BALANCE SHEET AS AT SEPTEMBER 30, 2012

	Note	2012 Rupees	2011 Rupees
ASSETS			
Non-Current Assets			
Property, plant and equipment	4	**1,163,459,026**	836,759,233
Long term deposits	5	**40,000**	40,000
Intangible assets	6	**669,184**	666,667
		1,164,168,210	837,465,900
Current Assets			
Biological assets	7	**112,513**	1,228,264
Stores and spares	8	**90,226,603**	57,476,967
Stock in trade	9	**1,133,237,021**	238,984,388
Short term investments	10	**18,814,639**	18,814,639
Trade debts - considered good	11	**37,843,149**	40,743,177
Loans and advances - considered good	12	**78,099,520**	57,371,622
Deposits and prepayments	13	**33,483,953**	3,435,040
Others receivables - considered good		**766,921**	766,498
Interest accrued		**561,420**	9,789
Tax refund due from government		**10,514,313**	5,801,024
Cash and bank balances	14	**46,106,465**	103,039,650
		1,449,766,517	527,671,058
Total Assets		**2,613,934,727**	1,365,136,958
EQUITY AND LIABILITIES			
Authorized Share Capital			
10,000,000 Ordinary shares of Rs. 10 each		**100,000,000**	100,000,000
Issued, subscribed and paid-up capital	15	**57,636,540**	57,636,540
Reserves			
Revenue Reserves			
General reserve		**200,000,000**	100,000,000
Accumulated profit		**112,185,754**	172,538,222
		312,185,754	272,538,222
Shareholders' Equity		**369,822,294**	330,174,762
Surplus on revaluation of property, plant and equipment - net	16	**244,649,461**	255,995,591
Non-Current Liabilities			
Director's subordinated loan	17	**239,324,437**	239,324,437
Long term finances	18	**200,000,000**	14,666,665
Liabilities against assets subject to finance lease	19	**-**	-
Deferred liabilities	20	**241,456,020**	231,017,048
		680,780,457	485,008,150
Current Liabilities			
Short term borrowings	21	**515,251,863**	100,000,000
Trade and other payables	22	**759,623,769**	110,551,904
Accrued markup		**6,318,588**	89,001
Current maturity of non-current liabilities	23	**-**	19,990,058
Unclaimed dividend		**2,444,807**	2,250,480
Provision for taxation		**35,043,488**	61,077,012
		1,318,682,515	293,958,455
Contingencies and Commitments	24	**-**	-
Total Equity and Liabilities		**2,613,934,727**	1,365,136,958

The annexed notes from 1 to 44 form an integral part of these financial statements.

GHULAM AHMED ADAM Chief Executive	JUNAID G.ADAM Director

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Note	2012 Rupees	2011 Rupees
Sales - net	25	**1,535,411,250**	2,440,692,655
Cost of sales	26	**(1,363,541,357)**	(2,231,510,507)
Gross profit		**171,869,893**	209,182,148
Administrative expenses	27	**(52,187,960)**	(38,639,727)
Selling and distribution expenses	28	**(3,474,761)**	(2,270,799)
		(55,662,721)	(40,910,526)
Operating profit		**116,207,172**	168,271,622
Other operating income	29	**26,878,455**	8,967,218
		143,085,627	177,238,840
Finance cost	30	**(76,433,948)**	(97,224,538)
Other operating charges	31	**(4,598,966)**	(5,312,470)
		(81,032,914)	(102,537,008)
Profit before taxation		**62,052,713**	74,701,832
Taxation	32	**(19,342,176)**	(27,773,985)
Profit after taxation		**42,710,537**	46,927,847
Earning per share - basic and diluted	33	**7.41**	8.14

The annexed notes from 1 to 44 form an integral part of these financial statements.

GHULAM AHMED ADAM
Chief Executive

JUNAID G.ADAM
Director

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED SEPTEMBER 30, 2012

	2012 Rupees	2011 Rupees
Profit after taxation	**42,710,537**	46,927,847
Other comprehensive income		
Incremental depreciation transferred from surplus	**17,455,584**	18,433,175
Less: Related deferred tax	**(6,109,454)**	(6,451,611)
	11,346,130	11,981,564
Total comprehensive income for the year	**54,056,667**	58,909,411

The annexed notes from 1 to 44 form an integral part of these financial statements.

GHULAM AHMED ADAM
Chief Executive

JUNAID G.ADAM
Director

CASH FLOW STATEMENT FOR THE YEAR ENDED SEPTEMBER 30, 2012

	2012 Rupees	2011 Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	**62,052,713**	74,701,832
Adjustments:		
Depreciation	**45,832,667**	44,535,144
Amortization of intangible assets	**206,983**	200,000
Finance cost	**76,433,948**	97,224,538
Provision for gratuity	**174,016**	48,835
Workers' Profit Participation Fund	**3,332,584**	4,000,715
Workers' Welfare Fund	**1,266,382**	1,311,755
Gain on sale of fixed assets	**(3,090,471)**	(12,695)
Unrealized farming loss	**2,796,575**	-
	126,952,684	147,308,292
Cash generated from operating activities before working capital changes	**189,005,397**	222,010,124
Working capital changes:		
Decrease / (increase) in current assets		
Biological assets	**(1,680,824)**	(743,915)
Stores and spares	**(32,749,636)**	(1,446,918)
Stock in trade	**(894,252,633)**	(230,535,304)
Trade debts	**2,900,028**	181,806,223
Loans and advances	**(11,591,503)**	(20,791,241)
Deposits and prepayments	**(31,641,487)**	(2,695,644)
Interest accrued	**(551,631)**	274,982
Others receivables	**(423)**	(443,217)
	(969,568,109)	(74,575,034)
Increase / (decrease) in current liabilities		
Trade and other payables	**642,498,419**	39,595,496
	(327,069,690)	(34,979,538)
Net cash (used in) / generated from operations after working capital changes	**(138,064,293)**	187,030,586
Financial charges paid	**(68,229,881)**	(95,985,221)
Gratuity paid	**(34,375)**	(125,800)
Dividend paid	**(14,214,808)**	(14,260,393)
Taxes paid	**(47,333,479)**	(14,859,619)
Long term deposits	**-**	1,237,400
Net cash (used in) / generated from operating activities	**(267,876,836)**	63,036,953

	2012 Rupees	2011 Rupees
B. CASH FLOW FROM INVESTING ACTIVITIES		
Additions in operating fixed assets	**(97,906,059)**	(51,665,747)
Additions in capital work in progress	**(275,435,930)**	(3,655,448)
Purchase of intangibles	**(209,500)**	-
Sale proceeds of fixed assets	**3,900,000**	210,000
Net cash used in investing activities	**(369,651,489)**	(55,111,195)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term finance - net	**(29,333,332)**	(14,666,667)
Receipt of long term finances	**200,000,000**	-
Receipt of short term borrowings - net	**415,251,863**	100,000,000
Repayment of lease liabilities	**(5,323,391)**	(5,489,407)
Net cash generated from financing activities	**580,595,140**	79,843,926
Net (decrease) / increase in cash and cash equivalent (A+B+C)	**(56,933,185)**	87,769,684
Cash and cash equivalents at beginning of year	**121,854,289**	34,084,605
Cash and cash equivalents at end of year	**64,921,104**	121,854,289
Cash and cash equivalents		
Cash and bank balances	**46,106,465**	103,039,650
Short term investments	**18,814,639**	18,814,639
	64,921,104	121,854,289

The annexed notes from 1 to 44 form an integral part of these financial statements.

GHULAM AHMED ADAM
Chief Executive

JUNAID G.ADAM
Director

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED SEPTEMBER 30, 2012

Description	Share Capital	Revenue Reserves			Total
		General Reserves	Accumulated Profit	Total	
	Rupees				
Balance as at September 30, 2010	**57,636,540**	**15,000,000**	**213,037,946**	**228,037,946**	**285,674,486**
Profit for the year	-	-	46,927,847	46,927,847	46,927,847
Transferred from surplus on revaluation on account of incremental depreciation - net of deferred tax	-	-	11,981,564	11,981,564	11,981,564
Total comprehensive income	-	-	58,909,411	58,909,411	58,909,411
Owners transactions					
Transfer to general reserve	-	85,000,000	(85,000,000)	-	-
Final dividend paid @ 25% (Rupees 2.5 per share) for the year ended September 30, 2010	-	-	(14,409,135)	(14,409,135)	(14,409,135)
Balance as at September 30, 2011	**57,636,540**	**100,000,000**	**172,538,222**	**272,538,222**	**330,174,762**
Profit for the year	-	-	42,710,537	42,710,537	42,710,537
Transferred from surplus on revaluation on account of incremental depreciation - net of deferred tax	-	-	11,346,130	11,346,130	11,346,130
Total comprehensive income	-	-	54,056,667	54,056,667	54,056,667
Owners transactions					
Transfer to general reserve	-	100,000,000	(100,000,000)	-	-
Final dividend paid @ 25% (Rupee 2.5 per share) for the year ended September 30, 2011	-	-	(14,409,135)	(14,409,135)	(14,409,135)
Balance as at September 30, 2012	**57,636,540**	**200,000,000**	**112,185,754**	**312,185,754**	**369,822,294**

The general reserves and accumulated profit can be utilized for meeting any contingencies and for distribution of profits by way of dividends.

The annexed notes from 1 to 44 form an integral part of these financial statements

GHULAM AHMED ADAM
Chief Executive

JUNAID G.ADAM
Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2012

1 COMPANY AND ITS OPERATIONS

Adam Sugar Mills Limited (the Company) was incorporated in Pakistan in 1965 in the name of Bahawalnagar Sugar Mills Limited as a public limited company. In 1985, the name of the Company was changed to Adam Sugar Mills Limited. The shares of the Company are quoted on Karachi and Lahore stock exchanges. The Company is principally engaged in the manufacturing and sale of sugar. The registered office of the Company is situated at first floor Haji Adam Chambers, Altaf Hussain Road, New Challi, Karachi and its factory is situated in Chak # 4, Fordwah, Chishtian, district Bahawalnagar, Punjab.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These financial statements have been prepared in accordance with approved accounting standards, as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

2.2 Basis of Measurement

These financial statements have been prepared under the historical cost convention, except as otherwise disclosed in these notes. Further, accrual basis of accounting is followed except for cash flow information.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani rupees which is the functional currency of the Company.

2.4 Critical accounting estimates and judgments

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments made by management in the application of approved accounting standards, as applicable in Pakistan, that have significant effect on the financial statements and estimates with a significant risk of material judgment in the next year are as follows:

Property, plant, equipment and intangible asset

The Company reviews the appropriateness of rate of depreciation / amortization, useful life and residual value used in calculation of depreciation / amortization. Further, the Company reviews the value of the assets for possible impairment on an annual basis. Any change in the estimates in future years might affect the carrying amounts of the respective items of property, plant, equipment and intangible asset with a corresponding effect on the depreciation / amortization charge and impairment.

Stock in trade and stores and spares

The Company reviews the net realizable value of stock-in-trade and stores and spares parts to assess any diminution in the respective carrying values. Net realizable values are estimated with reference to the estimated selling price in the ordinary course of business less the estimated cost necessary to make the sale.

Trade debtors

The Company reviews its receivables against any provision required for any doubtful balances on a on-going basis. The provision is made while taking into consideration expected recoveries, if any.

Taxation

In making the estimates for income taxes currently payable by the Company, the management looks at the current income tax law and the decisions of appellate authorities on certain issues in the past.

Staff retirement benefits - Gratuity

Certain actuarial assumptions have been adopted as disclosed in the relevant note to the financial statements for valuation of present value of defined benefit obligations. Any changes in these assumptions in future years might affect gains and losses in those years.

2.5 Standards, amendments and interpretations which became effective during the year

During the year certain amendments to Standards and new interpretations became effective however they did not have any material effect on the financial statements of the Company.

2.6 New / revised accounting standards, amendments to published accounting standards, and interpretations that are not yet effective

The following standards, amendments and interpretations of approved accounting standards are only effective for annual periods beginning from the dates specified below. These standards are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements, other than increased disclosures in certain cases:

Standards or Interpretations		***(effective for annual periods beginning on or after)***
IAS 1	Presentation of financial statements - Amendments to revise the way other comprehensive income is presented.	July 1, 2012
IAS 12	Income tax (amendment) - Deferred taxes : Recovery of underlying assets.	January 1, 2012
IAS 28	Investments in Associates and Joint Ventures (2011) - IAS 28 (2011) makes the amendments to apply IFRS 5 to an investment, or a portion of an investment, in a associate or a joint venture that meets the criteria to be classified as held for sale; and on cessation of significant influence or joint control, even if an investment in an associate becomes an investment in a joint venture.	January 1, 2013
IAS 32	Offsetting financial assets and financial liabilities (amendments to IAS 32) - The amendments address inconsistencies in current practice when applying the offsetting criteria in IAS 32 - Financial instruments: Presentation. The amendments clarify the meaning of 'currently has a legally enforceable right of setoff'; and that some gross settlement systems may be considered equivalent to net settlement.	January 1, 2014
IAS 7	Offsetting financial assets and financial liabilities (amendments to IFRS 7) - The amendments to IFRS 7 contain new disclosure requirements for financial assets and liabilities that are offset in the statement of financial position or subject to master netting agreement or similar arrangement.	January 1, 2013
IFRIC 20	Stripping cost in the production phase of surface mining. The interpretation requires production stripping cost in a surface mine to be capitalised if certain criteria are met.	January 1, 2013

The Company expects that the adoption of the above standards and interpretations will not have any material impact on its financial statements in the period of initial application.

In addition to the above, amendments to various accounting standards have also been issued by the IASB (International Accounting Standards Board). Such improvements are generally effective for accounting periods beginning on or after January 01, 2012. The Company expects that such improvements to the standards will not have any material impact on the Company's financial statements in the period of initial application.

Further, the following new standards have been issued by IASB which are yet to be notified by the Securities and Exchange Commission of Pakistan (SECP) for the purpose of applicability in Pakistan

Standards		*Effective for annual periods beginning on or after*
IFRS 9	Financial Instruments	January 1, 2015
IFRS 10	Consolidated Financial Statements	January 1, 2013
IFRS 11	Joint Arrangements	January 1, 2013
IFRS 12	Disclosure of Interests in Other Entities	January 1, 2013
IFRS 13	Fair Value Measurement	January 1, 2013

3 SUMMARY OF SIGNIFICANT POLICIES

The principal accounting policies adopted in preparing these financial statements are as follows:

3.1 Property, plant and equipment

Owned

Property, plant and equipment are initially recognized at cost. Subsequent to initial recognition these are stated at cost or revalued amount less accumulated depreciation and impairment losses, if any except for freehold land which is stated at revalued amount.

Depreciation is charged to income by applying the diminishing balance method whereby the cost of an asset is written off over its useful life at the rates specified in note 4 to the financial statement. Depreciation is charged from the month of purchase while no depreciation is charged on disposal of assets from the month of disposal.

Gains and losses on disposal of property, plant and equipment are taken in to profit and loss account . Maintenance and normal repairs are charged to income as and when incurred while major improvements, if any, are capitalized.

Leased

These are stated at lower of present value of minimum lease payments under the lease agreements and the fair value of assets acquired on lease. Aggregate amounts of obligations relating to assets subject to finance lease is accounted for at net present value of liabilities. Assets so acquired are depreciated by applying reducing balance method at the rates specified in the relevant note. Depreciation is charged on additions during the year from the month of purchase while no depreciation is charged on disposal of assets from the month of disposal.

Financial charge is allocated to accounting period in a manner so as to provide a constant periodic rate of charge on the outstanding liability.

3.2 Intangible asset

This is initially stated at cost and subsequently carried at cost less accumulated amortization and accumulated impairment loss, if any. Amortization is charged applying straight line method over estimated useful life.

Amortization on addition is charged from the month in which an asset is acquired while no amortization is charged from the month in which the asset is disposed off.

3.3 Capital work in progress

These are stated at cost less impairment, if any, and represents expenditure on fixed assets in the course of construction and installation. Transfers are made to relevant fixed asset category as and when assets are available for their intended use.

3.4 Stores and spares

These are valued at lower of the moving average cost or net realizable value. Net realizable value comprise of estimated selling price in the ordinary course of the business less estimated cost necessary to make the sale. Provision is made for items considered obsolete and slow moving. Items in transit are valued at cost comprising invoice price and other charges paid thereon.

3.5 Stock in trade

These are valued at lower of weighted average cost and net realizable value. Cost is determined as follows:

Work in process	Prime cost plus proportionate allocation of manufacturing overheads based on stage of completion.
Finished goods	Prime cost plus an appropriate allocation of manufacturing
Stock of by product	Net realizable value.

Net realizable value comprises of estimated selling price in the ordinary course of the business less estimated cost necessary to make the sale.

3.6 Trade and other receivables

Trade debts and other receivables are recognized initially at fair value and subsequently measured at amortized cost net of provision for uncollectable amounts, if any. A provision for uncollectable amounts is established when there is an objective evidence that the Company will not be able to collect due amounts. Trade debts and other receivables considered irrecoverable are written off.

3.7 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flows statement, cash and cash equivalents consist of cash in hand, balances with banks.

3.8 Loans, advances, deposits and prepayments

These are stated at their nominal values net of any allowance for uncollectable amounts (if any).

3.9 Staff retirement benefits

Defined Contribution Plan

The Company operates a funded provident fund scheme covering permanent employees of mill. Equal contribution are made by both employer and employees.

Defined Benefit Plan

The Company also operates an unfunded gratuity scheme for its permanent employees. Provisions are made in the financial statements to cover the obligations using the projected unit credit method. Actuarial gains / losses are amortized over the expected future service of the employees.

3.10 Taxation

Current

Provision for current taxation is based on the provisions of the Income Tax Ordinance, 2001.

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and their tax base, to the extent of probability that taxable profits will be available against which these deductible temporary differences can be utilized. Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled.

The carrying amount of deferred tax asset is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of deferred tax asset to be recognized. Unrecognized deferred tax assets are reassessed at each balance sheet date and are recognized to the extent that it has become probable that future taxable profit will allow deferred tax asset to be recovered.

3.11 Trade and other payables

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Company.

3.12 Financial instruments

All financial assets and liabilities are initially measured at fair value, and subsequently measured at fair value or amortized cost as the case may be. The Company derecognizes the financial assets and financial liabilities when it ceases to be a party to such contractual provisions of the instruments.

3.13 Off-setting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if the Company has a legally enforceable right to set off the recognized amounts and intends either to settle on net basis or to realize the assets and settle the liabilities simultaneously.

3.14 Impairment

The carrying amounts of assets are reviewed at each balance sheet date to determine whether there is any objective evidence that an asset or group of assets may be impaired. If any such evidence exists, the asset or group of assets' recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognized in profit and loss account.

3.15 Related party transactions

All transactions with related parties are carried out by the company at arms length prices using the admissible valuation methods except loan from directors which is interest free.

3.16 Translation of foreign currencies

Transaction in foreign currencies are recorded into rupees at the rates approximating those prevailing on the date of each transaction. Monetary assets and liabilities in foreign currencies are reported in rupees using the exchange rates approximating those prevailing on the balance sheet date. Exchange differences are included in income currently.

3.17 Revenue recognition

Revenue from sales is recognized on dispatch of goods to customers.

Rent income is recorded on accrual basis as per terms of agreement.

Return on bank deposits is recognized on accrual basis.

3.18 Dividend to share holders

Dividend is recognized as a liability in the period in which it is approved and declared.

3.19 Provisions

Provision are recognized when the Company has a legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

3.20 Borrowing cost

Borrowing and other related costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

3.21 Biological asset

Biological assets are measured at their fair value less their point of sale costs. Gain / (loss) on such measurement is recognized in profit and loss account. Gain / (loss) on disposal of biological asset is recognized in profit and loss account in the year of disposal.

	Note	2012 Rupees	2011 Rupees
4 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	**882,595,204**	831,331,341
Capital work in progress	4.4	**280,863,822**	5,427,892
		1,163,459,026	836,759,233

4.1 Operating fixed assets

Particulars	Freehold land	Factory building on freehold land	Non-factory building on freehold land	Plant and Machinery	Building construction machinery	Railway siding
At September 30, 2010						
Cost / revaluation	36,100,000	69,724,547	12,185,595	1,044,561,301	238,125	2,191,346
Accumulated depreciation	-	35,006,649	5,800,459	331,991,771	234,251	2,155,913
Net book value	36,100,000	34,717,898	6,385,136	712,569,530	3,874	35,433
Year ended September 30, 2011						
Additions	-	2,446,569	-	45,020,912	-	-
Disposals						
- Cost	-	-	-	-	-	-
- Depreciation	-	-	-	-	-	-
Depreciation charged	-	3,692,853	319,257	37,106,679	349	3,543
Net book value as at September 30, 2011	36,100,000	33,471,614	6,065,879	720,483,763	3,525	31,890
Year ended September 30, 2012						
Additions	12,405,000	815,114	3,632,830	63,112,678	-	-
Disposals						
- Cost	-	-	-	-	-	-
- Depreciation	-	-	-	-	-	-
Depreciation charged	-	3,371,281	427,142	37,542,965	317	3,189
Net book value as at September 30, 2012	**48,505,000**	**30,915,447**	**9,271,567**	**746,053,476**	**3,208**	**28,701**
At September 30, 2011						
Cost / revaluation	36,100,000	72,171,116	12,185,595	1,089,582,213	238,125	2,191,346
Accumulated depreciation	-	38,699,502	6,119,716	369,098,450	234,600	2,159,456
Net book value	36,100,000	33,471,614	6,065,879	720,483,763	3,525	31,890
At September 30, 2012						
Cost / revaluation	**48,505,000**	**72,986,230**	**15,818,425**	**1,152,694,891**	**238,125**	**2,191,346**
Accumulated depreciation	**-**	**42,070,783**	**6,546,858**	**406,641,415**	**234,917**	**2,162,645**
Net book value	**48,505,000**	**30,915,447**	**9,271,567**	**746,053,476**	**3,208**	**28,701**
Rate of depreciation %	**-**	**10**	**5**	**5**	**9**	**10**

Owned									Leased	
Vehicles	Office equipments	Computer and other equipments	Furniture and fixtures	Electrical equipments	Water connection and electric installations	Tools and other equipments	Arms and ammunition	Air conditioners and refrigerators	Plant and machinery	Total
---------- Rupees ----------										
20,733,983	1,645,038	3,740,570	3,302,667	1,056,759	2,497,536	8,294,347	-	1,547,394	25,000,000	1,232,819,208
13,620,981	1,194,510	2,055,219	2,073,261	545,114	2,226,974	6,685,942	-	996,567	3,833,554	408,421,165
7,113,002	450,528	1,685,351	1,229,406	511,645	270,562	1,608,405	-	550,827	21,166,446	824,398,043
	21,698	383,440	314,730		1,617,318	1,749,080	-	112,000	-	51,665,747
469,000	-	-	-	-	-	-	-	-	-	469,000
(271,695)	-	-	-	-	-	-	-	-	-	(271,695)
197,305										197,305
1,383,139	45,162	189,030	147,705	46,048	66,250	390,547	-	86,260	1,058,322	44,535,144
5,532,558	427,064	1,879,761	1,396,431	465,597	1,821,630	2,966,938	-	576,567	20,108,124	831,331,341
10,093,060	828,400	361,566	371,044	3,712,647	-	2,422,720	151,000	-	-	97,906,059
1,346,240										
5,266,980	-	-	-	-	-	-	-	-	-	5,266,980
(4,457,451)	-	-	-	-	-	-	-	-	-	(4,457,451)
809,529										809,529
1,829,606	83,959	206,628	153,497	189,163	273,245	651,449	8,350	86,470	1,005,406	45,832,667
12,986,483	**1,171,505**	**2,034,699**	**1,613,978**	**3,989,081**	**1,548,385**	**4,738,209**	**142,650**	**490,097**	**19,102,718**	**882,595,204**
20,264,983	1,666,736	4,124,010	3,617,397	1,056,759	4,114,854	10,043,427	-	1,659,394	25,000,000	1,284,015,955
14,732,425	1,239,672	2,244,249	2,220,966	591,162	2,293,224	7,076,489	-	1,082,827	4,891,876	452,684,614
5,532,558	427,064	1,879,761	1,396,431	465,597	1,821,630	2,966,938	-	576,567	20,108,124	831,331,341
25,091,063	**2,495,136**	**4,485,576**	**3,988,441**	**4,769,406**	**4,114,854**	**12,466,147**	**151,000**	**1,659,394**	**25,000,000**	**1,376,655,034**
12,104,580	**1,323,631**	**2,450,877**	**2,374,463**	**780,325**	**2,566,469**	**7,727,938**	**8,350**	**1,169,297**	**5,897,282**	**494,059,830**
12,986,483	**1,171,505**	**2,034,699**	**1,613,978**	**3,989,081**	**1,548,385**	**4,738,209**	**142,650**	**490,097**	**19,102,718**	**882,595,204**
20	**10**	**10**	**10**	**9**	**15**	**15**	**10**	**15**	**5**	

4.2 The following assets were disposed off during the year:

Particulars	Cost	Accumulated depreciation	Written Down Value	Sales Proceed	Gain on disposal	Mode of disposal	Particulars of buyers
		- - - - - - - - Rupees - - - - - - - -					
Belarus Tractor BNE - 2473	105,720	105,487	233	150,000	149,767	Negotiation	Rao Kashif
Suzuki Jeep Potohar BC - 7161	434,410	417,733	16,677	177,111	160,434	Negotiation	Rao Kashif
Suzuki Jeep Potohar BNE - 9493	608,000	556,636	51,364	545,490	494,126	Negotiation	Rao Kashif
Suzuki Baleno AGU - 191	739,000	584,020	154,980	500,000	345,020	Negotiation	Ulfat Rasool
Toyota Corolla -XLI- ARS - 804	1,014,000	608,690	405,310	1,025,000	619,690	Negotiation	Tariq Mehmood
Suzuki Jeep Potohar BNE - 5453	578,925	543,462	35,464	376,626	341,163	Negotiation	Rao Kashif
Suzuki Jeep Potohar BNE - 5454	578,925	543,462	35,464	376,626	341,163	Negotiation	Rao Kashif
Suzuki Jeep Potohar BNE - 8274	469,000	445,540	23,460	249,147	225,687	Negotiation	M. Saleem
Suzuki Baleno AEH - 471	739,000	652,422	86,578	500,000	413,422	Negotiation	M. Ismail
2012	**5,266,980**	**4,457,451**	**809,529**	**3,900,000**	**3,090,471**		
2011	469,000	271,695	197,305	210,000	12,695		

	Note	2012 Rupees	2011 Rupees
4.3 Depreciation has been charged to:			
Cost of sales	26	**43,558,977**	42,770,108
Administrative expenses	27	**2,273,690**	1,765,036
		45,832,667	44,535,144
4.4 Capital work in progress			
Building and civil works		**26,486,812**	5,427,892
Plant and machinery		**254,377,010**	-
		280,863,822	5,427,892

4.5 During the year borrowing costs amounting to Rs.6.318 (2011 : Nil) million have been capitalized in capital work in progress.