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COMPANY PROFILE

Board of Directors:	Mr. Muhammad Tousif Peracha Mr. Abdur Rafique Khan Mrs. Tabassum Tousif Peracha Mian Nazir Ahmed Peracha Mr. M. Ishaque Khokhar Mr. M. Niaz Piracha Mr. Muhammad Rahman	Chairman & Chief Executive Director Director Director Director Director Director
Audit Committee:	Mian Nazir Ahmed Peracha Mr. Muhammad Tousif Peracha Mr. M. Niaz Piracha	Chairman Member Member
HR & R Committee:	Mr. M. Niaz Peracha Mr. Muhammad Rahman Mian Nazir Ahmed Piracha	Member Member Member
Company Secretary & CFO	Mr. Muhammad Shamail Javed ACA	
External Auditors:	Hyder Bhimji & Co. Chartered Accountants	
Internal Auditors:	Aftab Nabi & Co. Chartered Accountants	
Legal Advisor:	Raja Muhammad Akram	
Bankers to the Company:	National Bank of Pakistan 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 The Bank of Punjab United Bank Limited	
Registered & Head Office:	28-B/3, Gulberg III, P.O. Box 1285, Lahore. UAN : 042 - 111-210-310 Fax : 042 - 35871039, 47, 59 E-mail: info@gharibwalcement.com www.gharibwalcement.com	
Works:	Ismailwal, Distt. Chakwal	
Shares Registrar:	M/s. Corplink (Pvt.) Limited Shares Registrar, Wings Arcade, 1-K, Commercial, Model Town, Lahore. Tel: 042-35887262, 35839182 Fax: 042-35869037	

DIRECTORS' REPORT

The Directors of your company are pleased to present Quarterly Un-Audited Financial Statements of your company for the period ended ended September 30, 2012.

During the period cement industry achieved overall volumetric growth of 2.8%, however, domestic sales volume increased by 5.3% whereas export decreased by 2.68 %.

Your company was able to increase its sales volume and value by 35.04% and 57.2% respectively as compared to last period which enabled to achieve profit after tax of Rs. 99.547 million as against loss after tax of Rs. 162.541 million in corresponding period of last year.

Overall performance of the Company during this quarter has improved significantly as compared to last period which is mainly due to increase in sales volume, improvement in net retention prices and efforts of the management to control cost.

Comparative Financial and Sales & Production Volume performance of the Company for the period under review is summarized below:

	30-09-2012	30-09-2011	% Increase
	Rs. '000	Rs. '000	
Sales-net	1,275,441	811,323	57%
Gross Profit	335,843	84,002	300%
Operating Profit	305,509	36,368	740%
Profit after Taxation	99,547	(162,541)	161%
Earing per share - Rupees	0.25	(0.41)	161%
Clinker Production - Ton	209,834	136,355	54%
Cement Dispatches - Ton	215,415	159,508	35%

The main reason of low capacity utilization is non-operation of plant at optimum capacity due to liquidity problems.

Furthermore, during the quarter, we continued to face problems of severe load-shedding by SNGPL, WAPDA, and increase in fuel prices, etc. which eroded Company's profitability.

Future Outlook

Keeping in view the continuous growth of cement dispatches, stable selling prices, reduction in discount rate by SBP and tight cost controls by the management; we feel company will perform better in coming periods.

Acknowledgement

Board is appreciates the continued support and cooperation extended by the financial institutions including our dealers, suppliers and other stakeholders including hard work and dedication of our

For and on behalf of the Board



Abdur Rafique Khan
Director

Lahore: October 31, 2012

GHARIBWAL CEMENT LIMITED

**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2012**

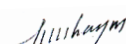
	Un-Audited	Audited
	30-09-2012	30-06-2012
	Rs. '000	Rs. '000
ASSETS		
NON CURRENT ASSETS		
property, plant and equipments	11,422,189	11,497,131
Long term loans	1,552	1,552
Long term deposits	9,741	9,741
	<u>11,433,482</u>	<u>11,508,424</u>
CURRENT ASSETS		
Stores, spares and loose tools	437,640	383,978
Stock in trade	155,602	112,122
Trade debtors	96,296	129,592
Advances, deposits and prepayments	340,326	363,710
Cash and bank balances	16,439	16,760
	<u>1,046,303</u>	<u>1,006,162</u>
Non current assets held for sale	13,812	13,812
	<u>1,060,115</u>	<u>1,019,974</u>
	<u><u>12,493,597</u></u>	<u><u>12,528,398</u></u>

Statement under section 241(2) of the Companies Ordinance, 1984

The Chief Executive of the Company is presently out of the country, therefore, these financial statements have been signed by two Directors of the company duly authorized by the Board of Directors.



Director



Director

**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2012**

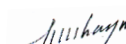
	Un-Audited	Audited
	30-09-2012	30-06-2012
	Rs. '000	Rs. '000
EQUITY AND LIABILITIES		
EQUITY		
Authorized capital		
470 million ordinary shares of Rs. 10 each	4,700,000	4,700,000
	<u>4,700,000</u>	<u>4,700,000</u>
Issued, subscribed and paid up capital	4,002,739	4,002,739
General Reserve	332,000	332,000
Accumulated losses	(3,630,668)	(3,747,404)
	<u>704,071</u>	<u>587,335</u>
Surplus on revaluation of property, plant and equipments	2,183,011	2,200,202
	<u>2,887,082</u>	<u>2,787,537</u>
NON CURRENT LIABILITIES		
Long term borrowings	3,245,008	3,390,384
Deferred income	-	6,810
Deferred liabilities	2,196,088	2,153,547
	<u>5,441,096</u>	<u>5,550,741</u>
CURRENT LIABILITIES		
Trade and other payable	818,273	988,031
Accrued Markup and Profit	975,187	951,078
Short term borrowings	711,942	719,316
Current portion of non current liabilities	1,197,955	1,073,270
Taxes and duties payable	462,062	458,425
	<u>4,165,419</u>	<u>4,190,120</u>
CONTINGENCIES AND COMMITMENTS		
	<u><u>12,493,597</u></u>	<u><u>12,528,398</u></u>

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Director



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CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012

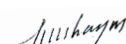
	Un-Audited Jul12-Sep12 Rs. '000	Un-Audited Jul11-Sep11 Rs. '000
Net sales	1,275,441	811,323
Cost of sales	(939,598)	(727,321)
Gross profit	335,843	84,002
Administration and general expenses	(32,436)	(32,376)
Selling and distribution expenses	(5,125)	(18,038)
Other operating expenses	-	(4,844)
Other income	7,227	7,624
	(30,334)	(47,634)
Operating profit	305,509	36,368
Finance cost	(198,883)	(190,796)
Profit before taxation	106,626	(154,428)
Taxation	(7,079)	(8,113)
Profit after taxation	99,547	(162,541)
Other comprehensive income for the period	-	-
Total comprehensive income for the period	99,547	(162,541)
	Rupees	Rupees
Earning per share (basic and diluted)	0.25	(0.41)

Statement under section 241(2) of the Companies Ordinance, 1984

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Director



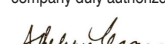
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012

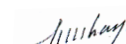
	Jul12-Sep12 Rs. '000	Jul11-Sep11 Rs. '000
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit / (loss) before taxation	106,626	(154,428)
Adjustment for non-cash and other transactions:		
Depreciation	80,827	66,812
Finance cost	198,883	190,796
Taxes and duties	-	3,742
Provision for slow moving stores items	-	4,844
Profit / interest income	-	(3,894)
	279,710	262,300
Operating profit before working capital changes	386,336	107,872
Increase / (decrease) in working capital:		
Stores, spares and loose tools	(53,662)	563
Stock in trade	(43,480)	56,307
Trade debts	33,296	7,577
Advance, deposit and other receivable	23,384	31,739
Trade and other payables	(169,761)	(127,895)
	(210,223)	(31,709)
Cash inflow from operation	176,113	76,163
Finance cost paid	(139,043)	(14,081)
Net increase/(decrease) in long term advances & deposits	-	(996)
Net increase/(decrease) in taxes & deposits	(3,441)	(13,383)
Net Cash inflow from operating activities	33,629	47,703
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	(5,885)	(15,245)
Net cash outflow from investing activities	(5,885)	(15,245)
CASH FLOW FROM FINANCING ACTIVITIES		
Change in long term borrowings	(20,691)	(17,236)
Change in redeemable capital	-	-
Change in short term borrowings	(7,374)	(7,293)
Change in directors' loan	-	-
Change in liabilities against assets subject to finance lease	-	(2,231)
Net cash outflow from financing activities	(28,065)	(26,760)
Net (decrease) / increase in cash and cash equivalents	(321)	5,698
Cash and cash equivalents at beginning of the period	16,760	22,261
Cash and cash equivalents at end of the period	16,439	27,959

Statement under section 241(2) of the Companies Ordinance, 1984

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Director



Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012

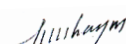
	Share Capital	General Reserves	Accumulated Loss	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at June 30, 2011	4,002,739	332,000	(3,576,437)	758,302
Total Comprehensive loss				
for the quarter ended September 30, 2011	-	-	(162,541)	(162,541)
Incremental depreciation on surplus on property, plant and equipments (net off deferred tax)	-	-	14,807	14,807
Balance as at September 30, 2011	4,002,739	332,000	(3,724,171)	610,568
Total Comprehensive loss				
for the three quarters ended June 30, 2012	-	-	(78,893)	(78,893)
Incremental depreciation on surplus on property, plant and equipments (net off deferred tax)	-	-	55,660	55,660
Balance as at June 30, 2012	4,002,739	332,000	(3,747,404)	587,335
Total Comprehensive profit				
for the quarter ended September 30, 2012	-	-	99,547	99,547
Incremental depreciation on surplus on property, plant and equipments (net off deferred tax)	-	-	17,189	17,189
Balance as at September 30, 2012	4,002,739	332,000	(3,630,668)	704,071

Statement under section 241(2) of the Companies Ordinance, 1984

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Director



Director

NOTES TO THE CONDENSED FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 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 on 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 COMPLAINT

These condensed interim financial statements are un-audited and have 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, 2012. These are 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 statements are the same as those applied in preparation of financial statements for the year ended June 30, 2012.

4 SIGNIFICANT ESTIMATES

The preparation of these condensed interim financial statements 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 statements. Actual results may differ from those estimates. In preparing these condensed interim financial statements, 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;

	NOTE	Un-Audited 30-09-2012 Rs. '000	Audited 30-06-2012 Rs. '000
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	11,096,605	11,177,058
Capital work in progress		325,584	320,073
		<u>11,422,189</u>	<u>11,497,131</u>
5.1 OPERATING FIXED ASSETS			
Book value - opening		11,177,058	11,459,998
Additions		372	44,985
Deletions		-	(1,836)
		<u>11,177,430</u>	<u>11,503,147</u>
Depreciation		(80,825)	(326,089)
Book value - closing balance		<u>11,096,605</u>	<u>11,177,058</u>

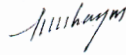
- 6 There is no material change in the contingent liabilities of the Company since the last annual balance sheet date.
- 7 There was no significant transaction with the related parties.
- 8 The figures have been rounded off to the nearest of thousand rupees.
- 9 These un-audited condensed interim financial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

Statement under section 241(2) of the Companies Ordinance, 1984

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Director



Director