

Power Behind Construction



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Corporate Information

Board of Directors

Nasim Beg
Muhammad Kashif A. Habib
Samad A. Habib
Muhammad Ejaz
Muhammad Yousuf Adil
Syed Salman Rashid
Muhammad Yahya Khan

Chairman
CEO
Director
Director
Director
Director
Director

Audit Committee

Muhammad Yousuf Adil
Nasim Beg
Muhammad Yahya Khan
Syed Salman Rashid

Chairman
Member
Member
Member

HR & Remuneration Committee

Muhammad Ejaz
Muhammad Kashif A. Habib
Samad A. Habib
Syed Salman Rashid

Chairman
Member
Member
Member

External Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants

Cost Auditors

Naveed Zafar Ashfaq Jaffery & Co.
Chartered Accountants

Legal Advisor

Usmani & Iqbal
Advocate & Solicitors

Tax Advisor

Hyder Bhimji & Co.
Chartered Accountants

Share Registrar

Technology Trade (Private) Limited

Principal Bankers

Allied Bank Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
National Bank of Pakistan
Standard Chartered Bank (Pakistan) Limited
Summit Bank Limited
United Bank Limited

Registered Office

Arif Habib Centre,
23 M.T. Khan Road, Karachi

Website

www.powercement.com.pk

Email Address

corporate@powercement.com.pk

Contact Number

021-32468231-32
021-32468351-52

Factory

Nooriabad Industrial Area,
Kalo Kohar District, Jamshoro, Sindh

Directors' Report

The Directors of the Company present herewith the quarterly report of your Company together with the quarterly financial statements for the period ended 30th September 2014.

OVERVIEW

A comparison of the key financial results and operational performance of the Company for first quarter ended 30th September 2014 along with corresponding period is as under:

Financial Results

PARTICULARS	Quarter Ended 30 th September	
	2014	2013
	Rs. In '000	
Sales - net	868,033	828,418
Gross profit	141,794	49,538
Operating profit / (loss)	185,660	(64,302)
Profit / (loss) before tax	118,544	(154,541)
Net profit / (loss) after tax	109,864	(155,349)
Earnings / (loss) per share (Rupee)	0.30	(0.42)

Sales Revenue and Gross Profit Margins

During the period under review your Company's net sales revenue increase by 5% while sale volume decreased to 125,855 tons compared to 134,601 tons in the same period last year.

The increase in revenue is attributable to increased prices of cement in local market and also a favourable shift in territory mix of sales. Local dispatches have increased by 3%, whereas exports have decreased by 11,927 tons as compared to the comparative period. The gross profit margin of the Company has increased to over 16% compared to 6% in the same period last year, increase in gross margin is attributable to the increase in cement prices and reduced cost of production.

Operational Performance

Production details during the period are as follows:

	Quarter Ended 30 th September	
	2014	2013
	Tons	
Cement production	132,302	137,960
Clinker production	117,832	92,465

During the period under review, clinker production increased by 25,367 tons resulting in improved capacity utilization to 52% as compared to 41% during the comparative period last year, where as cement production has shown minor decrease of 5,658 tons as compared to same period last year.

Future Outlook

Domestic demand for cement has continued to show positive trend despite political uncertainties, which is indicative of stable demand in periods to come. Government's plan towards developmental projects will further enhance domestic demand.

During the period under review, your Company's cost of production remains controlled, which has positively affected profitability of the Company. Further, as the coal prices have decreased and other factors are expected to remain range bound, profitability is expected to improve further during the next periods.

Acknowledgement

Your Company strongly believes that its success is driven by the commitment and dedication of its employees. We acknowledge the contribution of each and every member of the Company in respective area of expertise. We would also like to express our thanks to our customers for their trust in our products and look forward to their continued patronage. We also thank our shareholders, banks and financial institutions for their support, guidance and confidence reposed in our enterprise and stand committed to do our best to ensure full reward of their investment in the years ahead. Further we would like to communicate our appreciation to the Securities and Exchange Commission of Pakistan, State Bank of Pakistan, Karachi and Lahore Stock Exchanges, Competition Commission of Pakistan, Central Depository Company of Pakistan Ltd. for their support and guidance.

For and on behalf of the Board



Kashif A. Habib
Chief Executive Officer
28th October 2014

Condensed Interim Balance Sheet

As at 30th September 2014

	Note	(Un-audited) 30 Sep 2014	(Audited) 30 June 2014
----- (Rupees in '000) -----			
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	6	4,401,019	4,402,670
Long term deposits		19,635	19,635
		4,420,654	4,422,305
CURRENT ASSETS			
Stores, spares and loose tools	7	768,892	642,543
Stock-in-trade	8	166,771	177,302
Trade debts		193,195	143,038
Advances and other receivables		141,002	141,603
Trade deposits		16,450	7,818
Tax refunds due from government	9	245,730	245,730
Cash and bank balances		6,068	5,476
		1,538,108	1,363,510
		5,958,762	5,785,815
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 400,000,000 (2013: 400,000,000) Ordinary shares of Rs. 10/- each		4,000,000	4,000,000
Issued, subscribed and paid-up capital			
365,689,968 (2014: 365,689,968) Ordinary shares of Rs. 10/- each	10	3,656,900	3,656,900
Discount on issuance of right shares		(914,225)	(914,225)
General reserve		80,000	80,000
Accumulated loss		(1,284,269)	(1,394,133)
		1,538,406	1,428,542
LIABILITIES			
NON-CURRENT LIABILITIES			
Long-term financing	11	2,249,198	2,096,795
Deferred taxation		27,985	27,985
Deferred liabilities		34,816	33,164
		2,311,999	2,157,944
CURRENT LIABILITIES			
Loan from previous sponsors	12	735	735
Trade and other payables		1,049,402	935,441
Mark-up accrued		13,770	3,019
Short-term borrowings		573,112	544,182
Current portion of long term financing	11	471,338	705,952
		2,108,357	2,199,329
CONTINGENCIES AND COMMITMENTS			
	13	5,958,762	5,785,815

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



CHIEF EXECUTIVE



DIRECTOR

Condensed Interim Profit and Loss Account (Un-audited)

For the first quarter ended 30th September 2014

	Note	Quarter Ended	
		30 Sep 2014	30 Sep 2013
-----Rupees in '000) -----			
Sales - net	14	868,033	828,418
Cost of sales	15	(726,239)	(778,880)
Gross Profit		141,794	49,538
Distribution cost		(52,972)	(96,884)
Administrative expenses		(13,628)	(24,087)
Other income		123,613	7,131
Other operating expense		(13,147)	-
		43,866	(113,840)
Operating profit / (loss)		185,660	(64,302)
Finance cost		(67,116)	(90,239)
Profit / (loss) before taxation		118,544	(154,541)
Taxation		(8,680)	(808)
Profit / (loss) after taxation		109,864	(155,349)
		-----Rupee-----	
Earning / (loss) per share - basic and diluted	16	0.30	(0.42)

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



CHIEF EXECUTIVE



DIRECTOR

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the first quarter ended 30th September 2014

	Quarter Ended	
	30 Sep 2014	30 Sep 2013
	----- (Rupees in '000) -----	
Profit / (loss) for the period	109,864	(155,349)
Other comprehensive income	-	-
Total comprehensive income / (loss) for the period	<u>109,864</u>	<u>(155,349)</u>

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


CHIEF EXECUTIVE


DIRECTOR

Condensed Interim Cash Flow Statement (Un-audited)

For the first quarter ended 30th September 2014

	Note	Quarter Ended	
		30 Sep 2014	30 Sep 2013
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	17	34,104	(207,200)
Gratuity paid		(1,498)	-
Income tax paid		(12,470)	4,966
Financial charges paid		(20,392)	(21,684)
		<u>(34,360)</u>	<u>(16,718)</u>
Cash used in operations		(255)	(223,918)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(18,082)	(22,681)
Net cash used in investing activities		<u>(18,082)</u>	<u>(22,681)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long term finance		(250,000)	-
Loans received from related party - net		100,000	154,000
Loan received from related party - net - interest free		130,000	-
Net cash (used in) / generated from financing activities		<u>(20,000)</u>	154,000
Net decrease in cash and cash equivalents		<u>(38,337)</u>	<u>(92,599)</u>
Cash and cash equivalents at beginning of the period		<u>(528,706)</u>	<u>(554,770)</u>
Cash and cash equivalents at end of the period	18	<u><u>(567,044)</u></u>	<u><u>(647,369)</u></u>

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



CHIEF EXECUTIVE



DIRECTOR

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

For the first quarter ended 30th September 2014

	Capital reserve		Revenue Reserve		Total
	Share capital	Discount on issuance of right shares	General	Accumulated loss	
------(Rupees in '000) -----					
Balance as at 1st July 2013	3,656,900	(914,225)	80,000	(1,327,304)	1,495,371
<i>Total comprehensive income for the period ended 30th September 2013</i>					
Loss for the period	-	-	-	(155,349)	(155,349)
Balance as at 30th September 2013	<u>3,656,900</u>	<u>(914,225)</u>	<u>80,000</u>	<u>(1,482,653)</u>	<u>1,340,022</u>
Balance as at 1st July 2014	3,656,900	(914,225)	80,000	(1,394,133)	1,428,542
<i>Total comprehensive income for the period ended 30th September 2014</i>					-
Profit for the period	-	-	-	109,864	109,864
Balance as at 30th September 2014	<u>3,656,900</u>	<u>(914,225)</u>	<u>80,000</u>	<u>(1,284,269)</u>	<u>1,538,406</u>

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


CHIEF EXECUTIVE


DIRECTOR

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

For the first quarter ended 30th September 2014

1. STATUS AND NATURE OF BUSINESS

Power Cement Limited (the Company) was established as a private limited company on 1 December 1981 and was converted into a Public Limited Company on 9 July 1987 and is listed on Karachi and Lahore Stock Exchanges. The Company is a subsidiary of Arif Habib Corporation Limited. The Company's principal activity is manufacturing, selling and marketing of cement. The registered office of the Company is situated at Arif Habib Centre, 23 M.T. Khan Road, Karachi and its undertaking is situated at Deh Kalo Kohar, Nooriabad Industrial Estate, District Jamshoro (Sindh).

2. BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information of the Company for the quarter ended 30th September 2014 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) - 34 "Interim Financial Reporting" and the provisions of and directives issued under Companies Ordinance, 1984. In case where requirements differ, the provisions and directives issued under the Companies Ordinance, 1984 shall prevail.

This condensed interim financial information is unaudited and is being submitted to the shareholders as required under section 245 of the Companies Ordinance, 1984 and the Listing Regulation of Karachi, and Lahore Stock Exchanges.

This Condensed interim financial information does not include all the information required for full annual financial statements and should be read in conjunction with the annual audited financial statements of the company as at and for the year ended 30th June 2014.

The comparative balance sheet presented in this condensed interim financial information as at 30th September 2014 has been extracted from the audited financial statements of the Company for the year ended 30th June 2014, whereas the comparative profit and loss account, statement of comprehensive income, statement of changes in equity and the cash flow statement are extracted from the unaudited condensed interim financial information for the quarter ended 30th September 2014.

2.2 Functional and presentation currency

This condensed interim financial information is presented in Pakistan Rupees which is the Company's functional currency.

3. ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the year ended 30th June 2014.

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

For the first quarter ended 30th September 2014

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumption and judgements are continuously evaluated and are based on historical experiences and other factors including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision. In preparing this condensed interim financial information, 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 financial statements as at and for the year ended 30th June 2014.

5. FINANCIAL RISK MANAGEMENT

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

6. FIXED ASSETS

	Note	(Unaudited) 30 Sep 2014	(Audited) 30 Jun 2014
----- (Rupees in '000) -----			
Property, plant and equipment	6.1	4,261,184	4,275,940
Intangible assets	6.2	750	862
Capital work in progress	6.3	91,517	83,260
Capitalisable Stores	6.4	47,568	42,608
		<u>4,401,019</u>	<u>4,402,670</u>

6.1 Property, plant and equipment

Opening written down value		4,275,940	4,250,159
Additions during the period / year - at cost			
Plant and machinery		8,060	115,014
LeaseHold improvement		-	1,507
Factory and laboratory equipment		1,518	115
Computers and peripherals		137	3,692
Office equipment		110	3,088
Furniture and fixtures		-	393
Vehicles		-	1,294
		9,825	125,103
Written down value of deletions during the period / year		-	(257)
Depreciation for the period / year		(24,581)	(99,065)
		(24,581)	(99,322)
Closing written down value		<u>4,261,184</u>	<u>4,275,940</u>

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

For the first quarter ended 30th September 2014

	Note	(Unaudited) 30 Sep 2014	(Audited) 30 Jun 2014
------(Rupees in '000)-----			
6.2 Intangible assets			
Opening written down value		862	21
Additions during the period / year - at cost		-	899
		<u>862</u>	<u>920</u>
Amortization for the period / year		(112)	(58)
Closing written down value		<u>750</u>	<u>862</u>
6.3 Capital work in progress			
Opening balance		83,260	-
Additions during the period / year		8,257	83,260
Closing balance		<u>91,517</u>	<u>83,260</u>
6.4 Capitalisable stores			
Opening balance		42,608	64,218
Additions during the period / year		12,648	81,531
Transferred to property, plant and equipment		(7,688)	(103,141)
Closing balance		<u>47,568</u>	<u>42,608</u>
7. STORES, SPARES AND LOOSE TOOLS			
Stores		175,836	183,517
Coal	7.1	440,875	294,445
Spare parts		162,748	175,219
Loose tools		2,952	2,881
		<u>782,411</u>	<u>656,062</u>
Provision for slow moving / obsolete stock		(13,519)	(13,519)
		<u>768,892</u>	<u>642,543</u>
7.1 This includes coal-in-transit of Rs.354.499 million (30 June 2014:Rs: 166.742 million)			
8. STOCK-IN-TRADE			
Raw material		24,075	33,306
Packing material		42,599	49,834
Work-in-process		41,000	67,732
Finished goods		59,097	26,430
		<u>166,771</u>	<u>177,302</u>
9. TAX REFUND DUE FROM GOVERNMENT			
Income tax refundable		53,274	53,274
Sales tax refundable		2,989	2,989
Excise duty receivable		189,467	189,467
		<u>245,730</u>	<u>245,730</u>

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

For the first quarter ended 30th September 2014

10. ISSUED, SUBSCRIBED AND PAID UP CAPITAL

(Un-audited) 30 Sep 2014 ---(Number of Shares)---	(Audited) 30 Jun 2014		(Un-audited) 30 Sep 2014 --- (Rupees in '000) ---	(Audited) 30 Jun 2014
		Fully paid ordinary shares of Rs. 10 each issued:		
353,510,380	353,510,380	For cash	3,535,104	3,535,104
840,000	840,000	For consideration other than cash	8,400	8,400
11,339,588	11,339,588	Bonus shares	113,396	113,396
<u>365,689,968</u>	<u>365,689,968</u>		<u>3,656,900</u>	<u>3,656,900</u>

10.1 Shares held by the associated companies as at the balance sheet date were 236,208,913 (June 2014: 237,842,913).

10.2 In 2013, the Company in its Extra ordinary General Meeting, held on 4 June 2013, approved capital restructuring through reduction of share capital of the Company to the extent of 50% i.e. from 365,689,968 shares to 182,844,984 shares of Rs.10 each amounting to Rs.1,828,449,840, subject to the approval of regulatory authorities and completion of all statutory and legal formalities.

The proposed reduction in share capital will be done through cancellation of one share for every two shares held in the Company. Fractional shares arising as a result of capital restructuring will be consolidated and disposed off through stock exchange.

Petition has been filed with the High Court to confirm the reduction.

11. LONG TERM FINANCING	Note	(Un-audited) 30 Sep 2014 ---- (Rupees in '000) ----	(Audited) 30 June 2014
Syndicate term finance	11.1	959,353	923,805
Loan from related party - recorded at fair value	11.2	1,179,845	1,172,990
Loan from related party	11.3	110,000	-
		<u>2,249,198</u>	<u>2,096,795</u>
11.1 Syndicate term finance - secured		1,430,691	1,629,757
Less: current maturity shown under current liability		(471,338)	(705,952)
		<u>959,353</u>	<u>923,805</u>
11.2 Loan from related party - recorded at fair value			
Unsecured			
Loan from related party - recorded at fair value		1,455,500	1,325,500
Less : discount to fair value		(307,605)	(230,836)
		<u>1,147,895</u>	<u>1,094,664</u>
Add : unwinding of discount on fair value of long term loan		31,950	78,326
		<u>1,179,845</u>	<u>1,172,990</u>

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

For the first quarter ended 30th September 2014

- 11.3** The amount represents unsecured financing facility availed from Arif Habib Corporation Limited (parent company) amounting to Rs. 110 million (2014: Nil). This carries mark-up at the rate of 3 months KIBOR + 2.5% per annum.

12. LOAN FROM PREVIOUS SPONSOR

During the year ended 30th June 2013, the Company reversed liability amounting to Rs. 115.927 million in respect of previous sponsors loan on the basis of arbitration award in favour of the Company.

The management of the Company was taken over by purchasing controlling shareholding during the year 2005. One of the conditions of takeover of the management from the previous sponsors was that the amount payable in respect of this loan was required to be adjusted in respect of any differences in the value of assets and/or unrecorded liabilities. However, due to dispute regarding existence of certain assets, unrecorded liabilities etc., the final amount of the previous sponsor's loan remained undetermined and unsettled and the matter was referred for arbitration as per the Share Purchase Agreement between the management and the previous sponsors. The amount outstanding as at 30th June 2012 amounted to Rs. 115.927 million i.e. Rs. 234.076 million net off with unavailable stores and spares of Rs. 118.149 million.

In 2013, the arbitrator decided in favour of the Company and determined an amount of Rs. 0.735 million to be paid by the Company. The award has been sent to the Registrar High Court of Sindh for making the award a rule of Court. The management, based on its lawyers' advice is of the opinion that despite of objection filed by the previous sponsors against the arbitration award, the Company has strong grounds considering the fact that the Arbitration Award has been announced in Company's favour and the arbitration award will be made a rule of Court. Accordingly, the management had reversed the liability with a corresponding credit in the profit & loss account. However, as previous sponsors have filed objections to the award, the matter has been disclosed as a contingent liability in these financial statements.

13. CONTINGENCIES AND COMMITMENTS

- 13.1** There is no change in the status to contingencies and commitments as disclosed in the annual financial statements for the year ended 30th June 2014.

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

For the first quarter ended 30th September 2014

	(Unaudited) 30 Sep 2014	(Audited) 30 Jun 2014
	----- (Rupees in '000) -----	
13.2 Commitments against open letter of credit		
- Coal	33,044	-
- Stores and spares	67,524	98,651
	<u>100,568</u>	<u>98,651</u>
Other commitments - ijarah rentals	2,233	2,557
	<u>102,801</u>	<u>101,208</u>

	Quarter Ended	
	30 Sep 2014	30 Sep 2013
	----- (Rupees in '000) -----	
14. SALES - NET		
Local	991,012	834,502
Export	88,557	183,256
	<u>1,079,569</u>	<u>1,017,758</u>
Less :		
Sales tax	163,582	146,437
Federal excise duty	47,954	42,903
	<u>211,536</u>	<u>189,340</u>
	<u>868,033</u>	<u>828,418</u>

15. COST OF SALES

Salaries, wages and other benefits including retirement benefits	55,013	47,840
Raw materials consumed	49,533	36,298
Packing material consumed	55,439	58,178
Stores, spares and loose tools	40,910	67,928
Fuel and power	486,524	420,074
Insurance	2,319	2,661
Repairs and maintenance	12,114	14,975
Depreciation	21,780	20,068
Other production overheads	8,541	9,096
	<u>732,174</u>	<u>677,118</u>

Work in process

Opening		67,732	220,453
Closing	8	(41,000)	(94,637)
		<u>26,732</u>	<u>125,816</u>
Cost of goods manufactured		<u>758,906</u>	<u>802,934</u>

Finished goods

Opening		26,430	36,313
Closing	8	(59,097)	(60,367)
		<u>(32,667)</u>	<u>(24,054)</u>
		<u>726,239</u>	<u>778,880</u>

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

For the first quarter ended 30th September 2014

	Quarter Ended	
	30 Sep 2014	30 Sep 2013
	----- (Rupees in '000) -----	
16. EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED		
Profit / (loss) after taxation	<u>109,864</u>	<u>(155,349)</u>
	-----Number-----	
Weighted average number of ordinary shares	<u>365,689,968</u>	<u>365,689,968</u>
	-----Rupee-----	
Earning / (loss) per share in rupees - basic and diluted	<u>0.30</u>	<u>(0.42)</u>

17. CASH GENERATED FROM / (USED IN) OPERATIONS

	Quarter Ended	
	30 Sep 2014	30 Sep 2013
	----- (Rupees in '000) -----	
Profit / (loss) before taxation	118,544	(154,541)
Adjustment for:		
Depreciation	24,693	22,800
Finance cost	67,116	90,239
Gain on recognition of loan from related party - net	(123,145)	-
Provision for gratuity	3,151	3,000
	<u>(28,185)</u>	<u>116,039</u>
Operating profit / (loss) before working capital changes	90,359	(38,502)
Increase in current assets		
Stores, spares and loose tools	(126,349)	21,496
Stock-in-trade	10,531	90,437
Trade debts	(50,157)	(53,408)
Advances and other receivables	4,391	(8,338)
Trade deposits	(8,632)	(9,205)
	<u>(170,216)</u>	<u>40,982</u>
Increase in trade and other payables	<u>113,961</u>	<u>(209,680)</u>
Net cash generated / (used in) operations	<u>34,104</u>	<u>(207,200)</u>

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

For the first quarter ended 30th September 2014

Quarter Ended
30 Sep 30 Sep
2014 2013
 ----- (Rupees in '000) -----

18. CASH AND CASH EQUIVALENTS

Cash and bank balances	6,068	6,979
Short term borrowings	(573,112)	(654,348)
	<u>(567,044)</u>	<u>(647,369)</u>

19. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated undertakings, other related group companies and persons, directors of the Company, staff retirement benefit fund and key management personnel. The Company carries out transactions with various related parties in the normal course of business. Amounts due to related parties are shown in under respective note to the financial information. Details of transaction / balances with related parties other than those disclosed elsewhere in the condensed interim financial information are as follows:

Quarter Ended
30 Sep 30 Sep
2014 2013
 ----- (Rupees in '000) -----

Transactions with related parties

Aisha Steel Mills Limited

- Sale of goods	<u>-</u>	<u>284</u>
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Safe Mix Concrete Products Limited

- Sale of goods	<u>1,509</u>	<u>16,041</u>
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Javedan Corporation Limited

- Sale of goods	<u>2,151</u>	<u>333</u>
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Rotocast Engineering co. (Pvt) Ltd

- Services received	<u>1,043</u>	<u>1,053</u>
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Arif Habib Corporation Limited

- Loan received	<u>230,000</u>	<u>-</u>
- Loan repaid	<u>130,000</u>	<u>337,000</u>
- Mark-up accrued during the period	<u>1,527</u>	<u>15,830</u>

Sponsor

- Loan received from Sponsors	<u>130,000</u>	<u>491,000</u>
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Notes to the Condensed Interim Financial Information (Un-audited)

For the first quarter ended 30th September 2014

	(Un-audited) 30 Sep 2014	(Audited) 30 June 2014
	----- (Rupees in '000) -----	
Balances with related parties		
Aisha Steel Mills Limited		
- Trade receivable	<u>165</u>	<u>165</u>
Javedan Corporation Limited		
- Trade receivable	<u>4,046</u>	<u>6,898</u>
- Trade payable	<u>375</u>	<u>375</u>
Arif Habib Corporation Limited		
- Loan payable (including mark-up)	<u>111,745</u>	<u>10,218</u>
Safe Mix Concrete Products Limited		
- Trade receivable	<u>6,564</u>	<u>8,036</u>
Rotocast Engineering co. (Pvt) Ltd		
- Payable against services	<u>400</u>	<u>390</u>
Sponsors		
- Loan payable	<u>1,455,500</u>	<u>1,325,500</u>

20. DATE OF AUTHORIZATION FOR ISSUE

The condensed interim financial information has been authorised for issue on 28th October 2014 by the Board of Directors.

21. GENERAL

Figures have been rounded off to the nearest of thousand rupees.


CHIEF EXECUTIVE


DIRECTOR



A Subsidiary of
ARIF HABIB GROUP

Power Cement Limited

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