



## Contents

Company Information	2
Directors' Report	3
Balance Sheet	4-5
Profit and Loss Account	6
Statement of Comprehensive Income	7
Cash Flow Statement	8
Statement of Changes in Equity	9
Notes to the Financial Information	10-16
Consolidated Balance Sheet	18-19
Consolidated Profit and Loss Account	20
Consolidated Statement of Comprehensive Income	21
Consolidated Cash Flow Statement	22
Consolidated Statement of Changes in Equity	23
Notes to the Consolidated Financial Information	24-31



## Company Information

<b>Board of Directors:</b>	Mr. Muhammad Saleem Mrs. Farhat Saleem Mr. Shahzad Saleem Mr. Manzoor Ahmed Mr. Aftab Ahmad Khan Mr. Manzar Mushtaq Mr. Mehmood Akhtar	Chairman Chief Executive Nominee NIT
<b>Audit Committee:</b>	Mr. Aftab Ahmad Khan Mr. Shahzad Saleem Mr. Manzar Mushtaq	Chairman Member Member
<b>Company Secretary:</b>	Mr. Ahmad Subhani	
<b>Bankers to the Company:</b>	Al Baraka Islamic Bank Allied Bank Limited Askari Bank Limited Atlas Bank Limited Bank Alfalah Limited Bank Islami Pakistan Limited Barclays Bank PLC, Pakistan Citibank N.A. Dawood Islamic Bank Limited Deutsche Bank AG Dubai Islamic Bank Pakistan Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank HSBC Bank Middle East Limited JS Bank Limited KASB Bank Limited Meezan Bank Limited National Bank of Pakistan NIB Bank Limited Pakistan Kuwait Investment Company (Pvt) Limited SAMBA Bank Limited Saudi Pak Industrial and Agricultural Investment Company Limited Standard Chartered Bank Pakistan Limited The Bank of Punjab The Royal Bank of Scotland Limited United Bank Limited	
<b>Auditors:</b>	Riaz Ahmad & Company Chartered Accountants	
<b>Registered &amp; Head Office:</b>	31-Q, Gulberg-II, Lahore, Pakistan. Phone : 35761730-39 Fax : 35878696-97 Web : <a href="http://nishat.net">http://nishat.net</a> & <a href="http://www.nishatchunian.com">www.nishatchunian.com</a>	
<b>Share Registrar:</b>	Hameed Majeed Associates (Pvt) Limited 1st Floor, H.M. House 7-Bank Square, Lahore Ph : 042 37235081-2 Fax : 042 37358817	
<b>Mills:</b>	Spinning 1, 4 & 5 49th Kilometre, Multan Road, Bhai Pheru, Tehsil Chunian, District Kasur.  Spinning 2, 3 & Weaving 49th Kilometre, Multan Road, Kamogal, Tehsil Pattoki, District Kasur.  Home Textile Division 4th Kilometre, Manga Road, Raiwind.	



## Directors' Report

We are pleased to present the un-audited financial results of Nishat Chunian Limited (the Company), for the quarter ended 30 September 2010. Sales are Rs. 3,820 million as compared to Rs. 2,855 million during the corresponding quarter last year, which shows an increase of 34%. With the increase in Sales, Company's gross margin has improved to 24% as compared to 16.62% during corresponding quarter last year. Improvement in gross margin is a result of substantial increase in yarn prices during the quarter while we were carrying some cotton stocks purchased last year. The profit after tax is Rs. 477 million as compared to Rs. 90 million during the corresponding quarter last year. Profitability trend seen in this quarter is a continuation of the profitability trend during April-June quarter. Recently local cotton prices have skyrocketed to Rs. 8,500 per maund. Although yarn prices have increased in tandem with cotton prices, however profitability margins for value added products have reduced substantially.

Our subsidiary, Nishat Chunian Power Limited (NCPL) is fully operational and is dispatching electricity as per the NTDC requirements.

The directors wish to express their appreciation to the team of dedicated employees, who continue to play pivotal role for the success and growth of the Company.

On behalf of the Board

Shahzad Saleem  
Chief Executive

Lahore: 28 October 2010



## Interim Condensed Balance Sheet

	Note	Unaudited 30 September 2010 Rupees	Audited 30 June 2010 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	5	<u>1,950,000,000</u>	<u>1,950,000,000</u>
Issued, subscribed and paid up share capital	6	1,654,418,440	1,654,418,440
Reserves		<u>3,255,546,622</u>	<u>2,778,092,206</u>
Total equity		4,909,965,062	4,432,510,646
<b>NON-CURRENT LIABILITIES</b>			
Long term financing	7	2,895,648,851	2,729,938,648
<b>CURRENT LIABILITIES</b>			
Trade and other payables		550,043,354	662,321,821
Accrued mark-up		171,163,176	216,443,282
Short term borrowings	8	4,592,024,030	4,667,797,672
Current portion of non-current liabilities		<u>1,846,423,372</u>	<u>1,542,866,668</u>
		<u>7,159,653,932</u>	<u>7,089,429,443</u>
TOTAL LIABILITIES		10,055,302,783	9,819,368,091
CONTINGENCIES AND COMMITMENTS	9	-	-
TOTAL EQUITY AND LIABILITIES		<u>14,965,267,845</u>	<u>14,251,878,737</u>

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

Chief Executive



## as at 30 September 2010

	Note	Unaudited 30 September 2010 Rupees	Audited 30 June 2010 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	10	6,119,688,467	5,970,253,169
Investment in subsidiary company		1,873,469,390	1,873,469,390
Long term loans		474,877,448	390,111,778
Long term security deposits		1,095,442	1,095,442
		<u>8,469,130,747</u>	<u>8,234,929,779</u>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		407,500,620	410,722,936
Stock-in-trade		3,913,188,056	3,166,585,745
Trade debts		1,316,386,163	1,518,724,508
Loans and advances		229,044,564	234,065,387
Short term prepayments		8,162,948	194,704
Other receivables		323,345,326	341,809,768
Accrued interest		14,098,758	5,571,439
Cash and bank balances		33,410,713	90,774,521
		<u>6,245,137,148</u>	<u>5,768,449,008</u>
Non-current asset held for sale		250,999,950	248,499,950
		<u>6,496,137,098</u>	<u>6,016,948,958</u>
<b>TOTAL ASSETS</b>		<u><u>14,965,267,845</u></u>	<u><u>14,251,878,737</u></u>

Director



## Interim Condensed Profit and Loss Account (Unaudited)

For the Quarter Ended 30 September 2010

	Note	30 September 2010	30 September 2009
		Rupees	Rupees
Sales		3,820,222,939	2,855,193,364
Cost of sales	11	2,893,377,290	2,380,749,212
Gross profit		926,845,649	474,444,152
Distribution cost		101,388,827	78,017,558
Administrative expenses		30,981,477	31,973,300
Other operating expenses		30,268,911	7,282,926
		162,639,215	117,273,784
		764,206,434	357,170,368
Other operating income		22,998,629	26,650,746
Profit from operations		787,205,063	383,821,114
Finance cost		271,227,647	266,155,521
Profit before taxation		515,977,416	117,665,593
Taxation		38,523,000	28,000,000
Profit after taxation		477,454,416	89,665,593
Basic earnings per share		3.01	1.08
Diluted earnings per share		2.89	0.72

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

Chief Executive

Director



## Interim Condensed Statement of Comprehensive Income (Unaudited)

For the Quarter Ended 30 September 2010

	Note	30 September 2010	30 September 2009
		Rupees	Rupees
Profit /(loss) after taxation		477,454,416	89,665,593
Other comprehensive income		-	-
Total comprehensive income for the period		<u>477,454,416</u>	<u>89,665,593</u>

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

\_\_\_\_\_  
Chief Executive

\_\_\_\_\_  
Director



## Interim Condensed Cash Flow Statement (Unaudited)

For the Quarter Ended 30 September 2010

	Note	30 September 2010	30 September 2009
		Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	12	232,541,432	1,103,437,198
Long term deposits - net		-	20,000
Finance cost paid		(316,507,753)	(252,815,478)
Income tax paid		(12,736,214)	(36,612,155)
		(329,243,967)	(289,407,633)
<b>Net cash (used in) / generated from operating activities</b>		<b>(96,702,535)</b>	<b>814,029,565</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure on property, plant and equipment		(270,738,868)	(8,129,204)
Proceeds from sale of property, plant and equipment		1,350,000	785,000
Long term loans - net		(84,765,670)	(88,959)
Investment in subsidiary company		-	(312,311,680)
Short term investment		-	(373,265,830)
<b>Net cash used in investing activities</b>		<b>(354,154,538)</b>	<b>(693,010,673)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from long term financing		770,000,000	-
Repayment of long term financing		(300,733,093)	(508,303,645)
Short term borrowings - net		(75,773,642)	380,489,504
Dividend paid		-	(20,123)
<b>Net cash generated from / (used in) financing activities</b>		<b>393,493,265</b>	<b>(127,834,264)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(57,363,808)</b>	<b>(6,815,372)</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>90,774,521</b>	<b>29,445,865</b>
<b>Cash and cash equivalents at the end of the period</b>		<b>33,410,713</b>	<b>22,630,493</b>

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

Chief Executive

Director





## Interim Condensed Statement of Changes in Equity (Unaudited)

For the Quarter Ended 30 September 2010

	SHARE CAPITAL			RESERVES			TOTAL EQUITY	
	Ordinary Shares	Preference Shares	Total	Capital Reserve	Revenue Reserves			
				Hedging Reserve	General Reserve	Unappropriated Profit		
							Total	
..... R u p e e s .....								
Balance as at 30 June 2009	827,209,220	413,604,610	1,240,813,830	2,882,753	1,629,221,278	229,553,070	1,861,657,101	3,102,470,931
Total comprehensive income for the quarter ended 30 September 2009	-	-	-	-	-	89,665,593	89,665,593	89,665,593
Balance as at 30 September 2009	827,209,220	413,604,610	1,240,813,830	2,882,753	1,629,221,278	319,218,663	1,951,322,694	3,192,136,524
Ordinary shares issued	413,604,610	-	413,604,610	-	-	-	-	413,604,610
Share issuance cost, net	-	-	-	-	-	(1,822,251)	(1,822,251)	(1,822,251)
Preference shares converted into ordinary shares	344,712,840	(344,712,840)	-	-	-	-	-	-
Preference dividend for the year ended 30 June 2010	-	-	-	-	-	(10,333,766)	(10,333,766)	(10,333,766)
Total comprehensive income for the nine months ended 30 June 2010	-	-	-	(2,882,753)	-	841,808,282	838,925,529	838,925,529
Balance as at 30 June 2010	1,585,526,670	68,891,770	1,654,418,440	-	1,629,221,278	1,148,870,928	2,778,092,206	4,432,510,646
Total comprehensive income for the quarter ended 30 September 2010	-	-	-	-	-	477,454,416	477,454,416	477,454,416
<b>Balance as at 30 September 2010</b>	<b>1,585,526,670</b>	<b>68,891,770</b>	<b>1,654,418,440</b>	<b>-</b>	<b>1,629,221,278</b>	<b>1,626,325,344</b>	<b>3,255,546,622</b>	<b>4,909,965,062</b>

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

\_\_\_\_\_  
Chief Executive

\_\_\_\_\_  
Director



## Selected Notes to the Interim Condensed Financial Information (Unaudited)

For the Quarter Ended 30 September 2010

### 1. THE COMPANY AND ITS OPERATIONS

Nishat (Chunian) Limited (the "Company") is a public limited company incorporated in Pakistan under the Companies Ordinance, 1984 and is listed on the Lahore and Karachi Stock Exchanges. Its registered office is situated at 31-Q Gulberg II, Lahore. The Company is engaged in the business of spinning, weaving, dyeing, stitching, processing, doubling, sizing, buying, selling and otherwise dealing in yarn, fabric and made-ups made from raw cotton, synthetic fibre and cloth and to generate, accumulate, distribute, supply and sell electricity.

### 2. STATEMENT OF COMPLIANCE

This interim condensed financial information is unaudited and is being submitted to the shareholders, as required under section 245 of the Companies Ordinance 1984 and has been prepared in accordance with the International Accounting Standard (IAS) - 34 "Interim Financial Reporting" as applicable in Pakistan and notified by the Securities and Exchange Commission of Pakistan (SECP). This interim condensed financial information should be read in conjunction with the annual financial statements for the year ended 30 June 2010.

### 3. ACCOUNTING POLICIES AND COMPUTATION METHODS

Accounting policies and methods of computation adopted for the preparation of this interim condensed financial information are the same as applied in the preparation of the preceding annual financial statements of the company for the year ended 30 June 2010.

### 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Judgements and estimates made by the management in the preparation of this interim condensed financial information are the same as those applied to the annual financial statements for the year ended 30 June 2010.

	Unaudited 30 September 2010	Audited 30 June 2010
	Rupees	Rupees
5. AUTHORIZED SHARE CAPITAL		
175,000,000 Ordinary shares of Rupees 10 each	1,750,000,000	1,750,000,000
20,000,000 15 % non-voting cumulative convertible Preference shares of Rupees 10 each	200,000,000	200,000,000
	<u>1,950,000,000</u>	<u>1,950,000,000</u>



	Unaudited 30 September 2010	Audited 30 June 2010
	Rupees	Rupees
<b>6. ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL</b>		
87,831,745 Ordinary shares of Rupees 10 each fully paid in cash	878,317,450	878,317,450
69,496,657 Ordinary shares of Rupees 10 each issued as fully paid bonus shares	694,966,570	694,966,570
1,224,265 Ordinary shares of Rupees 10 each issued as fully paid for consideration other than cash to members of Umer Fabrics Limited as per the Scheme of arrangement as approved by the Honourable Lahore High Court, Lahore	12,242,650	12,242,650
6,889,177 15% non-voting cumulative convertible preference shares of Rupees 10 each fully paid in cash	68,891,770	68,891,770
	<u>1,654,418,440</u>	<u>1,654,418,440</u>
<b>7. LONG TERM FINANCING</b>		
From Banking Companies-Secured		
Long Term Loans	4,170,197,223	3,685,305,316
Long Term Musharika	571,875,000	587,500,000
	<u>4,742,072,223</u>	<u>4,272,805,316</u>
Less: Current portion shown under current liabilities	1,846,423,372	1,542,866,668
Non-current portion	<u>2,895,648,851</u>	<u>2,729,938,648</u>
<b>8. SHORT TERM BORROWINGS</b>		
Short term running finances	1,634,000,000	1,081,105,841
Export finances-preshipment/SBP refinance	2,211,138,000	2,324,688,364
Other short term finances	746,886,030	1,262,003,467
	<u>4,592,024,030</u>	<u>4,667,797,672</u>
<b>9. CONTINGENCIES AND COMMITMENTS</b>		
There is no change in contingencies and commitments since the last audited financial statements except for :		
i)	Commitments in respect of capital expenditure are Rupees 88.912 million (30 June 2010: Rupees 377.382 million).	
ii)	Letters of credit other than for capital expenditure are Rupees 34.051 million (30 June 2010: Rupees 68.954 million).	
iii)	Outstanding forwards contracts of Rupees 2,107 million (30 June 2010: Rupees 3,031.7 million).	



- iv) Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 39.933 million (30 June 2010: Rupees 36.933 million) on account of imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheque issued as security shall be encashable.
- v) Outstanding balance under agreement for subordinated loan to subsidiary company amounting to Rupees 1025.12 million ( 30 June 2010 : Rupees 413.361 million)

	Unaudited 30 September 2010	Audited 30 June 2010
	Rupees	Rupees
<b>10. OPERATING FIXED ASSETS</b>		
Property, plant and equipment		
Operating assets (10.1)	5,761,763,594	5,593,337,106
Capital work in progress	352,504,255	371,396,520
	<u>6,114,267,849</u>	<u>5,964,733,626</u>
Intangible asset:		
Computer software	428,675	527,600
Intangible asset under development		
- ERP computer software	4,991,943	4,991,943
	<u>6,119,688,467</u>	<u>5,970,253,169</u>
<b>10.1 Operating Assets</b>		
Opening book value	5,593,337,106	5,905,713,184
Additions during the period/year (10.1.1)	289,631,133	210,444,087
	<u>5,882,968,239</u>	<u>6,116,157,271</u>
Book value of deletions during the period/year (10.1.2)	539,503	5,352,722
Less: Depreciation charged during the period/year	120,665,142	517,467,443
	<u>5,761,763,594</u>	<u>5,593,337,106</u>
<b>10.1.1 Cost of additions during the period/year</b>		
Building on freehold land	39,353,266	43,196,901
Plant and Machinery	248,585,646	145,798,692
Electric Installations	-	198,900
Furniture and fixtures	830,366	27,700
Office Equipment	332,855	7,556,137
Motor Vehicles	529,000	13,665,757
	<u>289,631,133</u>	<u>210,444,087</u>
<b>10.1.2 Book value of deletions during the period/year</b>		
Machinery and Electric Installation	-	9,857,222
Office equipment	-	24,000
Vehicles	1,444,580	7,374,265
	<u>1,444,580</u>	<u>17,255,487</u>
Total Cost of Deletions	1,444,580	17,255,487
Less Accumulated Depreciation	(905,077)	(11,902,765)
	<u>539,503</u>	<u>5,352,722</u>



	Unaudited 30 September 2010	Unaudited 30 September 2009
	Rupees	Rupees
<b>11. COST OF SALES</b>		
Raw material consumed	2,218,137,945	1,551,274,648
Packing materials consumed	108,112,970	96,813,814
Stores, spare parts and loose tools	189,605,062	180,208,613
Salaries, wages and other benefits	198,348,612	173,799,933
Fuel and power	318,512,901	237,782,618
Insurance	5,903,601	5,670,704
Postage and telephone	88,553	79,602
Travelling and conveyance	3,018,214	1,518,652
Vehicle running	3,932,048	2,580,264
Entertainment	950,264	459,319
Depreciation	118,125,009	126,113,096
Repair and maintenance	4,834,572	4,004,192
Other factory overheads	28,533,037	17,698,182
	<u>3,198,102,788</u>	<u>2,398,003,637</u>
Work-in-process		
Opening stock	466,561,040	304,749,507
Closing stock	(506,541,355)	(351,539,799)
	<u>(39,980,315)</u>	<u>(46,790,292)</u>
Cost of goods manufactured	3,158,122,473	2,351,213,345
Finished goods and waste-opening stocks		
Finished goods	681,133,741	361,764,128
Waste	36,816,119	22,083,973
	<u>717,949,860</u>	<u>383,848,101</u>
	<u>3,876,072,333</u>	<u>2,735,061,446</u>
Finished goods and waste-closing stocks		
Finished goods	(941,446,511)	(329,249,381)
Waste	(41,324,144)	(25,077,553)
	<u>(982,770,655)</u>	<u>(354,326,934)</u>
Cost of goods sold-own manufactured	2,893,301,678	2,380,734,512
Opening stock of purchased finished goods	75,612	-
Add: Finished goods purchased	-	94,200
Less: Closing stock of purchased finished goods	-	(79,500)
Cost of sales-purchased finished goods	<u>75,612</u>	<u>14,700</u>
	<u><u>2,893,377,290</u></u>	<u><u>2,380,749,212</u></u>



	Unaudited 30 September 2010	Unaudited 30 September 2009
	Rupees	Rupees
<b>12. CASH GENERATED FROM OPERATIONS</b>		
Profit before taxation	515,977,416	117,665,593
Add/(less) adjustment for non cash charges and other items:		
Depreciation / Amortization	120,764,067	128,624,738
Gain on sale of operating fixed assets	(810,497)	(521,860)
Gain due to fair value adjustment of held for sale investment	(2,500,000)	-
Finance costs	271,227,647	266,155,521
Cash flows from operating activities before working capital changes	904,658,633	511,923,992
(Increase)/decrease in current assets		
- Stores, spare parts and loose tools	3,222,316	39,047,547
- Stock in trade	(746,602,311)	(100,342,427)
- Trade debts	202,338,345	386,173,197
- Loans and advances	5,020,823	246,898,151
- Short term deposits and prepayments	(7,968,244)	(188,482)
- Other receivables	9,937,123	15,888,059
Increase /(decrease) in current liabilities		
- Trade and other payables	(138,065,253)	4,037,161
Cash generated from operations	232,541,432	1,103,437,198



### 13. SEGMENT INFORMATION

	Spinning		Weaving		Processing and Home Textile		Capitive Power		Elimination of inter-segment transactions		Total - Company		
	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	
Sales	2,643,975,245	1,878,211,589	1,284,723,201	944,877,055	1,301,018,948	872,447,723	300,022,195	231,023,973	(1,709,516,650)	(1,071,386,986)	3,820,222,939	2,855,193,364	
Cost of sales	(1,973,586,898)	(1,640,294,063)	(1,157,709,650)	(824,057,273)	(1,179,373,677)	(756,794,517)	(292,223,715)	(230,970,345)	1,709,516,650	1,071,386,986	(2,893,377,290)	(2,380,749,212)	
Gross profit	670,388,347	237,917,536	127,013,551	120,819,782	121,645,271	115,653,206	7,798,480	53,628	-	-	926,845,649	474,444,152	
Distribution cost	(51,238,898)	(39,651,479)	(24,907,001)	(19,947,378)	(23,222,928)	(18,418,501)	-	-	-	-	(101,388,827)	(78,017,558)	
Administrative expenses	(14,813,402)	(15,293,951)	(7,197,920)	(7,693,970)	(7,289,220)	(7,104,191)	(1,680,935)	(1,881,188)	-	-	(30,981,477)	(31,973,300)	
Profit before taxon and unallocated income and expenses	(66,072,300)	(54,945,430)	(32,104,921)	(27,641,548)	(32,512,148)	(23,522,692)	(1,680,935)	(1,881,188)	-	-	(132,370,304)	(109,990,858)	
Unallocated income and expenses	604,316,047	182,972,106	94,908,630	93,178,234	89,133,123	90,130,514	6,117,345	(1,827,560)	-	-	794,473,345	364,453,294	
Other operating income												(30,268,911)	(7,282,926)
Finance cost												222,998,629	26,650,746
Provision for taxation												(271,227,647)	(266,155,521)
Profit after taxation												(38,323,000)	(28,000,000)
												477,454,416	89,685,593
<b>13.1 Reconciliation of reportable segment assets and liabilities</b>													
	Spinning		Weaving		Processing and Home Textile		Capitive Power		Total - Company				
	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	(Un-audited) Quarter ended	(Audited) Year ended	
Total assets for reportable segments	5,088,034,925	5,199,831,298	1,538,291,133	1,580,731,297	2,765,503,078	2,572,181,675	713,738,561	729,421,115	10,106,567,697	10,062,165,385	14,965,267,845	14,251,878,737	
Unallocated assets:													
Long term investments									1,873,469,390	1,873,469,390	1,873,469,390	1,873,469,390	
Other receivables									323,345,326	341,809,788	323,345,326	341,809,788	
Cash and bank balances									33,410,713	90,774,321	33,410,713	90,774,321	
Other corporate assets									2,628,474,719	1,883,659,673	2,628,474,719	1,883,659,673	
Total assets as per balance sheet									14,965,267,845	14,251,878,737	14,965,267,845	14,251,878,737	
Total liabilities for reportable segments	54,690,287	39,850,750	86,859,764	84,685,052	46,104,906	27,467,267	-	-	187,654,957	146,003,069	187,654,957	146,003,069	
Unallocated liabilities:									9,867,647,826	9,673,365,022	9,867,647,826	9,673,365,022	
Total liabilities as per balance sheet									10,055,302,783	9,819,368,091	10,055,302,783	9,819,368,091	



#### 14. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiary, associated undertakings, other related parties, key management personnel and provident fund trust. The company in the normal course of business carries out transactions with related parties.

	Unaudited 30 September 2010	Unaudited 30 September 2009
	Rupees	Rupees
Purchase of goods and services	31,681,990	41,917,774
Sale of goods and services	55,267,285	64,564,967
Contribution to employees' provident fund	5,480,759	4,502,702
Long term investment in subsidiary	-	685,577,510
Subordinated loan given to subsidiary	85,000,000	-
Markup charged on loan to subsidiary	14,098,758	-

#### 15. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited published financial statements of the Company for the year ended 30 June 2010

#### 16. CORRESPONDING FIGURES

Corresponding figures have been re-arranged / re-grouped wherever necessary for the purpose of comparison. However no major re-arrangements/ re-groupings were made.

#### 17. AUTHORISED FOR ISSUE

This financial information was approved by the Board of Directors and authorised for issue on 28 October 2010.

\_\_\_\_\_  
Chief Executive

\_\_\_\_\_  
Director



NISHAT (CHUNIAN) LIMITED AND ITS  
SUBSIDIARY COMPANY

INTERIM CONDENSED CONSOLIDATED  
FINANCIAL INFORMATION

QUARTER ENDED 30 SEPTEMBER 2010  
(UNAUDITED)



## Interim Condensed Consolidated Balance Sheet

	Note	Unaudited 30 September 2010 <u>Rupees</u>	Audited 30 June 2010 <u>Rupees</u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	5	<u>1,950,000,000</u>	<u>1,950,000,000</u>
Issued, subscribed and paid up share capital	6	1,654,418,440	1,654,418,440
Reserves		<u>3,475,427,187</u>	<u>2,758,330,632</u>
Equity attributable to equity holders of the parent		5,129,845,627	4,412,749,072
Non-controlling interest		<u>1,717,044,052</u>	<u>1,540,327,620</u>
<b>Total equity</b>		<b>6,846,889,679</b>	<b>5,953,076,692</b>
<b>NON-CURRENT LIABILITIES</b>			
Long term financing	7	17,683,096,037	17,721,442,341
<b>CURRENT LIABILITIES</b>			
Trade and other payables		818,294,405	1,532,750,774
Accrued mark-up		860,032,374	776,990,805
Short term borrowings	8	7,136,630,475	6,492,739,649
Current portion of non-current liabilities		<u>2,372,757,138</u>	<u>1,953,143,926</u>
		<u>11,187,714,392</u>	<u>10,755,625,154</u>
<b>TOTAL LIABILITIES</b>		<b>28,870,810,429</b>	<b>28,477,067,495</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	9	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>35,717,700,108</b></u>	<u><b>34,430,144,187</b></u>

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

\_\_\_\_\_  
Chief Executive



## as at 30 September 2010

	Note	Unaudited 30 September 2010 Rupees	Audited 30 June 2010 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	10	23,967,685,769	24,027,092,110
Long term loans		3,330,968	3,633,468
Long term security deposits		1,200,442	1,200,442
		<u>23,972,217,179</u>	<u>24,031,926,020</u>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		630,574,708	631,271,907
Stock-in-trade		4,251,503,231	3,472,226,000
Trade debts		5,714,134,043	3,251,175,130
Loans and advances		494,287,922	770,678,338
Short term prepayments		8,162,948	194,704
Other receivables		513,046,398	488,784,940
Short term investment		35,068,510	131,890,238
Cash and bank balances		98,705,169	1,651,996,910
		<u>11,745,482,929</u>	<u>10,398,218,167</u>
<b>TOTAL ASSETS</b>		<u><u>35,717,700,108</u></u>	<u><u>34,430,144,187</u></u>

Director



## Interim Condensed Consolidated Profit and Loss Account (Unaudited)

For the Quarter Ended 30 September 2010

	30 September 2010	30 September 2009
	Rupees	Rupees
Sales	7,559,749,932	2,855,193,364
Cost of sales	11 5,657,110,470	2,380,749,212
Gross profit	1,902,639,462	474,444,152
Distribution cost	101,388,827	78,017,558
Administrative expenses	35,754,296	32,563,659
Other operating expenses	32,268,911	7,282,926
	169,412,034	117,864,143
	1,733,227,428	356,580,009
Other operating income	31,905,762	26,718,306
Profit from operations	1,765,133,190	383,298,315
Finance cost	831,703,916	266,155,521
Profit before taxation	933,429,274	117,142,794
Taxation	39,616,287	28,000,000
Profit after taxation	893,812,987	89,142,794
Share of profit attributable to:		
Equity holders of parent	717,096,555	89,342,042
Non-controlling interest	176,716,432	(199,248)
	893,812,987	89,142,794
Basic earnings per share	5.64	1.08
Diluted earnings per share	5.40	0.72

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

Chief Executive

Director



## Interim Condensed Consolidated Statement of Comprehensive Income (Unaudited)

For the Quarter Ended 30 September 2010

	30 September 2010	30 September 2009
	Rupees	Rupees
Profit after taxation	893,812,987	89,142,794
Other comprehensive income	-	-
Total comprehensive income for the quarter	<u>893,812,987</u>	<u>89,142,794</u>
Total comprehensive income / (loss) attributable to:		
Equity holders of parent	717,096,555	89,342,042
Non-controlling interest	176,716,432	(199,248)
	<u>893,812,987</u>	<u>89,142,794</u>

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

\_\_\_\_\_  
Chief Executive

\_\_\_\_\_  
Director



## Interim Condensed Consolidated Cash Flow Statement (Unaudited)

For the Quarter Ended 30 September 2010

	Note	30 September 2010	30 September 2009
		Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash (used in) / generated from operations	12	(1,708,724,431)	1,092,536,685
Long term deposits - net		-	20,000
Finance cost paid		(748,662,347)	(527,513,245)
Income tax paid		(13,863,227)	(36,868,652)
		(762,525,574)	(564,361,897)
<b>Net cash (used in) / generated from operating activities</b>		<b>(2,471,250,005)</b>	<b>528,174,788</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure on property, plant and equipment		(205,673,698)	(4,140,221,195)
Short term investments		96,821,728	-
Long term loans - net		302,500	-
Capital expenditure on intangible assets		-	(88,959)
Proceeds from sale of property, plant and equipment		1,350,000	785,000
<b>Net cash used in investing activities</b>		<b>(107,199,470)</b>	<b>(4,139,525,154)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from long term financing		770,000,000	3,531,154,725
Repayment of long term financing		(388,733,092)	(508,303,645)
Short term borrowings - net		643,890,826	380,489,504
Increase in non-controlling interest		-	947,517,022
Dividends paid		-	(20,123)
<b>Net cash from financing activities</b>		<b>1,025,157,734</b>	<b>4,350,837,483</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(1,553,291,741)</b>	<b>739,487,117</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>1,651,996,910</b>	<b>34,178,708</b>
<b>Cash and cash equivalents at the end of the period</b>		<b>98,705,169</b>	<b>773,665,825</b>

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

Chief Executive

Director



## Interim Condensed Consolidated Statement of Changes in Equity (Unaudited) For the Quarter Ended 30 September 2010

ATTRIBUTABLE TO EQUITY HOLDERS OF THE HOLDING COMPANY										
SHARE CAPITAL			RESERVES				Shareholders' Equity	Non-controlling Interest	TOTAL EQUITY	
Ordinary shares	Preference shares	Sub total	Capital Reserves	Revenue Reserves		Sub Total				
			Hedging Reserve	General Reserve	Unappropriated Profit					
R u p e e s										
Balance as at 30 June 2009	827,209,220	413,604,610	1,240,813,830	2,882,753	1,629,221,278	227,706,940	1,859,810,971	3,100,624,801	359,011,447	3,459,636,248
Total comprehensive income for the quarter ended 30 September 2009	-	-	-	-	-	89,342,042	89,342,042	89,342,042	(199,248)	89,142,794
Increase in non-controlling interest	-	-	-	-	-	-	-	-	947,517,022	947,517,022
Balance as at 30 September 2009	827,209,220	413,604,610	1,240,813,830	2,882,753	1,629,221,278	317,048,982	1,949,153,013	3,189,966,843	1,306,329,221	4,496,296,064
Ordinary shares issued	413,604,610	-	413,604,610	-	-	-	-	413,604,610	-	413,604,610
Shares issuance cost, net	-	-	-	-	-	(9,958,878)	(9,958,878)	(9,958,878)	(5,938,147)	(15,897,025)
Preference shares converted into ordinary shares	344,712,840	(344,712,840)	-	-	-	-	-	-	-	-
Preference dividend for the year ended 30 June 2010	-	-	-	-	-	(10,333,766)	(10,333,766)	(10,333,766)	-	(10,333,766)
Increase in non-controlling interest	-	-	-	-	-	-	-	-	243,010,048	243,010,048
Total comprehensive income for the nine months ended 30 June 2010	-	-	-	(2,882,753)	-	832,353,016	829,470,263	829,470,263	(3,073,502)	826,396,761
Balance as at 30 June 2010	1,585,526,670	68,891,770	1,654,418,440	-	1,629,221,278	1,129,109,354	2,758,330,632	4,412,749,072	1,540,327,620	5,953,076,692
Total comprehensive income for the quarter ended 30 September 2010	-	-	-	-	-	717,096,555	717,096,555	717,096,555	176,716,432	893,812,987
Balance as at 30 September 2010	1,585,526,670	68,891,770	1,654,418,440	-	1,629,221,278	1,846,205,909	3,475,427,187	5,129,845,627	1,717,044,052	6,846,889,679

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

\_\_\_\_\_  
Chief Executive

\_\_\_\_\_  
Director



## Selected Notes to the Interim Condensed Consolidated Financial Information (Unaudited)

For the Quarter Ended 30 September 2010

### 1. GROUP INFORMATION

The Group comprises of Nishat (Chunian) Limited as holding company and Nishat Chunian Power Limited as subsidiary.

Nishat (Chunian) Limited ("the Holding Company") is a public limited Company incorporated in Pakistan under the Companies Ordinance, 1984 and is listed on the Lahore and Karachi Stock Exchanges. Its registered office is situated at 31-Q, Gulberg II, Lahore. The Company is engaged in business of spinning, weaving, dyeing, printing, stitching, processing, doubling, sizing, buying, selling and otherwise dealing in yarn, fabric and made-ups made from raw cotton, synthetic fibre and cloth and to generate, accumulate, distribute, supply and sell electricity.

Nishat Chunian Power Limited (the Subsidiary Company) is a public limited Company incorporated in Pakistan under the Companies Ordinance, 1984. It was listed on the Lahore and Karachi Stock Exchanges on 22 October 2009. The principal activity of the Company is to build, own, operate and maintain a fuel fired power station based on Reciprocating Engine Technology having gross capacity of 200 MW ISO in Jamber Kalan, Tehsil Pattoki, District Kasur, Punjab, Pakistan and to generate, sell and supply electricity. Its registered office is situated at 31-Q, Gulberg II, Lahore. As per terms of the Power Purchase Agreement (PPA) with National Transmission and Despatch Company Limited (NTDCL), the required commercial operation date of the power project was 30 June 2010. However, it commenced its commercial operations on 21 July 2010.

### 2. STATEMENT OF COMPLIANCE

This interim condensed consolidated financial information is unaudited and being submitted to the shareholders, as required under Section 245 of Companies Ordinance, 1984 and has been prepared in accordance with the International Accounting Standard (IAS) - 34 "Interim Financial Reporting"

### 3. ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computation adopted for the preparation of this interim condensed consolidated financial information are the same as applied in the preparation of preceding annual published financial statements of the group for the year ended 30 June 2010.

### 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Judgements and estimates made by the management in the preparation of this interim condensed consolidated financial information are the same as those applied to the annual financial statements for the year ended 30 June 2010.

	Unaudited 30 September 2010	Audited 30 June 2010
<b>5. AUTHORIZED SHARE CAPITAL</b>	Rupees	Rupees
175,000,000 Ordinary shares of Rupees 10 each	1,750,000,000	1,750,000,000
20,000,000 15 % non-voting cumulative convertible Preference shares of Rupees 10 each	200,000,000	200,000,000
	<u>1,950,000,000</u>	<u>1,950,000,000</u>





	Unaudited 30 September 2010	Audited 30 June 2010
	Rupees	Rupees
<b>6. ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL</b>		
87,831,745 Ordinary shares of Rupees 10 each fully paid in cash	878,317,450	878,317,450
69,496,657 Ordinary shares of Rupees 10 each issued as fully paid bonus shares	694,966,570	694,966,570
1,224,265 Ordinary shares of Rupees 10 each issued as fully paid for consideration other than cash to members of Umer Fabrics Limited as per the Scheme of arrangement as approved by the Honourable Lahore High Court, Lahore	12,242,650	12,242,650
6,889,177 15% non-voting cumulative convertible preference shares of Rupees 10 each fully paid in cash	68,891,770	68,891,770
	<u>1,654,418,440</u>	<u>1,654,418,440</u>
<b>7. LONG TERM FINANCING</b>		
From banking companies - secured		
Long term loans	4,170,197,223	3,685,305,316
Long term musharika	571,875,000	587,500,000
Long term financing by consortium of banks	15,313,780,952	15,401,780,951
	<u>20,055,853,175</u>	<u>19,674,586,267</u>
Less: Current portion shown under current liabilities	<u>2,372,757,138</u>	<u>1,953,143,926</u>
Non-current portion	<u>17,683,096,037</u>	<u>17,721,442,341</u>
<b>8. SHORT TERM BORROWINGS</b>		
From banking companies - secured		
<i>Nishat Chunian Limited - Holding Company</i>		
Short term running finances	1,634,000,000	1,081,105,841
Export finances-preshipment/SBP refinance	2,211,138,000	2,324,688,364
Other short term finances	746,886,030	1,262,003,467
<i>Nishat Chunian Power Limited - Subsidiary Company</i>		
Working capital finance	<u>2,544,606,445</u>	<u>1,824,941,977</u>
	<u>7,136,630,475</u>	<u>6,492,739,649</u>
<b>9. CONTINGENCIES AND COMMITMENTS</b>		
<b>Holding Company</b>		
There is no change in contingencies and commitments since the last audited financial statements except for :		
i) Commitments in respect of capital expenditure are Rupees 88.912 million (30 June 2010: Rupees 377.382 million).		



- ii) Letters of credit other than for capital expenditure are Rupees 34.051 million (30 June 2010: Rupees 68.954 million).
- iii) Outstanding forwards contracts of Rupees 2,107 million (30 June 2010: Rupees 3,031.7 million).
- iv) Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 39.933 million (30 June 2010: Rupees 36.933 million) on account of imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheque issued as security shall be encashable.
- v) Outstanding balance under agreement for subordinated loan to subsidiary company amounting to Rupees 1025.12 million ( 30 June 2010 : Rupees 413.361 million)

#### Subsidiary Company

There is no change in contingencies and commitments since the last audited financial statements except for :

	Unaudited 30 September 2010	Audited 30 June 2010
Letter of credit other than capital expenditure amounting to Euro 301,886.72 (30 June 2010: Nil)	Rupees 35,384,142	Rupees -
Other contractors and consultants	7,053,525	11,776,902

The Company has entered into a contract for purchase of fuel oil from Shell Pakistan Limited (SPL) for a period of 10 years starting from the commercial operations date of the power station. Under the terms of the fuel supply agreement, the Company is not required to buy any minimum quantity of oil from SPL.

The Company has also entered into an agreement with Wartsila Pakistan (Private) Limited for the operations and maintenance (O&M) of the power station which shall remain in effect until earlier of the end of five years from the commercial operation date i.e. 21 July 2010 or the last day of the month in which the running hours of the first generator set reaches 35,000 hours. Under the terms of the O&M agreement, the Company is required to pay a monthly fixed O&M fee and variable O&M fee depending on the net electrical output.



	Unaudited 30 September 2010	Audited 30 June 2010
	Rupees	Rupees
<b>10 OPERATING FIXED ASSETS</b>		
Property, plant and equipment		
Operating assets (10.1)	23,607,495,146	5,669,936,185
Capital work in progress	352,504,255	18,349,251,382
	<u>23,959,999,401</u>	<u>24,019,187,567</u>
Intangible-computer software	7,686,368	7,904,543
	<u>23,967,685,769</u>	<u>24,027,092,110</u>
10.1 Opening book value	5,669,936,185	5,981,577,203
Additions during the period/year (Note 10.1.1)	18,202,540,075	212,277,274
	<u>23,872,476,260</u>	<u>6,193,854,477</u>
Book value of deletions during the period/year (Note 10.1.2)	539,503	5,352,722
Depreciation charged during the period/year	264,441,611	518,565,570
	<u>23,607,495,146</u>	<u>5,669,936,185</u>
10.1.1 Additions during the period/year		
Building on freehold land	205,311,094	43,196,901
Plant and Machinery	17,985,900,636	145,798,692
Electric Installations	2,535,539	198,900
Furniture & fixtures	957,618	410,400
Office equipment	7,306,188	8,442,668
Motor Vehicles	529,000	14,229,713
	<u>18,202,540,075</u>	<u>212,277,274</u>
10.1.2 Book value of deletions during the period/year		
Machinery and Electric Installation	-	2,755,371
Furniture, fixtures and office equipment	-	23,600
Vehicles	539,503	2,573,751
	<u>539,503</u>	<u>5,352,722</u>



	Unaudited 30 September 2010	Unaudited 30 September 2009
	Rupees	Rupees
<b>11. COST OF SALES</b>		
Raw material consumed	4,752,888,817	1,551,274,648
Packing materials consumed	108,112,970	96,813,814
Stores, spare parts and loose tools	191,298,127	180,208,613
Salaries, wages and other benefits	201,436,943	173,799,933
Fuel and power	319,517,734	237,782,618
Insurance	33,003,071	5,670,704
Postage and telephone	112,296	79,602
Travelling and conveyance	3,146,534	1,518,652
Vehicle running	3,932,048	2,580,264
Entertainment	967,260	459,319
Depreciation	261,709,112	126,113,096
Repair and maintenance	56,665,197	4,004,192
Other factory overheads	29,045,858	17,698,182
	<u>5,961,835,967</u>	<u>2,398,003,637</u>
Work-in-process		
Opening stock	466,561,040	304,749,507
Closing stock	(506,541,354)	(351,539,799)
	<u>(39,980,314)</u>	<u>(46,790,292)</u>
Cost of goods manufactured	5,921,855,653	2,351,213,345
Finished goods and waste-opening stocks		
Finished goods	681,133,741	361,764,128
Waste	36,816,119	22,083,973
	<u>717,949,860</u>	<u>383,848,101</u>
	6,639,805,513	2,735,061,446
Finished goods and waste-closing stocks		
Finished goods	(941,446,511)	(329,249,381)
Waste	(41,324,144)	(25,077,553)
	<u>(982,770,655)</u>	<u>(354,326,934)</u>
Cost of goods sold-own manufactured	5,657,034,858	2,380,734,512
Opening stock of purchased finished goods	75,612	-
Add: Finished goods purchased	-	94,200
Less: Closing stock of purchased finished goods	-	(79,500)
Cost of sales-purchased finished goods	<u>75,612</u>	<u>14,700</u>
	<u>5,657,110,470</u>	<u>2,380,749,212</u>



	Unaudited 30 September 2010	Unaudited 30 September 2009
	Rupees	Rupees
<b>12. CASH (USED IN) / GENERATED FROM OPERATIONS</b>		
Profit before taxation	933,429,274	117,142,794
Add/(less) adjustment for non cash charges and other items:		
Depreciation / Amortization	264,540,536	128,651,527
(Gain)/Loss on sale of operating fixed assets	(810,497)	(521,860)
Finance costs	831,703,916	266,155,521
Cash flows from operating activities before working capital changes	2,028,863,229	511,427,982
(Increase)/decrease in current assets		
- Stores, spare parts and loose tools	697,199	39,047,547
- Stock in trade	(779,277,231)	(100,342,427)
- Trade debts	(2,462,958,913)	386,173,197
- Loans and advances	276,390,416	238,524,659
- Short term deposits and prepayments	(7,968,244)	(188,482)
- Other receivables	(24,261,458)	15,884,343
Increase/(decrease) in current liabilities		
- Trade and other payables	(740,209,429)	2,009,866
Cash (used in)/generated from working capital	(3,737,587,660)	581,108,703
Cash (used in)/ generated from Operations	(1,708,724,431)	1,092,536,685



### 13. SEGMENT INFORMATION

	Spinning		Weaving		Processing and Home Textile		Power (PP & Captive)		Elimination of inter-segment transactions		Total - Group	
	(Un-audited) Quarter ended	(Audited) 30-Sep-09	(Un-audited) Quarter ended	(Audited) 30-Sep-09	(Un-audited) Quarter ended	(Audited) 30-Sep-09	(Un-audited) Quarter ended	(Audited) 30-Sep-09	(Un-audited) Quarter ended	(Audited) 30-Sep-09	(Un-audited) Quarter ended	(Audited) 30-Sep-09
Sales	2,643,975,245	1,878,211,599	1,284,723,201	944,877,055	1,301,018,948	872,447,723	4,039,549,187	231,023,973	(1,709,516,650)	(1,071,366,986)	7,559,749,931	2,855,193,364
Cost of sales	(1,973,586,899)	(1,640,294,083)	(1,157,709,650)	(824,057,273)	(1,179,373,677)	(756,794,517)	(3,055,956,839)	(230,970,345)	1,709,516,650	1,071,366,986	(5,657,110,469)	(2,380,749,212)
Gross profit	670,388,346	237,917,536	127,013,550	120,819,782	121,645,272	115,653,206	983,592,294	33,628	-	-	1,902,639,462	474,444,152
Distribution cost	(51,238,898)	(39,651,479)	(24,907,001)	(19,947,738)	(25,222,928)	(18,418,501)	-	-	-	-	(101,388,827)	(78,017,558)
Administrative expenses	(8,857,189)	(15,293,951)	(4,294,042)	(7,693,970)	(4,348,509)	(7,104,191)	(18,274,556)	(2,471,547)	-	-	(63,754,296)	(32,563,659)
Profit before taxation and unallocated income and expenses	(60,096,087)	(54,945,430)	(29,201,043)	(27,641,548)	(29,571,437)	(25,522,692)	(18,274,556)	(2,471,547)	-	-	(137,143,123)	(110,581,217)
Unallocated income and expenses	610,292,239	182,972,106	97,812,507	93,178,234	92,073,835	90,130,514	965,317,738	(2,417,919)	-	-	1,765,486,339	363,862,935
Other operating expenses											(32,268,911)	(7,282,926)
Finance cost											(31,905,762)	(26,718,306)
Provision for taxation											(831,703,916)	(266,155,521)
Profit after taxation											(99,616,287)	(28,000,000)
											893,812,987	89,142,794
<b>13.1 Reconciliation of reportable segment assets and liabilities</b>												
Total assets for reportable segments	5,088,034,925	5,199,831,298	1,538,291,133	1,560,731,297	2,766,503,078	2,572,181,675	24,079,312,882	21,051,694,301	33,472,142,018	30,384,438,571	35,717,700,108	34,430,144,187
Unallocated assets:												
Other receivables											513,046,398	488,784,940
Cash and bank balances											33,410,713	90,774,521
Other compute assets											1,699,100,979	3,466,146,133
Total assets as per balance sheet segments	54,690,287	33,850,750	88,859,784	84,685,052	46,104,906	27,467,267	19,304,180,363	19,053,698,164	19,491,835,321	19,199,701,233	9,378,975,108	9,277,366,262
Unallocated liabilities:												
Total liabilities as per balance sheet segments											28,870,810,429	28,477,067,495



#### 14. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiary, associated undertakings, other related parties, key management personnel and provident fund trust. The Group in the normal course of business carries out transactions with related parties.

	Unaudited 30 September 2010	Unaudited 30 September 2009
	Rupees	Rupees
Purchase of goods and services	31,681,990	41,917,774
Sale of goods and services	55,267,285	64,564,967
Contribution to employees' provident fund	5,731,636	4,502,702

#### 15. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the audited published financial statements of the Group for the year ended 30 June 2010.

#### 16. CORRESPONDING FIGURES

Corresponding figures have been re-arranged / re-grouped wherever necessary for the purpose of comparison. However no major re-arrangements/ re-groupings were made.

#### 17. AUTHORISED FOR ISSUE

This financial information was approved by the Board of Directors and authorised for issue on 28 October 2010.

\_\_\_\_\_  
Chief Executive

\_\_\_\_\_  
Director