

Interim Financial Report | nine months ended March 31, 2014  
(Un-audited)



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## ***Company Information***

### **BOARD OF DIRECTORS**

Mr. M. Naseem Saigol	Chief Executive
Mr. M. Azam Saigol	
Mr. M. Zeid Yousuf Saigol	
Mr. Muhammad Athar Rafiq	
Mr. Muhammad Omer Farooq	
Mr. Samir Iqbal Saigol	
Mr. Syed Haroon Rashid	NIT Nominee

### **AUDIT COMMITTEE**

Mr. M. Naseem Saigol	Chairman/Member
Mr. Muhammad Omer Farooq	Member
Mr. Muhammad Athar Rafiq	Member

### **HR & REMUNERATION COMMITTEE**

Mr. M. Zeid Yousuf Saigol	Chairman/Member
Mr. Samir Iqbal Saigol	Member
Mr. Muhammad Omer Farooq	Member

### **COMPANY SECRETARY**

Mr. Anees-ur-Rehman

### **CHIEF FINANCIAL OFFICER**

Mr. Muhammad Shamil, FCA

### **AUDITORS**

Rahman Sarfraz Rahim Iqbal Rafiq  
Chartered Accountants

### **BANKERS**

Bank Alfalah Limited  
Faysal Bank Limited  
MCB Bank Limited  
National Bank of Pakistan  
Standard Chartered Bank (Pakistan) Limited  
NIB Bank Limited  
The Bank of Punjab  
Summit Bank Limited  
Meezan Bank Limited  
Habib Metropolitan Bank Limited

### **SHARES REGISTRAR**

M/s. CORPLINK (PVT) LTD.  
Wings Arcade, 1-K Commercial, Model Town, Lahore.  
Tel: 042-35839182, 35887262, 35916719  
Fax: 042-35869037

### **REGISTERED OFFICE**

17-Aziz Avenue, Canal Bank,  
Gulberg-V, Lahore.  
Tel: 042-35717364-65, 35718274-75  
Fax: 042-35715105  
E-mail: shares@saigols.com

### **MILLS**

51-KM, Multan Road,  
Phool Nagar, District Kasur.

## Directors' Report

The Directors of M/s Saritow Spinning Mills Limited are please to present Financial Results for the Quarter ending March 31, 2014 along with director report thereon.

Financial High Lights	Nine months ended March 31, 2014	Nine months ended March 31, 2013
	<i>Rupees in Million</i>	<i>Rupees in Million</i>
Net Sales	<b>1,897.613</b>	1,601.458
Gross Profit	<b>216.070</b>	223.133
Pre Tax Profit	<b>90.291</b>	111.481
Profit After Tax	<b>68.522</b>	94.972
Gross Profit Ratio to Sales	<b>11.39%</b>	13.93%
After Tax Profit Ratio to Sales	<b>3.62%</b>	5.93%

### Operating Financial Results

During the period under review our Company was able to achieve turnover of Rs 1,897.613 million as compared to Rs 1,601.458 million during the same period last year and was able to earn Gross Profit of Rs 216.070 million as compared to Rs 223.133 million during the same period last year. Our Company was able to earn after tax Profit of Rs 68.522 million during nine months under review against Rs 94.972 million same period last year.

In spite of huge increase in Electricity and Natural Gas tariff and declining Yarn prices in local as well in international market your company was able to perform well and was able to earn handsome after tax profits.

### Future Outlook

At the moment the raw material prices have gone up considerably but since November 2013 the yarn price have gone down considerably due to duty free import of Yarn from neighboring Countries at far lower prices. At the moment Export of yarn has decreased drastically resulted in over supply of Yarn in local market. If the scenario persists in days to come the profitability of the company will be affected badly.

During last so many years our Company was unable to carried out major BMR to replace and upgrade the aging Plant and Machinery of our project and at the moment our company is primarily producing low yielding fine count yarn. In order to enter the high yielding course count market your company has planned to revamp whole back process along with winding section of Unit No.2 of the project. This BMR will cost approximately Rs. 502.00 Million. In order to finance this whole BMR the NIB Bank Limited have agreed to provide term finance facility of Rs. 350.000 Million and balance Rs. 152.000 Million will be financed from company's own cash flow.

The looming energy crises and consistent down ward trend in yarn prices will affect the performance of the Company but with the better management of available resources and better management of cost components we hope to achieve better results in days to come.

For and on behalf of the Board

Lahore : April 30, 2014

Chief Executive

## *Condensed Interim Balance Sheet*

### *as at March 31, 2014*

	<i>Note</i>	<b>March 31, 2014</b>	June 30, 2013
		<i>Rupees</i> <b>(Un-Audited)</b>	<i>Rupees</i> <b>(Audited)</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized capital			
35,000,000 (June 30, 2012: 35,000,000) ordinary shares of Rs. 10 each		<b>350,000,000</b>	<b>350,000,000</b>
Issued, subscribed and paid-up capital		<b>298,406,070</b>	298,406,070
Accumulated Profit		<b>361,611,515</b>	300,966,595
		<b>660,017,585</b>	599,372,665
<b>Surplus on revaluation of property, plant and equipment</b>		<b>74,929,706</b>	76,515,348
<b>Loan from sponsors - Unsecured, Subordinate</b>	4	<b>192,548,300</b>	173,170,520
<b>Liabilities against assets subject to finance lease</b>	5	<b>49,411,765</b>	61,764,706
<b>Non-current liabilities</b>			
Long term finances - Secured		<b>177,418,395</b>	57,091,395
Long term deposits - Unsecured		<b>8,000,000</b>	8,000,000
Employees retirement benefits		<b>27,671,317</b>	29,399,306
Deferred taxation		<b>223,050,095</b>	223,050,095
		<b>436,139,807</b>	317,540,796
<b>Current liabilities</b>			
Trade and other payables		<b>147,048,412</b>	174,702,605
Accrued interest/mark-up		<b>21,829,687</b>	16,353,300
Short term borrowings - Secured		<b>432,078,486</b>	110,722,646
Income tax payable		<b>5,086,509</b>	18,833,829
Current portion of non-current liabilities		<b>48,943,983</b>	48,543,523
		<b>654,987,077</b>	369,155,903
<b>Contingencies and commitments</b>	6	-	-
		<b>2,068,034,240</b>	<b>1,597,519,938</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	7	<b>1,230,233,417</b>	1,074,622,209
Long term deposits		<b>16,125,556</b>	15,989,766
		<b>1,246,358,973</b>	1,090,611,975
<b>Current assets</b>			
Stores, spares and loose tools		<b>24,354,894</b>	19,459,940
Stock in trade		<b>683,864,509</b>	369,678,225
Trade receivables		<b>28,244,494</b>	22,256,811
Advances, deposits, prepayments and other receivables		<b>65,287,736</b>	74,869,488
Cash and bank balances		<b>19,923,634</b>	20,643,499
		<b>821,675,267</b>	506,907,963
		<b>2,068,034,240</b>	<b>1,597,519,938</b>

*The annexed notes 1 to 13 form an integral part of this interim financial information.*

***Condensed Interim Profit and Loss Account***  
***for the Nine months ended March 31, 2014***

	<i>Note</i>	<b>Nine months ended</b>		<b>Quarter ended</b>	
		<b>March 31, 2014</b>	March 31, 2013	<b>March 31, 2014</b>	March 31, 2013
		<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
		<b>(Un-Audited)</b>	(Un-Audited)	<b>(Un-Audited)</b>	(Un-Audited)
Sales -net	8	<b>1,897,612,737</b>	1,601,458,263	<b>616,025,326</b>	486,410,372
Cost of sales	9	<b>1,681,542,690</b>	1,378,325,595	<b>561,706,065</b>	425,113,902
<b>Gross profit</b>		<b>216,070,047</b>	223,132,668	<b>54,319,261</b>	61,296,470
Distribution cost		<b>4,073,597</b>	2,711,566	<b>2,261,722</b>	779,300
Administrative expenses		<b>36,389,072</b>	38,001,801	<b>10,923,652</b>	12,677,548
Other operating expenses		<b>8,254,656</b>	9,660,194	<b>1,319,114</b>	2,536,844
		<b>48,717,325</b>	50,373,561	<b>14,504,488</b>	15,993,692
		<b>167,352,722</b>	172,759,107	<b>39,814,773</b>	45,302,778
Other income		<b>344,898</b>	525,390	-	150,000
<b>Operating profit</b>		<b>167,697,620</b>	173,284,497	<b>39,814,773</b>	45,452,778
Finance cost		<b>58,028,613</b>	44,941,913	<b>22,289,393</b>	18,872,351
Nontional interest expense		<b>19,377,780</b>	16,861,974	<b>6,459,260</b>	5,620,658
		<b>77,406,393</b>	61,803,887	<b>28,748,653</b>	24,493,009
<b>Profit before taxation</b>		<b>90,291,227</b>	111,480,610	<b>11,066,120</b>	20,959,769
Taxation	10	<b>(21,769,363)</b>	(16,508,973)	<b>(6,160,252)</b>	(5,358,497)
<b>Profit after taxation</b>		<b>68,521,864</b>	94,971,637	<b>4,905,868</b>	15,601,272
<b>Earnings per share - basic and diluted</b>		<b>2.30</b>	3.18	<b>0.16</b>	0.52

*The annexed notes 1 to 13 form an integral part of this interim financial information.*

***Condensed Interim Statement of Profit or Loss and Other Comprehensive Income  
for the Nine months ended March 31, 2014***

	Nine months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)
Incremental depreciation	2,439,449	2,374,255	930,283	791,419
<b>Other comprehensive income before taxation</b>	<b>2,439,449</b>	<b>2,374,255</b>	<b>930,283</b>	<b>791,419</b>
Taxation	853,807	830,989	325,599	276,997
<b>Other comprehensive income after taxation</b>	<b>1,585,642</b>	<b>1,543,266</b>	<b>604,684</b>	<b>514,422</b>
<b>Profit after taxation</b>	<b>68,521,864</b>	<b>94,971,637</b>	<b>4,905,868</b>	<b>15,601,272</b>
<b>Total comprehensive income</b>	<b>70,107,506</b>	<b>96,514,903</b>	<b>5,510,552</b>	<b>16,115,694</b>

*The annexed notes 1 to 13 form an integral part of this interim financial information.*

***Condensed Interim Cash Flow Statement***  
***for the Nine months ended March 31, 2014***

	Nine months ended	
	March, 31, 2014	March 31, 2013
	<i>Rupees</i>	<i>Rupees</i>
	(Un-Audited)	(Un-Audited)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	90,291,227	111,480,610
Adjustments for non-cash items	130,498,590	103,281,048
<b>Operating profit before changes in working capital</b>	<b>220,789,817</b>	<b>214,761,658</b>
Changes in working capital	(336,635,367)	(285,756,629)
<b>Cash used in operations</b>	<b>(115,845,550)</b>	<b>(70,994,971)</b>
<b>Payments for:</b>		
Interest / mark-up	(52,552,226)	(41,923,948)
Worker's profit participation fund	(14,760,651)	(4,547,491)
Employees retirement benefits	(7,718,983)	(5,389,880)
Income tax	(35,516,683)	(14,011,772)
	(110,548,543)	(65,873,091)
<b>Net cash used in operating activities</b>	<b>(226,394,093)</b>	<b>(136,868,062)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure	(198,683,796)	(100,326,886)
Proceeds from disposal of property, plant and equipment	4,226,041	7,804,395
Decrease in long term deposits	(135,790)	-
<b>Net cash used in investing activities</b>	<b>(194,593,545)</b>	<b>(92,522,491)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net increase in long term finances	112,492,166	(39,929,346)
Liabilities against assets subject to finance lease	(4,117,647)	70,000,000
Dividend paid	(9,462,586)	-
Net increase in short term borrowings	321,355,840	198,182,675
<b>Net cash flow from financing activities</b>	<b>420,267,773</b>	<b>228,253,329</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(719,865)</b>	<b>(1,137,224)</b>
<b>Cash and cash equivalents as at beginning of the period</b>	<b>20,643,499</b>	<b>16,255,668</b>
<b>Cash and cash equivalents as at end of the period</b>	<b>19,923,634</b>	<b>15,118,444</b>

*The annexed notes 1 to 13 form an integral part of this interim financial information.*

***Condensed Interim Statement of Changes in Equity  
for the Nine months ended March 31, 2014***

	Issued subscribed and paid-up capital	Accumulated (losses)/profit	Total
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
As at July 1, 2012	298,406,070	178,451,690	476,857,760
Profit for the Nine months ended March 31, 2013	-	94,971,637	94,971,637
Other comprehensive income for the Nine months ended March 31, 2013	-	1,543,266	1,543,266
As at March 31, 2013	<u>298,406,070</u>	<u>274,966,593</u>	<u>573,372,663</u>
Profit for the Quarter ended June 30, 2013	-	25,628,739	25,628,739
Other comprehensive income for the Quarter ended June 30, 2013	-	371,263	371,263
<b>As at June 30, 2013</b>	<u>298,406,070</u>	<u>300,966,595</u>	<u>599,372,665</u>
Profit for the Nine months ended March 31, 2014	-	<b>68,521,864</b>	<b>68,521,864</b>
Other comprehensive income for the Nine months ended March 31, 2014	-	<b>1,585,642</b>	<b>1,585,642</b>
Final dividend paid @ Rs. 1 per ordinary share	-	<b>(9,462,586)</b>	<b>(9,462,586)</b>
<b>As at March 31, 2014</b>	<u><u>298,406,070</u></u>	<u><u>361,611,515</u></u>	<u><u>660,017,585</u></u>

*The annexed notes 1 to 13 form an integral part of this interim financial information.*

## **Notes to and forming part of Condensed Interim Financial Information for the Nine months ended March 31, 2014**

### **1 REPORTING ENTITY**

Saritow Spinning Mills Limited ("the Company") was incorporated in Pakistan on March 10, 1987 as Public Limited Company under the Companies Ordinance, 1984. The registered office of the Company is situated at 17- Aziz Avenue, Canal Bank Gulberg - V, Lahore. The Company is listed on Karachi Stock Exchange (Guarantee) Limited and Lahore Stock Exchange (Guarantee) Limited. The principal activity of the Company is manufacturing and sale of yarn. The Mill is located at Bhai Pheru, District Kasur in the Province of Punjab.

### **2 BASIS OF PREPARATION**

This interim financial information is not audited and has been presented in condensed form and does not include all the information as is required to be provided in a full set of annual financial statements. This condensed interim financial information should be read in conjunction with the audited financial statements of the Company for the year ended June 30, 2013.

#### **2.1 Statement of compliance**

This condensed interim financial information has been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting, and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 have been followed.

#### **2.2 Basis of measurement**

This condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments at fair value, certain financial liabilities at amortized cost and employees retirement benefits at present value. In this financial information, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

#### **2.3 Judgements, estimates and assumptions**

The preparation of financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

#### **2.4 Functional currency**

This financial information is prepared in Pak Rupees which is the Company's functional currency.

### **3 SIGNIFICANT 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 the preparation of the financial statements of the Company for the year ended June 30, 2013.

	<i>Note</i>	<b>March 31, 2014</b>	June 30, 2013
		<i>Rupees</i> <i>(Un-Audited)</i>	<i>Rupees</i> <i>(Audited)</i>
<b>4 LOAN FROM SPONSORS - UNSECURED, SUBORDINATE</b>			
Face value of loan		<b>265,884,966</b>	265,884,966
Unamortized notional interest	4.2	<b>(73,336,666)</b>	(92,714,446)
		<b><u>192,548,300</u></b>	<u>173,170,520</u>

## Notes to and forming part of Condensed Interim Financial Information for the Nine months ended March 31, 2014

- 4.1 This loan has been obtained from sponsor directors and their family members of the Company and is interest free. The loan is subordinate to all term finances and short term borrowings of the Company. As per terms of loan agreement between the lenders and the Company, no repayment shall be demanded and no repayments shall be made by the Company to the lenders before July 31, 2016, being the earliest date on which the underlying borrowings, to which this loan is subordinated, are expected to be completely repaid. Accordingly, this loan has been carried at amortized cost which has been determined using a discount rate of 14.92% per annum, being the average effective borrowing rate of the Company.

	March 31, 2014	June 30, 2013
	<i>Rupees</i>	<i>Rupees</i>
	<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>4.2 Unamortized notional interest</b>		
As at beginning of the period/year	92,714,446	115,197,079
Amortized during the period/year	(19,377,780)	(22,482,633)
As at end of the period/year	<u>73,336,666</u>	<u>92,714,446</u>
<b>5 LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE</b>		
Present value of minimum lease payments	65,882,353	70,000,000
Less :Current portion	(16,470,588)	(8,235,294)
	<u>49,411,765</u>	<u>61,764,706</u>

- 5.1 These represent machinery acquired under finance lease arrangements. The leases are priced at rates ranging from three months KIBOR plus 2.25% per annum. Lease rentals are payable quarterly over a tenor ranging from 5 years. The Company also has the option to acquire these assets at the end of lease terms and intends to exercise the option.

## 6 CONTINGENCIES AND COMMITMENTS

### 6.1 Contingencies

There is no significant change in the status of contingencies since June 30, 2013.

	<i>Note</i>	March 31, 2014	June 30, 2013
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>6.2 Commitments</b>			
Commitments under irrevocable letters of credit for:			
- capital expenditure		204,627,158	-
- store & spare		-	-
- purchase of raw material		75,922,278	60,145,164
		<u>280,549,436</u>	<u>60,145,164</u>

## 7 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets-owned	7.1	976,621,298	1,005,243,250
Operating fixed assets-on lease	7.2	66,777,248	69,378,959
		1,043,398,546	1,074,622,209
Capital work in progress		186,834,871	-
		<u>1,230,233,417</u>	<u>1,074,622,209</u>

**Notes to and forming part of Condensed Interim Financial Information  
for the Nine months ended March 31, 2014**

<i>Note</i>	<b>March 31, 2014</b>	June 30, 2013
	<i>Rupees</i> <i>(Un-Audited)</i>	<i>Rupees</i> <i>(Audited)</i>
<b>7.1 Assets owned by the Company</b>		
Net book value at the beginning of the period/year	<b>1,005,243,250</b>	1,006,093,165
Additions during the period/year		
Buildings on freehold land	-	3,423,866
Plant and machinery	-	43,220,251
Services and other equipment	-	525,755
Furniture and fixtures	<b>24,000</b>	-
Vehicles	<b>11,824,925</b>	7,815,241
	<b>11,848,925</b>	54,985,113
Net book value of assets disposed during the period/year	<b>(4,226,041)</b>	(7,804,395)
Depreciation for the period/year	<b>(36,244,836)</b>	(48,030,633)
Net book value at the end of the period/year	<b>976,621,298</b>	1,005,243,250
<b>7.2 Assets subject to finance lease</b>		
Net book value at the beginning of the period/year	<b>69,378,959</b>	-
Addition during the period/year		
Plant and machinery	-	70,000,000
Depreciation for the period/year	<b>(2,601,711)</b>	(621,041)
	<b>(2,601,711)</b>	69,378,959
Net book value at the end of the period/year	<b>66,777,248</b>	(69,378,959)

	Nine months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
	<b>(Un-Audited)</b>	(Un-Audited)	<b>(Un-Audited)</b>	(Un-Audited)
<b>8 SALES-net</b>				
Yarn	<b>1,860,879,300</b>	1,579,899,498	<b>602,385,396</b>	478,903,048
Waste	<b>36,733,437</b>	21,558,765	<b>13,639,930</b>	7,507,324
	<b>1,897,612,737</b>	1,601,458,263	<b>616,025,326</b>	486,410,372

## Notes to and forming part of Condensed Interim Financial Information for the Nine months ended March 31, 2014

	Nine months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	Rupees (Un-Audited)	Rupees (Un-Audited)	Rupees (Un-Audited)	Rupees (Un-Audited)
<b>9 COST OF GOODS SOLD</b>				
Raw material consumed	1,173,601,816	959,931,600	396,706,875	309,794,287
Stores, spares and loose tools consumed	41,990,730	40,880,489	14,158,294	14,410,537
Salaries, wages and benefits	156,705,504	119,918,592	53,886,760	40,942,279
Insurance	2,099,578	1,414,678	952,422	603,199
Repair and maintenance	4,707,668	7,110,181	55,171	2,300,358
Depreciation	38,846,546	35,557,682	13,186,651	11,864,766
Other manufacturing overheads	315,526,365	248,801,664	108,014,888	83,424,849
	<u>1,733,478,207</u>	<u>1,413,614,886</u>	<u>586,961,061</u>	<u>463,340,275</u>
Work in process				
Opening stock	27,865,678	29,803,133	33,287,080	30,607,349
Closing stock	(32,810,939)	(33,210,865)	(32,810,939)	(33,210,865)
	<u>(4,945,261)</u>	<u>(3,407,732)</u>	<u>476,141</u>	<u>(2,603,516)</u>
Cost of goods manufactured	<u>1,728,532,946</u>	<u>1,410,207,154</u>	<u>587,437,202</u>	<u>460,736,759</u>
Finished goods				
Opening stock	67,682,609	40,186,448	88,941,728	36,445,150
Closing stock	(114,672,865)	(72,068,007)	(114,672,865)	(72,068,007)
	<u>(46,990,256)</u>	<u>(31,881,559)</u>	<u>(25,731,137)</u>	<u>(35,622,857)</u>
	<u><u>1,681,542,690</u></u>	<u><u>1,378,325,595</u></u>	<u><u>561,706,065</u></u>	<u><u>425,113,902</u></u>

### 10 TAXATION

10.1 Provision for current tax has been in accordance with section 113 of the Income Tax Ordinance, 2001.

10.2 No provision for deferred tax has been made as the impact of the same is considered immaterial.

### 11 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties from the Company's perspective comprise associated companies and key management personnel (including chief executive and directors) and sponsors of the Company. The Company in the normal course of business carries out transactions with various related parties and continues to have a policy whereby all such transactions are carried out at arm's length. Key management personnel do not draw any compensation from the Company. Transactions with sponsors are limited to interest free loan obtained. Pricing for these transactions, other than interest free loan from sponsors, is determined as follows:

Nature of transaction	Pricing mechanism
Sale of goods and services	Comparable uncontrolled price method
Purchase of goods and services	Comparable uncontrolled price method

### 12 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on April 30, 2014 by the Board of Directors of the Company.

### 13 GENERAL

Figures have been rounded off to the nearest rupee.

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