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ARPAK INTERNATIONAL INVESTMENTS LIMITED
King's Arcade, 20-A, MARKAZ F-7,
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Arpak International Investments Limited

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE HALF-YEAR
ENDED DECEMBER 31, 2018**

ARPAK INTERNATIONAL INVESTMENTS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Abbas Sarfaraz Khan Begum Laila Sarfaraz Mr. Aziz Sarfaraz Khan Ms. Zarmine Sarfaraz Ms. Najda Sarfaraz Mr. Iskander M. Khan Mr. Usman Salim Khan	Chief Executive Chairperson
AUDIT COMMITTEE	Mr. Usman Salim Khan Mr. Aziz Sarfaraz Khan Ms. Zarmine Sarfaraz Mr. Mujahid Bashir	Chairperson Member Member Secretary
CHIEF FINANCIAL OFFICER	Mr. Rizwan Ullah Khan	
COMPANY SECRETARY	Mr. Mujahid Bashir	
HEAD OF INTERNAL AUDIT	Mr. Zaheer Mir	
AUDITORS	M/s. ShineWing Hameed Chaudhri & Co. Chartered Accountants	
LEGAL ADVISOR	Ms. Shazia Malik	Advocate
SHARE REGISTRAR	Messrs Hameed Majeed Associates (Pvt.) Limited, H.M. House, 7-Bank Square, Lahore Phone No.: 042-37235081 Fax No.: 042-37235083	
BANKERS	Bank Al-Habib Limited MCB Bank Limited	
REGISTERED OFFICE	King's Arcade, 20-A, Markaz F-7, Islamabad Phone: 051-2650805-7 Fax: 051-2651285-6	

ARPAK INTERNATIONAL INVESTMENTS LIMITED

DIRECTOR'S REVIEW REPORT

The Directors of Arpak International Investments Limited are pleased to present the un-audited condensed interim financial information of the Company for the half year ended December 31, 2018 to the shareholders of the Company in compliance with Section 237 of the Companies Act, 2017 (The Act) and the listing regulations of the Pakistan Stock Exchange.

OPERATIONS

The Company suffered pre-tax loss of 1.513 million (December 31, 2017: 16.972 million) during the six months' period ended December 31, 2018.

INVESTMENTS

The Company has investments of Rs 43.750 million in an associated Company and Rs 34.108 million in mutual funds. The management has invested prudently to ensure appropriate returns on available funds.

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial information for the half year are the same as applied in the preparation of the preceding annual financial statement of the Company.

REPLY TO AUDITOR'S OBSERVATION

The management has not carried-out impairment testing of its investments in Associated Companies due to non-availability of financial statements of Associated Company as described in note # 4 of the condensed interim financial information.

ACKNOWLEDGEMENT

The Directors appreciate the hard work and dedication displayed by the employees of the Company.

ON BEHALF OF THE BOARD

Islamabad
February 26, 2019


(Abbas Sarfaraz Khan)
Chief Executive


(Iskander M. Khan)
Director

ڈائریکٹرز کی جائزہ رپورٹ

آرپاک انٹرنیشنل انوسٹمنٹس لمیٹڈ کے 31 دسمبر 2018 کو ختم ہونے والی ششماہی کی اختتامی مدت پر کمپنی کے ڈائریکٹرز غیر آڈٹ شدہ کنڈنڈ عبوری مالیاتی معلومات حصص داروں کو نئے کمپنی ایکٹ 2017 (دی ایکٹ) کے سیکشن 237 اور پاکستان سٹاک ایکسچینج کے قواعد کے مطابق پیش کرنے پر مسرت محسوس کرتے ہیں۔

آپریشن کا جائزہ

کمپنی نے 31 دسمبر 2018 کو ختم ہونے والی ششماہی مدت کے دوران ٹیکس کی ادائیگی سے پہلے 1.513 ملین روپے (31 دسمبر 2017 : 16.972 ملین) نقصان برداشت کیا۔

انوسٹمنٹس

کمپنی نے ایسوسی ایٹڈ کمپنی میں 43.750 ملین روپے اور باہمی (میوچیول) فنڈز میں 34.108 ملین روپے کی سرمایہ کاری کر رکھی ہے۔ انتظامیہ نے دستیاب فنڈز پر مناسب ریٹرن حاصل کرنے کے لیے بڑے سوچ بچار کے بعد سرمایہ کاری کی ہوئی ہے۔

اکاؤنٹنگ کی پالیسیاں

کمپنی کی ششماہی کنڈنڈ عبوری مالیاتی معلومات کی تیاری کے دوران اپنائی گئی اکاؤنٹنگ پالیسیاں وہی ہیں جو پچھلے سال سالانہ مالیاتی معاملات میں اپنائی گئی تھی۔

آڈیٹرز کے مشاہدے کا جواب

انتظامیہ ایسوسی ایٹڈ کمپنی کے مالیاتی معاملات کی عدم دستیابی کی وجہ سے ایسوسی ایٹڈ کمپنیوں میں کی گئی سرمایہ کاری کی ایمپیرمنٹ ٹیسٹنگ نہیں کر سکی جس کی وجہ کنڈنڈ عبوری مالیاتی معلومات کے نوٹ نمبر 4 میں بیان کی گئی ہے۔

اعتراف

ڈائریکٹرز نے کمپنی کے لئے سٹاف کی محنت کو سراہا ہے۔



اسلام آباد

تاریخ: 26 فروری 2019

جناب اسکندر محمد خان

ڈائریکٹر



جناب عباس سرفراز خان

چیف ایگزیکٹو

ARPAK INTERNATIONAL INVESTMENTS LIMITED

Independent Auditors' Review Report To the Members of Arpak International Investments Limited Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Arpak International Investments Limited (the Company) as at December 31, 2018 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six months period then ended (here-in-after referred to as "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the quarters ended December 31, 2017 and December 31, 2018 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2018.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

The management has not carried-out impairment testing of its investments in Associated Companies at the reporting date as required under IAS 36 "Impairment of Assets".

Qualified Conclusion

Based on our review, except for the effects of the matter described in the basis for qualified opinion paragraph, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Shinewing Hameed Chaudhri & Co

SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS

Lahore: February 27, 2019

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2018

		Un-audited December 31, 2018	Audited June 30, 2018
Note		----- Rupees -----	
Assets			
Non-Current Assets			
Property, plant and equipment		4,593,413	4,637,553
Investment property		1,833,521	1,841,782
Long term investments	4	531,157,674	531,171,156
Loan to an Associated Company	5	37,500,000	43,750,000
		<u>575,084,608</u>	<u>581,400,491</u>
Current Assets			
Short term investments	6	34,107,917	38,275,176
Advances to employees - considered good		1,124,750	174,750
Accrued mark-up		1,174,754	860,098
Prepayments		249,150	4,489
Other receivables		820,616	-
Advance income tax and tax deducted at source		433,732	1,180,178
Current portion of loan to an Associated Company		6,250,000	-
Bank balances		2,394,644	4,603,157
		<u>46,555,563</u>	<u>45,097,848</u>
		<u>621,640,171</u>	<u>626,498,339</u>
Equity and Liabilities			
Share Capital and Reserves			
Authorized capital		5,000,000	5,000,000
5,000,000 ordinary shares of Rs.10 each		<u>50,000,000</u>	<u>50,000,000</u>
Issued, subscribed and paid up capital		40,000,000	40,000,000
4,000,000 ordinary shares of Rs.10 each		11,614,148	11,624,596
Reserves		225,376,743	227,456,172
Unappropriated profit		342,015,413	342,015,413
Share of surplus on revaluation of property, plant and equipment of Associated Companies		<u>619,006,304</u>	<u>621,096,181</u>
Non-Current Liability			
Deferred taxation		174,944	184,652
Current Liabilities			
Accruals and other payables		654,657	2,803,266
Unclaimed dividend		1,016,614	1,022,223
Taxation		787,652	1,392,017
		<u>2,458,923</u>	<u>5,217,506</u>
Contingencies and Commitments			
	7	<u>621,640,171</u>	<u>626,498,339</u>

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


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE QUARTER AND SIX MONTHS PERIOD ENDED DECEMBER 31, 2018

	Quarter ended		Six months period ended	
	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
	----- Rupees -----			
Income	3,401,074	2,767,353	6,505,224	5,502,106
Operating and general expenses	(5,133,685)	(3,890,046)	(8,014,405)	(6,976,764)
Operating loss	<u>(1,732,611)</u>	<u>(1,122,693)</u>	<u>(1,509,181)</u>	<u>(1,474,658)</u>
Bank charges	(2,809)	(2,590)	(4,143)	(4,613)
	<u>(1,735,420)</u>	<u>(1,125,283)</u>	<u>(1,513,324)</u>	<u>(1,479,271)</u>
Share of loss of an Associated Company - net of taxation				
	-	(12,120,736)	-	(15,493,637)
Loss before taxation	<u>(1,735,420)</u>	<u>(13,246,019)</u>	<u>(1,513,324)</u>	<u>(16,972,908)</u>
Taxation	65,734	(323,284)	(566,105)	(632,028)
Loss after taxation	<u>(1,669,686)</u>	<u>(13,569,303)</u>	<u>(2,079,429)</u>	<u>(17,604,936)</u>
Loss per share - basic and diluted				
	<u>(0.42)</u>	<u>(3.39)</u>	<u>(0.52)</u>	<u>(4.40)</u>

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


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER AND SIX MONTHS PERIOD ENDED DECEMBER 31, 2018

	Quarter ended		Six months period ended	
	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
	----- Rupees -----			
Loss after taxation	(1,669,686)	(13,569,303)	(2,079,429)	(17,604,936)
Other comprehensive income / (loss)				
Items that may be reclassified subsequently to statement of profit or loss:				
Fair value gain / (loss) on re-measurement of available-for-sale investments	109	(87,555)	-	(92,918)
Reclassification of gain on sale of available-for-sale investments	(10,448)	-	(10,448)	
Share of fair value loss on remeasurement of available-for-sale investments of Associated Companies	-	(638,293)	-	(392,000)
	(10,339)	(725,848)	(10,448)	(484,918)
Items that will not be reclassified subsequently to statement of profit or loss:				
Share of surplus arisen on revaluation of property, plant and equipment carried out by an Associated Company	-	11,277,761	-	7,429,334
Total comprehensive loss	(1,680,025)	(3,017,390)	(2,089,877)	(10,660,520)

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


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2018

	Six months period ended	
	December 31, 2018	December 31, 2017
	----- Rupees -----	
Cash flow from operating activities		
Loss for the period - before taxation and share of loss of an Associated Company	(1,513,324)	(1,479,271)
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	44,141	35,653
Depreciation on investment property	8,261	8,696
Mark-up on loan to an Associated Company	(2,158,351)	(1,658,172)
Gain on sale of short term investment	(71,640)	(67,910)
Fair value loss / (gain) on re-measurement of short term investment	1,802,662	(1,047,092)
Dividend income	(3,016,191)	-
Gain on sale of long term investment	(9,778)	-
Loss before working capital changes	(4,914,220)	(4,208,096)
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets:		
Advances to employees	(950,000)	(35,000)
Prepayments	(244,661)	(215,843)
Other receivables	(820,616)	(740,835)
Decrease in current liabilities:		
Accruals and other payables	(2,148,609)	(2,053,565)
Unclaimed dividend	(5,609)	(1,877)
	(4,169,495)	(3,047,120)
Cash used in operations	(9,083,715)	(7,255,216)
Income tax paid	(433,732)	(34,784)
Net cash used in operating activities	(9,517,447)	(7,290,000)
Cash flows from investing activities		
Mark-up received on loan to an Associated Company	1,843,695	2,654,157
Proceeds from sale of long term investment	12,810	-
Short term investments - net	2,436,238	3,000,000
Dividend received	3,016,191	-
Net cash generated from investing activities	7,308,934	5,654,157
Net decrease in cash and cash equivalents	(2,208,513)	(1,635,843)
Cash and cash equivalents - at beginning of the period	4,603,157	2,845,405
Cash and cash equivalents - at end of the period	2,394,644	1,209,562

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


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2018

	Reserves				Unappropriated profit	Share of surplus on revaluation of property, plant and equipment of an Associated Company	Total
	Share capital	Capital reserve	General reserve	Unrealised gain / (loss) on available-for-sale investments			
	-----Rupees-----						
Balance as at July 01, 2017	40,000,000	7,440,781	5,400,000	330,267	248,080,878	353,619,680	654,871,606
Total comprehensive income / (loss) for the six months period ended December 31, 2017							
Loss for the period	-	-	-	-	(17,604,936)	-	(17,604,936)
Other comprehensive income	-	-	-	(484,918)	-	7,429,334	6,944,416
	-	-	-	(484,918)	(17,604,936)	7,429,334	(10,660,520)
Effect of items directly credited to equity by an Associated Company	-	-	-	-	7,458,141	-	7,458,141
Share of surplus on revaluation of property, plant and equipment realised during the period by an Associated Company on account of incremental depreciation and upon sale of revalued assets - (net of deferred taxation)	-	-	-	-	7,311,254	(7,311,254)	-
Balance as at December 31, 2017	40,000,000	7,440,781	5,400,000	(154,651)	245,245,337	353,737,760	651,669,227
Balance as at July 01, 2018	40,000,000	7,440,781	5,400,000	(1,216,185)	227,456,172	342,015,413	621,096,181
Total comprehensive loss for the six months period ended December 31, 2018							
Loss for the period	-	-	-	-	(2,079,429)	-	(2,079,429)
Other comprehensive loss	-	-	-	(10,448)	-	-	(10,448)
	-	-	-	(10,448)	(2,079,429)	-	(2,089,877)
Effect of items directly credited to equity by an Associated Company	-	-	-	-	-	-	-
Balance as at December 31, 2018	40,000,000	7,440,781	5,400,000	(1,226,633)	225,376,743	342,015,413	619,006,304

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


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ARPAK INTERNATIONAL INVESTMENTS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2018

1. CORPORATE INFORMATION

Arpak International Investments Limited (the Company) was incorporated in Pakistan on July 26, 1977 as a Public Company and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at Kings' Arcade 20-A, Markaz F-7, Islamabad. It is principally engaged in investment business of various forms.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

Where the provision of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.2 These condensed interim financial statements do not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2018. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2 New standards, amendments to approved accounting standards and interpretations that are effective during the period

The new standards, amendments to approved accounting standards and interpretations that are mandatory for the accounting periods beginning on July 1, 2018 are considered not to be relevant or to have any significant effect on the Company's interim financial reporting and are, therefore, not detailed in these condensed interim financial statements.

2.3 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2018.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

During the preparation of these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited annual financial statements for the year ended June 30, 2018.

4. LONG TERM INVESTMENTS

		Un-audited December 31, 2018	Audited June 30, 2018
	Note	----- Rupees -----	
Associated Companies			
The Premier Sugar Mills and Distillery Company Ltd. (PSM) - Quoted	4.1	474,751,144	474,751,144
Premier Board Mills Ltd. (PBML) - Un-quoted	4.2	56,406,530	56,406,530
		<u>531,157,674</u>	<u>531,157,674</u>
Others - Quoted	4.3	-	13,482
		<u>531,157,674</u>	<u>531,171,156</u>

4.1 Investment in PSM represents 400,000 fully paid ordinary shares of Rs.10 each representing 10.67% (June 30, 2018: 10.67%) of PSM's issued, subscribed and paid-up capital as at December 31, 2018. PSM was incorporated on July 24, 1944 as a public limited company and its shares are quoted on Pakistan Stock Exchange Limited. The principal activity of PSM is manufacturing and sale of white sugar and spirit. Market value of the Company's investment in PSM as at December 31, 2018 was Rs.41.612 million (June 30, 2018: Rs.32.900 million). PSM is an associate of the Company due to common directorship.

4.1.1 Carrying value of investment in PSM as at December 31, 2018 has not been accounted for using the equity method required by IAS 28 (Investments in Associates) due to non availability of audited consolidated financial statements of PSM for the year ended September 30, 2018. PSM has obtained extension from Securities and Exchange Commission in this regard.

4.2 Investment in PBML represents 600,000 fully paid ordinary shares of Rs.10 each representing 10.63% (June 30, 2018: 10.63%) of PBML's issued, subscribed and paid-up capital as at December 31, 2018. PBML was incorporated on May 12, 1980 as a public company and it is evaluating certain proposals for setting-up some industrial unit. PBML is an associate of the Company due to common directorship.

4.2.1 Carrying value of investment in PBML as at December 31, 2018 have not been accounted for using the equity method as required by IAS 28 (Investments in Associates) due to non-availability of financial statements for the period ended December 31, 2018.

		Un-audited December 31, 2018	Audited June 30, 2018
		----- Rupees -----	
4.3 Others - Quoted (Available for sale)			
Ibrahim Fibres Ltd.			
Nil (2018: 9,750) ordinary shares of Rs.10 each - cost		-	3,034
Add: adjustment on re-measurement to fair value		-	10,448
		<u>-</u>	<u>13,482</u>

5. LOAN TO AN ASSOCIATED COMPANY

The Company and Chashma Sugar Mills Ltd. (CSM) had entered into a loan agreement on May 20, 2008 whereby the Company has advanced amounts aggregating Rs.50 million to CSM. The loan carries mark-up at the rate of 1-Month KIBOR+1.25% per annum; effective mark-up rates charged by the Company, during the current period, ranged from 8.28% to 11.65% (June 30, 2018: 7.51% to 8.17%) per annum. As per the previous loan agreement, the loan was receivable in 8 equal half-yearly instalments which commenced from May, 2013. The Company and CSM, first in financial year ended June 30, 2014 and then again in financial year ended 2017, have entered into a revised agreement and changed the repayment terms. As per latest agreement this loan is now receivable in seven half-yearly instalments commencing November, 2019. The loan is secured against a promissory note of Rs.59 million.

6. SHORT TERM INVESTMENTS - at fair value through profit or loss

This represents investment in 338,064 (June 30, 2018: 361,627) units of First Habib Cash Fund.

7. CONTINGENCIES AND COMMITMENTS

There was no known contingency and commitment outstanding as at December 31, 2018 and June 30, 2018.

8. TRANSACTIONS WITH RELATED PARTIES

8.1 Significant transactions with related parties are as follows:

Relationship	Nature of transactions	Un-audited Six months period ended December 31,	
		2018	2017
		----- Rupees -----	
Associated Company	Mark-up earned on loan to an Associated Company	2,158,351	1,658,172
Key management personnel	Remuneration and other benefits	4,414,104	3,405,792
		<u>Un-audited December 31,</u>	<u>Audited June 30,</u>
8.2 Period / year end balances are as follows:		----- Rupees -----	
Loan to an Associated Company		<u>43,750,000</u>	<u>43,750,000</u>
Accrued mark-up on loan to an Associated Company		<u>1,174,754</u>	<u>860,098</u>

9. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

There has been no change in the Company's sensitivity to these risks since June 30, 2018. There have been no change in risk management objectives and policies of the Company during the period.

These condensed interim financial statements does not include all financial risk management information and disclosures as are required in the audited annual financial statements and should be read in conjunction with the Company's audited annual financial statement as at June 30, 2018.

10. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amounts of all financial assets and liabilities reflected in the financial statements approximate their fair values.

Given below is the analysis of financial instruments, carried at fair value, by valuation method. The different levels have been defined as follows:

Level:1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level:2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level:3 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The Company's investments in equity instruments of a listed Company have been measured at fair value using year-end quoted price. Fair value of these investments falls within level 1 of fair value hierarchy as mentioned above.

The Company's investment in Mutual Fund has been measured at fair value using period-end Net Assets Value as computed by the respective Assets Management Company. Fair value of these investments falls within level 2 of fair value hierarchy as mentioned above.

11. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended June 30, 2018, whereas, the condensed interim statement of profit or loss, the condensed interim statement of other comprehensive income, the condensed interim statement of cash flows and the condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the six months period ended December 31, 2017.

12. GENERAL

These condensed interim financial statements were approved by the Board of Directors and authorised for issue on February 26, 2019.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER