

THIRD QUARTERLY REPORT OF  
IBRAHIM FIBRES LIMITED  
FOR THE PERIOD ENDED MARCH 31, 2015

*Committed to Excellence*







## CONTENTS

3 Company Information

4 Directors' Review

### Condensed Interim Financial Report

6 Condensed Interim Balance Sheet

7 Condensed Interim Profit and Loss Account

8 Condensed Interim Statement of Comprehensive Income

9 Condensed Interim Cash Flow Statement

10 Condensed Interim Statement of Changes in Equity

11 Selected Explanatory Notes to the Condensed Interim Financial Report



# COMPANY INFORMATION

## Board of Directors

Sheikh Mukhtar Ahmed  
Chairman

Mohammad Naeem Mukhtar  
Chief Executive Officer

Muhammad Waseem Mukhtar

Jawaid Ashraf

Abdul Hameed Bhutta

Mohammad Waqar

Mohammad Abbas

## Chief Financial Officer

Mohammad Naeem Asghar

## Company Secretary

Muhammad Labeeb Subhani

## Audit Committee

Mohammad Abbas  
Chairman

Abdul Hameed Bhutta  
Member

Jawaid Ashraf  
Member

Muhammad Labeeb Subhani  
Secretary

## Human Resource & Remuneration Committee

Abdul Hameed Bhutta  
Chairman

Jawaid Ashraf  
Member

Mohammad Waqar  
Member

## Auditors

M. Yousuf Adil Saleem & Co.  
Chartered Accountants.

## Bankers

Askari Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
BankIslami Pakistan Limited  
Barclays Bank PLC  
Citibank, N.A.  
Deutsche Bank AG  
Dubai Islamic Bank Pakistan Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
MCB Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
Standard Chartered Bank (Pakistan) Limited  
United Bank Limited

## Registered Office

Ibrahim Centre,  
1 – Ahmed Block,  
New Garden Town,  
Lahore – 54600, Pakistan.

## Head Office

Ibrahim Centre,  
15 – Club Road,  
Faisalabad – 38000, Pakistan.

## Registrar's & Shares Registration Office

M/s Technology Trade (Pvt) Ltd.  
Dagia House,  
241 – C, Block – 2,  
P.E.C.H.S.,  
Off: Shahrah-e-Quaideen,  
Karachi, Pakistan.

## Projects Location

38 – 40 Kilometres,  
Faisalabad – Sheikhpura Road,  
Faisalabad, Pakistan.

# DIRECTORS' REVIEW

The Directors of your Company are pleased to present before you the unaudited financial results of the Company for the third quarter of current financial year and nine months ended March 31, 2015.

## Operating Performance

During the period of nine months under review, the polyester plant of your Company produced 161,507 tons of Polyester Staple Fibre (PSF) / Polyester Chips as compared to production of 185,391 tons during the corresponding period of previous year. Out of this production, 17,128 tons of PSF were consumed by the textile plants of your Company for the production of blended yarns as against 17,975 tons consumed during the corresponding period of previous year.

The demand of locally manufactured PSF remained under a lot of pressure during the period under review mainly due to the continued dumping of PSF in domestic market by Chinese companies at extremely low prices.

The textile plants of your Company produced 24,011 tons of blended yarns of different counts during the period of nine months under review as against production of 25,618 tons during the corresponding period of previous year. Decrease in production is due to BMR activity being carried out at one of the textile plant.

## Financial Performance

The net sales during the quarter under review amounted to Rs. 8,861 million as compared to Rs. 11,207 million during corresponding quarter of previous year.

During the quarter under review, crude oil prices witnessed a sharp decline due to immense oversupply. Accordingly prices of PSF feedstock followed the trend and triggered inventory losses due to steep decline in prices over a short span of time. This phenomenon alongwith record dumping of PSF by Chinese companies at unrealistic low prices forced local PSF manufacturers to adjust PSF sales price downward that adversely affected revenues and gross margins of your Company.

As a consequence, your Company suffered gross loss for the quarter amounting to Rs. 206 million as compared to gross profit of Rs. 122 million during corresponding quarter of previous year.

During the period of nine months under review, cumulative net sales amounted to Rs. 27,684 million and cumulative gross profit to Rs. 233 million as compared to Rs. 37,014 million and Rs. 1,627 million respectively during corresponding period of previous year.

After accounting for Company's proportionate share in profits of Allied Bank Limited, an associated company, your Company suffered loss before tax of Rs. 252 million during the quarter and profit of Rs. 381 million during the period of nine months under review as compared to profit of Rs. 456 million and Rs. 1,509 million respectively during corresponding periods of previous year. Loss after tax amounted to Rs. 123 million for the quarter and profit of Rs. 436 million for the period of nine months under review as compared to profit of Rs. 447 million and Rs. 1,103 million respectively for the corresponding period of previous year.

## Future Outlook

Demand of PSF in regional as well as domestic market is expected to increase due to current price levels and more availability of electricity and gas. Prices of PSF feedstock are increasing after touching the low levels and are expected to have same trend throughout the next quarter due to which improvement in financial performance will definitely be there as compared to period under review.

In such challenging times, the management of your Company is making all the efforts to achieve better sales volume through effective marketing strategies and better results through efficient financial management.

## Earnings per share

Earnings per share for nine months ended March 31, 2015 come to Rs. 1.4 as compared to Rs. 3.55 for the corresponding period of previous year.

On behalf of the Board

Lahore  
April 24, 2015

Director

Director

IBRAHIM FIBRES LIMITED  
CONDENSED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED MARCH 31, 2015

# CONDENSED INTERIM BALANCE SHEET

AS AT MARCH 31, 2015

	Note	Unaudited March 31, 2015 Rupees	Audited June 30, 2014 Rupees
<b>NON – CURRENT ASSETS</b>			
Property, plant and equipment	3	24,168,983,135	24,990,992,888
Intangible assets		47,688,376	53,723,240
Investment in associate	4	12,104,982,181	11,108,031,239
Long term loans		21,394,367	11,317,006
Long term deposits		3,955,043	3,940,043
		36,347,003,102	36,168,004,416
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		2,107,916,998	2,152,346,589
Stock in trade		5,578,900,764	6,047,562,589
Trade debts		423,607,763	417,395,620
Loans and advances		760,897,600	792,707,893
Prepayments		25,863,527	21,590,267
Other receivables		2,872,288,911	2,292,068,396
Cash and bank balances		108,623,888	85,681,651
		11,878,099,451	11,809,353,005
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,559,277,818	1,603,393,707
Markup / interest payable		386,809,220	154,955,632
Short term bank borrowings		5,347,149,879	2,682,895,021
Current portion of long term financing		450,000,000	3,250,000,000
		7,743,236,917	7,691,244,360
<b>Working capital</b>		4,134,862,534	4,118,108,645
<b>Total capital employed</b>		40,481,865,636	40,286,113,061
<b>NON – CURRENT LIABILITIES</b>			
Long term financing		11,566,838,837	11,897,014,159
Deferred liabilities :			
Deferred taxation		800,891,923	853,731,918
Staff retirement gratuity		1,136,417,373	1,011,655,643
		13,504,148,133	13,762,401,720
<b>CONTINGENCIES AND COMMITMENTS</b>	5	–	–
<b>Net worth</b>		26,977,717,503	26,523,711,341
<b>Represented by :</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital		3,105,069,950	3,105,069,950
Capital reserves		1,431,604,544	1,413,767,444
Revenue reserves		22,441,043,009	22,004,873,947
		26,977,717,503	26,523,711,341

The annexed notes form an integral part of this condensed interim financial report.

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

The Chief Executive Officer of the Company is presently out of the country, therefore this condensed interim financial report has been signed by two directors of the Company duly authorised by the Board of Directors.

Director

Director

# CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

## FOR THE PERIOD ENDED MARCH 31, 2015

	Note	Quarter ended March 31,		Nine months ended March 31,	
		2015	2014	2015	2014
		Rupees	Rupees	Rupees	Rupees
Sales – net		8,861,117,748	11,207,493,426	27,683,582,349	37,014,422,955
Cost of goods sold	6	(9,067,275,867)	(11,085,200,514)	(27,450,218,217)	(35,387,121,745)
Gross (loss) / profit		(206,158,119)	122,292,912	233,364,132	1,627,301,210
Selling and distribution expenses		(59,602,179)	(61,153,626)	(187,619,307)	(181,408,709)
Administrative expenses		(152,447,840)	(158,237,131)	(453,735,694)	(463,388,248)
Other operating expenses		–	6,610,103	–	(1,601,009)
Finance cost		(428,289,279)	(542,264,247)	(1,267,963,729)	(1,507,578,682)
		(640,339,298)	(755,044,901)	(1,909,318,730)	(2,153,976,648)
		(846,497,417)	(632,751,989)	(1,675,954,598)	(526,675,438)
Other income		8,350,656	9,486,428	61,449,765	32,913,774
		(838,146,761)	(623,265,561)	(1,614,504,833)	(493,761,664)
Share of profit of associate – net		586,232,000	1,079,329,000	1,995,852,000	2,002,977,000
(Loss) / profit before taxation		(251,914,761)	456,063,439	381,347,167	1,509,215,336
Reversal of / (provision for) taxation		128,763,296	(8,872,003)	54,821,895	(406,132,637)
(Loss) / profit for the period		(123,151,465)	447,191,436	436,169,062	1,103,082,699
Earnings per share – Basic and Diluted		(0.40)	1.44	1.40	3.55

The annexed notes form an integral part of this condensed interim financial report.

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

The Chief Executive Officer of the Company is presently out of the country, therefore this condensed interim financial report has been signed by two directors of the Company duly authorised by the Board of Directors.

Director

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2015

	Quarter ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
	Rupees	Rupees	Rupees	Rupees
(Loss) / profit for the period	(123,151,465)	447,191,436	436,169,062	1,103,082,699
Other comprehensive income for the period				
Items that may be reclassified subsequently to profit or loss :				
Share of changes in equity of associate	5,177,000	32,213,596	19,819,000	319,048,485
Deferred tax relating to share of changes in equity of associate	(517,700)	(3,221,360)	(1,981,900)	(31,904,849)
	4,659,300	28,992,236	17,837,100	287,143,636
<b>Total comprehensive income for the period</b>	<b>(118,492,165)</b>	<b>476,183,672</b>	<b>454,006,162</b>	<b>1,390,226,335</b>

The annexed notes form an integral part of this condensed interim financial report.

# CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE PERIOD ENDED MARCH 31, 2015

	Nine months ended March 31, 2015 Rupees	2014 Rupees
<b>a) Cash flows from operating activities</b>		
Profit before taxation	381,347,167	1,509,215,336
Adjustments for :		
Depreciation / amortisation of property, plant and equipment	1,837,836,614	2,029,603,135
Amortisation of intangible assets	10,437,953	9,966,653
Provision for staff retirement gratuity	170,374,995	130,643,916
Balances written back – net	(28,026,799)	–
(Gain) / loss on disposal of property, plant and equipment	(1,854,093)	1,601,009
Profit on deposits	(58,916)	(79,294)
Share of profit of associate – net	(1,995,852,000)	(2,002,977,000)
Finance cost	1,267,963,729	1,507,578,682
Operating cash flows before working capital changes	1,642,168,650	3,185,552,437
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	44,429,591	(780,417,496)
Stock in trade	468,661,825	(1,936,738,522)
Trade debts	(6,212,143)	86,036,906
Loans and advances	(110,106,521)	23,794,660
Prepayments	(4,273,260)	(10,652,064)
Other receivables	(79,093,363)	(387,892,597)
Increase in current liabilities		
Trade and other payables	85,436,617	95,617,281
	398,842,746	(2,910,251,832)
Cash generated from operations	2,041,011,396	275,300,605
Long term loans – net	(10,077,361)	(2,977,996)
Finance cost paid	(1,036,110,141)	(1,181,085,331)
Income tax paid	(359,210,338)	(450,798,085)
Staff retirement gratuity paid	(46,391,461)	(54,194,118)
Net cash generated from / (used in) operating activities	589,222,095	(1,413,754,925)
<b>b) Cash flows from investing activities</b>		
Additions in :		
Property, plant and equipment	(1,139,176,068)	(504,196,851)
Intangible assets	(4,403,089)	(4,532,290)
Proceeds from disposal of property, plant and equipment	24,543,407	7,600,845
Advance from directors against non – current assets held for sale	–	2,724,843,608
Dividend received	1,018,720,059	705,606,968
Long term deposits	(15,000)	(26,000)
Profit on deposits	58,916	79,294
Net cash (used in) / generated from investing activities	(100,271,775)	2,929,375,574
<b>c) Cash flows from financing activities</b>		
Long term financing obtained	9,765,570,652	–
Repayment of long term financing	(12,895,745,974)	(1,056,249,998)
Increase in short term bank borrowings – net	2,664,254,858	40,678,642
Dividend paid	(87,619)	(619,587,881)
Net cash (used in) financing activities	(466,008,083)	(1,635,159,237)
<b>Net increase / (decrease) in cash and cash equivalents (a+b+c)</b>	22,942,237	(119,538,588)
<b>Cash and cash equivalents at the beginning of the period</b>	85,681,651	204,836,749
<b>Cash and cash equivalents at the end of the period</b>	108,623,888	85,298,161

The annexed notes form an integral part of this condensed interim financial report.

Director

Director

# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

## FOR THE PERIOD ENDED MARCH 31, 2015

	ISSUED, SUBSCRIBED AND PAID UP CAPITAL	CAPITAL RESERVES			REVENUE RESERVES		TOTAL
		Share premium	Merger reserve	Share of changes in equity of associate	General reserve	Unappropriated profit	
Rupees							
	3,105,669,950	1,000,000,000	72,017,550	51,964,758	3,085,673,099	18,719,227,492	26,037,952,849
Balance as at July 01, 2013 - Restated	-	-	-	-	-	(621,013,990)	(621,013,990)
Transaction with owners	-	-	-	-	1,000,000,000	-	-
Final dividend for the year ended June 30, 2013: Rs. 2 per share	-	-	-	-	-	1,103,082,699	1,103,082,699
Transferred to general reserve	-	-	-	-	-	-	319,048,485
Total comprehensive income for the period	-	-	-	-	-	-	(31,904,849)
Profit for the period	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-	-
Items that may be reclassified subsequently to profit or loss:	-	-	-	-	-	-	-
Share of changes in equity of associate	-	-	-	319,048,485	-	-	319,048,485
Deferred tax relating to share of changes in equity of associate	-	-	-	(31,904,849)	-	-	(31,904,849)
Deferred tax relating to share of changes in equity of associate	-	-	-	287,143,636	-	-	287,143,636
Balance as at March 31, 2014 - Restated	3,105,669,950	1,000,000,000	72,017,550	339,108,394	4,089,673,099	18,201,296,201	26,807,165,194
Total comprehensive income for the period	-	-	-	-	-	(228,840,403)	(228,840,403)
Loss for the period	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-	-
Items that may be reclassified subsequently to profit or loss:	-	-	-	-	-	-	-
Share of changes in equity of associate	-	-	-	2,935,000	-	-	2,935,000
Deferred tax relating to share of changes in equity of associate	-	-	-	(293,500)	-	-	(293,500)
Effect of change in accounting policy	-	-	-	-	-	85,455,150	85,455,150
Remeasurement of staff retirement gratuity	-	-	-	-	-	28,200,200	28,200,200
Deferred tax relating to remeasurement of staff retirement gratuity	-	-	-	-	-	(57,254,950)	(57,254,950)
Deferred tax relating to remeasurement of staff retirement gratuity	-	-	-	2,641,500	-	-	2,641,500
Balance as at June 30, 2014	3,105,669,950	1,000,000,000	72,017,550	341,749,894	4,089,673,099	17,915,200,848	26,523,711,341
Total comprehensive income for the period	-	-	-	-	-	436,169,062	436,169,062
Profit for the period	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-	-
Items that may be reclassified subsequently to profit or loss:	-	-	-	-	-	-	-
Share of changes in equity of associate	-	-	-	19,819,000	-	-	19,819,000
Deferred tax relating to share of changes in equity of associate	-	-	-	(1,981,900)	-	-	(1,981,900)
Deferred tax relating to share of changes in equity of associate	-	-	-	17,837,100	-	-	17,837,100
Balance as at March 31, 2015	3,105,669,950	1,000,000,000	72,017,550	359,586,994	4,089,673,099	18,351,369,910	26,977,717,503

The annexed notes form an integral part of this condensed interim financial report.

Director

Director

# SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL REPORT (UNAUDITED) FOR THE PERIOD ENDED MARCH 31, 2015

## 1. STATUS AND ACTIVITIES

- 1.1 Ibrahim Fibres Limited (the Company) is incorporated in Pakistan as a public limited company under the Companies Ordinance, 1984 (the Ordinance) and is listed on Karachi and Lahore Stock Exchanges in Pakistan. The principal business of the Company is manufacture and sale of polyester staple fibre and yarn. The registered office of the Company is located at 1 – Ahmad Block, New Garden Town, Lahore. The manufacturing units are located at Faisalabad – Sheikhpura Road, in the Province of Punjab.
- 1.2 Pursuant to scheme of arrangement approved by the Honourable Lahore High Court, Lahore, assets, liabilities and reserves of Ibrahim Textile Mills Limited, A.A. Textiles Limited, Zainab Textile Mills Limited and Ibrahim Energy Limited were merged with the assets, liabilities and reserves of the Company with effect from October 01, 2000.
- 1.3 This condensed interim financial report is presented in Pak Rupee, which is the Company's functional and presentation currency.

## 2. SIGNIFICANT ACCOUNTING POLICIES

### 2.1 Statement of compliance

This condensed interim financial report has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Ordinance. In case the requirements differ, the provisions of or directives issued under the Ordinance have been followed. This condensed interim financial report is unaudited and is being submitted to the shareholders as required under Section 245 of the Ordinance.

### 2.2 Application of new and revised International Financial Reporting Standards (IFRSs)

#### 2.2.1 Standards, amendments to standards and interpretations becoming effective during the period

There are certain amendments to standards and interpretation that became effective during the period and are mandatory for accounting periods of the Company beginning on or after July 01, 2014 but are considered not to be relevant or not to have any significant effect on the Company's operations and are, therefore, not disclosed in this condensed interim financial report.

#### 2.2.2 Standards, amendments to standards and interpretations becoming effective in future periods

There are new standards, other amendments to standards and interpretations that are mandatory for accounting periods beginning on or after July 01, 2014 but are considered not to be relevant or not to have any significant effect on Company's operations and are, therefore, not disclosed in this condensed interim financial report.

### 2.3 Basis of preparation

This condensed interim financial report has been prepared under the "historical cost convention" except staff retirement gratuity carried at present value and investment in associate accounted for using the equity method. This condensed interim financial report does not include all the information required for complete set of financial statements and should be read in conjunction with the Company's published audited financial statements for the year ended June 30, 2014.

### 2.4 Accounting policies and methods of computation

The accounting policies and methods of computation followed in the preparation of this condensed interim financial report are the same as those applied in the preparation of the published audited financial statements for the year ended June 30, 2014.

### 2.5 Financial risk management

The Company's risk management objectives and policies are consistent with those objectives and policies which were disclosed in financial statements of the Company as at and for the year ended June 30, 2014.

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL REPORT (UNAUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2015

	Unaudited March 31, 2015 Rupees	Audited June 30, 2014 Rupees
<b>3. PROPERTY, PLANT AND EQUIPMENT</b>		
Operating assets	22,948,071,557	24,605,585,362
Capital work in progress	1,220,911,578	385,407,526
	24,168,983,135	24,990,992,888

	Nine months ended March 31, 2015		Nine months ended March 31, 2014	
	Acquisitions Rupees	Disposals Rupees	Acquisitions Rupees	Disposals Rupees
<b>3.1 Acquisitions and disposals of operating assets – at cost</b>				
Freehold land	19,223,215	–	11,583,400	–
Building on freehold land	16,561,276	–	12,007,927	–
Plant and machinery	96,595,859	139,954,369	25,942,517	–
Furniture and fixture	24,427,689	870,287	10,908,003	804,419
Office equipment	18,005,163	2,786,148	14,880,030	2,090,415
Vehicles	28,198,920	30,945,180	36,820,123	28,947,086
	203,012,122	174,555,984	112,142,000	31,841,920

	Unaudited March 31, 2015 Rupees	Audited June 30, 2014 Rupees
<b>4. INVESTMENT IN ASSOCIATE</b>		
Allied Bank Limited (ABL) – Quoted 194,041,916 (June 30, 2014 : 194,041,916) ordinary shares of Rs.10/- each Ownership interest 16.95% (June 30, 2014 : 16.95%)	3,975,325,052	3,975,325,052
Share of post acquisition changes in equity	9,148,377,188	8,080,865,550
Less : Dividend received during the period / year	1,018,720,059	948,159,363
	12,104,982,181	11,108,031,239

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL REPORT (UNAUDITED) FOR THE PERIOD ENDED MARCH 31, 2015

- 4.1 ABL is engaged in banking business. Its registered and head office is situated at 3 Tipu Block, New Garden Town, Lahore, Pakistan.
- 4.2 The Company's shareholding in associate is below 20%, however, the Company exercises significant influence by virtue of common directorship.
- 4.3 The fair value of investment in associate as at March 31, 2015 is Rs. 18,358 million (June 30, 2014 : Rs. 26,663 million).
- 4.4 The financial year end of ABL is 31<sup>st</sup> December. The latest available financial results of associate as of December 31, 2014 have been used for the purpose of application of equity method.

### 5. CONTINGENCIES AND COMMITMENTS

#### 5.1 Contingencies

There is no change in contingent liabilities since the date of published audited financial statements for the year ended June 30, 2014 except the following :

- (i) A new bank guarantee of Rs. 57 Million is issued in favour of Faisalabad Electric Supply Company against supply of electricity.
- (ii) The income tax demand as mentioned in Note 18.1.4 to the above referred financial statements has been reduced to Rs. 22.028 million in the first appeals which has not been acknowledged due to pending appeals before the appellate authorities.

	Unaudited March 31, 2015 Rupees in million	Audited June 30, 2014 Rupees in million
<b>5.2 Commitments</b>		
<b>5.2.1 Under contracts for capital expenditure :</b>		
Building on freehold land	76.203	84.880
Plant and machinery	19.596	6.452
<b>5.2.2 Under letters of credit for :</b>		
Plant and machinery	415.994	1,211.572
Raw materials and spare parts	3,520.761	3,965.132

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL REPORT (UNAUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2015

	Quarter ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
	Rupees	Rupees	Rupees	Rupees
<b>6. COST OF GOODS SOLD</b>				
Raw materials consumed	5,733,791,610	9,314,780,716	20,208,578,321	27,762,169,616
Packing materials	105,003,210	123,385,959	327,451,775	354,993,706
Salaries, wages and benefits	309,752,057	327,993,062	947,090,361	952,308,845
Staff retirement benefits	43,180,821	33,337,068	129,542,463	100,011,205
Stores and spare parts	139,544,597	175,470,350	474,210,624	475,606,908
Fuel and power	766,296,538	1,332,341,966	2,855,718,446	3,901,065,697
Insurance	14,542,245	13,033,593	44,248,067	39,868,400
Depreciation of property, plant and equipment	599,702,399	662,573,310	1,794,772,109	1,986,010,607
Other	84,020,629	80,697,128	225,388,138	203,682,749
	7,795,834,106	12,063,613,152	27,007,000,304	35,775,717,733
Work in process				
Opening stock	390,284,056	611,063,568	343,311,511	607,357,831
Closing stock	(333,702,597)	(544,673,453)	(333,702,597)	(544,673,453)
	56,581,459	66,390,115	9,608,914	62,684,378
Cost of goods manufactured	7,852,415,565	12,130,003,267	27,016,609,218	35,838,402,111
Finished goods				
Opening stock	3,960,018,645	4,558,806,979	3,178,767,342	5,152,329,366
Closing stock	(2,745,158,343)	(5,603,609,732)	(2,745,158,343)	(5,603,609,732)
	1,214,860,302	(1,044,802,753)	433,608,999	(451,280,366)
	9,067,275,867	11,085,200,514	27,450,218,217	35,387,121,745

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL REPORT (UNAUDITED) FOR THE PERIOD ENDED MARCH 31, 2015

### 7. AGGREGATE TRANSACTIONS WITH RELATED PARTIES

The Company in the normal course of business carries out transactions with various related parties which comprise of associated undertakings and key management personnel. Significant transactions with related parties are as under :

Relationship	Nature of transaction	Nine months ended March 31,	
		2015 Rupees	2014 Rupees
Associated undertakings			
	Rent charged	9,440,000	12,705,000
	Dividend received	1,018,720,059	705,606,968
	Consultancy fee paid	10,000,000	9,000,000
	Rental income	2,591,717	1,952,207
Key management personnel			
	Remuneration	30,000,000	27,000,000
	Reimbursable expenses	1,782,784	2,589,917
	Advance from directors against non – current assets held for sale	–	2,724,843,608
	Loan from directors	1,641,838,837	–
	Dividend paid	–	549,592,428

8. The provision for taxation made in this condensed interim financial report is subject to adjustment in annual financial statements.

### 9. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial report was authorised for issue on April 24, 2015 by the Board of Directors of the Company.

### 10. GENERAL

10.1 There is no unusual item included in this condensed interim financial report which is affecting assets, liabilities, profit, comprehensive income, cash flows or equity of the Company.

10.2 Figures have been rounded off to the nearest Rupee.

Director

Director





igcpk.com

**Ibrahim Fibres Limited**  
Ibrahim Centre,  
1 – Ahmed Block, New Garden Town,  
Lahore – 54600, Pakistan.