Contents

Company Information

BOARD OF DIRECTORS

Executive Directors

Dewan Muhammad Yousuf Farooqui	Chairman Board of Directors
Syed Muhammad Anwar	Chief Executive Officer
Mr. Haroon Iqbal	

Non-Executive Directors

Dewan Abdul Baqi Farooqui
Dewan Abdul Rehman Farooqui
Mr. Ishtiaq Ahmad

Independent Director

Mr. Aziz-ul-Haque

AUDIT COMMITTEE MEMBERS

Mr. Aziz-ul-Haque	Chairman
Dewan Abdul Rehman Farooqui	Member
Mr. Haroon Iqbal	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Dewan Muhammad Yousuf Farooqui	Chairman
Mr. Haroon Iqbal	Member
Mr. Aziz-ul-Haque	Member

CHIEF FINANCIAL OFFICER

Mr. Imran Ahmed Javed

COMPANY SECRETARY

Mr. Muhammad Hanif German

AUDITORS

Faruq Ali & Co.
Chartered Accountants

COST AUDITORS

Rafaqat Mansha Mohsin Dossani Masoom & Co.
Chartered Accountants

LEGAL ADVISOR

Muhammad Azhar Faridi (Advocate)

SHARES REGISTRAR TRANSFER AGENT

BMF Consultants Pakistan (Pvt.) Limited
Anum Estate, Room No. 310 & 311, 3rd Floor,
49, Darul Aman Society, Main Shahrah-e-Faisal,
Adjacent to Baloch Colony Bridge, Karachi, Pakistan.

REGISTERED ADDRESS

Block-A, 7th Floor, Finance & Trade Centre,
Shahrah-e-Faisal, Karachi, Pakistan.

CORPORATE OFFICE

Block-A, 2nd Floor, Finance & Trade Centre,
Shahrah-e-Faisal, Karachi, Pakistan.

FACTORY

1. Deh Dhando, Dhabeji
   District, Malir, Karachi.
2. Kamilpur Near Hattar
   District, Haripur, Khyber Pakhtoonkhuwa

WEBSITE

www.yousufdewan.com

Directors' Report

IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)

The Directors are pleased to present un-audited financial results for the half year ended December 31, 2013 duly reviewed by the auditors.

Overview of Cement Industry

The overall situation of cement industry in Pakistan is not favorable due to production enhancement. At present the total current capacity is approximately 45 million Tons per annum. 83 % of the available capacity is situated in the North region and 17% is in the South region. The six months sales so far show a surplus capacity of around 28%. Further approximately 4.08 million capacity enhancements are in the pipe lines and by 2016/2017 the total capacity will increase to approximately 49 million tons per annum.

During the period of December 31, 2013 the cement industry witnessed positive growth of 1.13% in overall volume for the first half as compared to the same period last year.

The industrial local sales volume of 11.988 million tons registered an increase of 2.22%. The growth in volume of 0.260 million tons was witnessed compared to same period last year.

The export sales volume of the industry decreased by 1.88% and achieved a volume of 4.143 million tons as compared to the same period last year volume of 4.222 million tons and registering a decline of 0.795 million tons.

The main reasons for the decline in industrial export was reduced prices in the world market that raised the competition among the cement manufacturer globally and Pakistan cement Industry is still trying to match the low international prices.

Overview of Your Company

Production

	Upto December 2013 (In tons)	Upto December 2012 (In tons)	Variance (% Age)
Clinker	668,644	695,473	(3.86)
Cement	699,941	663,593	5.48

Cement Dispatches

	Upto December 2013 (In tons)	Upto December 2012 (In tons)	Variance (% Age)
Local Sales	589,193	599,711	(1.75)
Export Sales	117,208	73,346	59.80
Total	706,401	673,057	4.95

Operating Performance

The operating results of the Company for the current half year and that of the corresponding period last year are highlighted below:

	Upto December 2013 (Rs. '000')	Upto December 2012 (Rs. '000')	Variance (% Age)
Net Sales	4,447,926	3,985,437	11.60
Cost of goods sold	(3,895,599)	(3,504,273)	11.17
Gross Profit	552,327	481,164	14.79
Expenses & Taxes	(361,164)	(248,754)	45.19
Net Profit	191,163	232,410	(17.75)

The electricity tariff in South region increased by 73% in off peak Hours and 52% in Peak hours. This increase largely affected the cost of production. Those cement manufacturer who have their own captive power plants based on Gas and Heat recovery power plants were not affected by this increase. The management is planning to set up a Waste Heat Recovery Power Plant which will partially set off the increase in electricity Tariff.

Future Outlook

The demand of cement in domestic market has started picking up day by day as the Government in the last budget has allocated substantial funds for public sector development projects and this will be a key trigger for increase of cement demand in domestic market for the next financial year.

The export of cement through land route to Afghanistan and India are expected to increase in the next financial year. Exports of cement by sea route to various African countries are fast growing. Pakistani cement/clinker is being exported to Srilanka, India .UAE, Qatar, Sudan, Yemen, Mauritius, Somalia and is expected to increase further. For the units located in North, it will not be viable to compete in the International market due to high inland freight cost. It is expected that the plants in the North region will prefer export to India and Afghanistan by road.

Observations in the Auditors' Review Report

The auditors have qualified their review report on classification of Pre-IPO investments as long term liability. The management is of the view that since the funds were obtained for a period of six years, all of them are offered restructuring of their investments, till the matter is resolved suitably with investors, management has decided to classify the same as long term liability.

They have further qualified their report on non-provisioning of mark-up. The management has approached its bankers / financial institutions for restructuring of its long term and short term obligations. The management is confident that the Company's restructuring proposals will be accepted by the financial institutions / bankers. Therefore, the Company has not made any provision of mark-up.

The auditors have added an emphasis of matter paragraph on the company's ability to continue as a going concern as more fully explained in note 2 to the financial statements.

Acknowledgement

The Board of Directors places on record its gratitude to its valued customers, Federal and Provincial Governments, dealers and employees of the Company, for their continued co-operation & support.

In conclusion, we bow, beg and pray to **Almighty Allah, Rahman-ur-Rahim,** in the name of our beloved Prophet Mohammad (peace be upon him), for continued showering of His blessings, guidance, strength, health, and prosperity to us, our Company, Country and Nation and also pray to Almighty Allah to bestow peace, harmony, brotherhood and unity in true Islamic spirit to whole of Muslim Ummah, Ameen, Summa Ameen.

LO-MY LORD IS INDEED HEARER OF PRAYER (AL-QURAN)

For and on behalf of Board of Directors

Syed Muhammad Anwar
Chief Executive Officer

Haroon Iqbal
Director

Dated: February 27, 2014
Place: Karachi

FARUQ ALI & CO
CHARTERED ACCOUNTANTS

222-A, Karachi Memon
Cooperative Housing Society
Justice Inaumullah Road,
Near Hill Park, Karachi-74800.
E-mail: faac@cyber.net.pk

Telephone : (021) 4301966
: (021) 4301967
: (021) 4301968
: (021) 4301969
Fax : (021) 4301965

Auditors' Report To The Members On Review Of Interim Condensed Financial Information

Introduction

We have reviewed the accompanying interim condensed balance sheet of **Dewan Cement Limited** as at December 31, 2013, and the related interim condensed profit and loss account, interim condensed statement of comprehensive income, interim condensed cash flow statement and interim condensed statement of changes in equity together with the notes forming part thereof (here-in-after referred to as the "interim condensed financial information") for the six months' period then ended. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim condensed financial information based on our review. The figures for the quarters ended December 31, 2013 and December 31, 2012 in the interim condensed profit and loss account and interim condensed statement of comprehensive income have not been reviewed and we do not express a conclusion thereon.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Bases for qualified conclusion

a) The company has classified 'advances for investment in term finance certificates' amounting to Rs.3,460 million (refer note 8 to the interim condensed financial information) as long term liability for the reason mentioned in said note. We do not concur with the management's assertion regarding its classification as long term liability. In our opinion the entire liability should be classified as current liability as per terms of agreements with the investors.

b) The company has not made provision of markup for the year amounting to Rs. 415.174 million (up to June 30, 2013: Rs.4,496.706 million) (refer note 11) on account of restructuring proposal offered to the lenders as described in note 2 to the interim condensed financial information. Non-provisioning of markup is based on management's hope that the restructuring proposal will be accepted by lenders in the proposed manner. In our opinion, since the proposal has not been accepted by the lenders so far and the lenders, instead of accepting the restructuring proposal, have preferred filing suits against the company, therefore the provision of markup should be made in these interim condensed financial statements. Had the provision of markup been made in the interim condensed financial statements, the profit after taxation would have been lower by Rs. 415.174 million and markup payable would have been higher and shareholders' equity would have been lower by Rs.4,911.880 million.

Qualified conclusion

Based on our review, except for the matters described in Para (a) and (b) above, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Matter of emphasis

Without further qualifying our conclusion, we draw attention of the members to note 2 to the interim condensed financial information which indicates that the company's current liabilities exceeded its current assets by Rs.3,276.348 million and majority of the lenders have gone into litigation for recovery of their liabilities through attachment and sale of company's hypothecated / mortgaged properties and certain lenders have also filed winding up petitions. These conditions, along with other matters as set forth in note 2, indicate the existence of material uncertainty which may cast significant doubt about company's ability to continue as going concern therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. The amounts of accumulated losses and current liabilities reported in said note do not include the effect of matters discussed in Para (a) and (b) above. The management is still hopeful that the restructuring proposal offered to the lenders will be accepted in proposed manner and cases will be withdrawn. The going concern assumption used in preparation of these interim condensed financial information is largely dependent on the acceptance of restructuring proposal offered to lenders and pending litigations as disclosed in note 2, the ultimate outcome of which cannot be ascertained.

Faruq Ali & Co.

Dated: February 27, 2014
Place: Karachi

Engagement partner: Fasih uz Zaman

CHARTERED ACCOUNTANTS

YD | A YOUSUF DEWAN COMPANY

Interim Condensed Balance Sheet
As At December 31, 2013

	Note	(Un-audited) December 31, 2013	(Audited) June 30, 2013
		------- Rupees in '000' -------	
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
- Property, plant and equipment	5	19,366,218	19,448,417
Long term deposits		95,313	43,512
Long term loans		3,804	2,763
CURRENT ASSETS			
Stores and spare parts		614,838	522,930
Stock in trade		678,682	671,008
Trade debts - Unsecured		544,735	441,664
Loans and advances - Unsecured		287,078	251,215
Trade deposits and short term payments		39,853	23,458
Other receivables - Considered good		25,878	16,207
Short term investments		9,391	8,545
Taxation - Net		137,376	103,682
Cash and bank balances		61,568	64,067
		2,399,399	2,102,776
TOTAL ASSETS		21,864,734	21,597,468
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
500,000,000 (June 30, 2013: 500,000,000) Ordinary shares of Rs. 10/- each		5,000,000	5,000,000
Issued, subscribed and paid-up-capital		3,891,133	3,891,133
Reserves - Net		805,884	588,450
		4,697,017	4,479,583
SURPLUS ON REVALUATION OF FIXED ASSETS - Net of tax	6	3,682,585	3,708,857
NON-CURRENT LIABILITIES			
Long term financing	7	1,369,910	1,501,183
Advances for investment in term finance certificates	8	3,460,000	3,560,000
Long-term deposits and payables		1,234,431	1,001,033
Deferred liabilities		1,745,044	1,774,774
		7,809,385	7,836,990
CURRENT LIABILITIES			
Trade and other payables		1,840,192	1,766,338
Short term borrowings		560,875	560,875
Markup payable	11	1,038,962	1,038,963
Current and over due portion of long term borrowings	9	2,171,100	2,130,387
Sales tax payable		64,618	75,475
		5,675,747	5,572,038
CONTINGENCIES AND COMMITMENTS	10	--	--
TOTAL EQUITY AND LIABILITIES		21,864,734	21,597,468

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

Syed Muhammad Anwar
Chief Executive Officer

Haroon Iqbal
Director

Interim Condensed Profit And Loss Account-(Un-audited)
For The Half Year Ended December 31, 2013

	Note	Half Year Ended December 31, 2013	Half Year Ended December 31, 2012	Quarter Ended December 31, 2013	Quarter Ended December 31, 2012
		---------------	Rupees in '000'	---------------	
Turnover - Net		4,447,926	3,985,437	2,380,529	2,136,881
Cost of sales		(3,895,599)	(3,504,273)	(2,056,536)	(1,911,415)
Gross profit		552,327	481,164	323,993	225,466
Distribution cost		(74,072)	(35,154)	(39,301)	(20,670)
Administrative expenses		(212,036)	(192,463)	(130,950)	(100,169)
Other operating expenses		(58,197)	(18,875)	(35,340)	(17,648)
Other operating income		4,325	5,380	3,349	4,059
Operating profit		212,347	240,052	121,751	91,038
Finance cost	11	(6,435)	(4,039)	(3,345)	(1,780)
Profit before taxation		205,912	236,013	118,406	89,258
Taxation - Net		(14,749)	(3,603)	583	6,707
Profit after taxation		191,163	232,410	118,989	95,965
Incremental depreciation transferred from surplus		39,890	47,629	24,137	23,775
Related deferred tax		(13,619)	(16,324)	(8,277)	(8,148)
		26,271	31,305	15,860	15,627
Component of comprehensive income not reflected in equity		--	--	--	--
Total comprehensive income for the period		217,434	263,715	134,849	111,592
Earnings per share - Basic and diluted (Rupees)	12	0.49	0.60	0.31	0.25

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

Syed Muhammad Anwar
Chief Executive Officer

Haroon Iqbal
Director

YD | A YOUSUF DEWAN COMPANY

Interim Condensed Cash Flow Statement - (Un-audited)
For The Half Year Ended December 31, 2013

	December 31, 2013	December 31, 2012
	------- Rupees in '000' -------	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	363,056	269,235
Income tax paid	(78,173)	(44,904)
Long-term loans - Net	(2,323)	188
Workers profit participation fund	(52,744)	--
Long-term deposits and payables - net	(1,071)	--
Long-term deposits - Net	(51,801)	(22,782)
Net cash generated from operating activities	176,944	201,737
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(112,916)	(32,547)
Sale proceed of fixed assets	--	282
Dividend Received	--	102
Net cash used in investing activities	(112,916)	(32,163)
CASH FLOWS FROM FINANCING ACTIVITIES		
Finance cost paid	(3,804)	(4,039)
Repayment of long term loan	(62,723)	(9,523)
Net cash used in financing activities	(66,527)	(13,562)
Net (decrease) / Increase in cash and cash equivalents	(2,499)	156,012
Cash and cash equivalents at the beginning of the period	64,067	125,785
Cash and cash equivalents at the end of the period	61,568	281,797

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

Syed Muhammad Anwar
Chief Executive Officer

Haroon Iqbal
Director

Interim Condensed Statement Of Changes In Equity - (Un-audited)
For The Half Year Ended December 31, 2013

	Issued, subscribed and paid-up capital	Reserves			Total equity
		Capital	Revenue		
		Merger reserve	Accumulated loss	Total reserve	
	----------	Rupees in '000'	----------		
Balance as at July 01, 2012	3,891,133	629,444	(490,574)	138,870	4,030,003
Total comprehensive income for the period					
Profit for the period	–	–	232,410	232,410	232,410
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax	–	–	31,305	31,305	31,305
	–	–	263,715	263,715	263,715
Balance as at December 31, 2012	3,891,133	629,444	(226,859)	402,585	4,293,718
Balance as at July 01, 2013	3,891,133	629,444	(40,994)	588,450	4,479,583
Total comprehensive income for the period					
Profit for the period	–	–	191,163	191,163	191,163
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax	–	–	26,271	26,271	26,271
	–	–	217,434	217,434	217,434
Balance as at December 31, 2013	3,891,133	629,444	176,440	805,884	4,697,017

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

Syed Muhammad Anwar
Chief Executive Officer

Haroon Iqbal
Director

Notes To The Interim Condensed Financial Statements - (Un-audited) For The Half Year Ended December 31, 2013

1 THE COMPANY AND ITS OPERATIONS

Dewan Cement Limited (the Company) was incorporated in Pakistan as a public limited company in March, 1980. Its shares are quoted on the Karachi and Lahore Stock Exchanges since June, 1989. The registered office of the Company is situated at 7th Floor, Block A, Finance and Trade Centre, Shahrah-e-Faisal, Karachi. The principal activity of the Company is to manufacture and sale of cement. The Company has two production facilities at Deh Dhando, Dhabeji, Karachi, Sindh and Kamilpur, Hattar Industrial Estate, District Haripur, Khyber Pakhtunkhwa.

2 GOING CONCERN ASSUMPTION

The interim condensed financial statements for the period ended December 31, 2013 reflect profit after taxation of Rs.191.163 million (profit after taxation June 2013: 386.424 million and its current liabilities exceeded its current assets by Rs. 3,276.348 million (2013:Rs.3,469.262 million). The company's short term borrowing facilities have expired and not been renewed and the company has been unable to ensure scheduled payments of long term borrowings due to the liquidity problems. Following course, majority of the lenders have gone into litigation for repayment of liabilities through attachment and sale of company's hypothecated / mortgaged properties and certain lenders have also filed winding up petitions. These conditions indicate the existence of material uncertainty which may cast significant doubt about the company's ability to continue as a going concern therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. The liquidity crunch presently faced by the company is due to the fact that the banks / financial institutions did not give due committed support to the company for completion of its line II project in south.

However, the management is of the view that operating cash flows of the company will remain positive on account of expected increase in demand of cement and positive margins on account of increasing trend in cement prices, the company as a going concern would be a viable unit. The Company was able to reach at settlement with certain lenders (as disclosed in annual financial statements for the year ended June 30, 2013) and expects that all debt will be restructured in near future. Accordingly, the company has proposed restructuring of its entire debt in the following manner:

(a) That principal to be repaid in 36 equal quarterly installments starting after grace period of one year;

(b) That the grace period of one year to commence from the date of restructuring;

(c) Markup relating to previous as well as for future periods will not be charged, hence will not be paid.

The management believes that the restructuring proposal presented is workable and would enable the company to service its debts. Therefore, the management is confident that the proposal will be accepted by its lenders in near future, and court cases will be withdrawn by lenders.

Accordingly, this interim condensed financial information has been prepared on a going concern basis.

3 BASIS OF PREPARATION

'The interim condensed financial information is un audited but subject to limited scope review by the auditors and is required to be presented to the share holders under section 245 of the ordinance and has been prepared in a condensed form in accordance with the requirements of the international accounting standard (IAS-34)"interim financial reporting" as applicable in Pakistan. The figures of the interim condensed profit and loss account for the quarters ended 31, December 2013 and 2012 have not been reviewed by the auditors of the company as they have reviewed the cumulative figures for the half year ended December 31, 2013 and 2012.The interim condensed financial information does not include all the information and disclosure required in the annual financial statements, and should be read in conjunction with the company's annual financial statements for the year ended June 30, 2013.

4 SIGNIFICANT ACCOUNTING POLICIES

4.1 The accounting policies adopted in the preparation of this interim condensed financial information are consistent with those followed in the preparation of the company's annual financial statements for the year ended June 30, 2013.

4.2 The preparation of interim condensed financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and judgment applied by the management in preparation of this interim condensed financial information is same as those applied in preparation of annual financial statements of the company for the year ended June 30, 2013.

	Note	(Un-audited) December 31, 2013	(Audited) June 30, 2013
		------- Rupees in '000' -------	
5 PROPERTY, PLANT AND EQUIPMENT			
Operating property, plant and equipment	5.1	17,784,983	17,961,686
Assets subject to finance lease		1,616	1,768
Capital work-in-progress	5.2	1,579,619	1,484,963
		19,366,218	19,448,417

5.1 Operating property, plant and equipment

	Note	(Un-audited) December 31, 2013	(Audited) June 30, 2013
Opening book value		17,961,686	18,385,881
Additions during the period / year	5.1.1	18,235	4,821
Disposal during the period / year		-	(282)
Depreciation charged during the period / year		(194,938)	(428,734)
		17,784,983	17,961,686

5.1.1 Additions and disposals during the period (Operating fixed assets)

	Additions	Disposals
	------- Rupees in '000' -------	
Free hold land	1,916	–
Buildings on lease-hold land and quarry development	3,734	–
Furniture and fixture	668	–
Computers	1,815	–
Vehicles	10,102	–
	18,235	–

	(Un-audited) December 31, 2013	(Audited) June 30, 2013
	------- Rupees in '000' -------	
5.2 Capital work-in-progress		
Opening balance	1,484,963	1,114,517
Additions during the period / year	94,656	370,446
	1,579,619	1,484,963
Less: Capitalized during the period / year	-	-
	1,579,619	1,484,963
6 SURPLUS ON REVALUATION OF FIXED ASSETS - Net of tax		
Gross surplus	5,367,833	5,407,724
Less: Related deferred tax	1,685,248	1,698,867
	3,682,585	3,708,857

7 LONG TERM FINANCING

During the period under consideration, a compromise agreement has been executed with a lender, the liability has been acknowledged at principal outstanding amount of Rs. 100 million, which is repayable in 36 equal installments after grace period of one year bearing no markup.

Other principal terms and condition of the outstanding loans have remained the same as disclosed in the financial statements of the Company for the year ended June 30, 2013.

8 ADVANCES FOR INVESTMENT IN TERM FINANCE CERTIFICATES

It represents private placement (Pre-IPO) investment of Rs. 3,460 million received as advanced against issue of rated, listed and secured term finance certificates out of total issue of Rs. 5,000 million for a tenure of six years. The company was required to complete the public offering on or before 270 days of signing of the respective agreements. i.e. October 05, 2008. The company was unable to complete the requisite formalities of public offering due to the factors beyond its control (Force Majure) i.e. global recession and unforeseen shut down of stock exchanges. Following course, certain investors have filed suits and winding up petitions in Hon'able High Court of Sindh. Till the matter is resolved suitably with investors, management has decided to classify the same as long term liability which is a departure with the requirements of IAS-1 "presentation of financial statements". The principal terms and conditions for the proposed issue of rated, listed and secured Term Finance Certificates(TFCs) are same as disclosed in financial statements of the Company for the year ended June 30, 2013.

9 CURRENT AND OVERDUE PORTION OF LONG TERM BORROWINGS

It includes over due portion amounting to Rs.1,933.333 million.

10 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the status of contingencies and commitments as reported in the annual financial statements for the year ended June 30, 2013.

11 FINANCE COST

Company has not made the provision of markup for the period amounting to Rs. 415.174 million (up to June 30, 2013: Rs. 4,496.706 million) keeping in view of the financial restructuring proposed to the lenders as disclosed in note 2. Management is hopeful that the restructuring proposal will be accepted by the lenders. Had the provision been made the profit for the period would have been lower by Rs.415.174 millions and accrued markup would have been higher and shareholders' equity would have been lower by Rs. 4,911.880 million. The said non provisioning is departure from the requirements of IAS-23 'Borrowing Costs"

12 EARNING PER SHARE - Basic and diluted

	Half Year Ended		Quarter Ended	
	December 31, 2013	December 31, 2012	December 31, 2013	December 31, 2012
	Rupees in '000'			
Profit for the period after taxation	191,163	232,410	118,989	95,965
	No. of Shares '000'			
Weighted average number of shares in issue	389,113	389,113	389,113	389,113
	Rupees			
Earning per share - Basic and diluted	0.49	0.60	0.31	0.25

13 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise related group companies, associate, directors and executives. The Company in the normal course of business carries out transactions with various related parties. Material transactions and balances with related parties are given below:

	(Un-audited) December 31, 2013	(Un-audited) December 31, 2012
	Rupees in '000'	
Employees' benefit fund	12,850	10,433

14 CAPACITY - CLINKER (Tons)

	Half Year Ended		Quarter Ended	
	December 31, 2013	December 31, 2012	December 31, 2013	December 31, 2012
	Rupees in '000'			
Installed capacity for the period	1,470,000	1,470,000	735,000	735,000
Actual production for the period	668,644	695,473	376,687	349,879

The under utilization of capacity was due to maintenance of the plant and downfall in demand of cement.

15 DATE OF AUTHORIZATION FOR ISSUE

The interim condensed financial information was authorized for issue on February 27, 2014 in accordance with the resolution of the Board of Directors of the company.

16 GENERAL

Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

Syed Muhammad Anwar
Chief Executive Officer

Haroon Iqbal
Director