual payment will be made on following dates according to **actual** full year results ending on June 30, 2014.

Respective Date(s) of Entitlements and Date(s) of Payment under Category "A" and Category "B" Payment for the first year* will be as follows:

Year	Book Closure Dates (both days inclusive)		Entitlement Date	Minimum Payment in Cash Date	Allotment Date for Conversion	Category "B" Payment (in Cash) Date
	From	To		under Category "A" Payment		
2014	10-10-2014	16-10-2014	09-10-2014	02-11-2014	02-11-2014	02-11-2014

*[as mentioned in the Prospectus of Participation Term Certificate (TCLTC) and extract from it [pertaining to first year] is reproduced here]

Apart from the "Total Payment in Cash", TCLTC holders [who are entitled on October 09, 2014] will also get Ordinary Shares of the Company on the following basis:

PRINCIPAL REDEMPTION THROUGH CONVERSION			
Principal Redemption Through Conversion	No. of Share Through Conversion	Conversion Price Per Share	The Conversion price per share is for information/ accounting / taxation purpose. No further amount will be paid by the TCLTC holders. <i>This is the opportunity cost of the principal value of PTC forgone to get One additional Ordinary Share of the Company</i>
4.14	0.07	59.14	

Example: Thus holder of 1,000 TCLTCs will get 70 Ordinary Shares of the Company on or before November 02, 2014 vis-à-vis principal value of Rs. 4,140/- forgone.

Acknowledgements

We place on record our gratitude to our valued customers for their confidence in our products and pledge to provide them the best quality in continually improving our products. We would also like to thank all our colleagues, management and factory staff who are strongly committed to their work as the success of your Company is built around their efforts. We also thank our shareholders for their confidence in our Company and assure them that we are committed to do our best to ensure best rewards for their investment in the Company.

Consolidated Financial Statements

For the period ended September 30, 2013

Condensed Interim Consolidated Balance Sheet (Un-audited)

As At September 30, 2013

	September 2013 UN-AUDITED Rupees in '000'	June 2013 AUDITED Rupees in '000'
	Note	
Property, plant and equipment	2,279,095	2,289,494
Long term investments	193,419	214,920
Long term deposits	37,280	39,978
	2,509,794	2,544,392
CURRENT ASSETS		
Stores and spares	227,058	186,364
Stock-in-trade	934,297	927,275
Trade debts - unsecured considered good	522,763	471,524
Short term investments	670,759	540,381
Loans, advances, deposits, prepayments and other receivables	837,271	674,400
Cash and bank balances	331,362	338,025
	3,523,510	3,137,969
CURRENT LIABILITIES		
Current portion of non-current liabilities	179,417	179,417
Finance under mark-up-arrangements - secured	689,248	576,180
Trade and other payables	927,302	864,986
Provision for taxation	20,862	26,211
	1,816,829	1,646,794
NET CURRENT ASSETS	1,706,681	1,491,175
NET ASSETS	4,216,475	4,035,567
FINANCED BY:		
Issued, subscribed and paid-up capital	418,222	418,222
Reserves	487,653	489,127
Unappropriated profit	1,426,865	1,241,334
SHARE HOLDERS' EQUITY	2,332,740	2,148,683
Minority Interest	2,244	2,207
Participation term finance certificates	1,075,251	1,075,251
Surplus on revaluation of fixed assets	738,211	739,510
Long term deposits	2,154	4,041
Deferred liabilities	65,875	65,875
Contingencies and commitments	5	-
	4,216,475	4,035,567

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013

 Syed Shahid Ali
 Chief Executive Officer


 Muhammad Shafique Anjum
 Director

Condensed Interim Consolidated Profit And Loss Account (Un-Audited)

For the period ended September 30, 2013

	Note	3 Months ended	
		July to September 2013	July to September 2012
		Rupees in '000'	
Revenue and Sales -Net	6	1,712,240	1,421,651
Cost of Goods Sold	7	(1,415,524)	(1,126,458)
Gross Profit		296,716	295,193
Operating expenses :			
- Administrative expenses		(38,975)	(44,581)
- Selling & distribution expenses		(153,681)	(122,533)
		(192,656)	(167,114)
Operating Profit		104,060	128,079
Other income		200,441	78,201
		304,501	206,280
Financial expenses		(16,438)	(50,447)
Financial charges Treet-PTC		(79,754)	-
Share of profit of associate		-	-
		208,309	155,833
Workers' Profit Participation Fund		(10,590)	(5,548)
Workers' Welfare Fund		(4,024)	(1,108)
		(14,614)	(6,656)
Profit before taxation		193,695	149,177
Taxation			
- Group		(9,418)	(22,470)
- Associated company		-	-
Profit after taxation		184,277	126,707
Earnings per share		4.41	3.03

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013Syed Shahid Ali
Chief Executive OfficerMuhammad Shafique Anjum
Director

Condensed Interim Consolidated Statement of Comprehensive Income (Un-audited)

For the period ended September 30, 2013

	3 Months ended	
	July to September 2013	July to September 2012
	Rupees in '000'	
Profit after taxation	184,232	126,270
Other comprehensive income		
Available -for -sale financial assets		
Transfer to profit and loss account on disposal	(808)	-
Fair value adjustment	(666)	1,047
	(1,474)	1,047
Total comprehensive income for the period	182,758	127,317

Appropriations have been reflected in the statement of changes in equity.

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Condensed Interim Consolidated Cash Flow Statement (Un-Audited)

For the period ended September 30, 2013

	July to September 2013	July to September 2012
	Rupees in '000'	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	193,695	149,177
Adjustments for non-cash items :		
Financial charges for the period	16,438	50,447
Financial charges Treet-PTC	79,754	-
Depreciation on property, plant and equipment	37,511	32,394
Depreciation on investment property	-	189
Provision for gratuity	3,373	3,121
Provision for superannuation fund scheme	3,215	3,149
Profit on bank deposits	(2,297)	(6,002)
Realization of fair value reserve	(808)	-
Dividend income	-	(1,704)
Provision for WPPF and WWF	14,614	6,656
Gain on sale of fixed assets	(14,229)	(4,292)
	137,571	83,958
Operating profit before working capital changes	331,266	233,135
(Increase) / decrease in operating assets:		
Stores and spares	(40,694)	17,499
Stock-in-trade	(7,022)	55,346
Trade debts	(51,239)	(49,898)
Short term investments	(130,378)	(131,623)
Loans, advances, deposits, prepayments and other receivables	(128,716)	(177,391)
	(358,049)	(286,067)
Increase / (decrease) in operating liabilities		
Loan from director	-	(350,000)
Trade and other payables	8,790	(32,393)
Cash generated from operations	(17,993)	(435,325)
Financial charges paid	(23,525)	(69,967)
Taxes paid	(42,740)	(27,573)
WPPF and WWF	2	5,000
Payment to gratuity fund	(16,860)	(24,658)
Payment to superannuation fund	(14,816)	(16,898)
	(97,939)	(134,096)
Net cash from operating activities	(115,932)	(569,421)

	July to September 2013	July to September 2012
	Rupees in '000'	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred	(32,430)	(91,519)
Proceeds from sale of fixed assets	19,546	8,732
Long term investments	6,060	-
Long term deposits	2,698	2,722
Profit received on bank deposits	2,297	10,394
Dividend received	-	1,136
Net cash outflow from investing activities	(1,829)	(68,535)
CASH FLOWS FROM FINANCING ACTIVITIES		
Participation term finance certificates	-	1,254,668
Long Term Loan	-	(25)
Long Term Deposits	(1,887)	-
Dividend paid	(85)	(3)
Net cash from financing activities	(1,972)	1,254,640
NET INCREASE IN CASH AND CASH EQUIVALENTS	(119,733)	616,684
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	(238,153)	(1,100,198)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	(357,886)	(483,514)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	331,362	1,595,464
Finance under mark-up arrangements	(689,248)	(2,078,978)
	(357,886)	(483,514)

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013


Syed Shahid Ali
Chief Executive Officer


Muhammad Shafique Anjum
Director

Condensed Interim Consolidated Statement Of Changes In Shareholders Equity (Un-Audited)

For the period ended September 30, 2013

	Share Capital	Capital Reserve	Statutory Reserve	General Reserve	Fair Value Reserve	Unappropriated Profit	Total
	Rupees in '000'						
Balance as on June 30, 2012	418,222	8,949	179,960	266,400	3,019	1,137,871	2,014,421
Total comprehensive income for the period	-	-	-	-	1,047	126,270	127,317
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	-	-	-	-	-	1,299	1,299
Balance as on September 30, 2012	418,222	8,949	179,960	266,400	4,066	1,265,440	2,143,037
Balance as on June 30, 2013	418,222	8,949	212,091	266,400	1,687	1,241,334	2,148,683
Total comprehensive income for the period	-	-	-	-	(1,474)	184,232	182,758
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	-	-	-	-	-	1,299	1,299
Balance as on September 30, 2013	418,222	8,949	212,091	266,400	213	1,426,865	2,332,740

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013Syed Shahid Ali
Chief Executive OfficerMuhammad Shafique Anjum
Director

Notes To The Consolidated Condensed Interim Financial Information (Un-Audited)

For the period ended September 30, 2013

1. STATUS AND NATURE OF THE BUSINESS

The Group comprises:

Holding Company

Treet Corporation Limited (TCL)

Subsidiary Companies/ Undertakings

Global Econo Trade (Private) Limited (GET)
First Treet Manufacturing Modaraba (FTMM)
TCL Labor-Hire Company (Private) Limited (TCL Labor-Hire)
Treet Services (Private) Limited (TSL)
Treet Power Limited (TPL)

- 1.1 The Parent Company was incorporated in Pakistan on 22 January 1977 as a Public Limited Company under the Companies Act, 1913 (now Companies Ordinance, 1984). Its shares are listed on Karachi, Islamabad and Lahore Stock Exchanges. The principal activity of the Parent Company is to manufacture and sell razors and razor blades. The registered office of the Parent Company is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore.

GET was incorporated in Pakistan on 21 October 2004 as a Private Limited Company under the Companies Ordinance, 1984. The principal activity of GET is marketing and sale of razors and razor blades manufactured by the Parent Company, Soaps manufactured by First Treet Manufacturing Modaraba (FTMM) and manufacturing and sale of Motor Bikes. GET commenced its commercial operations from 01 January 2005. The registered office of GET is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore.

FTMM is a multi-purpose, perpetual and multi-dimensional Modaraba formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 on 27 July 2005 and Rules framed there under and is managed by GET, incorporated in Pakistan under the Companies Ordinance, 1984 and registered with Registrar of Modaraba Companies. The registered office of the FTMM is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore. FTMM is listed on Lahore Stock Exchange (Guarantee) Limited. FTMM is engaged in the manufacturing and sale of corrugated boxes, paper and soaps.

TCL-Labor Hire was incorporated in Pakistan on 18 September 2006 as a Private Limited Company under the Companies Ordinance, 1984. TCL-Labor Hire is engaged in the business of rendering professional and technical services and providing related workforce to the host companies / customers, under service agreements. The registered office of TCL-Labor Hire is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore.

TSL was incorporated in Pakistan on 26 October 2007 as a Private Limited Company under the Companies Ordinance, 1984. The Company is engaged in the business of whole range of industrial, administrative, technical and accounting control as well as janitorial and premises maintenance, providing of contractual employment and supply of labour. The registered office of TSL is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore.

TPL was incorporated on 20 November 2007 in Pakistan as an unquoted Public Limited Company under the Companies Ordinance, 1984. At present TPL is planning to set up an electric power generation project for generating, distribution and selling of electric power. The registered office of TPL is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore.

2. BASIS OF PREPARATION

This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the approved Accounting Standards as applicable in Pakistan relating to Interim Financial Reporting. This condensed interim financial information does not include all the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended 30 June 2013.

The condensed interim financial information is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984.

3. ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these financial statements are the same as those applied in preparation of financial statements for the year ended 30 June 2013. Revised International Accounting Standard (IAS) 1 "Presentation of Financial Statements" which is applicable for accounting years beginning on or after January 01, 2009, requires 'non-owner changes in equity' to be presented separately from owner changes in equity. All 'non-owner changes in equity' are to be shown in performance statement. Companies can choose whether to present one performance statement (the statement of comprehensive income) or two statements (profit and loss account and statement of comprehensive income).

The Company, however, has preferred to present two statements i.e., a Profit and Loss Account and a Statement of Comprehensive Income. This interim financial information has been prepared on the basis of revised disclosure requirements.

4. ESTIMATES

The preparation of condensed Interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimates uncertainty were the same as those that applied to the financial statements for the year ended 30 June 2013.

5. CONTINGENCIES AND COMMITMENTS

There is no material change in the position of contingent liabilities since the last audited published financial statements.

	3 Months ended	
	July to September 2013	July to September 2012
	Rupees in '000'	
6. SALES - Net		
Blades	1,012,894	860,341
Soaps	227,828	122,561
Packaging products	397,910	311,994
Paper and board	10,191	51,390
Motorbike project	63,417	75,365
	1,712,240	1,421,651
7. COST OF GOODS SOLD		
Blades	(752,205)	(602,514)
Soaps	(210,880)	(127,167)
Packaging products	(268,626)	(205,231)
Paper and board	(105,385)	(118,399)
Motorbike project	(78,428)	(73,147)
	(1,415,524)	(1,126,458)

8. TRANSACTIONS WITH RELATED PARTIES

The Company enters into transactions with related parties in the normal course of business on an arm's length basis. Prices for transactions with related parties are determined using admissible valuation methods.

	3 Months ended	
	July to September 2013	July to September 2012
	Rupees in '000'	
Purchases and services received	60,442	47,591
Goods sold and services rendered	-	5,734

9. This unaudited condensed interim financial information was authorized for issue by the Board of Directors on October 30, 2013.

10. GENERAL

10.1 Amounts have been rounded off to thousand rupees.

10.2 The Board of Directors in their meeting held on 01 October 2013 has proposed a final cash dividend of Rs. 2 per share (2012: Rs. 2 per share) for the year ended 30 June 2013 amounting to Rs. 83.644 million (2012: Rs. 83.644 million) for the approval of the members at the annual general meeting to be held on 31 October 2013. These consolidated condensed interim financial statements do not reflect this proposed dividend payable.

10.3 Following payment has been made on account of Participation Term Certificates (TCLTC) on October 26, 2013 and ordinary shares of the Company have also been credited to the TCLTC holders' CDS accounts and share certificates have been dispatched to their respective addresses in case of physical TCLTC holder. These consolidated condensed interim financial statements do not reflect these payments.

Payment Detail :	Per TCLTC Rupees	for 41,822,250 TCLTCs in Rs. 000
Principal Redemption in Cash	0.15	6,273
Minimum Profit Payment in Cash	4.14	173,144
Minimum Payment in Cash	4.29	179,417
Category "B" Payment (Additional Profit in Cash)	2.55	106,661
Total Profit in Cash	6.69	279,805
Total Payment in Cash	6.84	286,078
Principal Redemption through Conversion	4.14	173,144
No. of Shares through Conversion	0.07	2,927,557
Conversion Price per Share / Total Shares	59.14	173,144

Following is the detail of shares outstanding after issuance of shares on conversion of Participation Term Certificates:

	No. of Shares	Rupees in '000
Share capital :		
Before conversion	41,822,250	418,222
Addition on conversion	2,927,557	29,276
After conversion	44,749,807	447,498
Share premium :		
Before conversion		-
Addition on conversion		143,868
After conversion		143,868



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Financial Statements

For the period ended September 30, 2013

Condensed Interim Balance Sheet (Un-audited)

As At September 30, 2013

	September 2013 UN-AUDITED Rupees in '000'	June 2013 AUDITED Rupees in '000'
Property, plant and equipment	1,825,399	1,830,971
Long term investments	1,404,666	1,411,477
Long term deposits	10,284	12,190
	3,240,349	3,254,638
CURRENT ASSETS		
Stores and spares	153,759	121,476
Stock-in-trade	439,573	497,139
Trade debts - unsecured considered good	406,035	347,524
Short term investments	649,873	506,653
Loans, advances, deposits, prepayments and other receivables	524,255	446,133
Cash and bank balances	152,786	65,983
	2,326,281	1,984,908
CURRENT LIABILITIES		
Current portion of non-current liabilities	179,417	179,417
Finance under mark-up-arrangements - secured	689,248	576,180
Trade and other payables	763,498	743,082
Provision for taxation	15,199	6,578
	1,647,362	1,505,257
NET CURRENT ASSETS	678,919	479,651
NET ASSETS	3,919,268	3,734,289
FINANCED BY:		
Issued, subscribed and paid-up capital	418,222	418,222
Reserves	275,562	277,036
Unappropriated profit	1,347,158	1,157,296
SHARE HOLDERS' EQUITY	2,040,942	1,852,554
Participation term finance certificates	1,075,251	1,075,251
Surplus on revaluation of fixed assets	738,211	739,510
Long term deposits	271	2,381
Deferred liabilities	64,593	64,593
Contingencies and commitments	6	-
	3,919,268	3,734,289

The attached notes 1 to 11 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013Syed Shahid Ali
Chief Executive OfficerMuhammad Shafique Anjum
Director

Condensed Interim Profit And Loss Account (Un-Audited)

For the period ended September 30, 2013

	Note	3 Months ended	
		July to September 2013	July to September 2012
		Rupees in '000'	
Revenue and Sales -Net	7	1,012,894	834,133
Cost of Goods Sold	8	(752,291)	(585,491)
Gross Profit		260,603	248,642
Operating expenses :			
- Administrative expenses		(32,941)	(41,570)
- Selling & distribution expenses		(123,335)	(116,072)
		(156,276)	(157,642)
Operating Profit		104,327	91,000
Other income		203,565	68,478
		307,892	159,478
Financial expenses		(16,337)	(49,874)
Financial charges Treet-PTC		(79,754)	-
		211,801	109,604
Workers' Profit Participation Fund		(10,590)	(5,480)
Workers' Welfare Fund		(4,024)	(1,108)
		(14,614)	(6,588)
Profit before taxation		197,187	103,016
Taxation		(8,624)	(22,014)
Profit after taxation		188,563	81,002
Earnings per share		4.51	1.94

The attached notes 1 to 11 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013Syed Shahid Ali
Chief Executive OfficerMuhammad Shafique Anjum
Director

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the period ended September 30, 2013

	3 Months ended	
	July to September 2013	July to September 2012
	Rupees in '000'	
Profit after taxation	188,563	80,997
Other comprehensive income		
Available -for -sale financial assets		
Transfer to profit and loss account on disposal	(808)	-
Fair value adjustment	(666)	1,048
	(1,474)	1,048
Total comprehensive income for the period	187,089	82,045

Appropriations have been reflected in the statement of changes in equity.

The attached notes 1 to 11 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Condensed Interim Cash Flow Statement (Un-Audited)

For the period ended September 30, 2013

	July to September 2013	July to September 2012
	Rupees in '000'	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	197,187	103,016
Adjustments for non-cash items :		
Financial charges for the period	16,337	49,874
Financial charges Treet-PTC	79,754	-
Depreciation on property, plant and equipment	27,419	25,106
Depreciation on investment property	-	189
Provision for gratuity	3,373	3,121
Provision for superannuation fund scheme	3,215	3,149
Profit on bank deposits	(445)	(2,301)
Realization of fair value reserve	(808)	-
Dividend income	-	(1,031)
Provision for WPPF and WWF	14,614	6,588
Gain on sale of fixed assets	(14,229)	(4,292)
	129,230	80,403
Operating profit before working capital changes	326,417	183,419
(Increase) / decrease in operating assets:		
Stores and spares	(32,283)	9,512
Stock-in-trade	57,566	19,127
Trade debts	(58,511)	73,248
Short term investments	(143,220)	(53,072)
Loans, advances, deposits, prepayments and other receivables	(61,657)	(93,222)
	(238,105)	(44,407)
Increase / (decrease) in operating liabilities		
Loan from director	-	(350,000)
Trade and other payables	(32,893)	(15,629)
Cash generated from operations	55,419	(226,617)
Financial charges paid	(23,424)	(69,394)
Taxes paid	(25,260)	(16,205)
WPPF and WWF	-	5,000
Payment to gratuity fund	(16,860)	(24,658)
Payment to superannuation fund	(14,816)	(16,898)
	(80,360)	(122,155)
Net cash from operating activities	(24,941)	(348,772)

	July to September 2013	July to September 2012
	Rupees in '000'	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred	(27,165)	(89,023)
Proceeds from sale of fixed assets	19,546	8,732
Long term investments	6,145	-
Long term deposits	1,906	2,072
Profit received on bank deposits	445	2,301
Dividend received	-	1,136
Net cash outflow from investing activities	877	(74,782)
CASH FLOWS FROM FINANCING ACTIVITIES		
Participation term finance certificates	-	1,254,668
Long Term Deposits	(2,110)	(25)
Dividend paid	(92)	(3)
Net cash from financing activities	(2,202)	1,254,640
NET INCREASE IN CASH AND CASH EQUIVALENTS	(26,266)	831,086
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	(510,196)	(1,560,579)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	(536,462)	(729,493)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	152,786	1,349,485
Finance under mark-up arrangements	(689,248)	(2,078,978)
	(536,462)	(729,493)

The attached notes 1 to 11 form an integral part of this condensed interim financial information.




Condensed Interim Statement Of Changes In Shareholders Equity (Un-Audited)

For the period ended September 30, 2013

	Share Capital	Capital Reserve	General Reserve	Fair Value Reserve	Unappropriated Profit	Total
	Rupees in '000'					
Balance as on June 30, 2012	418,222	8,949	266,400	3,019	1,017,016	1,713,606
Total comprehensive income for the period	-	-	-	1,048	80,997	82,045
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	-	-	-	-	1,299	1,299
Balance as on September 30, 2012	418,222	8,949	266,400	4,067	1,099,312	1,796,950
Balance as on June 30, 2013	418,222	8,949	266,400	1,687	1,157,296	1,852,554
Total comprehensive income for the period	-	-	-	(1,474)	188,563	187,089
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	-	-	-	-	1,299	1,299
Balance as on September 30, 2013	418,222	8,949	266,400	213	1,347,158	2,040,942

The attached notes 1 to 11 form an integral part of this condensed interim financial information.

LAHORE
October 30, 2013Syed Shahid Ali
Chief Executive OfficerMuhammad Shafique Anjum
Director

Notes To The Condensed Interim Financial Information (Un-Audited)

For the period ended September 30, 2013

1 STATUS AND NATURE OF BUSINESS

Treet Corporation Limited ("the Company") was incorporated in Pakistan on 22 January 1977 as a Public Limited Company under the Company's Act 1913 (now Companies Ordinance 1984). Its shares are listed on Karachi, Islamabad and Lahore Stock Exchanges. The principal activity of the Company is to manufacture and sale of razors and razor blades. The registered office of the Company is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore.

2 BASIS OF PREPARATION

The condensed interim financial information has been presented in condensed form in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. This condensed interim information is unaudited and is being submitted to shareholders in accordance with the requirements of section 245 of the Companies Ordinance, 1984. 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 for the year ended 30 June 2013.

3 ACCOUNTING POLICIES

Accounting policies adopted for the preparation of these condensed financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended 30 June 2013. Revised International Accounting Standard (IAS) 1 "Presentation of Financial Statements" which is applicable for accounting years beginning on or after January 01, 2009, requires 'non-owner changes in equity' to be presented separately from owner changes in equity. All 'non-owner changes in equity' are to be shown in performance statement. Companies can choose whether to present one performance statement (the statement of comprehensive income) or two statements (profit and loss account and statement of comprehensive income).

The Company, however, has preferred to present two statements i.e., a Profit and Loss Account and a Statement of Comprehensive Income. This interim financial information has been prepared on the basis of revised disclosure requirements.

4 ESTIMATES

The preparation of condensed Interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimates uncertainty were the same as those that applied to the financial statements for the year ended 30 June 2013.

The provision for taxation for the period has been made on an estimated basis.

5 PROPERTY, PLANT AND EQUIPMENT

The following acquisitions and disposals have been made during 3 months ended September 30, 2013

	Acquisitions (Cost)	Disposals (Book Value)
Building on freehold land	1,568	-
Plant and machinery	700	-
Furniture and equipment	1,305	114
Vehicles	17,532	4,893
	21,105	5,007

6. CONTINGENCIES AND COMMITMENTS

There are no significant changes in the contingent liabilities and commitments since the last audited published financial statements.

	3 Months ended	
	July to September 2013	July to September 2012
Rupees in '000'		
7. SALES - Net		
Local	560,212	503,318
Export	452,682	330,815
	1,012,894	834,133
8. COST OF GOODS SOLD		
Raw and packing material consumed	(389,907)	(297,468)
Stores and spares consumed	(36,186)	(15,630)
Salaries, wages and other benefits	(137,690)	(137,740)
Fuel and power	(87,461)	(57,121)
Depreciation	(18,849)	(17,120)
Others	(28,049)	(29,470)
	(698,142)	(554,549)
Opening stock of work-in-process	(47,273)	(47,305)
Closing stock of work-in-process	46,579	35,946
Cost of goods manufactured	(698,836)	(565,908)
Opening stock of finished goods	(87,478)	(60,305)
Closing stock of finished goods	34,097	40,722
	(752,217)	(585,491)
9. TRANSACTIONS WITH RELATED PARTIES		
Subsidiary		
- Purchases and services received	55,701	43,708
- Goods sold and services rendered	-	26,208
Associates		
- Purchases and services received	31,254	33,979

The Company enters into transactions with related parties on an arm's length basis. Prices for transactions with related parties are determined using admissible valuation methods.

10. This unaudited condensed interim financial information was authorized for issue by the board of directors on October 30, 2013.

11. GENERAL

11.1 Amounts have been rounded off to thousand rupees.

11.2 The Board of Directors in their meeting held on 01 October 2013 has proposed a final cash dividend of Rs. 2 per share (2012: Rs. 2 per share) for the year ended 30 June 2013 amounting to Rs. 83.644 million (2012: Rs. 83.644 million) for the approval of the members at the annual general meeting to be held on 31 October 2013. These condensed interim financial statements do not reflect this proposed dividend payable.

11.3 Following payment has been made on account of Participation Term Certificates (TCLTC) on October 26, 2013 and ordinary shares of the Company have also been credited to the TCLTC holders' CDS accounts and share certificates have been dispatched to their respective addresses in case of physical TCLTC holder. These condensed interim financial statements do not reflect these payments.

Payment Detail :	Per TCLTC Rupees	for 41,822,250 TCLTCs in Rs. 000
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Conversion Price per Share / Total Shares	59.14	173,144

Following is the detail of shares outstanding after issuance of shares on conversion of Participation Term Certificates:

	No. of Shares	Rupees in '000
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Before conversion	41,822,250	418,222
Addition on conversion	2,927,557	29,276
After conversion	44,749,807	447,498
Share premium :		
Before conversion		-
Addition on conversion		143,868
After conversion		143,868



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