



PIONEER CEMENT
LIMITED.

Condensed Interim Financial Statements
December 31, 2018

ENDURING
STRENGTH

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Corporate Information

Board of Directors

Mr. Aly Khan (Chairman)
Mr. Arif Hamid Dar (CEO)
Ms. Aleeya Khan
Mr. Shafiuddin Ghani Khan
Mr. Mohammad Aftab Alam
Mr. Jamal Nasim
Mirza Ali Hassan Askari
Mr. Rafique Dawood

Audit Committee

Mr. Jamal Nasim (Chairman)
Mr. Aly Khan
Ms. Aleeya Khan
Mr. Shafiuddin Ghani Khan
Mr. Mohammad Aftab Alam

HR & Remuneration Committee

Mr. Shafiuddin Ghani Khan (Chairman)
Mr. Aly Khan
Ms. Aleeya Khan
Mr. Mohammad Aftab Alam
Mr. Arif Hamid Dar (CEO)

Chief Financial Officer

Mr. Waqar Naeem

Chief Internal Auditor

Mr. Jamal-ud-Din

Company Secretary

Mr. Abdul Wahab

Bankers

Allied Bank Limited
Askari Bank Limited
Bank Al Habib Limited
Bank of Khyber
Dubai Islamic Bank
Habib Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
The Bank of Punjab
United Bank Limited

Statutory Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisor

Hassan & Hassan

Registered Office

135-Ferozepur Road, Lahore
Tel: +92 (42) 37503570-72
Fax: +92 (42) 37503573-4
Email: pioneer@pioneeracement.com

Factory

Chenki, District Khushab
Telephone: +92 (454) 898101-3
Fax: +92 (454) 898104
Email: factory@pioneeracement.com

Regional Offices

Karachi Office
4th Floor, KDLB Building West Wharf,
Karachi
Tel: +92 (21) 32201232-3
Fax: +92 (21) 32201234
Email: pclkhi@pioneeracement.com

Multan Office
House No. 218, Naqshband Colony,
Khanewal Road, Multan
Tel: +92 (61) 6510404
Fax: +92 (61) 6510405

Faisalabad Office
Office No. 3, 2nd Floor, Sitara Tower,
Bilal Chowk, New Civil Lines, Faisalabad,
Tel: +92 (41) 2630030, 2640406-7
Fax: +92 (41) 2630923

Sargodha Office
Office No. 6, 2nd Floor,
Rehman Trade Centre,
University Road, Sargodha
Telephone: +92 (483) 725050
Fax: +92 (483) 722331

Share Registrar

Corplink (Pvt) Limited
Wings Arcade, 1-K Commercial,
Model Town, Lahore
Telephone: +92 (42) 35839182, 35916714
Fax: +92 (42) 35869037
Email: corplink786@yahoo.com,
shares@pioneeracement.com

Directors' Report To the Shareholders

Directors of your Company present the directors' report for half year ended December 31, 2018.

The Cement Sector:

During the period under review, Pakistan cement sector achieved a cumulative volumetric growth of 875,885 tons (December 2017: 2.44 million tons) growth of 3.94% over same period of last year (SPLY). Total cement dispatches for the half year under review exceeded 23.11 million tons (December 2017: 22.24 million tons) comprising local off take of 19.56 million (December 2017: 19.84 million tons) and exports of 3.56 million tons (December 2017: 2.41 million tons).

Business Performance:

During the current period under review, your Company produced 728,215 tons cement compared to 736,305 tons produced SPLY. During the same period, 643,200 tons of clinker was produced compared to 771,460 tons production of corresponding period last year.

A comparative summary of production and sales volumes is given below:

				(Tons)
Particulars	Jul-Dec 2018	Jul-Dec 2017	Variance	%
Production				
Clinker	643,200	771,460	(128,260)	(16.63)
Cement	728,215	736,305	(8,090)	(1.10)
Sales				
Cement	685,120	706,951	(21,831)	(3.09)
Clinker	-	58,865	(58,865)	(100.00)
	685,120	765,816	(80,696)	(10.54)
Exports	38,625	28,140	10,485	37.26
Total Sales	723,745	793,956	(70,211)	(8.84)

During the first six months of financial year 2018-19, local cement dispatches have reduced by 21,831 tons (3.09%) over the corresponding period's sale of 706,951 tons. Dispatches of 58,865 tons clinker was made to other local cement producers during last year, however, during current period, clinker was not sold locally due to low demand. During the first half of the current financial year, exports were 38,625 tons (December 2017: 28,140 tons) including 238 tons of clinker; thus registering a growth of 37.26%.

Financial Performance:

The comparative summary of key financial results for the six months ended December 31, 2018 is given below:

(Rs. in million)				
Particulars	Jul-Dec 2018	Jul-Dec 2017	Variance	
Net sales	5,056,685	4,895,051	161,634	3.30%
Cost of sales	3,878,441	3,417,909	460,531	13.47
Gross profit	1,178,244	1,477,142	(298,897)	(20.23)
Operating profit	906,235	1,134,533	(228,297)	(20.12)
Finance cost	169,374	49,837	119,537	239.86
Profit before taxation	736,861	1,084,696	(347,834)	(32.07)
Earnings per share (Rs)	2.32	3.25	(0.93)	(28.62)

The Company has earned net revenue of Rs. 5,056.69 million during the period under review, an increase of Rs. 161.63 million (3.30%), despite drop of 8.84% in volumes.

Cost of sales for the period under review has increased by Rs. 460.53 million (13.47%). This increase is directly attributable to the hike in coal and paper prices in international market; coupled by devaluation of Pak Rupee against US Dollar. Fuel and power cost for the current period amounts to Rs. 2,518.22 million (December 2017: 2,389.65 million) which translates into Rs. 3,479 per ton of sale compared to Rs. 3,010 per ton SPLY. Similarly, packing material cost has also increased to Rs. 517 per ton of cement sale as against Rs. 374 per ton cement sold during the corresponding period of last year.

The above discussed factors have dropped the profitability of the Company. GP margin has dropped to 23.30% (December 2017: 30.18%). Operating profit reduced to Rs.906.23 million compared to Rs. 1,134.53 million and profit after tax amounted to Rs. 526.96 million (December 2017: Rs. 737.19 million).

The installation of 8,000 tons per day clinker plant, 12 Waste Heat Recovery Power Plant and 24 MW Coal Power Plant is at advanced stages. Plant civil work is almost complete and mechanical and electrical erection is in full swing. Materials and equipment have already been procured. The management of your Company is committed to achieve the commercial operations within the stipulated timelines.

Board of Directors

The composition of Board of Directors of your Company is in compliance with the requirements of Code of Corporate Governance, 2017.

The Board:

Sr. #	Name	Composition
1	Mr. Aly Khan (Chairman)	Non-Executive
2	Ms. Aleeya Khan	Non-Executive
3	Mr. Shafiuddin Ghani Khan	Independent
4	Mr. Mohammad Aftab Alam	Non-Executive
5	Mirza Ali Hassan Askari	Non-Executive
6	Mr. Jamal Nasim	Independent
7	Mr. Rafique Dawood	Independent
8	Mr. Arif Hamid Dar	Chief Executive Officer

Audit Committee:

Sr. #	Name	Composition
1	Mr. Jamal Nasim	Chairman
2	Mr. Aly Khan	Member
3	Ms. Aleeya Khan	Member
4	Mr. Shafiuddin Ghani Khan	Member
5	Mr. Mohammad Aftab Alam	Member

HR and Remuneration Committee:

Sr. #	Name	Composition
1	Mr. Shafiuddin Ghani Khan	Chairman
2	Mr. Aly Khan	Member
3	Ms. Aleeya Khan	Member
4	Mr. Mohammad Aftab Alam	Member
5	Mr. Arif Hamid Dar	Member

Acknowledgement:

The Board places on record its gratitude for the dedication of employees of the Company. The Board acknowledges the assistance and cooperation of all stakeholders including financial institutions, customers, creditors, government departments and all others who strengthened the Company.

For and on behalf of the board.



Arif Hamid Dar
Chief Executive Officer

February 26, 2019
Lahore

آڈٹ کمیٹی

- | | |
|----------------------------|----------|
| ۱۔ جناب جمال نسیم | چیئر مین |
| ۲۔ جناب علی خان | ممبر |
| ۳۔ جناب شفیع الدین غنی خان | ممبر |
| ۴۔ جناب محمد آفتاب عالم | ممبر |
| ۵۔ محترمہ عالیہ خان | ممبر |

ایچ آر اینڈ ریمو نیویشن کمیٹی

- | | |
|----------------------------|----------|
| ۱۔ جناب شفیع الدین غنی خان | چیئر مین |
| ۲۔ جناب علی خان | ممبر |
| ۳۔ جناب محمد آفتاب عالم | ممبر |
| ۴۔ محترمہ عالیہ خان | ممبر |
| ۵۔ جناب عارف حمید ڈار | ممبر |

اعتراف

بورڈ کے ارکان تمام شراکت داران اور تمام ملازمین کے اعتماد اور تعاون کے تہہ دل سے مشکور ہیں۔



عارف حمید ڈار

چیف ایگزیکٹو آفیسر

26 فروری 2019

موجودہ عرصہ کے دوران فروخت کی لاگت میں 460.53 ملین روپے کا اضافہ ہوا۔ یہ اضافہ بین الاقوامی منڈی میں کونکر اور کانڈ کی قیمت میں گرانی اور ڈالر کے مقابلے پاکستانی روپے کی قدر میں کمی کی وجہ سے ہوا۔ ایندھن اور بجلی کی کل لاگت زیر نظر عرصہ میں 2,518.22 ملین روپے (دسمبر 2017: 2,389.65 ملین) رہی۔ جس کی وجہ سے فروخت کی قیمت پچھلے سال کے 3,010 روپے فی ٹن کے مقابلے میں 3,479 روپے فی ٹن رہی۔ اسی طرح پیکنگ میٹریل کی لاگت میں بھی اضافہ ہوا جو کہ پچھلے سال کے 374 روپے فی ٹن کے مقابلے میں 517 روپے فی ٹن تک بڑھ گئی ہے۔

متذکرہ بالا حالات کی وجہ سے کمپنی کے مجموعی منافع میں 23.30% تک کمی واقع ہوئی (دسمبر 2017: 30.18%)۔ پیداواری منافع 906.23 ملین روپے رہا جو کہ پچھلے سال اسی عرصہ کے دوران 1,134.53 ملین روپے تھا۔ بعد ازیکس منافع گزشتہ سال اسی عرصہ میں کمائے گئے منافع 737.19 ملین روپے کے مقابلے میں 526.96 ملین روپے رہا۔

8,000 ٹن کلنکر فی دن کی صلاحیت کے حامل پلانٹ کی تنصیب، 12 میگا واٹ WHR پلانٹ اور 24 میگا واٹ کونکر سے بجلی پیدا کرنے والا پلانٹ تکمیل کے آخری مراحل میں ہیں۔ پلانٹ کا ڈھانچہ مکمل ہو گیا ہے اور مکینیکل اور الیکٹریکل آلات کی تنصیب تیزی سے جاری ہے۔ تمام میٹریل اور آلات پہلے ہی خریدے جا چکے ہیں۔ آپ کی کمپنی کی انتظامیہ کی ہر ممکن کوشش ہے کہ تمام کام مقررہ وقت پر پایہ تکمیل کو پہنچ جائیں۔

بورڈ آف ڈائریکٹرز

کوڈ آف کارپوریٹ گورننس 2017 کے تحت کمپنی کے ڈائریکٹرز مندرجہ ذیل ہیں:

- | | |
|----------------------------|--------------|
| ۱۔ جناب علی خان | نان ایگزیکٹو |
| ۲۔ محترمہ عالیہ خان | نان ایگزیکٹو |
| ۳۔ جناب شفیع الدین غنی خان | انڈیپنڈنٹ |
| ۴۔ جناب محمد آفتاب عالم | نان ایگزیکٹو |
| ۵۔ مرزا علی حسن عسکری | نان ایگزیکٹو |
| ۶۔ جناب جمال نسیم | انڈیپنڈنٹ |
| ۷۔ جناب رفیق داؤد | انڈیپنڈنٹ |
| ۸۔ جناب عارف حمید ڈار | ایگزیکٹو |

ڈائریکٹران کی رپورٹ برائے حصص داران

آپ کی کمپنی کے ڈائریکٹران 31 دسمبر، 2018 کو ختم ہونے والی ششماہی رپورٹ پیش کرتے ہیں۔

سیمنٹ سیکٹر

زیر نظر عرصہ کے دوران پاکستان میں سیمنٹ کی صنعت نے 875,885 ٹن (دسمبر 2017: 2.44 ملین ٹن) کی مجموعی ترقی کی۔ جو کہ گزشتہ سال کے اسی عرصہ کا 3.94% ہے۔ مجموعی طور پر موجودہ عرصہ کے دوران 23.11 ملین ٹن (دسمبر 2017: 22.44 ملین ٹن) کی ترسیلات ہوئیں۔ مقامی سطح پر ترسیلات 19.56 ملین ٹن رہیں جو کہ تقابلی عرصہ کے مقابلے میں 19.84 ملین ٹن تھیں اور برآمدات تقابلی شش ماہی کے 2.41 ملین ٹن کی نسبت 3.56 ملین ٹن رہیں۔

کاروباری کارکردگی

زیر مذکورہ عرصہ کے دوران آپ کی کمپنی نے 728,215 ٹن سیمنٹ بنایا جبکہ گزشتہ سال اسی عرصہ کے دوران 736,305 ٹن سیمنٹ بنایا گیا تھا۔ کلنکٹر کی پیداوار 643,200 ٹن رہی جو کہ پچھلے سال کے تقابلی عرصہ کے دوران 771,460 ٹن تھی۔

مالیاتی سال 2018-19 کے پہلے چھ ماہ کے دوران مقامی سطح پر سیمنٹ کی ترسیل میں 21,831 ٹن (3.09%) کی کمی واقع ہوئی جبکہ گزشتہ سال اسی عرصہ میں 706,951 ٹن ترسیلات ہوئی تھیں۔ گزشتہ سال 58,865 ٹن کلنکٹر کی ترسیل دوسرے مقامی سیمنٹ پیدا کرنے والے اداروں کو کی گئی تھی تاہم موجودہ عرصہ کے دوران مانگ میں کمی کی وجہ سے مقامی سطح پر کلنکٹر کی فروخت نہیں کی گئی۔ موجودہ عرصہ کے دوران برآمدات 38,625 ٹن تک رہیں (دسمبر 2017: 28,140 ٹن) جس میں 238 ٹن کلنکٹر بھی شامل ہے۔ اس طرح 37.26% کی ترقی دیکھی گئی۔

مالیاتی کارکردگی

زیر عرصہ کے دوران کمپنی نے خالص آمدنی 5,056.69 ملین روپے کمائی جو کہ حجم میں 8.84% کمی کے باوجود 161.63 ملین (3.30%) ملین روپے زیادہ ہے۔

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF PIONEER CEMENT LIMITED

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Pioneer Cement Limited (the Company) as at 31 December 2018 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed 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.

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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements for the six-month period ended 31 December 2018 are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

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

The engagement partner on the review resulting in this independent auditor's report is Abdullah Fahad Masood.

EY Ford Rhodes
Chartered Accountants
Lahore: 26 February 2019

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

Rupees in thousand		December 31, 2018	June 30, 2018
	Note	Un-audited	Audited
Assets			
Non current assets			
Property, plant and equipment	5	30,380,007	22,920,019
Investment property		78,690	78,690
Intangible assets		568	1,690
Long term deposits		52,198	40,086
		30,511,463	23,040,485
Current assets			
Stores, spare parts and loose tools	6	2,335,956	1,697,712
Stock-in-trade	7	508,110	470,397
Trade debts - unsecured		464,938	433,814
Loans and advances		538,155	127,239
Trade deposits and short term prepayments		10,871	4,188
Advance income tax		965,693	1,136,794
Sale tax receivable - net		949,587	700,529
Other receivable		2,605	45
Short term investments	8	813,194	1,006,904
Cash and bank balances	9	808,589	493,261
		7,397,698	6,070,883
Total Assets		37,909,161	29,111,368
Equity and Liabilities			
Share capital and reserves			
Authorized share capital	10	3,500,000	3,500,000
Issued, subscribed and paid up share capital		2,271,489	2,271,489
Reserves			
Capital			
Share premium		197,517	197,517
Surplus on revaluation of property, plant and equipment - net of tax		3,047,673	3,111,554
Revenue			
Accumulated profits		7,714,745	8,048,399
		10,959,935	11,357,470
		13,231,424	13,628,959
Liabilities			
Non current liabilities			
Long term financing - secured	11	13,669,717	7,890,631
Long term deposits		4,282	4,262
Deferred liabilities	12	2,219,386	2,265,998
Retention money		1,543,496	870,890
		17,436,881	11,031,781
Current liabilities			
Trade and other payables	13	1,673,419	1,305,079
Contract liabilities		175,746	75,118
Accrued interest / profit on financing	14	332,291	183,641
Short term borrowings - secured	15	4,574,960	2,439,751
Current portion of long term financing - secured	11	375,000	375,000
Unclaimed dividend		109,440	72,039
		7,240,856	4,450,628
Total liabilities		24,677,737	15,482,409
CONTINGENCIES AND COMMITMENTS	16	-	-
Total equity and liabilities		37,909,161	29,111,368

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive Officer


Chairman

**CONDENSED INTERIM
STATEMENT OF PROFIT OR LOSS**
FOR THE HALF YEAR ENDED DECEMBER 31, 2018 (UN-AUDITED)

Rupees in thousand		Half year ended		Quarter ended	
	Note	December 31, 2018	2017	December 31, 2018	2017
Sales - gross					
Cement - local		7,052,695	6,510,888	3,915,772	3,425,074
Cement - export		234,456	151,524	137,479	82,580
Clinker - local		-	353,091	-	63,565
Clinker - export		1,243	-	1,243	-
		7,288,394	7,015,503	4,054,494	3,571,219
Less:					
Sales tax		1,145,063	1,122,574	631,979	578,827
Federal excise duty		1,027,681	957,270	560,374	491,357
Commission		16,964	16,562	9,722	10,747
Discount and rebate		42,001	24,046	27,262	16,331
		2,231,709	2,120,452	1,229,337	1,097,262
Sales - net		5,056,685	4,895,051	2,825,157	2,473,957
Cost of sales	17	(3,878,441)	(3,417,910)	(2,171,192)	(1,813,877)
Gross profit		1,178,244	1,477,141	653,965	660,080
Distribution cost		(86,595)	(69,221)	(44,915)	(39,218)
Administrative expenses		(56,706)	(43,763)	(28,397)	(22,417)
Other operating expenses		(147,046)	(238,924)	(99,780)	(85,356)
Other income		18,338	9,299	9,088	5,651
		(272,009)	(342,609)	(164,004)	(141,340)
Operating profit		906,235	1,134,532	489,961	518,740
Finance cost		(169,374)	(49,837)	(108,408)	(30,088)
Profit before taxation		736,861	1,084,695	381,553	488,652
Taxation		(209,900)	(347,501)	(112,560)	(168,682)
Profit after taxation		526,961	737,194	268,993	319,970
Earnings per share					
- basic and diluted (Rs.)		2.32	3.25	1.18	1.41

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive Officer


Chairman

**CONDENSED INTERIM
STATEMENT OF COMPREHENSIVE INCOME**
FOR THE HALF YEAR ENDED DECEMBER 31, 2018 (UN-AUDITED)

Rupees in thousand	Half year ended		Quarter ended	
	December 31,		December 31,	
	2018	2017	2018	2017
Profit after taxation	526,961	737,194	268,993	319,970
Other comprehensive income				
Items that may be reclassified to statement of profit or loss	-	-	-	-
Items that will not be reclassified to statement of profit or loss subsequently	-	-	-	-
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	526,961	737,194	268,993	319,970

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive Officer


Chairman

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED DECEMBER 31, 2018 (UN-AUDITED)

Rupees in thousand	Issued, subscribed and paid-up capital	Reserves			Sub total	Total equity
		Capital		Revenue		
		Share premium	Surplus on revaluation of property, plant and equipment	Accumulated profits		
Balance as at July 1, 2017 (audited)	2,271,489	197,517	2,728,420	7,050,106	9,976,043	12,247,532
Final dividend for the year ended June 30, 2017 @ Rs. 3.35 per share	-	-	-	(760,948)	(760,948)	(760,948)
Profit after taxation	-	-	-	737,194	737,194	737,194
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	737,194	737,194	737,194
Surplus on revaluation of property, plant and equipment realized through incremental depreciation- net of tax	-	-	(58,415)	58,415	-	-
Balance as at December 31, 2017 (Un-audited)	2,271,489	197,517	2,670,005	7,084,767	9,952,289	12,223,778
Balance as at July 1, 2018 (audited)	2,271,489	197,517	3,111,554	8,048,399	11,357,470	13,628,959
Final dividend for the year ended June 30, 2018 @ Rs. 4.07 per share	-	-	-	(924,496)	(924,496)	(924,496)
Profit after taxation	-	-	-	526,961	526,961	526,961
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	526,961	526,961	526,961
Surplus on revaluation of property, plant and equipment realized through incremental depreciation- net of tax	-	-	(63,881)	63,881	-	-
Balance as at December 31, 2018 (Un-audited)	2,271,489	197,517	3,047,673	7,714,745	10,959,935	13,231,424

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive Officer


Chairman

CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED DECEMBER 31, 2018 (UN-AUDITED)

Rupees in thousand		Half Year Ended Decemehr 31,	
	Note	2018	2017
Cash flows from operating activities			
Cash generated from operations	18	1,092,523	1,992,332
Income tax paid		(98,192)	(459,709)
Workers' profit participation fund paid		(10,684)	(18,554)
Workers' welfare fund paid		(42,465)	(71,998)
Gratuity and compensated absence paid		(6,003)	(7,454)
Increase in long term deposits - net		(12,092)	(597)
Net cash generated from operating activities A		923,087	1,434,020
Cash flows from investing activities			
Capital expenditure incurred		(7,289,414)	(2,355,681)
Proceeds from disposal of property, plant and equipment		1,821	2,386
Redemption of short term investments		102,426	500,765
Net cash used in investing activities B		(7,185,167)	(1,852,530)
Cash flows from financing activities			
Proceeds from long term financing		5,779,086	1,890,000
Increase / (decrease) in short term borrowings - net		2,135,209	(434,378)
Dividend paid		(887,095)	(735,195)
Finance cost paid		(449,792)	(77,758)
Net cash generated from financing activities C		6,577,408	642,669
Net increase in cash and cash equivalents	A+B+C	315,328	224,159
Cash and cash equivalents - at the beginning of the period		493,261	309,019
Cash and cash equivalents - at the end of the period		808,589	533,178

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive Officer


Chairman

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UNAUDITED

FOR THE HALF YEAR ENDED DECEMBER 31, 2018

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Pioneer Cement Limited (the Company) was incorporated in Pakistan as a public company limited by shares, on February 09, 1986. Its shares are quoted on Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of cement. The registered office of the Company is situated at 135 Ferozepur Road, Lahore. The Company's production facility is situated at Chenki, District Khushab in Punjab Province with land area of 2,429 kanal and 9 marla.
- 1.2 The Company commenced its operations with an installed clinker production capacity of 2,000 tons per day. During 2005, the capacity was optimized to 2,350 tons clinker per day. In financial year 2006, another production line of 4,300 tons per day clinker capacity was completed which started commercial operations from April 2006.
- 1.3 The Company is in process of installing a new brown field cement plant having production capacity of approximately 8,000 tons per day clinker supported by a 12 MW Waste Heat Recovery Power Plant. In addition, a 24 MW Coal Fired Power Plant is also being installed at the existing plant site.
- 1.4 The Company has signed a non-binding Memorandum of Understanding with the sponsors of Galadari Cement (Gulf) Limited (the target company) to acquire the controlling interest of the target company. The plant of the target company is located at Village Bhawani, Tehsil Hub, District Lasbela, Balochistan. Currently, negotiations are underway with the lenders of the target company to complete the acquisition.

2 BASIS OF PRESENTATION AND MEASUREMENT

- 2.1 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 as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
 - Provisions of and directives issued under the Companies Act, 2017.
- Where the provisions 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.
- 2.2 The 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 financial statements of the Company for the year ended June 30, 2018.
- 2.3 These condensed interim financial statements are unaudited but subject to limited scope review by the auditors and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of Pakistan Stock Exchange Limited.
- 2.4 The condensed interim financial statements have been prepared under the historical cost convention. These financial statements are prepared in Pak Rupees, which is the functional currency of the Company. Figures have been rounded off to the nearest thousand rupee unless otherwise stated.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended June 30, 2018, except as follows:

3.1 New/Revised standards, interpretations and amendments

The Company has adopted the following amendments and interpretation of IFRSs which became effective for the current period:

IAS 40	Transfers to Investment Property (Amendments)
IFRS 2	Share based Payments — Classification and Measurement (Amendments)
IFRIC 22	Foreign Currency Transactions and Advance Consideration
IFRS 15	Revenue from Contracts with Customers

The adoption of the above amendments, improvements to accounting standards and interpretations did not have any material effect on the condensed interim financial statements apart from change in policy and resultant adjustment, using modified retrospective approach, relating to revenue recognition (note 3.2). Such change does not financially impact these condensed interim financial statements. There are also certain changes in terminology in line with requirements of the new standard.

In addition to the above standards and interpretations, improvements to various accounting standards have also been issued by the IASB and are generally effective for current period. The Company expects that such improvements to the standards do not have any material impact on the Company's condensed interim financial statements for the period.

- 3.2** Revenue from sale of goods is recognized at point when performance obligations are satisfied coinciding with transfer of control of the asset to the customer, usually at the time of issuance of dispatch note (i.e. on dispatch of goods to the customers). Under its previous accounting policy, the Company also recognized revenue upon dispatch of goods to customer and recognized any contract cost in the statement of profit or loss, as and when incurred. Similarly, the contract assets and liabilities were also recognized and measured, in accordance with the policy explained above. These contract asset and liabilities are now presented as separate line items.

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of transaction price needs to be allocated such as discounts and Commission. In considering the transaction price for the sale of cement, the Company considers the effects of variable consideration, the existence of significant financing components, non-cash consideration and consideration payable to customer (if any).

3.2.1 Contract balances

(i) Trade debts

Trade debts and other receivables are stated at original invoice amount less provision for doubtful debts, if any. Provision for doubtful debts/other receivables is recognized in statement profit or loss, based on the management's assessment of counter party's credit worthiness. Trade debts and other receivables are written off when considered irrecoverable.

(ii) Contract assets

Contract assets are recognized by the Company on right to consideration in exchange for goods or services transferred to customers when the right to bill has not been established. Contract assets are reviewed by the Company for impairment. The Company recognizes impairment loss in statement of profit or loss to the extent that carrying amount of an asset exceeds:

- i) The remaining amount of consideration that the Company expects to receive in exchange for goods or services to which the asset relates; less
- ii) The costs that relate directly to providing those goods or services and that have not been recognized as expenses.

(iii) Contract liabilities

A contract liability is the obligation to transfer goods to a customer for which the Company has received consideration from the customer. If a customer pays consideration before the Company transfers goods to the customer, a contract liability is recognized when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognized as revenue as the Company discharges performance obligations under the contract.

4 TAXATION, WORKERS' WELFARE AND WORKERS' PROFIT PARTICIPATION FUND

Provisions in respect of Workers' Welfare Fund, Workers' Profit Participation Fund and Taxation are estimated based on management judgment and prevailing laws, these are subject to final adjustments in the annual audited financial statements.

Rupees in thousand		December 31, 2018 Un-audited	June 30, 2018 Audited
	Note		
5	PROPERTY, PLANT AND EQUIPMENT		
Operating property, plant and equipment	5.1	11,154,401	11,350,064
Capital work in progress	5.2	19,225,606	11,569,955
		30,380,007	22,920,019

5.1 Operating property, plant and equipment

Opening book value		11,350,064	10,411,469
Additions during the period / year	5.1.1	62,832	1,045,497
Revaluation surplus for the period / year		-	404,534
		11,412,896	11,861,500
Disposals during the period / year	5.1.2	(1,724)	(206)
Depreciation for the period / year		(256,771)	(511,230)
Closing book value		11,154,401	11,350,064

5.1.1 Additions during the period / year

Factory buildings on free hold land		-	128,160
Plant and machinery		33,429	889,762
Office equipment		889	3,694
Furniture, fixture and equipment		1,363	2,858
Computers and accessories		3,245	1,280
Vehicles		23,906	19,743
		62,832	1,045,497

5.1.2 Disposals during the period / year

Computers and accessories		87	-
Vehicles		1,637	206
		1,724	206

Rupees in thousand		December 31, 2018 Un-audited	June 30, 2018 Audited
	Note		
5.2 Capital work in progress			
Opening balance		11,569,955	1,825,930
Additions during the period / year		7,655,651	10,670,213
Transferred to operating property, plant and equipment during the period / year		-	(926,188)
Closing capital work in progress	5.2.1	19,225,606	11,569,955

5.2.1 Represented by

Production Line III, WHR and Coal Power			
Plant including civil work	5.2.2	18,464,267	11,058,251
Other plant and machinery items		64,225	9,248
Factory buildings under construction		118,602	31,890
Office premises under construction		567,930	465,228
Other civil works		10,582	5,338
Closing balance		19,225,606	11,569,955

5.2.2 The amount of borrowing cost capitalized during the period amounts to Rs. 429.069 million (June 30, 2018: Rs. 242.978 million). The applicable financing rates for the under construction projects ranges from KIBOR plus 10 bps to KIBOR plus 110 bps.

Rupees in thousand		December 31, 2018 Un-audited	June 30, 2018 Audited
6 STORES, SPARE PARTS AND LOOSE TOOLS			
Stores		356,872	583,593
Spare parts		813,495	702,521
Loose tools		12,771	11,838
		1,183,138	1,297,952
Spare parts in transit		596,242	298,210
Imported coal in transit		600,509	145,483
		1,196,751	443,693
Provision for slow moving stores and spare parts		(43,933)	(43,933)
		2,335,956	1,697,712

7 STOCK-IN-TRADE

Raw materials	42,800	45,909
Packing materials	92,259	55,729
Work in process	271,266	301,897
Finished goods	101,785	66,862
	508,110	470,397

Rupees in thousand	December 31, 2018 Un-audited	June 30, 2018 Audited
8 SHORT TERM INVESTMENTS		
Held for trading:		
-Investment with Shariah compliant funds		
Meezan Islamic Fund		
Units 3,830,338 (June 30, 2018: 3,830,338)	212,507	242,594
NAFA Islamic Stock Fund		
Units 22,977,008 (June 30, 2018: 22,977,008)	235,335	261,876
KSE Meezan Index Fund		
Units 913,849 (June 30, 2018: 913,849)	55,105	64,558
Meezan Balance Fund		
Units 10,873,817 (June 30, 2018: 10,873,817)	156,583	167,852
Meezan Assets Allocation Fund		
Units 3,427,064 (June 30, 2018: 3,427,064)	135,061	152,615
Meezan Islamic Income fund		
Units 10,466 (June 30, 2018: 10,100)	556	541
	795,147	890,036
-Investment with conventional funds		
ABL Government Securities Fund		
Units 1,552,460 (June 30, 2018: 11,102,494)	16,093	116,856
NAFA Government Securities Liquid Fund		
Units 1,229 (June 30, 2018: 1,144)	13	12
NAFA Money Market Fund		
Units 196,416 (June 30, 2018: Nil)	1,941	
	18,047	116,868
	813,194	1,006,904

9 CASH AND BANK BALANCES

- 9.1** These include sales collection in process (cheques in hand) amounting to Rs 161 million (June 30, 2018 : Rs 181 million).
- 9.2** This includes Rs 253 million deposited in an escrow account in respect of the company's proposed acquisition of Galadari Cement (Gulf) Limited as explained in Note 1.4 above.

Rupees in thousand	December 31, 2018 Un-audited	June 30, 2018 Audited
10 AUTHORIZED SHARE CAPITAL		
300,000,000 Ordinary share of Rs. 10/- each	3,000,000	3,000,000
50,000,000 Preference share of Rs. 10/- each	500,000	500,000
	3,500,000	3,500,000

Rupees in thousand		December 31, 2018	June 30, 2018
	Note	Un-audited	Audited
11 LONG TERM FINANCING - secured			
ISLAMIC BANK			
Meezan Bank Limited (Diminishing Musharakah)	11.1	675,000	787,500
Meezan Bank Limited (Diminishing Musharakah)	11.2	562,500	600,000
Meezan Bank Limited (Diminishing Musharakah)	11.3	1,681,808	-
		2,919,308	1,387,500
Current maturity		(375,000)	(375,000)
		2,544,308	1,012,500
NATIONAL BANK OF PAKISTAN SYNDICATE			
Conventional Component		9,642,021	5,961,047
Islamic Component		1,483,388	917,084
	11.4	11,125,409	6,878,131
		13,669,717	7,890,631

- 11.1** The Company has obtained Diminishing Musharakah / Ijarah facility of Rs. 900 million (2018: Rs. 900 million) to finance the installation of existing Waste Heat Recovery Power Plant and Coal Fired Boiler at a price of 3 months KIBOR plus 1.1% per annum for a tenure of 5 years including grace period of one year with quarterly rental frequency. The facility is secured by creation of specific hypothecation charge over Waste Heat Recovery Power Plant and Coal Fired Boiler of the Company amounting to Rs. 1,000 million.
- 11.2** The Company has obtained Diminishing Musharakah / Ijarah facility of Rs. 600 million (2018: Rs. 600 million) for cement grinding capacity enhancement project at a price of 3 months KIBOR plus 1.1%. The facility is secured by creation of specific hypothecation charge over complete cement grinding enhancement project amounting to Rs. 650 million. The facility is re-payable in five years including a grace period of one year on quarterly basis.
- 11.3** During the period, the Company obtained Syndicate Musharakah facility of Rs. 2.6 billion to finance procurement and construction of 24 MW Coal Power Plant. The facility carries profit at the rate of KIBOR plus 1.1% per annum payable quarterly whereas the principal is repayable in seven years including a grace period of two years. The facility is secured by way of exclusive charge over all present and future plant, machinery and equipment of the project and pari passu charge over all present and future immovable fixed assets (land and buildings) of the Company with 25% margin.
- 11.4** The company has obtained syndicated facility amounting to Rs. 15,000 million to finance new 8000 tons per day clinker plant supported by a 12MW Waste Heat Recovery Power Plant. This comprises of Rs 13,000 million term finance loan and Rs 2,000 million musharaka facility. National Bank of Pakistan is the lead arranger and agent of this facility. This facility carries markup / profit at 6 months KIBOR plus 1.1% per annum payable quarterly whereas the principal is repayable in seven years including a grace period of two years. The facility is secured by way of first pari passu charge over all present and future fixed assets of the Company excluding existing Waste Heat Recovery Power Plant, Cement Grinding Mills and 24 MW Coal Power Plant.

Rupees in thousand		December 31, 2018	June 30, 2018
	Note	Un-audited	Audited
12 DEFERRED LIABILITIES			
Deferred tax liability		2,090,667	2,150,059
Gratuity contractual employees		128,719	115,939
		2,219,386	2,265,998
13 TRADE AND OTHER PAYABLES			
Creditors		1,188,477	867,562
Accrued expenses		288,844	265,975
Deposits		17,314	14,780
Excise duty on cement		42,572	16,328
Royalty and excise duty		8,854	10,898
Withholding tax payable		10,157	23,593
Employees' compensated absences		40,300	37,597
Workers' profit participation fund		39,616	10,684
Workers' welfare fund		29,664	56,283
Others		7,621	1,379
		1,673,419	1,305,079
14 ACCURED INTEREST / PROFIT ON FINANCING			
ISLAMIC BANKS			
Long term financing		88,459	65,149
Short term borrowing		11,780	9,168
		100,239	74,317
CONVENTIONAL BANKS			
Long term financing		178,532	94,985
Short term borrowing		53,520	14,339
		232,052	109,324
		332,291	183,641
15 SHORT TERM BORROWINGS - SECURED			
ISLAMIC BANKS			
Meezan Bank Limited-running musharakah	15.1	1,020,862	662,521
CONVENTIONAL BANKS			
Allied Bank Limited - Cash finance	15.2	15,288	111,013
Allied Bank Limited - Running finance	15.2	484,756	593,306
National Bank of Pakistan	15.3	981,078	576,396
MCB Bank Limited	15.2	495,100	496,515
JS Bank Limited	15.4	258,663	-
United Bank Limited	15.5	195,955	-
Bank AL Habib Limited	15.6	426,484	-
Habib Bank Limited	15.7	696,774	-
		3,554,098	1,777,230
		4,574,960	2,439,751

- 15.1** Represents Running Musharakah / Murabaha up to Rs. 550 million in aggregate (June 2018: Rs. 550 million) obtained from Meezan Bank Limited. The facility carries profit rate of 0.25 % plus 3 months KIBOR on the basis of Meezan Bank's average Musharaka investment determined at the time of disbursement and is payable on quarterly basis. This also carries 0.001% bank share of Musharaka profit if Musharaka profits exceeds beyond profit rate of 0.25% plus 3 months KIBOR. The facility is secured against pari passu charge over current assets of the Company with margin of 15%. It also includes Rs. 372 million liability on account of payment against documents (PAD).

The Company has also obtained LC Sight / Usance facility up to Rs. 550 million for the import of coal, plant and machinery, stores, spares and services. LC sight facility is secured by lien over import documents whereas Usance LC is secured against Pari Passu charge over current assets. These extendable facilities expire on December 31, 2018 and currently renewal is in process.

- 15.2** There is no change in the terms of the facilities disclosed in the financial statements for the year ended June 30, 2018.
- 15.3** This represents Running finance facility obtained by the Company amounting to Rs. 1,000 million (June 30, 2018: Rs. 500 million). The facility is secured against first pari passu charge over current assets of the Company with 25% margin. This carries markup at the rate of 3 months KIBOR plus 0.10% per annum payable on quarterly basis. This facility also has a Letter of Credit sub limit of Rs. 500 million for import of coal, stores and machinery parts. This extendable facility will expire on June 30, 2019.
- 15.4** This represents payment against documents (PAD) liability obtained by the Company to retire LC documents.
- 15.5** This represents non interest cash finance facility disbursed during the period on the terms as disclosed in the financial statement for the year ended June 30, 2018.
- 15.6** During the period, the Company has obtained LC sight / FATR facility of Rs.500 million with sub limited of RF amounting to Rs.250 million. RF/FATR facility carries markup at the rate KIBOR plus 0.25% per annum. This facility is secured against ranking charge over current assets of the Company which shall be subsequently upgraded to pari passu charge with 25% margin. LC facility is secured against lien over import documents. This extendable facility is valid up to 28 August 2021.
- 15.7** During the period, the Company has obtained LC sight / FATR / RF facility of Rs.700 million. RF / FATR facility carried markup at the rate of KIBOR plus 0.1% per annum. The facility is secured against ranking charge over current assets of the Company which shall be subsequently upgraded to first pari passu charge with 25% margin. LC facility is secured against lien over import documents. This extendable facility expires on February 28, 2019.

16 CONTINGENCIES AND COMMITMENTS

16.1 Contingencies

There has been no significant change in the contingencies as disclosed in the annual financial statements for the year ended June 30, 2018.

16.2 Commitments

Commitments in respect of outstanding letters of credit inclusive of capital commitments as at close of period ended December 31, 2018 amounts to Rs. 7,081.552 million (June 30, 2018: Rs. 13.104 million). It includes commitments against letter of credits established for import of new cement plant and coal fire power plant.

Rupees in thousand	Un-audited			
	Half Year Ended		Quarter Ended	
	December 31,		December 31,	
	2018	2017	2018	2017
17 COST OF SALES				
Raw material consumed	294,376	296,901	163,111	155,580
Packing material consumed	374,409	275,208	211,330	148,653
Fuel and power	2,518,222	2,389,647	1,374,375	1,242,970
Stores and spares consumed	125,884	133,887	76,327	61,070
Salaries, wages and benefits	267,944	230,529	134,255	124,131
Travelling and conveyance	15,867	7,045	8,204	4,577
Insurance	4,824	4,405	2,659	2,234
Repairs and maintenance	42,200	36,651	21,025	23,048
Depreciation	211,277	210,414	111,073	109,197
Other manufacturing expenses	27,730	18,620	17,608	12,179
Total manufacturing cost	3,882,733	3,603,307	2,119,967	1,883,639
Work in process				
Opening balance	301,897	109,176	321,309	212,857
Closing balance	(271,266)	(280,090)	(271,266)	(280,090)
	30,631	(170,914)	50,043	(67,233)
Cost of goods manufactured	3,913,364	3,432,393	2,170,010	1,816,406
Finished goods				
Opening balance	66,862	61,723	102,967	73,677
Closing balance	(101,785)	(76,206)	(101,785)	(76,206)
	(34,923)	(14,483)	1,182	(2,529)
	3,878,441	3,417,910	2,171,192	1,813,877

Rupees in thousand	Half Year Ended	
	December 31,	
	2018	2017
18 CASH GENERATED FROM OPERATIONS		
Profit before taxation	736,861	1,084,695
Adjustment for:		
Depreciation	256,771	252,014
Amortization of intangibles	1,123	1,660
Provision for gratuity and compensated absences	21,486	15,841
Finance cost	169,374	81,630
Gain on disposal of property, plant and equipment	(97)	(2,180)
Workers' profit participation fund	39,616	58,254
Workers' welfare fund	15,846	22,137
Dividend income	(5,370)	(2,033)
Loss on redemption of short term investments	3,631	(12,078)
Unrealized loss on investments	93,022	172,645
Cash flow before working capital changes	1,332,263	1,672,585

Rupees in thousand	Half Year Ended	
	December 31,	
	2018	2017
Movement in working capital		
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	(638,244)	395,533
Stock-in-trade	(37,713)	(213,846)
Trade debts	(31,124)	(167,703)
Loans, advances, deposits & short term prepayments	(417,599)	(43,023)
Sales tax receivable - net	(249,058)	(93,482)
Other receivables	(2,560)	(2,820)
Increase in current liabilities:		
Trade and other payables	363,324	374,773
Contract liabilities	100,628	70,315
Retention money payable	672,606	-
Cash generated from operations	1,092,523	1,992,332

19 FAIR VALUE OF FINANCIAL INSTRUMENTS

19.1 Fair value is the amount that would be received on sale of an asset or paid on the transfer of a liability in an orderly transaction between market participants at the measurement date. Consequently, difference can arise between carrying values and fair value estimates. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake transaction on adverse terms.

'Fair Value Measurements' requires the Company to classify fair value measurements using fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- 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 assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3** inputs for the assets or liability that are not based on observable market data (unobservable inputs).

Rupees in thousand	Carrying amount			
	Cash and cash equivalents	Fair value through profit or loss	Loans and receivables	Total
December 31, 2018 (Un-audited)				
Financial assets measured at fair value				
Short term investments	-	813,194	-	813,194
Financial assets not measured at fair value				
Non-current assets				
Long term deposits	-	-	52,198	52,198
Current assets				
Trade debts - unsecured	-	-	464,938	464,938
Loans and advances	-	-	5,649	5,649
Trade deposits and short term prepayments	-	-	9	9
Other receivables	-	-	2,820	2,820
Cash and bank balances	808,589	-	-	808,589
	808,589	-	525,614	1,334,203

June 30, 2018 (audited)				
Financial assets measured at fair value				
Short term investments	-	1,006,904	-	1,006,904
Financial assets not measured at fair value				
Non-current assets				
Long term deposits	-	-	40,086	40,086
Current assets				
Trade debts - unsecured	-	-	433,814	433,814
Loans and advances	-	-	7,162	7,162
Trade deposits and short term prepayments	-	-	9	9
Other receivables	-	-	45	45
Cash and bank balances	493,261	-	-	493,261
	493,261	1,006,904	481,116	1,981,281

Rupees in thousand	December 31, 2018 Un-audited	June 30, 2018 Audited
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19.2 The Company doesn't hold any financial liability at fair value.

Financial liabilities at amortized cost		
Long term financing - secured	14,044,717	8,265,631
Trade and other payables	1,604,139	1,238,112
Accrued markup / profit on financing	332,291	183,641
Short term borrowings - secured	4,574,960	2,439,751
	20,556,107	12,127,135

As December 31, 2018, the company had following financial instruments with respect to their level.

Rupees in thousand

	Level 1	Level 2	Level 3
December 31, 2018			
Financial assets at fair value through profit and loss			
Short term investment	813,194	-	-
June 30, 2018			
Financial assets at fair value through profit and loss			
Short term investment	1,006,904	-	-

20 TRANSACTIONS WITH RELATED PARTIES

20.1 Related parties include major shareholders of the Company, entities having directors in common with the Company, associated companies, staff retirement funds, Workers Profit Participation Fund (WPPF), directors and key management personnel. Significant transactions along with their balances are as under:

Rupees in thousand

Relationship with the company	Nature of transaction	Half year ended	
		December 31, 2018	December 31, 2017
Staff retirement contribution plan	Contribution to staff provident fund	6,632	6,558
Key management personnel including CEO	Remuneration	88,347	47,913
WPPF	Payment to WPPF	10,684	18,554

Rupees in thousand

	December 31 2018	June 30 2018
Payable balances		
WPPF payable	39,984	10,684

21 DATE OF AUTHORIZATION

These condensed interim financial statements were authorized for issue by the Board of Directors of the Company on February 26, 2019.


Chief Financial Officer


Chief Executive Officer


Chairman



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