Contents

YD | A YOUSUF DEWAN COMPANY

Company Information

BOARD OF DIRECTORS

Executive Directors

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

Non-Executive Directors

Dewan Abdul Baqi Farooqui
Dewan Abdul Rehman Farooqui
Mr. Ghazanfar Baber Siddiqui

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, 2014 duly reviewed by the auditors.

Overview of Cement Industry

The cement industry half yearly report from July to Dec 2014 is positive, compared to the same period last year, an upward trend of 6.23% was observed. Domestic dispatches growth of 9.10% was offset by decline of 2.07% in the exports dispatches. In Quantitative terms total dispatches in July Dec 2014 remained at 17.12 tons against last year total of 16.12 tons. Domestic Dispatches were 13.07 million tons against 11.97 million tons and export witnessed dispatch of 4.06 million against 4.15 million tons observed in the first 6 months of 2013.

Overview of Your Company

Production

	Upto December 2014 (In tons)	Upto December 2013 (In tons)	Variance (% Age)
Clinker	748,684	668,644	11.97
Cement	835,710	699,941	19.40

Cement Dispatches

	Upto December 2014 (In tons)	Upto December 2013 (In tons)	Variance (% Age)
Local Sales	656,443	589,193	11.41
Export Sales	175,654	117,208	49.87
Total	832,097	706,401	17.79

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 2014 (Rs. '000')	Upto December 2013 (Restated) (Rs. '000')	Variance (% Age)
Net Sales	5,421,906	4,447,926	21.90
Cost of goods sold	(4,638,176)	(3,895,599)	19.06
Gross Profit	783,730	552,327	41.90
Expenses & Taxes	(581,654)	(346,620)	67.81
Net Profit	202,076	205,707	(1.77)

The electricity tariff increase largely affected our cost of production. Those cement manufacturer who have their own captive power plants and Heat recovery power plants are not affected by this increase.Your plant needs major repair and maintenance job to trim down the cost of production, especially in fuel and power. For this the management is conducting technical audit of the plant to identify the areas, which will result in reduction in the cost of production.

Future Outlook

Government has allocated substantial funds for Public Sector Development Projects (PSDP), hence the demand of cement in domestic market is expected to increase. This will generate an increase of cement demand in domestic market for next financial half year.

The exports sales volume may normalize in the future which has been on declining curve for the last few years.

The export of cement through land route to Afghanistan and India are expected to increase in the next financial half year. Regarding export of cement by seas route to various African countries, it is a fast growing export market for Pakistani cement. Today Pakistani cement / clinker is being exported to Sri Lanka, India, UAE, Qatar, Sudan, Yemen, Mauritius and Somalia and it will rise. But for the units located in North, it will not be viable for them 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 liabilify.

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 restrucfuring 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

Dewan Muhammad Yousuf Farooqui
Chairman Board of Directors

Dated: February 24, 2015
Place: Karachi

FARUQ ALI & CO
CHARTERED ACCOUNTANTS

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Justice Inamullah Road,
Near Hill Park, Karachi-74800.
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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, 2014, 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, 2014 and December 31, 2013 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 7 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 period amounting to Rs. 450.448 million (up to June 30, 2014: Rs.5,471.942 million) (refer note 10) 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 this interim condensed financial information. Had the provision of markup been made in the interim condensed financial information, the profit after taxation would have been lower by Rs.450.448 million and markup payable would have been higher and shareholders' equity would have been lower by Rs.5,922.390 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.2,954.723 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 amount of current liabilities reported in said note does 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 this 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.

Dated: February 24, 2015
Place: Karachi

Faruq Ali & Co.

Engagement partner: Fasih uz Zaman

CHARTERED ACCOUNTANTS

YD | A YOUSUF DEWAN COMPANY

Interim Condensed Balance Sheet
As At December 31, 2014

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
		------- Rupees in '000' -------	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	20,698,223	20,653,656
Long term deposits		101,096	100,228
Long term loans		2,241	4,291
CURRENT ASSETS			
Stores and spare parts		664,178	652,081
Stock in trade		622,243	653,149
Trade debts - Unsecured		741,600	600,920
Loans and advances - Unsecured		338,233	178,033
Trade deposits and short term payments		128,851	99,966
Other receivables - Considered good		116,277	103,392
Short term investments		13,773	10,551
Taxation - Net		215,009	163,532
Cash and bank balances		273,921	149,722
		3,114,085	2,611,346
TOTAL ASSETS		23,915,645	23,369,521
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
500,000,000 (June 30, 2014: 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		1,401,023	1,150,327
		5,292,156	5,041,460
SURPLUS ON REVALUATION OF FIXED ASSETS - Net of tax	6	4,682,812	4,731,433
NON-CURRENT LIABILITIES			
Long term financing		1,082,990	1,190,367
Advances for investment in term finance certificates	7	3,460,000	3,460,000
Long-term deposits and payables		1,257,055	1,220,265
Deferred liabilities		2,071,824	2,026,201
		7,871,869	7,896,833
CURRENT LIABILITIES			
Trade and other payables		2,074,733	1,835,289
Short term borrowings		623,376	560,875
Markup payable	10	1,038,963	1,038,963
Current and over due portion of long term borrowings	8	2,255,227	2,201,480
Sales tax payable		76,509	63,188
		6,068,808	5,699,795
CONTINGENCIES AND COMMITMENTS	9	--	--
TOTAL EQUITY AND LIABILITIES		23,915,645	23,369,521

The annexed notes form an integral part of the 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, 2014

	Note	Half Year Ended		Quarter Ended	
		December 31, 2014	December 31, 2013 (Restated)	December 31, 2014	December 31, 2013 (Restated)
		Rupees in '000'			
Turnover - Net		5,421,906	4,447,926	2,702,869	2,380,529
Cost of sales		(4,638,176)	(3,895,599)	(2,277,841)	(2,056,536)
Gross profit		783,730	552,327	425,028	323,993
Distribution cost		(197,754)	(74,072)	(82,350)	(39,301)
Administrative expenses		(240,358)	(212,036)	(129,345)	(130,950)
Other operating expenses		(32,588)	(58,197)	7,351	(35,340)
Other operating income		4,346	23,892	3,097	13,133
Operating profit		317,376	231,914	223,781	131,535
Finance cost	10	(15,458)	(11,458)	(6,785)	(5,857)
Profit before taxation		301,918	220,456	216,996	125,678
Taxation - Net		(99,842)	(14,749)	(82,526)	583
Profit after taxation		202,076	205,707	134,470	126,261
Incremental depreciation transferred from surplus		73,667	39,890	44,624	24,137
Related deferred tax		(25,047)	(13,619)	(15,173)	(8,277)
		48,620	26,271	29,451	15,860
Component of comprehensive income not reflected in equity		–	–	–	–
Total comprehensive income for the period		250,696	231,978	163,921	142,121
Earnings per share - Basic and diluted (Rupees)	11	0.52	0.53	0.35	0.32

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

Syyed 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, 2014

	December 31, 2014	December 31, 2013
	------- Rupees in '000' -------	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	513,106	363,056
Income tax paid	(105,695)	(78,173)
Long-term loans - Net	2,050	(2,323)
Workers profit participation fund	(10,851)	(52,744)
Long-term deposits and payables - net	33,460	(1,071)
Long-term deposits - Net	(869)	(51,801)
Net cash generated from operating activities	431,201	176,944
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(298,237)	(112,916)
Sale proceed of fixed assets	(3,223)	--
Net cash used in investing activities	(301,460)	(112,916)
CASH FLOWS FROM FINANCING ACTIVITIES		
Finance cost paid	(5,741)	(3,804)
Short term borrowings	62,500	--
Repayment of long term loan	(62,301)	(62,723)
Net cash used in financing activities	(5,542)	(66,527)
Net Increase / (decrease) in cash and cash equivalents	124,199	(2,499)
Cash and cash equivalents at the beginning of the period	149,722	64,067
Cash and cash equivalents at the end of the period	273,921	61,568

The annexed notes form an integral part of the 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, 2014

	Issued, subscribed and paid-up capital	Reserves - Capital - Merger reserve	Reserves - Revenue - Accumulated (Loss) / Profit	Total reserve	Total equity
	----------	----------	Rupees in '000'	----------	----------
Balance as at July 01, 2013 - as reported	3,891,133	629,444	(40,994)	588,450	4,479,583
Effect of loans carried at amortized cost	–	–	63,749	63,749	63,749
Balance as at July 01, 2013 - as restated	3,891,133	629,444	22,755	652,199	4,543,332
Total comprehensive income for the period					
Profit for the period - restated	–	–	205,707	205,707	205,707
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax	–	–	26,271	26,271	26,271
	–	–	231,978	231,978	231,978
Balance as at December 31, 2013 - restated	3,891,133	629,444	254,733	884,177	4,775,310
Balance as at July 01, 2014	3,891,133	629,444	520,883	1,150,327	5,041,460
Total comprehensive income for the period					
Profit for the period	–	–	202,076	202,076	202,076
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax	–	–	48,620	48,620	48,620
	–	–	250,696	250,696	250,696
Balance as at December 31, 2014	3,891,133	629,444	771,579	1,401,023	5,292,156

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

Syed Muhammad Anwar
Chief Executive Officer

Haroon Iqbal
Director

Notes To The Interim Condensed Financial Information - (Un-audited) For The Half Year Ended December 31, 2014

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 information for the period ended December 31, 2014 reflect company's current liabilities exceeded its current assets by Rs. 2,954.723 million (June 2014:Rs.3,088.449 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, 2014) 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 2014 and 2013 have not been reviewed by the auditors of the company as they have reviewed the cumulative figures for the half year ended December 31, 2014 and 2013.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, 2014.

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, 2014.

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, 2014.

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
		------- Rupees in '000' -------	

5 PROPERTY, PLANT AND EQUIPMENT

	Note		
Operating property, plant and equipment	5.1	18,736,748	18,969,408
Assets subject to finance lease		1,168	1,299
Capital work-in-progress	5.2	1,960,307	1,682,949
		20,698,223	20,653,656

5.1 Operating property, plant and equipment

	Note		
Opening book value		18,969,408	17,961,686
Additions / Revaluation during the period / year	5.1.1	20,879	1,444,046
Disposal during the period / year		--	(1,189)
Depreciation charged during the period / year		(253,539)	(435,135)
		18,736,748	18,969,408

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

	Additions Cost	Disposals Cost
	------- Rupees in '000' -------	
Free hold land	22	--
Electric installation	59	--
Furniture and fixture	323	--
Equipment	767	--
Computers	1,620	--
Vehicles	18,088	--
	20,879	--

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
	------- Rupees in '000' -------	

5.2 Capital work-in-progress

Opening balance	1,682,949	1,484,963
Additions during the period / year	277,358	208,392
	1,960,307	1,693,355
Less: Capitalized during the period / year	--	10,406
	1,960,307	1,682,949

6 SURPLUS ON REVALUATION OF FIXED ASSETS - Net of tax

Gross surplus	6,635,660	6,709,328
Less: Related deferred tax	1,952,848	1,977,895
	4,682,812	4,731,433

7 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, 2014.

8 CURRENT AND OVERDUE PORTION OF LONG TERM BORROWINGS

It includes over due portion amounting to Rs.2,031.697 million.

9 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, 2014.

10 FINANCE COST

Company has not made the provision of markup for the period amounting to Rs. 450.448 million (up to June 30, 2014: Rs.5,471.942 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.450.448 millions and accrued markup would have been higher and shareholders' equity would have been lower by Rs.5,922.390 million. The said non provisioning is departure from the requirements of IAS-23 'Borrowing Costs"

11 EARNING PER SHARE - Basic and diluted

	Half Year Ended		Quarter Ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
	Rupees in '000'			
Profit for the period after taxation	202,076	205,707	134,470	126,261
	No. of Shares '000'			
Weighted average number of shares in issue	389,113	389,113	389,113	389,113
	Rupee			
Earning per share - Basic and diluted	0.52	0.53	0.35	0.32

12 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, 2014	(Un-audited) December 31, 2013
	------- Rupees in '000' -------	
Employee benefit fund	15,050	12,850
Purchase of vehicles	18,000	--

13 CAPACITY - CLINKER (Tons)

	Half Year Ended		Quarter Ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
	----------------------Rupees in '000' ----------------------			
Installed capacity for the period	1,470,000	1,470,000	735,000	735,000
Actual production for the period	748,684	668,644	492,305	376,687

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

14 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", balance sheet has been compared with the balances of annual financial statements, whereas profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

Restatement of comparative figures

Interest free loan previously carried at historical cost are now being carried at amorited cost. The accumulated impact up to June 30, 2013 amounting to Rs.63.749 million has been adjusted with opening balance of accumulated loss as of July 01, 2013. Amortization of interest free loans and unwinding discount of Rs.19.567 million and Rs.5.023 million respectively relating to half year ended December 31, 2013 have been recognized in profit loss accounts by restating the figures for said period. The basic and diluted earnings per share reported in condenced iterim profit and loss account for the year period ended December 31, 2013 was Rs.0.49.

15 DATE OF AUTHORIZATION FOR ISSUE

The interim condensed financial information was authorized for issue on February 24, 2015 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