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## company information

### Board of Directors

Mr. Omar Faruque	Chairman
Mr. Azam Faruque	Chief Executive
Mr. Akbarali Pesnani	Director
Mr. Shehryar Faruque	Director
Mr. Arif Faruque	Director
Mr. Saquib H. Shirazi	Director
Mr. Shamshad Nabi (NIT)	Director
Mr. Asif Qadir	Director

### Executive Director & Chief Financial Officer

Mr. Yasir Masood

### Executive Director & Company Secretary

Mr. Abid Vazir

### Audit Committee

Mr. Akbarali Pesnani	Chairman
Mr. Arif Faruque	Member
Mr. Asif Qadir	Member

### Human Resource & Remuneration Committee

Mr. Saquib H. Shirazi	Chairman
Mr. Azam Faruque	Member
Mr. Shehryar Faruque	Member

### Auditors

EY Ford Rhodes,  
Chartered Accountants

### Legal Advisor

K.M.S. Law Associates

### Bankers

Allied Bank Ltd  
Bank Al Habib Ltd  
Faysal Bank Ltd  
Habib Bank Ltd  
Habib Metropolitan Bank Ltd  
MCB Bank Ltd  
National Bank of Pakistan  
NIB Bank Ltd  
Samba Bank Ltd  
Soneri Bank Ltd  
Standard Chartered Bank (Pakistan) Ltd  
The Bank of Punjab  
United Bank Ltd

### Islamic Bankers

Bank Alfalah Ltd  
Dubai Islamic Bank Pakistan Ltd  
Meezan Bank Ltd

### Registered Office / Factory

Village Lakrai, P.O. Box 28, Nowshera

### Head Office

Modern Motors House, Beaumont Road  
Karachi-75530

### Sales Offices

Peshawar: 1st Floor, Betani Arcade, University Road

Lahore: 3, Sunder Das Road

Islamabad: 1st Floor, Razia Sharif Plaza  
Jinnah Avenue, 91 Blue Area

### Share Registrar

Central Depository Company  
of Pakistan Limited (CDC)  
CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahrah-e-Faisal  
Karachi-74400  
Tel: 0800-23275

## directors' review

The Board of Directors presents the financial results of the Company for the nine months period ended March 31, 2017.

### Overview

There has been an increase in cement dispatches in the country as a result of higher spending by the government on infrastructural projects and uptick in construction and other related activities by the private sector. On comparison with the corresponding nine months period last year, domestic cement consumption of the industry has risen by 11%. However, export sales have declined by 15% compared to the same period last year. On aggregate basis, the industry sales have increased by 7% from the corresponding period last year.

### Dispatches

Comparative dispatches for the current period and that of corresponding period last year are as follow:

	March 2017 (in tons)	March 2016 (in tons)
● Domestic dispatches	874,473	598,984
● Export dispatches	152,585	161,292
	<b>1,027,058</b>	<b>760,276</b>

During the nine months under review, the overall dispatches of the Company increased by 266,782 tons i.e. 35% from the corresponding period last year. Commencement of dispatches from Cement Line II from January 2017 coupled with increased construction activities in the country has resulted in a 46% rise in the local cement sales of the Company. However, closure of Torkham border badly affected the exports of cement, which declined by 5% during the period.

### Operating Performance

Following an increase in the demand for cement and commissioning of Cement Line II along with WHR plant, there has been an increase in the dispatches of the Company. This has resulted in a 29% rise in the sales turnover of the Company from the corresponding period last year. However, during the period under review, there was an increase in costs of production due to rise in international prices of coal and oil, which led to increase in variable costs. Furthermore, during the third quarter, the Company also recorded depreciation expense and finance cost pertaining to Cement Line II, which were capitalized during this period. There was an increase in the other income from the corresponding period last year on account of receipt of dividend income on investments made by the Company. The Company has availed the benefit of tax exemption announced by the government for investment in Khyber Pakhtunkhwa and Baluchistan provinces for the Cement Line II. For the nine months period ended March 31, 2017 the Company has posted a historical after tax profit of Rs. 1.567 billion.

### Expansion Project - Line III

We are pleased to report that work on the installation of Cement Line III is progressing on schedule. The Company has established the letter of credit for the imported equipment, and will be awarding contracts for local works soon. On the financing front, the Company has finalized the long term loan for the project with leading banks on competitive terms. The management is confident of completing the project by June 2019.

### Future Outlook

Improving business climate in the country on the back of stable economic outlook coupled with better law and order situation has led to higher investment in the construction sector. Several infrastructural projects have been initiated by the government, which is increasing the local demand for cement. Demand for cement is also getting a boost from the initiation of the projects under China Pakistan Economic Corridor. In such a scenario, the addition of a third cement line at existing location by the Company will not only enhance its domestic market share but will also allow it to achieve greater efficiencies and better allocation of fixed costs. However, rise in power costs and coal prices remain an area of concern for the Company.

### Acknowledgment

The management of the Company would like to thank all the financial institutions, customers, individuals and staff members who have been associated with the Company for their support and cooperation.

On behalf of the Board of Directors

  
Omar Faruque  
Chairman

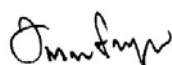
Karachi: April 26, 2017

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**condensed interim balance sheet  
as at March 31, 2017**

	Note	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
----- (Rupees `000) -----			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	13,609,032	12,716,955
Intangible assets		16,503	11,287
		<u>13,625,535</u>	<u>12,728,242</u>
Long-term investments	5	708,915	710,133
Long-term loans and advances		759	646
Long-term security deposits		19,008	18,129
		<u>728,682</u>	<u>728,908</u>
		<u>14,354,217</u>	<u>13,457,150</u>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		1,408,371	993,623
Stock-in-trade		895,604	304,530
Loans and advances		31,651	13,586
Trade deposits and short-term prepayments		20,677	7,704
Other receivables		332,447	662,377
Taxation - net		223,050	-
Cash and bank balances		19,047	23,002
		<u>2,930,847</u>	<u>2,004,822</u>
<b>TOTAL ASSETS</b>		<u><u>17,285,064</u></u>	<u><u>15,461,972</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital		2,250,000	2,250,000
Issued, subscribed and paid-up capital		1,766,318	1,766,318
Reserves		8,267,223	7,373,870
		<u>10,033,541</u>	<u>9,140,188</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term financing	6	4,340,508	3,982,107
Long-term security deposits		15,041	14,121
Deferred taxation		835,213	514,795
		<u>5,190,762</u>	<u>4,511,023</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,145,089	1,444,716
Accrued mark-up		67,483	73,170
Short-term borrowings		727,098	207,876
Current maturity of long-term financing		60,057	40,770
Taxation - net		-	1,257
Unclaimed dividend		61,034	42,972
		<u>2,060,761</u>	<u>1,810,761</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	7		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>17,285,064</u></u>	<u><u>15,461,972</u></u>

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.

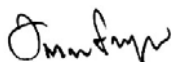
  
**Omar Faruque**  
Chairman

  
**Azam Faruque**  
Chief Executive

**condensed interim profit and loss account (unaudited)  
for the period ended March 31, 2017**

	Note	Period ended		Quarter ended	
		March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
----- (Rupees `000) -----					
<b>Turnover - net</b>		6,714,183	5,221,862	2,631,538	1,732,474
Cost of sales		(4,199,041)	(3,347,525)	(1,792,823)	(1,054,891)
<b>Gross profit</b>		2,515,142	1,874,337	838,715	677,583
Distribution costs		(209,275)	(173,932)	(74,340)	(58,989)
Administrative expenses		(166,026)	(140,435)	(44,632)	(48,247)
Other expenses		(114,743)	(109,788)	(12,494)	(40,311)
		(490,044)	(424,155)	(131,466)	(147,547)
Other income		78,902	39,649	18,523	17,661
<b>Operating profit</b>		2,104,000	1,489,831	725,772	547,697
Finance costs		(98,417)	(29,808)	(85,090)	(14,043)
<b>Profit before taxation</b>		2,005,583	1,460,023	640,682	533,654
<b>Taxation</b>					
Current - for the period	8	(155,629)	(389,115)	183,636	(154,660)
- prior year		37,165	724	-	-
Deferred		(320,418)	(28,366)	(282,773)	(11,935)
		(438,882)	(416,757)	(99,137)	(166,595)
<b>Profit after taxation</b>		1,566,701	1,043,266	541,545	367,059
<b>Earnings per share - basic and diluted</b>		Rs. 8.87	Rs. 5.91	Rs. 3.07	Rs. 2.08

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.

  
**Omar Faruque**  
Chairman

  
**Azam Faruque**  
Chief Executive

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**condensed interim statement of comprehensive income (unaudited)  
for the period ended March 31, 2017**

	Period ended		Quarter ended	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
	----- (Rupees `000) -----			
<b>Profit after taxation</b>	1,566,701	1,043,266	541,545	367,059
<b>Other comprehensive income</b>				
<b>Items that may be reclassified subsequently to profit and loss account</b>				
Unrealized (loss) / gain on available-for-sale securities - net	(99,294)	169,601	(89,980)	(54,930)
<b>Total comprehensive income for the period</b>	<u>1,467,407</u>	<u>1,212,867</u>	<u>451,565</u>	<u>312,129</u>

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.

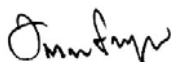
  
**Omar Faruque**  
Chairman

  
**Azam Faruque**  
Chief Executive

**condensed interim cash flow statement (unaudited)  
for the period ended March 31, 2017**

	March 31, 2017	March 31, 2016
	----- (Rupees `000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	2,005,583	1,460,023
<b>Adjustments for:</b>		
Depreciation	410,158	204,197
Amortisation	2,096	2,033
Gain on short-term investments	(2,186)	(10,986)
Gain on disposal of operating property, plant and equipment	(3,042)	(755)
Finance costs	98,417	29,808
Exchange loss	1,595	425
Dividend income	(21,973)	(14,578)
	485,065	210,144
	2,490,648	1,670,167
<b>(Increase) / decrease in current assets</b>		
Stores, spare parts and loose tools	(414,748)	(33,611)
Stock-in-trade	(591,074)	169,840
Loans and advances	(18,065)	(1,407)
Trade deposits and short-term prepayments	(12,973)	1,310
Other receivables	329,930	(346,932)
	(706,930)	(210,800)
	1,783,718	1,459,367
<b>(Decrease) / increase in current liabilities</b>		
Trade and other payables	(301,222)	830,259
<b>Cash generated from operations</b>	1,482,496	2,289,626
Income tax paid	(342,771)	(385,539)
Long-term loans, advances and deposits - net	(72)	329
<b>Net cash generated from operating activities</b>	1,139,653	1,904,416
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	(1,206,789)	(5,039,562)
Additions to intangible assets	(7,312)	-
Proceeds from disposal of operating property, plant and equipment	9,698	5,603
Long-term investments made during the period	(98,076)	(26,300)
Short-term investments redeemed during the period - net	2,186	611,104
Dividend received	21,973	14,578
<b>Net cash used in investing activities</b>	(1,278,320)	(4,434,577)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long-term financing - net	377,688	2,579,615
Short-term borrowings - net	519,222	705,687
Dividend paid	(555,992)	(677,225)
Finance costs paid	(206,206)	(75,726)
<b>Net cash generated from financing activities</b>	134,712	2,532,351
<b>Net (decrease) / increase in cash and cash equivalents</b>	(3,955)	2,190
<b>Cash and cash equivalents at the beginning of the period</b>	23,002	18,354
<b>Cash and cash equivalents at the end of the period</b>	19,047	20,544

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.

  
**Omar Faruque**  
Chairman

  
**Azam Faruque**  
Chief Executive

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**condensed interim statement of changes in equity (unaudited)  
for the period ended March 31, 2017**

Issued, subscribed and paid-up capital	Reserves							Total Reserves	Total
	Capital Reserves		Revenue Reserves						
	Share premium	Others	General reserve	Unappro- priated profit	Actuarial gain on gratuity fund	Unrealised gain/(loss) on available for-sale securities			
(Rupees `000)									
Balance as at July 01, 2015	1,766,318	1,047,658	50,900	420,000	4,310,825	130,230	300,110	6,259,723	8,026,041
Final cash dividend for the year ended June 30, 2015 @ Rs. 3.00/- per share	-	-	-	-	(529,896)	-	-	(529,896)	(529,896)
Interim cash dividend for the year ended June 30, 2016 @ Re. 1.00/- per share	-	-	-	-	(176,632)	-	-	(176,632)	(176,632)
Profit after taxation	-	-	-	-	1,043,266	-	-	1,043,266	1,043,266
Other comprehensive income	-	-	-	-	-	-	169,601	169,601	169,601
Total comprehensive income for the period	-	-	-	-	1,043,266	-	169,601	1,212,867	1,212,867
<b>Balance as at March 31, 2016</b>	<b>1,766,318</b>	<b>1,047,658</b>	<b>50,900</b>	<b>420,000</b>	<b>4,647,563</b>	<b>130,230</b>	<b>469,711</b>	<b>6,766,062</b>	<b>8,532,380</b>
Balance as at July 01, 2016	1,766,318	1,047,658	50,900	420,000	5,009,489	246,517	599,306	7,373,870	9,140,188
Final cash dividend for the year ended June 30, 2016 @ Rs. 2.25/- per share	-	-	-	-	(397,422)	-	-	(397,422)	(397,422)
Interim cash dividend for the year ending June 30, 2017 @ Re. 1.00/- per share	-	-	-	-	(176,632)	-	-	(176,632)	(176,632)
Profit after taxation	-	-	-	-	1,566,701	-	-	1,566,701	1,566,701
Other comprehensive income	-	-	-	-	-	-	(99,294)	(99,294)	(99,294)
Total comprehensive income for the period	-	-	-	-	1,566,701	-	(99,294)	1,467,407	1,467,407
<b>Balance as at March 31, 2017</b>	<b>1,766,318</b>	<b>1,047,658</b>	<b>50,900</b>	<b>420,000</b>	<b>6,002,136</b>	<b>246,517</b>	<b>500,012</b>	<b>8,267,223</b>	<b>10,033,541</b>

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.

  
**Omar Faruque**  
Chairman

  
**Azam Faruque**  
Chief Executive



## notes to the condensed interim financial statements (unaudited) for the period ended March 31, 2017

### 1. CORPORATE INFORMATION

Cherat Cement Company Limited (the Company) was incorporated in Pakistan as a public company limited by shares under the Company Act, 1913 (now the Companies Ordinance, 1984) in the year 1981. Its main business activity is manufacturing, marketing and sale of cement. The Company is listed on Pakistan Stock Exchange. The registered office of the Company is situated at Village Lakrai, District Nowshera, Khyber Pakhtunkhwa province.

### 2. BASIS OF PREPARATION

**2.1** These condensed interim financial statements 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" and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

**2.2** These condensed interim 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 30 June 2016.

### 3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended June 30, 2016 except that the Company has adopted the following IFRSs which became effective during the period:

- IFRS 10 - Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 27 Separate Financial Statements: Investment Entities: Applying the Consolidation Exception (Amendment)
- IFRS 11 - Joint Arrangements: Accounting for Acquisition of Interest in Joint Operation (Amendment)
- IAS 1 - Presentation of Financial Statements: Disclosure Initiative (Amendment)
- IAS 16 - Property, Plant and Equipment and IAS 38 Intangible Assets: Clarification of Acceptable Method of Depreciation and Amortization (Amendment)
- IAS 16 - Property, Plant and Equipment and IAS 41 Agriculture: Agriculture - Bearer Plants (Amendment)
- IAS 27 - Separate Financial Statements: Equity Method in Separate Financial Statements (Amendment)

The adoption of the above standards did not have any material effect on the condensed interim financial statements.

Note	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
	----- (Rupees `000) -----	
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>		
Opening net book value (NBV)	3,144,601	3,244,178
<b>Additions during the period / year</b>		
Line - I	72,989	182,512
Line - II	10,265,310	-
	10,338,299	182,512
Disposals during the period / year (NBV)	(6,656)	(4,887)
Depreciation charged during the period / year	(410,158)	(277,202)
Closing NBV	13,066,086	3,144,601
<b>Capital work-in-progress</b>		
Line - I	320,258	73,723
Line - II	207,781	9,498,631
Line - III	14,907	-
	542,946	9,572,354
	13,609,032	12,716,955

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	Note	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
----- (Rupees ` 000) -----			
<b>4.1 Additions during the period / year - Line - I</b>			
Building on leasehold land		179	928
Plant and machinery		8,024	94,041
Power and other installations		-	2,783
Furniture and fittings		80	2,654
Quarry, factory and laboratory equipment		-	30,488
Motor vehicles		48,264	44,311
Office equipment		2,691	1,793
Computers		13,751	5,514
		<u>72,989</u>	<u>182,512</u>

<b>4.2 Additions during the period / year - Line - II</b>			
Building on leasehold land	4.2.1	1,958,037	-
Plant and machinery	4.2.1	6,131,446	-
Power and other installations		2,066,123	-
Furniture and fittings		19,380	-
Quarry, factory and laboratory equipment		75,012	-
Office equipment		10,822	-
Computers		4,490	-
		<u>10,265,310</u>	<u>-</u>

**4.2.1** Includes building on leasehold land and plant and machinery related to Waste Heat Recovery Plant amounting to Rs. 84.617 million (June 30, 2016: Rs. Nil) and Rs. 781.566 million (June 30, 2016: Rs. Nil) respectively.

	Note	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
----- (Rupees ` 000) -----			
<b>4.3 Capital work-in-progress - Line - I</b>			
Building on leasehold land		29,930	16,212
Plant and machinery		241,473	24,699
Power and other installations		2,906	600
Furniture and fittings		-	2,121
Quarry, factory and laboratory equipment		30,216	30,091
Motor vehicles		8,124	-
Office equipment		3,008	-
Computers		4,601	-
		<u>320,258</u>	<u>73,723</u>

<b>4.4 Capital work-in-progress - Line - II</b>			
Building on leasehold land	4.4.1	28,850	1,938,939
Plant and machinery	4.4.1	143,147	7,486,291
Power and other installations		31,680	68,843
Furniture and fittings		2,301	2,683
Quarry, factory and laboratory equipment		1,623	-
Motor vehicles		180	874
Computers		-	1,001
		<u>207,781</u>	<u>9,498,631</u>

**4.4.1** Includes building on leasehold land and plant and machinery related to Waste Heat Recovery Plant amounting to Rs. Nil (June 30, 2016: Rs. 74.625 million) and Rs. 5.991 million (June 30, 2016: Rs. 653.668 million) respectively.

	Note	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
----- (Rupees ` 000) -----			
<b>4.5 Capital work-in-progress - Line - III</b>			
Building on leasehold land		10,160	-
Plant and machinery		4,747	-
		<u>14,907</u>	<u>-</u>

	Note	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
----- (Rupees ` 000) -----			
<b>5. LONG-TERM INVESTMENTS</b>			
<b>Investment in related parties</b>			
Available-for-sale securities	5.1	701,225	702,443
Interest in Joint Ventures			
- Madian Hydro Power Limited	5.2	-	-
- UniEnergy Limited		7,690	7,690
		7,690	7,690
		708,915	710,133
<b>5.1 Available-for-sale securities</b>			
<b>Cherat Packaging Limited</b>			
2,174,808 (June 30, 2016: 2,055,308) fully paid ordinary shares of Rs. 10/- each.		644,788	702,443
<b>Mirpurkhas Sugar Mills Limited</b>			
262,500 (June 30, 2016: Nil) fully paid ordinary shares of Rs. 10/- each		56,437	-
		701,225	702,443
<b>5.2 Madian Hydro Power Limited</b>			
Company's share in net assets		106,705	106,705
Less: Provision for impairment loss		(106,705)	(106,705)
		-	-
<b>6. LONG-TERM FINANCING - secured</b>			
<b>Islamic banks</b>			
Refused Derived Fuel Loan - Line - I	6.1	-	122,312
Syndicated Long-Term Finance Loan - Line - II	6.2	2,873,684	2,463,158
Waste Heat Recovery Loan - Line - II		600,565	600,565
Fixed Assets Refinance Loan - Line - II		300,000	300,000
		3,774,249	3,486,035
<b>Conventional banks</b>			
Syndicated Long-Term Finance Loan - Line - II	6.2	626,316	536,842
		4,400,565	4,022,877
		(60,057)	(40,770)
		4,340,508	3,982,107

6.1 During the period, the loan has been settled early.

6.2 Represents long-term financing obtained from Islamic banks under Diminishing Musharika Scheme and a term loan from a conventional bank. The approved financing amount to Rs. 9,500 million (Rs. 7,800 million under Islamic finance and Rs. 1,700 million under conventional finance) out of which Rs. 6,000 million remained unutilized as at the balance sheet date. The financing carry profit / mark-up at the rate of 6 months KIBOR+ 0.7% per annum. The financing is repayable in 10 equal semi-annual installments commencing after a grace period of 36 months from the date of first disbursement i.e. March 2019. The financing is secured against first pari-passu hypothecation charge of Rs. 12,670 million on plant and machinery and immovable fixed assets.

## 7. CONTINGENCIES AND COMMITMENTS

There are no material changes in the status of contingencies and commitments as reported in the annual financial statements of the Company for the year ended June 30, 2016 except as follows:

	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
----- (Rupees ` 000) -----		
Letters of credit - Islamic banks	5,727,831	75,592
Letter of guarantee - Conventional banks	99,000	34,000

## 8. TAXATION

In view of the tax exemption on investment in Khyber Pakhtunkhwa and Baluchistan provinces under clause 126L of Part I of the Second Schedule to the Income Tax Ordinance, 2001, profits and gains are exempted on line - II. For this purpose, separate books of accounts have been maintained for both lines (i.e., line - I and line - II). However, provision for Alternative Corporate Tax under section 113C of the Income Tax Ordinance, 2001 has been made in these financial statements.

## 9. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of group companies, directors, executives and retirement funds. Transactions with related parties, other than those disclosed elsewhere in the financial statements, are as follows:

Relationship	Nature of transactions	Period ended		Quarter ended	
		March 31, 2017 (Unaudited)	March 31, 2016 (Unaudited)	March 31, 2017 (Unaudited)	March 31, 2016 (Unaudited)
----- (Rupees `000) -----					
Group companies	Purchases	652,460	463,613	273,902	160,296
	Sales	10,256	4,981	813	3,528
	Purchase of fixed assets	14,112	-	14,112	-
	I.T support charges	10,139	8,861	3,380	2,954
	Dividend received	21,973	14,578	6,749	5,716
	Dividend paid	159,865	191,459	49,915	47,876
Key management personnel	Remuneration	413,717	344,070	141,196	113,230
Other related parties	Contribution to staff provident and gratuity funds	29,272	28,278	15,485	6,084
	Insurance premium	30,159	29,741	10,574	10,210

In addition, certain actual administrative expenses are being shared amongst the group companies.

10. CAPACITY - Clinker	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
	----- (Tons) -----	
Annual Installed capacity	2,260,000	1,000,000

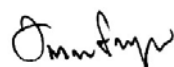
In view of installation of line - II, the production capacity of the Company has been enhanced.

## 11. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on April 26, 2017 by the Board of Directors of the Company.

## 12. GENERAL

Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.

  
Omar Faruque  
Chairman

  
Azam Faruque  
Chief Executive