DYNEA PAKISTAN LIMITED
BALANCE SHEET
AS AT JUNE 30, 2010

	Note	2010 Rupees	2009 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	**166,402,907**	123,265,391
Long-term loans	7	**19,438**	56,904
Long-term deposits	8	**1,253,526**	1,253,526
Deferred taxation	9	**1,804,065**	-
		169,479,936	124,575,821
CURRENT ASSETS			
Stores and spares	10	**6,737,192**	6,077,371
Stock-in-trade	11	**202,092,667**	154,890,484
Trade debts	12	**177,307,839**	162,546,661
Loans, advances, deposits, prepayments and other receivables	13	**9,882,161**	23,655,892
Sales tax refundable		**298,329**	-
Taxation – net		**17,594,257**	2,634,473
Cash and bank balances	14	**67,683,304**	24,901,315
		481,595,749	374,706,196
TOTAL ASSETS		**651,075,685**	499,282,017
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 40,000,000 (2009: 40,000,000) ordinary shares of Rs.5/- each		**200,000,000**	200,000,000
Issued, subscribed and paid-up capital	15	**94,362,065**	94,362,065
Reserves		**334,681,054**	298,279,752
		429,043,119	392,641,817
NON-CURRENT LIABILITIES			
Liabilities against assets subject to finance lease	16	**1,210,333**	2,756,119
Deferred taxation	9	**-**	1,422,437
		1,210,333	4,178,556
CURRENT LIABILITIES			
Trade and other payables	17	**149,117,494**	84,100,221
Accrued mark-up		**2,112,256**	861,691
Short-term borrowings	18	**66,323,042**	11,144,291
Current portion of liabilities against assets subject to finance lease	16	**3,269,441**	2,918,214
Sales tax payable		**-**	3,437,227
		220,822,233	102,461,644
CONTINGENCIES AND COMMITMENTS	19		
TOTAL EQUITY AND LIABILITIES		**651,075,685**	499,282,017

The annexed notes from 1 to 38 form an integral part of these financial statements.

Chief Executive Officer   **Director**

DYNEA PAKISTAN LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2010

	Note	2010 Rupees	2009 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		**77,392,332**	77,195,710
Adjustments for :			
Depreciation / amortization		**21,182,340**	23,556,585
Provision for impairment of trade debts		**-**	59,080
Finance costs		**8,126,434**	20,328,688
Gain on sale of fixed assets		**(445,627)**	(748,474)
		28,863,147	43,195,879
		106,255,479	120,391,589
(Increase) / decrease in current assets			
Stores and spares		**(659,821)**	1,024,160
Stock-in-trade		**(47,202,183)**	77,951,846
Trade debts		**(14,761,178)**	44,615,585
Loans, advances, deposits, prepayments and other receivables		**13,773,731**	30,083,323
		(48,849,451)	153,674,914
Increase / (decrease) in current liabilities			
Trade and others payables		**64,850,617**	(63,644,484)
Sales tax payable		**(3,735,556)**	(460,536)
		61,115,061	(64,105,020)
		118,521,089	209,961,483
Finance costs paid		**(6,875,869)**	(20,975,444)
Income tax paid		**(45,023,006)**	(32,557,130)
Long-term loans		**37,466**	76,127
Net cash inflow from operating activities		**66,659,680**	156,505,036
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		**(62,721,229)**	(15,030,474)
Proceeds from sale of fixed assets		**814,000**	2,588,380
Net cash used in investing activities		**(61,907,229)**	(12,442,094)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease rentals paid		**(3,161,559)**	(2,819,277)
Dividend paid		**(13,987,654)**	(24,449)
Net cash used in financing activities		**(17,149,213)**	(2,843,726)
Net (decrease) / increase in cash and cash equivalents		**(12,396,762)**	141,219,216
Cash and cash equivalents at the beginning of year		**13,757,024**	(127,462,192)
Cash and cash equivalents at the end of year		**1,360,262**	13,757,024
CASH AND CASH EQUIVALENTS COMPRISE:			
Cash and bank balances	14	**67,683,304**	24,901,315
Short-term borrowings	18	**(66,323,042)**	(11,144,291)
		1,360,262	13,757,024

The annexed notes from 1 to 38 form an integral part of these financial statements.

Chief Executive Officer   **Director**

DYNEA PAKISTAN LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2010

	2010 **Rupees**	**2009** **Rupees**
Net profit for the year	**50,555,612**	56,274,206
Other comprehensive income	**-**	-
Total comprehensive income for the year	**50,555,612**	56,274,206

The annexed notes from 1 to 38 form an integral part of these financial statements.

Chief Executive Officer   **Director**

DYNEA PAKISTAN LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2010

	Note	2010 Rupees	2009 Rupees
Turnover - net	20	**1,355,658,203**	1,296,974,070
Cost of sales	21	**(1,146,389,604)**	(1,083,867,296)
Gross profit		**209,268,599**	213,106,774
Distribution costs	22	**(88,698,328)**	(74,225,085)
Administrative expenses	23	**(29,459,534)**	(36,692,565)
		(118,157,862)	(110, 917,650)
Other operating income	24	**333,417**	1,492,136
		91,444,154	103,681,260
Finance costs	25	**(8,126,436)**	(20,328,688)
Other charges	26	**(5,925,386)**	(6,156,862)
		(14,051,820)	(26,485,550)
Profit before taxation		**77,392,332**	77,195,710
Taxation	27	**(26,836,720)**	(20,921,504)
Profit after taxation		**50,555,612**	56,274,206
Basic and diluted earnings per share	28	**2.68**	2.98

The annexed notes from 1 to 38 form an integral part of these financial statements.

Chief Executive Officer   **Director**

DYNEA PAKISTAN LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2010

	Issued, subscribed and paid-up capital	Revenue reserves			Total
		General reserve	Unappropriated Profit	Total	
		------------------------------------Rupees------------------------------------			
Balance as at June 30, 2008	**94,362,065**	**101,000,000**	**141,005,546**	**242,005,546**	**336,367,611**
Net profit for the year	-	-	56,274,206	56,274,206	56,274,206
Balance as at June 30, 2009	**94,362,065**	**101,000,000**	**197,279,752**	**298,279,752**	**392,641,817**
Final dividend for the year ended June 30, 2009 @ Re. 0.75/- per share	-	-	(14,154,310)	(14,154,310)	(14,154,310)
Net profit for the year	-	-	50,555,612	50,555,612	50,555,612
Balance as at June 30, 2010	**94,362,065**	**101,000,000**	**233,681,054**	**334,681,054**	**429,043,119**

The annexed notes from 1 to 38 form an integral part of these financial statements.

Chief Executive Officer   **Director**