



GHARIBWAL CEMENT LIMITED

**Condensed Interim Un-Audited Financial Information
For the Nine Months and 3rd Quarter Ended
MARCH 31, 2012**



www.gharibwalcement.com

28-B/III, Gulberg, III P.O Box 1285, Lahore.
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Company Profile

BOARD OF DIRECTORS

Mr. Muhammad Tousif Peracha
Chairman & Chief Executive

Mr. Abdur Rafique Khan
Director

Mrs. Tabassum Tousif Peracha
Director

Mian Nazir Ahmed Peracha
Director

Mr. M. Ishaque Khokhar
Director

Mr. M. Niaz Piracha
Director

Mr. Muhammad Rehman
Director

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shamail Javed ACA

COMPANY SECRETARY

Mr. Muhammad Shamail Javed ACA

BANKERS

National Bank of Pakistan
The Bank of Punjab
Askari Bank Limited
Faysal Bank Limited
Habib Bank Limited
KASB Bank Limited
MCB Bank Limited
NIB Bank Limited
Silk Bank Limited
The Bank of khyber
United Bank Limited

AUDIT COMMITTEE

Mian Nazir Ahmed Peracha
Chairman

Mr. M. Niaz Peracha
Member

Muhammad Tousif Peracha
Member

AUDITORS

M/s. Hyder Bhimji & Co.
Chartered Accountants

LEGAL ADVISOR

Raja Muhammad Akram & Co.

REGISTERED OFFICE

28-B/III, Gulberg, III P.O. Box 1285, Lahore.
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WORKS

Ismailwal, Distt. Chakwal

WEBSITE

www.gharibwalcement.com

SHARES REGISTRAR

M/s. Corplink (Pvt.) Limited
Shares Registrar, Wings Arcade,
1-K, Commercial,
Model Town, Lahore.
Tel: 042-5887262, 5839182
Fax: 042-5869037



DIRECTORS' REPORT

Your directors are pleased to present the un-audited condensed interim financial information for the nine monthsperiod ended March 31, 2012 in compliance with Section 245 of the Companies Ordinance, 1984.

During the period under report, the dispatches increased by 14% from dispatches of the corresponding period of the last year. The Company operated at 38% of the installed capacity as against 35% for the corresponding period of the last year.

The management of the Company has already taken effective measures to increase probability of the Company and efficiency of the plant. Due to these measures taken by the management together with increased demand and price, the Company earned operating profit of 11% of net sales as compared to operating loss of -4% of net sales during the corresponding period. Whereas the Company earned net profit of 2% of net sales for the 3rd quarter under review against net loss of -13% of net sales for the corresponding quarter. The management of the Company anticipates that the continuing upward trend in demand and stable price will lead to improved financial performance in future.

Various proposals for realignment of repayments of the debts are also under consideration by the banks and financial institutions which will be done in due course. We hope the Company will finalize terms with all the banks and financial institutions which will have positive impact on operations of the Company.

We are grateful to all the lenders for their support and cooperation with the Company. We also appreciate the cooperation of our suppliers, customers, employees, and other stakeholders.

For and on behalf of the Board

Muhammad Tousif Peracha
Chairman & Chief Executive

Lahore: April 30, 2012



CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2012

	Note	Un-Audited 31-03-2012	Audited 30-06-2011
	 (Rupees in 000s)	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	11,437,369	11,566,193
Long term loans		1,702	2,111
Long term deposits		14,929	13,844
		<u>11,454,000</u>	<u>11,582,148</u>
CURRENT ASSETS			
Stores, spares and loose tools		362,974	329,537
Stock in trade		86,604	115,180
Trade debts		104,267	61,964
Advances, deposits and other receivables		350,731	401,788
Cash and bank balances		25,168	22,261
		<u>929,744</u>	<u>930,730</u>
Non current assets held for sale		<u>13,812</u>	<u>13,812</u>
Profit / (loss) after taxation		943,556	944,542
TOTAL ASSETS		<u>12,397,556</u>	<u>12,526,690</u>

Chief Executive

Director



CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2012

	Un-Audited 31-03-2012	Audited 30-06-2011
 (Rupees in 000s)	
SHARE CAPITAL AND RESERVES		
Authorized capital 470,000,000 ordinary shares of Rs. 10 each	<u>4,700,000</u>	<u>4,700,000</u>
Issued, subscribed and paid up capital	4,002,739	4,002,739
General reserve	332,000	332,000
Accumulated loss	<u>(3,923,795)</u>	<u>(3,576,437)</u>
	410,945	758,302
Surplus on revaluation of property, plant and equipment	2,219,775	2,270,668
NON CURRENT LIABILITIES		
Redeemable capital	-	-
Long term borrowings	3,552,342	3,389,554
Liabilities against assets subject to finance lease	-	2,345
Deferred income	10,304	16,156
Deferred liabilities	2,162,545	872,093
	<u>5,725,191</u>	<u>4,280,148</u>
CURRENT LIABILITIES		
Trade and other payables	960,173	1,285,836
Accrued interest / mark-up	1,172,886	731,068
Short term borrowings	704,881	787,368
Current portion of non-current liabilities	954,650	999,230
Taxes and duties payable	249,055	1,414,070
	<u>4,041,645</u>	<u>5,217,572</u>
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	<u>12,397,556</u>	<u>12,526,690</u>

Chief Executive

Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2012

	Nine Months ended		Three Months ended	
	31-03-2012	31-03-2011	31-03-2012	31-03-2011
	(Rupees in 000s)			
Sales - net	3,416,049	2,152,896	1,519,324	973,509
Cost of sales	(2,889,855)	(2,096,052)	(1,205,685)	(865,265)
Gross profit	526,194	56,844	313,639	108,244
Selling and distribution expenses	(17,547)	(13,793)	(8,492)	(5,602)
General and administrative expenses	(129,041)	(150,396)	(45,743)	(30,579)
Other operating expenses	(10,118)	-	(3,402)	-
Other operating Income	8,050	13,377	235	4,315
	(148,656)	(150,812)	(57,402)	(31,866)
Profit / (loss) from operations	377,538	(93,968)	256,236	76,378
Finance cost	(741,380)	(584,174)	(208,408)	(192,639)
Profit / (loss) before taxation	(363,842)	(678,142)	47,828	(116,261)
Taxation	(34,409)	(21,162)	(15,302)	(9,043)
Profit / (loss) after taxation	(398,251)	(699,304)	32,526	(125,304)
Other comprehensive income for the period	-	-	-	-
Total comprehensive profit / (loss) for the period	(398,251)	(699,304)	32,526	(125,304)
	Rupees			
Earnings per share (basic & diluted)	(0.99)	(2.43)	0.08	0.03

Chief Executive

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2012

Note	Jul-Mar	Jul-Mar
	2012	2011
 (Rupees in 000s)	
Cash inflow / (outflow) from operation	246,746	(197,925)
Finance cost paid	(63,486)	(118,245)
Net increase/(decrease) in long term advances & deposits	(676)	3,067
Net increase/(decrease) in taxes & deposits	(37,816)	478,533
Net Cash inflow from operating activities	144,768	165,430
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	(105,206)	(44,016)
Proceed from sales of fixed assets	-	64,413
Profit / interest received	-	1,842
Net cash outflow from investing activities	(105,206)	22,239
CASH FLOW FROM FINANCING ACTIVITIES		
Change in long term borrowings	(78,576)	(356,075)
Change in short term borrowings	(82,487)	(7,655)
Change in directors' loan	137,169	192,909
Change in liabilities against assets subject to finance lease	(12,761)	4,737
Net cash outflow from financing activities	(36,655)	(166,084)
Profit / (loss) after taxation	2,907	21,585
Cash and cash equivalents at beginning of the period	22,261	21,140
Total comprehensive profit / (loss) for the period	25,168	42,725

Chief Executive

Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2012

	Share Capital	General Reserves	Accumulated Loss	Total
	----- (Rupees in 000s) -----			
Balance as at June 30, 2010	2,318,764	332,000	(2,694,482)	(43,718)
Total Comprehensive loss for the nine months ended March 31, 2011	-	-	(699,304)	(699,304)
Surplus on revaluation of fixed assets transferred:				
- Incremental depreciation	-	-	48,113	48,113
- Disposal of fixed assets	-	-	15,151	15,151
Balance as at March 31, 2011	2,318,764	332,000	(3,330,522)	(679,758)
Shares issue other wise than right	1,683,975	-	-	1,683,975
Total Comprehensive loss for the the quarter ended June 30, 2011	-	-	(272,147)	(272,147)
Surplus on revaluation of fixed assets transferred:				
- On disposal of fixed assets	-	-	3,909	3,909
- Incremental depreciation	-	-	22,323	22,323
Balance as at June 30, 2011	4,002,739	332,000	(3,576,437)	758,302
Total Comprehensive loss				
Total comprehensive profit / (loss) for the period	-	-	(398,251)	(398,251)
Surplus on revaluation of fixed assets transferred:				
- Incremental depreciation	-	-	50,893	50,893
Balance as at March 31, 2012	4,002,739	332,000	(3,923,795)	410,944

Chief Executive

Director

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2012**1 LEGAL STATUS AND OPERATIONS**

The Company was incorporated in Pakistan on December 29, 1960 as a Public Limited Company; its shares are quoted Karachi and Lahore Stock Exchanges. It is principally engaged in production and sale of cement. The registered office of the Company is situated at 28-B/3, Gulberg III, Lahore.

2 STATEMENT OF COMPLAINE

This condensed interim financial information is un-audited and has been prepared in accordance with International Financial Reporting standard 'IAS-34 - Interim Financial Reporting' and should be read in conjunction with the Annual Financial Report for the year ended June 30, 2011. This is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984.

3 STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial information are the same as those applied in preparation of financial statements for the year ended June 30, 2011.

4 SIGNIFICANT ESTIMATES

The preparation of these condensed interim financial information requires management to make judgements, estimates and assumptions that effected the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses and related disclosures at the date of financial information. Actual results may differ from those estimates. In preparing these condensed interim financial information, the significant judgements made by management in applying accounting policies, key estimates and uncertainty includes:

- depreciation method, residual values and useful life of depreciable assets;
- taxation;
- staff retirement benefits;

5 PROPERTY, PLANT AND EQUIPMENT

	NOTES	Un-Audited 31-03-2012 (Rupees in 000s)	Audited 30-06-2011
Operating fixed assets	5.1	11,251,245	11,459,998
Capital work in progress		186,124	106,195
		11,437,368	11,566,193
5.1 OPERATING FIXED ASSETS			
Book value - opening		11,459,998	11,908,348
Additions		28,335	201,426
Deletions		(1,836)	(305,412)
Transferred		-	(19,730)
		11,486,497	11,784,632
Depreciation		(235,252)	(324,634)
Book value - closing balance		11,251,245	11,459,998



- 6 There is no material change in the contingent liabilities of the Company since the last annual balance sheet date.
- 7 There was no significant transaction with the related parties occurred during the quarter ended March 31, 2012.
- 8 The figures have been rounded off to the nearest of thousand rupees.
- 9 These un-audited condensed interim financial information is authorized for issue by the Board of directors of the Company on April 30, 2012.

Chief Executive

Director