

Auditors' Report to the Members on Review of Interim Condensed Financial Information

Introduction

We have reviewed the accompanying interim condensed balance sheet of Clover Pakistan Limited as at December 31, 2008 and the related interim condensed profit and loss account, interim condensed cash flow statement and interim condensed statement of changes in equity, together with the notes forming part thereof (here-in-after referred to as "interim financial information") for the half year then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Ford Rhodes Sidat Hyder & Co.

FORD RHODES SIDAT HYDER & CO.,
Chartered Accountants

Karachi: January 29, 2009

A member firm of Ernst & Young Global Limited

Auditors' Report to the Members on Review of Interim Condensed Financial Information

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Ford Rhodes Sidat Hyder & Co.

FORD RHODES SIDAT HYDER & CO.,
Chartered Accountants

Karachi: January 29, 2009

A member firm of Ernst & Young Global Limited



Interim Condensed Balance Sheet as at December 31, 2008

| | | December 31, 2008 Note (Unaudited) | June 30, 2008 (Audited) |
|--|----|--|-------------------------------|
| | | — (Rupees in '000) — | |
| <u>ASSETS</u> | | | |
| <u>NON CURRENT ASSETS</u> | | | |
| Property, plant and equipment | 5 | 109,788 | 82,390 |
| Intangible asset | 6 | 707 | - |
| Long term loans - secured, considered good | | 4,201 | 5,530 |
| Long term security deposits | | 121 | 121 |
| | | <u>114,817</u> | <u>88,041</u> |
| <u>CURRENT ASSETS</u> | | | |
| Stores | | 1,682 | 314 |
| Stock-in-trade | 7 | 240,475 | 208,851 |
| Trade debts | | 30,649 | 78,626 |
| Loans and advances | | 7,414 | 10,646 |
| Trade deposits and short term prepayments | | 4,135 | 2,035 |
| Other receivables | 8 | 28,084 | 10,871 |
| Short term investments | 9 | 4,030 | 145,819 |
| Taxation - net | | 25,062 | 10,110 |
| Sales tax refundable | | 5,334 | - |
| Cash and bank balances | | 8,520 | 72,892 |
| | | <u>355,385</u> | <u>540,164</u> |
| TOTAL ASSETS | | <u><u>470,202</u></u> | <u><u>628,205</u></u> |
| <u>EQUITY AND LIABILITIES</u> | | | |
| <u>CAPITAL AND RESERVES</u> | | | |
| Authorised share capital 10,000,000 (June 30, 2008: 10,000,000) Ordinary shares of Rs. 10/- each | | <u>100,000</u> | <u>100,000</u> |
| Issued, subscribed and paid-up capital | 10 | 94,349 | 78,624 |
| Reserves | | <u>206,229</u> | <u>300,435</u> |
| | | <u>300,578</u> | <u>379,059</u> |
| <u>NON CURRENT LIABILITIES</u> | | | |
| Long term deposits | | 2,620 | 2,355 |
| Deferred taxation | | 6,315 | 6,809 |
| | | 8,935 | 9,164 |
| <u>CURRENT LIABILITIES</u> | | | |
| Short term running finances | 11 | 69,572 | - |
| Trade and other payables | | 90,034 | 226,156 |
| Mark up accrued | | 1,083 | 188 |
| Sales tax and special excise duty payable | | - | 13,638 |
| | | <u>160,689</u> | <u>239,982</u> |
| <u>CONTINGENCIES AND COMMITMENTS</u> 12 | | | |
| TOTAL EQUITY AND LIABILITIES | | <u><u>470,202</u></u> | <u><u>628,205</u></u> |

The annexed notes from 1 to 20 form an integral part of these interim condensed financial statements.

Zulfiqar Ali Lakhani
Chief Executive

Tasleemuddin Ahmed Batlay
Director



Interim Condensed Cash Flow Statement (Unaudited)
for the half year ended December 31, 2008

| | Half year ended | |
|---|----------------------------|----------------------|
| Note | December 31, 2008 | December 31, 2007 |
| | ———— (Rupees in '000) ———— | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash used in operations | 18 (199,366) | (188,464) |
| Finance cost paid | (714) | (1,116) |
| Taxes paid | (15,192) | (20,108) |
| Long term loans and deposits | 1,329 | (2,972) |
| Net cash used in operating activities | (213,943) | (212,660) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Additions to property, plant and equipment | (34,397) | (9,697) |
| Proceeds from disposal of property, plant and equipment | 565 | 1,375 |
| Purchase of short term investment | — | (40,000) |
| Proceeds from redemption of available for sale investment | 140,000 | 204,002 |
| Profit received from investment and deposit | — | 2,987 |
| Net cash inflow from investing activities | 106,168 | 158,667 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Long term deposits | 265 | 65 |
| Dividends paid | (27,422) | (27,353) |
| Net cash used in financing activities | (27,157) | (27,288) |
| Net decrease in cash and cash equivalents | (134,932) | (81,281) |
| Cash and cash equivalents at the beginning of the period | 77,910 | 117,453 |
| Cash and cash equivalents at the end of the period | 57,022 | 36,172 |
| CASH AND CASH EQUIVALENTS | | |
| Cash and bank balances | 8,520 | 11,172 |
| Short term investment | 4,030 | 25,000 |
| Short term running finances | (69,572) | — |
| | (57,022) | 36,172 |

The annexed notes from 1 to 20 form an integral part of these interim condensed financial statements.


Zulfiqar Ali Lakhani
Chief Executive


Tasleemuddin Ahmed Batlay
Director



Company Information

BOARD OF DIRECTORS

Iqbal Ali Lakhani Chairman
Zulfiqar Ali Lakhani Chief Executive
Amin Mohammed Lakhani
Tasleemuddin Ahmed Batlay
A. Aziz H. Ebrahim
Shahid Ahmed Khan
M. A. Qadir

ADVISOR

Sultan Ali Lakhani

COMPANY SECRETARY

Mansoor Ahmed

AUDIT COMMITTEE

Iqbal Ali Lakhani Chairman
Tasleemuddin Ahmed Batlay
M. A. Qadir

EXTERNAL AUDITORS

FORD RHODES SIDAT HYDER & CO.
Chartered Accountants

INTERNAL AUDITORS

BDO EBRAHIM & CO.
Chartered Accountants

REGISTERED OFFICE

Lakson Square, Building No. 2
Sarwar Shaheed Road
Karachi-74200

SHARES REGISTRAR

FAMCO ASSOCIATES (PRIVATE) LIMITED
State Life Building No. 2-A, 4th Floor,
I.I. Chundrigar Road, Karachi.

FACTORY

B-182, Hub Industrial Trading Estate
Hub, District Lasbella
Baluchistan

WEBSITE

www.clover.com.pk

E-MAIL

clover@clover.com.pk



Directors' Review

The un-audited interim condensed financial statements of your Company together with the auditors review report thereon for the half year ended December 31, 2008 is presented along-with an update on the Company's performance.

| | Rupees in million | |
|---------------------------------|-------------------|-------------|
| | <u>2008</u> | <u>2007</u> |
| Turnover | 321.771 | 346.596 |
| Gross Profit | 46.723 | 84.646 |
| Operating Profit / (loss) | (48.802) | 38.599 |
| Profit / (loss) before taxation | (50.416) | 38.071 |
| Taxation | 0.254 | (14.543) |
| Profit / (loss) after tax | (50.162) | 23.528 |

Gross sales for the first six months showed a decline of 7% from Rs. 346.596 million to Rs.321.771 million. Net sales declined by 10% from Rs. 274.895 million to Rs. 248.146 million during the period.

Profit before taxation of Rs.38.071 million recorded during the same period last year was turned into a loss of Rs.50.416 million. This loss can be attributed to a number of reasons :

- Unprecedented increase in the price of raw materials.
- Impact of increase in world fuel prices.
- Devaluation of the Pakistani rupee versus the US \$.
- General inflation brought about by the above two factors and rise in the price of essential food items.
- World wide economic slow down and its effect on our economy.
- Finally milder weather conditions dominated the entire period under report. This factor played a major role in the demand and sale of beverages in the country.

Due to the current economic conditions the Company was not able to revise its selling prices. This has effected our margins and profitability.

The next half year will be critical for the Company. Every effort will be made to cover the losses. These are difficult times as the economy is slow in recovering from this crises.

The Company is grateful to all its customers, shareholders, bankers, distributors, suppliers and insurance companies for their continuing support.

On behalf of the Board of Directors

IQBAL ALI LAKHANI
Chairman

Karachi: January 29, 2009



Notes to the Interim Condensed Financial Statements (Unaudited)
for the half year ended December 31, 2008

1. NATURE AND STATUS OF BUSINESS

The Company was incorporated in Pakistan on September 30, 1986 as a public limited company under the Companies Ordinance, 1984 and is quoted on Karachi and Lahore Stock Exchanges. The registered office of the Company is situated at Lakson Square, Building No. 2, Sarwar Shaheed Road, Karachi. The principal business of the Company is manufacture and sale of food and plastic products and trading in food and personal care products.

2. BASIS OF PRESENTATION

These interim condensed financial statements are unaudited but subject to limited scope review by auditors. These are required to be presented to the shareholders under Section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of the International Accounting Standard (IAS) - 34, "Interim Financial Reporting", as applicable in Pakistan. These interim condensed financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2008.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended June 30, 2008.

4. SEASONALITY OF OPERATIONS

Due to the seasonal nature of the Company's business, higher revenues and operating profits are usually expected in the second half of the year as compared to first six months due to the summer season and consequent increase in the demand of the Company's product.

| | December 31, 2008 | June 30, 2008 |
|------|------------------------|------------------|
| Note | (Unaudited) | (Audited) |
| | —— (Rupees in '000) —— | |

5. PROPERTY, PLANT AND EQUIPMENT

Operating assets

| | | |
|---|----------------|---------------|
| Book value at the beginning of the period / year | 82,390 | 56,266 |
| Additions during the period / year 5.1 | 33,670 | 35,276 |
| Less: | | |
| Disposals during the period / year - at book value 5.2 | 178 | 1,028 |
| Depreciation charged during the period / year | 6,094 | 8,124 |
| | 6,272 | 9,152 |
| | <u>109,788</u> | <u>82,390</u> |



Notes to the Interim Condensed Financial Statements (Unaudited)
for the half year ended December 31, 2008

| | December 31, 2008 (Unaudited) | June 30, 2008 (Audited) |
|---|-------------------------------------|-------------------------------|
| | —— (Rupees in '000) —— | |
| 5.1 Additions during the period / year | | |
| Leasehold land | 5.1.1 30,184 | - |
| Building on leasehold land | - | 11,433 |
| Plant and machinery | 1,649 | 13,043 |
| Furniture and fittings | 89 | 3,168 |
| Office equipment | 198 | 817 |
| Tools and equipment | 27 | 1,633 |
| Vehicles | 1,060 | 3,075 |
| Computer and data processing equipment | 463 | 2,107 |
| | <u>33,670</u> | <u>35,276</u> |
| 5.1.1 Represents plot of land measuring 16,648 square meters acquired by the Company in Sunder Industrial Estate, Lahore from Government of Punjab. | | |
| 5.2 Disposals during the period / year - at book value | | |
| Computer and data processing equipment | - | 19 |
| Vehicles | 178 | 1,009 |
| | <u>178</u> | <u>1,028</u> |
| 6. Represents carrying amount of computers software acquired during the period at cost of Rs. 0.728 million (2008: Nil). | | |
| 7. STOCK-IN-TRADE | | |
| Raw material | 126,603 | 111,434 |
| Packing material | 36,184 | 26,836 |
| Work in process | 3,871 | 2,282 |
| Finished goods | 52,480 | 40,664 |
| Trading goods | 21,337 | 27,635 |
| | <u>240,475</u> | <u>208,851</u> |
| 8. OTHER RECEIVABLE | 8.1 <u>28,084</u> | <u>10,871</u> |
| 8.1 Includes duty refund claim in respect of import of sugar amounting to Rs. 17.01 million filed with the custom authorities. | | |
| 9. SHORT-TERM INVESTMENTS | | |
| Held to maturity - at amortised cost | 9.1 4,030 | 5,018 |
| Available for sale - at fair value | - | 140,801 |
| | <u>4,030</u> | <u>145,819</u> |



Notes to the Interim Condensed Financial Statements (Unaudited)
for the half year ended December 31, 2008

9.1 Held to maturity

This represents investment in Musharika deposit with a Modaraba having maturity of one month with an option of roll forward and carrying mark-up @ 12% (June 30, 2008: 10%) per annum.

| December 31, 2008 (Unaudited) | June 30, 2008 (Audited) |
|-------------------------------------|-------------------------------|
| —— (Rupees in '000) —— | |

10. SHARE CAPITAL

Issued, subscribed and paid-up capital

Fully paid ordinary shares of Rs. 10/- each

| Number of shares | | | | |
|----------------------|------------------|----------------------------------|---------------|---------------|
| December 31, 2008 | June 30, 2008 | Issued for / as | | |
| 3,900,000 | 3,900,000 | Cash | 39,000 | 39,000 |
| | | Fully paid bonus shares | | |
| 3,962,400 | 2,652,000 | Opening balance | 39,624 | 26,520 |
| 1,572,480 | 1,310,400 | Issued during the period/year | 15,725 | 13,104 |
| 5,534,880 | 3,962,400 | | 55,349 | 39,624 |
| <u>9,434,880</u> | <u>7,862,400</u> | | <u>94,349</u> | <u>78,624</u> |

11. The facilities for running finance available from various banks amount to Rs. 188 million (June 30, 2008: Nil) the rate of the markup ranges from one month to three months KIBOR plus rates varying from 2% to 3.5% (June 30, 2008: Nil) per annum.

12. CONTINGENCIES AND COMMITMENTS

(a) Contingencies

There were no major changes in the contingencies as reported in the financial statements for the year ended June 30, 2008.

(b) Guarantees

There is a contingent liability in respect of indemnities given to banks for guarantees issued by them in the normal course of business aggregating to Rs. 0.075 million (June 30, 2008: 1.354 million).

| December 31, 2008 (Unaudited) | June 30, 2008 (Audited) |
|-------------------------------------|-------------------------------|
| —— (Rupees in '000) —— | |

Commitments

| | | |
|----------------------------------|----------------|----------------|
| Acceptance and letters of credit | <u>145,551</u> | <u>174,555</u> |
|----------------------------------|----------------|----------------|



Notes to the Interim Condensed Financial Statements (Unaudited)
for the half year ended December 31, 2008

| | Half year ended | | Quarter ended | |
|---|----------------------|----------------------|----------------------|----------------------|
| | December 31, 2008 | December 31, 2007 | December 31, 2008 | December 31, 2007 |
| | (Rupees in '000) | | | |
| 13. COST OF SALES | | | | |
| Cost of goods manufactured | 197,934 | 209,710 | 24,960 | 70,755 |
| Purchase of trading goods | 9,008 | 17,942 | 1,583 | 17,942 |
| Opening stock of finished goods (including trading goods) | 68,298 | 30,474 | 76,181 | 17,669 |
| | <u>275,240</u> | <u>258,126</u> | <u>102,724</u> | <u>106,366</u> |
| Closing stocks of finished goods (including trading goods) | (73,817) | (67,877) | (73,817) | (67,877) |
| | <u>201,423</u> | <u>190,249</u> | <u>28,907</u> | <u>38,489</u> |

14. OTHER OPERATING INCOME

This includes gain on sale of available for sale investments amounting to Rs. 4.317 million (December 31, 2007: Rs. 11.296 million).

| | Half year ended | |
|---------------------|----------------------|----------------------|
| | December 31, 2008 | December 31, 2007 |
| | (Rupees in '000) | |
| 15. TAXATION | | |
| Current | | |
| - for the half year | 240 | 12,934 |
| - for prior year | - | 1,336 |
| | <u>240</u> | <u>14,270</u> |
| Deferred | (494) | 273 |
| | <u>(254)</u> | <u>14,543</u> |

| | Half year ended | | Quarter ended | |
|--|----------------------|----------------------|----------------------|----------------------|
| | December 31, 2008 | December 31, 2007 | December 31, 2008 | December 31, 2007 |
| | (Rupees in '000) | | | |

16. (LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED

| | | | | |
|--------------------------------|--------------------------------|------------------|-------------------|-------------------|
| (Loss) / profit after taxation | (50,162) | 23,528 | (24,027) | (1,912) |
| | ----- (Number of shares) ----- | | | |
| | (Restated) | | (Restated) | |
| Issued ordinary shares | <u>9,434,880</u> | <u>9,434,880</u> | <u>9,434,880</u> | <u>9,434,880</u> |
| (Loss) / earnings per share | <u>Rs. (5.32)</u> | <u>Rs. 2.49</u> | <u>Rs. (2.55)</u> | <u>Rs. (0.20)</u> |

There was no dilution effect on the basic (loss) / earnings per share as the Company had no such outstanding commitments during the period/ year.



Notes to the Interim Condensed Financial Statements (Unaudited)
for the half year ended December 31, 2008

17. RELATED PARTIES DISCLOSURE

The related parties include associates, group companies, trade mark licensor, staff retirement funds, directors and key management personnel. Transactions with related parties are as follows:

| | Half year ended | | |
|--|--|----------------------|--------|
| | December 31, 2008 | December 31, 2007 | |
| —— (Rupees in '000) —— | | | |
| Relationship | Nature of transactions / balances | | |
| Group Companies | | | |
| | Sale of goods and services | 7,825 | 6,881 |
| | Purchase of goods and services | 23,895 | 18,238 |
| | Rent and allied services | 1,183 | 1,087 |
| | Insurance premium and commission | 3,743 | 3,159 |
| | Due from related parties | 3,949 | 5,864 |
| | Due to related parties | 13,583 | 3,578 |
| Staff retirement benefits plans | Contribution to staff retirement benefits | 1,959 | 648 |
| | Payable to provident fund | 31 | 7 |
| Key management personnel | Remuneration and benefits | 9,237 | 6,526 |
| Licensor of product in respect of which the company has exclusive trademark rights | Royalty on sale of licensed products | 9,204 | 14,778 |
| Other related parties | Purchase of goods and services | 17,116 | 39,270 |

The Company enters into transactions with related parties for the purchase of raw material, services, royalty charges and rent and allied expenses are charged between related parties on the basis of mutually agreed terms.



Notes to the Interim Condensed Financial Statements (Unaudited)
for the half year ended December 31, 2008

| | Half year ended | |
|--|----------------------|----------------------|
| | December 31, 2008 | December 31, 2007 |
| — (Rupees in '000) — | | |
| 18. CASH USED IN OPERATIONS | | |
| Profit before taxation | (50,416) | 38,071 |
| Adjustment for non cash charges and other items: | | |
| Depreciation | 6,114 | 5,323 |
| Gain on sale of property, plant and equipment | (387) | (937) |
| Reversal of provision for doubtful debts | - | - |
| Profit on investment and deposit | - | (14,495) |
| Finance cost | 1,614 | 1,002 |
| | <u>(43,075)</u> | <u>28,964</u> |
| (Increase) / decrease in current assets | | |
| Stores | (1,368) | (311) |
| Stock in trade | (31,624) | (49,961) |
| Trade debts | 47,977 | 8,026 |
| Loan and advances | 3,232 | (15,615) |
| Trade deposits and short term prepayments | (2,099) | (2,672) |
| Other receivables | (17,213) | (9,982) |
| | (1,095) | (70,515) |
| Increase / (decrease) in current liabilities | | |
| Trade and other payables | (136,223) | (113,994) |
| Sales tax payable | (18,973) | (32,919) |
| | (155,196) | (146,913) |
| | <u>(199,366)</u> | <u>(188,464)</u> |

19. DATE OF AUTHORIZATION FOR ISSUE

These interim condensed financial statements were authorised for issue by the Board of Directors on January 29, 2009.



Notes to the Interim Condensed Financial Statements (Unaudited)
for the half year ended December 31, 2008

20. GENERAL

20.1 The figures of the profit and loss account for the quarters ended December 31, 2008 and December 31, 2007 have not been subject to a limited scope review, as scope of the review covered only the cumulative figures for the half year ended December 31, 2008 and December 31, 2007.

20.2 Previous period's figures have been rearranged and reclassified wherever necessary for the purposes of comparison. Following significant corresponding figures have been changed for more appropriate comparison:

| Royalty expense | | Rupees in '000 |
|--------------------|---------------|----------------|
| From | To | |
| Distribution costs | Cost of sales | 11,463 |

20.3 Amounts have been rounded off to the nearest thousand rupees.

Zulfiqar Ali Lakhani
Chief Executive

Tasleemuddin Ahmed Batlay
Director



Interim Condensed Profit and Loss Account (Unaudited)
for the half year ended December 31, 2008

| | Note | Half year ended | | Quarter ended | |
|--|------|----------------------|----------------------|----------------------|----------------------|
| | | December 31, 2008 | December 31, 2007 | December 31, 2008 | December 31, 2007 |
| (Rupees in '000) | | | | | |
| Gross turnover | | 321,771 | 346,596 | 34,029 | 56,896 |
| Less: Sales tax and special excise duty | | 52,215 | 53,712 | 5,421 | 8,811 |
| Trade discount | | 21,410 | 17,989 | 4,776 | 4,474 |
| | | <u>73,625</u> | <u>71,701</u> | <u>10,197</u> | <u>13,285</u> |
| Net turnover | | 248,146 | 274,895 | 23,832 | 43,611 |
| Cost of sales | 13 | <u>(201,423)</u> | <u>(190,249)</u> | <u>(28,907)</u> | <u>(38,489)</u> |
| Gross profit | | 46,723 | 84,646 | (5,075) | 5,122 |
| Distribution and selling costs | | (82,069) | (49,418) | (14,261) | (11,786) |
| Administrative expenses | | (10,133) | (9,034) | (4,974) | (4,188) |
| Other operating expenses | | (9,648) | (3,295) | (856) | (13) |
| Other operating income 14 | | 6,325 | 15,700 | 2,541 | 10,282 |
| Operating profit / (loss) | | <u>(48,802)</u> | <u>38,599</u> | <u>(22,625)</u> | <u>(583)</u> |
| Finance cost | | (1,614) | (528) | (1,402) | (631) |
| (Loss) / profit before taxation | | <u>(50,416)</u> | <u>38,071</u> | <u>(24,027)</u> | <u>(1,214)</u> |
| Taxation | 15 | 254 | (14,543) | - | (698) |
| (Loss) / profit after taxation | | <u>(50,162)</u> | <u>23,528</u> | <u>(24,027)</u> | <u>(1,912)</u> |
| (Loss) / earnings per share - basic and diluted (restated) | 16 | <u>Rs. (5.32)</u> | <u>Rs. 2.49</u> | <u>Rs. (2.55)</u> | <u>Re. (0.20)</u> |

The annexed notes from 1 to 20 form an integral part of these interim condensed financial statements.

Zulfiqar Ali Lakhani
Chief Executive

Tasleemuddin Ahmed Batlay
Director



Interim Condensed Statement of Changes In Equity (Unaudited)
for the half year ended December 31, 2008

| | Issued, subscribed and paid up capital | Reserves | | | | Total |
|---|---|--------------------|---|--------------------------------------|----------------|----------|
| | | General reserve | Unrealised gain on available- for- sale investments | Unappro- priated Profit/(loss) | Sub - Total | |
| (Rupees in '000) | | | | | | |
| Balance as at July 01, 2007 | 65,520 | 158,000 | 6,095 | 87,404 | 251,499 | 317,019 |
| Bonus shares issued during the period in the ratio of 1 share for every 5 shares held | 13,104 | - | - | (13,104) | (13,104) | - |
| Final dividend for the year ended June 30, 2007 @ Rs. 4.5 per share | - | - | - | (29,484) | (29,484) | (29,484) |
| Appropriation to general reserve for the year ended June 30, 2007 | - | 44,000 | - | (44,000) | - | - |
| Profit after tax for the half year ended December 31, 2007 | - | - | - | 23,528 | 23,528 | 23,528 |
| Unrealised loss on available for sale of investment | - | - | (1,753) | - | (1,753) | (1,753) |
| Balance as at December 31, 2007 | 78,624 | 202,000 | 4,342 | 24,344 | 230,686 | 309,310 |
| Balance as at July 01, 2008 | 78,624 | 202,000 | 801 | 97,634 | 300,435 | 379,059 |
| Bonus shares issued during the period in the ratio of 1 share for every 5 shares held | 15,725 | - | - | (15,725) | (15,725) | - |
| Final dividend for the year ended June 30, 2008 @ Rs. 3.5 per share | - | - | - | (27,518) | (27,518) | (27,518) |
| Appropriation to general reserve for the year ended June 30, 2008 | - | 54,300 | - | (54,300) | - | - |
| Loss after taxation for the half year ended December 31, 2008 | - | - | - | (50,162) | (50,162) | (50,162) |
| Gain realised on available-for- sale investments | - | - | (801) | - | (801) | (801) |
| Balance as at December 31, 2008 | 94,349 | 256,300 | - | (50,071) | 206,229 | 300,578 |

The annexed notes from 1 to 20 form an integral part of these interim condensed financial statements.

Zulfiqar Ali Lakhani
Chief Executive

Tasleemuddin Ahmed Batlay
Director