



**Condensed Interim Financial Information
For The First Quarter Ended September 30, 2013**



GHARIBWAL CEMENT LIMITED

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Company Information

BOARD OF DIRECTORS:	Chairman & CEO Mr. Muhammad Tousif Peracha	Directors Mr. Abdur Rafique Khan Mrs. Tabassum Tousif Peracha Mr. Mustafa Tousif Ahmed Paracha Mr. Ali Rashid Khan Mian Nazir Ahmed Peracha Mr. Muhammad Rahman
AUDIT COMMITTEE	Chairman Mian Nazir Ahmed Peracha	Members Mr. Muhammad Tousif Peracha Mr. Mustafa Tousif Ahmed Paracha
HRR COMMITTEE	Chairman Mian Nazir Ahmed Peracha	Members Mr. Ali Rashid Khan Mr. Muhammad Rahman
CFO & COMPANY SECRETARY	Mr. Muhammad Shamail Javed ACA	
CHIEF ACCOUNTANT	Mr. Farukh Naveed	
EXTERNAL AUDITORS	Hyder Bhimji & Co. Chartered Accountants	
INTERNAL AUDITORS	Aftab Nabi & Co. Chartered Accountants	
LEGAL ADVISOR	Raja Muhammad Akram	
BANKERS TO THE COMPANY	Allied Bank Limited Askari Bank Limited Faysal Bank Limited First Credit and Investment Bank Habib Bank Limited KASB Bank Limited MCB Bank Limited Meezan Bank Limited National Bank of Pakistan NIB Bank Limited Saudi Pak Industrial & Agricultural Investment Company Silk Bank Limited The Bank of Khyber The Bank of Punjab United Bank Limited	
REGISTERED & HEAD OFFICE	28-B/III, Gulberg III, P.O. Box 1285, Lahore. UAN : 042 - 111-210-310, Fax : 042 - 35871039 & 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: 042-35916714	

Directors' Report to the Members

The directors of your Company are pleased to present the un-audited condensed financial information for the 1st quarter ended September 30, 2013.

The Company produced 34% more clinker and sold 23% more cement in the period under review as compared with the corresponding period of the last year.

The Company generated 34% more net revenue in the reported period as compared with the corresponding period of the last year enabling the Company to earn gross profit of Rs. 511 million registering 52% increase over the corresponding period of the last year. The finance cost decreased by 16% from Rs. 192 million to Rs. 162 million due to repayments of the principal liabilities. EBITDA also improved by 44% from Rs. 380 million to Rs. 548 million. At bottom end, the Company earned profit after tax of Rs. 274 million after an increase of 176% and generated earning per share of Re. 0.69 as against Re. 0.25 for the corresponding period.

Comparative financial results for the period under review are summarized below:-

Particulars	1st QTR FY2014		1st QTR FY2013		Variance	
	Rs. '000	% of sales	Rs. '000	% of sales	Rs. '000	% change
Net sales	1,707,522	100%	1,275,441	100%	432,081	34%
Gross profit	511,372	30%	335,842	26%	175,529	52%
Operating profit	453,562	27%	298,698	23%	154,864	52%
EBITDA	547,600	32%	379,525	30%	168,075	44%
Finance cost	(161,847)	-9%	(192,073)	-15%	30,226	-16%
PAT	274,496	16%	99,547	8%	174,949	176%
	Rs.		Rs.		Rs.	
EPS	0.69		0.25		0.44	176%

Ever increasing energy crises in the country coupled with the recent hike in the prices of commodities specially energy and fuel are the real challenges for the Company in the future ahead. The management of your Company is already considering the various options to encounter these challenges. On the other hand, cement demand is anticipated to be increased due to government as well as private spending on new constructions. Based on this, the management of your Company is hopeful that the current financial year will also be concluded with favourable key performance indicators.

The Board expresses its gratitude for the continuous support and cooperation of our bankers, financial institution, dealers and customers and other stakeholders having business relations with us; and also appreciates the loyalty, dedication and hard work of all our staff.

On behalf of Board of Directors



MUHAMMAD TOUSIF PERACHA
Chief Executive Officer

Lahore: October 31, 2013

Condensed Interim Balance Sheet (un-audited)

As at September 30, 2013

	Un-audited 30-09-2013	Audited 30-06-2013
	(Rupees in '000)	
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipments (Note 5)	11,443,247	11,476,898
Deferred tax assets	142,761	142,761
Long term deposits	72,456	72,456
	<hr/>	<hr/>
	11,658,464	11,692,115
CURRENT ASSETS		
Stores, spares and loose tools	521,390	647,243
Stock in trade	291,496	167,020
Trade debtors	166,340	188,929
Advances, deposits and prepayments	190,198	170,113
Cash and bank balances	54,200	22,718
	<hr/>	<hr/>
	1,223,624	1,196,023
Non current assets held for sale	13,812	13,812
	<hr/>	<hr/>
	1,237,436	1,209,835
	<hr/>	<hr/>
	12,895,900	12,901,950
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Muhammad Tousif Peracha
Chief Executive Officer



Abdur Rafique Khan
Director

Condensed Interim Balance Sheet (un-audited)

As at September 30, 2013

	Un-audited 30-09-2013	Audited 30-06-2013
(Rupees in '000)		
EQUITY AND LIABILITIES		
EQUITY		
Authorized capital 470 million ordinary shares of Rs. 10 each	4,700,000	4,700,000
Issued, subscribed and paid up capital	4,002,739	4,002,739
General Reserve	332,000	332,000
Accumulated losses	(2,377,907)	(2,671,643)
	1,956,832	1,663,096
Surplus on revaluation of property, plant and equipments	2,251,529	2,270,769
	4,208,361	3,933,865
NON CURRENT LIABILITIES		
Redeemable capital	179,856	199,840
Long term borrowings	3,288,507	3,793,733
Liabilities against assets subject to finance lease	-	-
Deferred income	212,004	212,004
Deferred liabilities	1,869,566	1,803,180
	5,549,933	6,008,757
CURRENT LIABILITIES		
Trade and other payable	895,036	862,653
Markup and profit payable	651,546	590,943
Short term borrowings	465,653	428,631
Current portion of non current liabilities	878,168	770,791
Taxes and duties payable	247,204	306,309
	3,137,607	2,959,328
CONTINGENCIES AND COMMITMENTS		
	12,895,900	12,901,950



Muhammad Tousif Peracha
Chief Executive Officer



Abdur Rafique Khan
Director

Condensed Interim Profit and Loss Account (un-audited)

For the quarter ended September 30, 2013

	JUL to SEP 2013	JUL to SEP 2012
(Rupees in '000)		
Net sales	1,707,522	1,275,441
Cost of sales	(1,196,150)	(939,599)
Gross profit	511,372	335,842
Administration and general expenses	(37,427)	(32,436)
Selling and distribution expenses	(5,493)	(5,125)
Other operating expenses	(15,353)	-
Other income	463	417
	(57,810)	(37,144)
Operating profit	453,562	298,698
Finance cost	(161,847)	(192,073)
Profit before taxation	291,715	106,625
Taxation	(17,219)	(7,078)
Profit after taxation	274,496	99,547
Other comprehensive income for the period	-	-
Total comprehensive income for the period	274,496	99,547
(Rupees)		
Earning per share (basic and diluted)	0.69	0.25



Muhammad Tousif Peracha
Chief Executive Officer



Abdur Rafique Khan
Director

Condensed Interim Cash Flow Statement (un-audited)

For the quarter ended September 30, 2013

	JUL to SEP 2013	JUL to SEP 2012
(Rupees in '000)		
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	291,715	106,625
Adjustment for non-cash and other transactions:		
Depreciation	94,038	80,827
Finance cost	161,847	192,073
	255,885	272,900
Operating profit before working capital changes	547,600	379,525
Increase / (decrease) in working capital:		
Stores, spares and loose tools	125,853	(53,662)
Stock in trade	(124,476)	(43,480)
Trade debts	22,589	33,296
Advance, deposit and other receivable	(20,085)	23,384
Trade and other payables	15,717	(162,950)
	19,598	(203,412)
Cash inflow from operation	567,198	176,113
Finance cost paid	(73,024)	(139,043)
Net decrease in taxes & deposits	(17,506)	(3,441)
Net Cash inflow from operating activities	476,668	33,629
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	(60,387)	(5,885)
	(60,387)	(5,885)

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Muhammad Tousif Peracha
Chief Executive Officer



Abdur Rafique Khan
Director

Condensed Interim Cash Flow Statement (un-audited)

For the quarter ended September 30, 2013

JUL to SEP 2013	JUL to SEP 2012
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(Rupees in '000)

CASH FLOW FROM FINANCING ACTIVITIES

Change in long term borrowings	(143,837)	(20,691)
Change in short term borrowings	59,049	(7,374)
Change in directors' loan	(276,185)	-
Change in liabilities against assets subject to finance lease	(1,800)	-
Net cash outflow from financing activities	(362,773)	(28,065)
Net increase in cash and cash equivalents	53,508	(321)
Cash and cash equivalents at beginning of the period	692	16,760
Cash and cash equivalents at end of the period	54,200	16,439



Muhammad Tousif Peracha
Chief Executive Officer



Abdur Rafique Khan
Director

Interim Condensed Statement of Changes in Equity (un-audited)

For the quarter ended September 30, 2013

Particulars	Share Capital	General Reserve	Accumulated Loss	Total
	(Rupees in '000)			
Balance as at June 30, 2012	4,002,739	332,000	(3,794,382)	540,357
Total Comprehensive income for the quarter ended September 30, 2012	-	-	99,547	99,547
Incremental depreciation on surplus on property, plant and equipments	-	-	17,189	17,189
Balance as at September 30, 2012	4,002,739	332,000	(3,677,646)	657,093
Total Comprehensive income for the nine months ended June 30, 2013	-	-	950,998	950,998
Incremental depreciation on surplus on property, plant and equipments	-	-	55,005	55,005
Balance as at June 30, 2013	4,002,739	332,000	(2,671,643)	1,663,096
Total Comprehensive income for the quarter ended September 30, 2013	-	-	274,496	274,496
Incremental depreciation on surplus on property, plant and equipments	-	-	19,241	19,241
Balance as at September 30, 2013	4,002,739	332,000	(2,377,907)	1,956,832



Muhammad Tousif Peracha
Chief Executive Officer



Abdur Rafique Khan
Director

Notes to the Condensed Interim Financial Information (un-audited)

For the quarter ended September 30, 2013

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 COMPLAINE

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, 2013. 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, 2013.

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;

5. PROPERTY, PLANT AND EQUIPMENT


	Un-audited 30-09-2013	Audited 30-06-2013
Operating fixed assets	10,942,946	11,036,096
Capital work in progress	500,301	440,802
	<u>11,443,247</u>	<u>11,476,898</u>

Un-audited 30-09-2013	Audited 30-06-2013
(Rupees in '000)	

Notes....

	(Rupees in '000)
5.1 OPERATING FIXED ASSETS	
Book value as at June 30, 2013	11,036,096
Additions	888
Deletions	-
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	11,036,984
Depreciation	(94,038)
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Book value as at September 30, 2013	<u>10,942,946</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 party.
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, 2013.


Muhammad Tousif Peracha
Chief Executive Officer


Abdur Rafique Khan
Director



28-B/III, Gulberg III, P.O Box 1285, Lahore.
UAN: 042-111-210-310 | Fax: 042-35871039 & 59
E-mail: info@gharibwalcement.com | Website: www.gharibwalcement.com