CONTENTS

Vision

To transform the Company into a modern and dynamic cement manufacturing unit fully equipped to play a meaningful role on sustainable basis in the economy of Pakistan.

Mission

- To provide quality products to customers at competitive prices; and
- To generate sufficient profit to add to the shareholders' value.

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Khawaja Mohammad Salman Younis	Chairman
Mr. Muhammad Fazlullah Shariff	Chief Executive Officer
Mr. Shahid Aziz Siddiqui	Director
Mr. Agha Sher Shah	Director
Mr. Wazir Ali Khoja	Director
Mr. Saleem Zamindar	Director
Mr. Attaullah A. Rasheed	Director

AUDIT COMMITTEE

Mr. Wazir Ali Khoja	Chairman
Mr. Khawaja Mohammad Salman Younis	Member
Mr. Shahid Aziz Siddiqui	Member

HR & REMUNERATION COMMITTEE

Mr. Saleem Zamindar	Chairman
Mr. Muhammad Fazlullah Shariff	Member
Mr. Khawaja Mohammad Salman Younis	Member

CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

Muhammad Taha Hamdani

STATUTORY AUDITOR

M/s KPMG Taseer Hadi & Co., Chartered Accountants

COST AUDITOR

M/s Siddiqi & Co., Cost & Management Accountants

CORPORATE ADVISOR

M/s Shekha & Mufti, Chartered Accountants

LEGAL ADVISOR

M/s Usmani & Iqbal

BANKERS

Sindh Bank Limited
National Bank of Pakistan
Summit Bank Limited
Bank Al-Falah Limited
Habib Bank Limited
Silk Bank Limited

REGISTERED OFFICE

Office No. 606-608A,
Continental Trade Center,
Block 8, Clifton, Karachi
UAN: 0092-21-111-842-882
Fax no.: 0092-21-35303074-75
Website: www.thattacement.com
E-mail: info@thattacement.com

FACTORY

Ghulamullah Road, Makli,
District Thatta, Sindh 73160

SHARE REGISTRAR

THK Associates (Pvt) Limited
2nd Floor, State Life Building No. 3
Dr. Ziauddin Ahmed Road
Karachi-75530
UAN 111-000-322, Fax: 35655595
Website: www.thk.com.pk

DIRECTORS' REVIEW

The Board of Directors of Thatta Cement Company Limited presents herewith their review together with the un-audited financial statements duly reviewed by external auditors for the half year ended December 31, 2014.

INDUSTRY OVERVIEW

The Cement industry witnessed a growth of 6% during the six months ended December 31, 2014 over the corresponding period last year. The significant aspect of this growth was primarily domestic consumption which grew by 9.08% during July - December 2014, whereas exports declined by 2.07% during the same period in comparison with corresponding period of last year. Smuggling of low-priced cement from Iran is unsettling the Balochistan market. The consumption in the south has not increased at par or higher than the northern region because of the Iranian cement smuggled has penetrated the southern market. As a result domestic cement uptake in the south of the country is being affected and resulted in only 2.4 % growth in domestic sales in the south during the six months of the current fiscal year; however the domestic sales in the north showed an increase of 10.50%.

The increase in cement consumption is expected to be fuelled by government spending on major infrastructure projects, with a special focus on the construction of highways and hydropower as well as housing projects. The government released Rs145 billion for public sector development schemes against minimum notified Rs210 billion (or 40 percent of the total allocated fund under the federal budget 2015) for the first half of the current fiscal year. The reduced interest rate regime is always positive for the construction industry. In view of Government 's resolve to strengthen the national economy and to curb the inflation SBP has recently reduced the discount rate by 100 basis points i.e. 1% reducing it to 8.50%, which will help leveraged companies in general and cement companies in particular to reduce their finance cost.

BUSINESS PERFORMANCE

a. Production and Sales Volume Performance

The clinker production of the Company during the period under review was 128,835 tons which is 57.26% of its rated capacity as compared to 56.25% in the corresponding period.

Following is the comparative data of production and dispatches made during the six months versus same period last year:

	December 2014	December 2013	Variance	
	----------------- Metric Tons	-----------------		%
Plant capacity - Clinker	225,000	225,000		
Production				
- Clinker	128,835	126,567	2,268	1.79
- Cement	127,962	143,834	(15,872)	(11.03)
- GBFS	12,500	13,606	(1,106)	(8.13)
- Class G Cement	511	1,816	(1,305)	(71.86)
Dispatches				
Cement				
- Local	128,996	132,214	(3,218)	(2.43)
- Class G Cement	511	1,816	(1,305)	(71.86)
- Exports	945	11,620	(10,675)	(91.86)
	130,452	145,650	(15,198)	(10.43)
GBFS -Local	12,500	13,606	(1,106)	(8.13)
	142,952	159,256	(16,304)	(10.23)

Cement dispatches including GBFS posed a decline of 3.81% over the same period last year, whereas exports reduced by 91.86% due to company's focus to increase its local sales which adds more to profitability compared to exports and hence adding value to shareholders wealth.

A comparative analysis of sales volume of the industry vis-à-vis the Company is as under:

	December 2014	December 2013	Variance	
	----------------- Million Metric Tons	-----------------		%
Cement Industry				
Local sales	13.065	11.977	1.088	9.08
Exports	4.059	4.145	(0.86)	(2.07)
	17.124	16.122	1.002	6.21
	----------------- Metric Tons	-----------------		%
Thatta Cement Company Limited				
Local sales	142,007	147,636	(5,629)	(3.81)
Exports	945	11,620	(10,675)	(91.86)
	142,952	159,256	(16,304)	(10.23)

b. Financial Performance

A comparison of key financial results of the Company's performance for the half year ended December 31, 2014 with the same period last year is as under:

	December 2014	December 2013
	---- Rupees in thousands ----	
Turnover - net	1,040,830	1,043,965
Gross profit	345,970	284,906
Finance Cost	37,214	41,729
Profit before taxation	220,527	152,960
Profit after taxation	134,062	88,672
Earnings per share (Rupee)	1.34	0.89

The gross profit margin increased to 33.23% during the half year ended December 31, 2014 as compared to 27.29 % during the same period of last year. The main reason for such increase is the increase in selling price made last year in December 2013 that benefited the company for the current six months period ended December 31, 2014, whereas it effected the profitability of corresponding period for few days in the month of December 2013. The Company earned a profit before tax of Rs.220.527 million after providing depreciation of Rs. 22.341 million.

(i) Sales Performance

The sales of the Company during the half year ended December 31, 2014 decreased by 0.3% in value terms whereas it declined by 10.23% in terms of volume.

(ii) Cost of Sales

The cost of sales ratio to sales has declined to 66.77% during the period as compared to 72.71% in the corresponding period. The decline is attributable to increase in sales price, easing of coal prices and improved plant efficiency which resulted in higher gross profit margin thereby reducing the cost of sales ratio.

(iii) Distribution Cost

Distribution cost has decreased by 49.50% during the period as compared to the corresponding period of last year mainly on account of reduction in export related expenses.

(iv) Finance Cost

Finance cost has reduced by 10.81% during the six months as compared to the corresponding period of last year due to repayment of long term financing and interest accrued on BMR financing was recorded in Capital Work in Progress and hence not charged to profit and loss account. Moreover, decrease in KIBOR also resulted in decrease in financial charges on short term borrowings from Rs. 33.73 million for the half year ended December 31, 2013 to Rs 31.53 million for the half year ended December 31, 2014.

FUTURE OUTLOOK

Moving into year 2015, strong public development funding and growing private sector construction present solid opportunities in the sector. Local sales of cement is expected to grow in the back drop of initiation of energy projects, growing construction activity in private sector particularly individual households would also generate demand for cement all over the country.

Moreover, international coal prices are also expected to sustain its present level which will positively impact the cement industry. With promising economic outlook and controlled inflation it is also expected that SBP may further reduce its discount rate which will result in reduction in finance cost of the sector and hence increase its profitability. As Pakistan is slowly on its way to economic stability, construction and development are expected to improve triggering growth in cement uptake. Selling price is expected to remain stable or improved in the remaining period of current financial year.

The completion of BMR Insha'Allah during the current financial year augurs well for your company as it would take the cement plant to a higher technological level where its efficiencies would increase and production enhanced. The Company would be better placed in the market in terms of its competitiveness and improved market share.

Cement Grinding, Storing and Bagging Plant

Company is making efforts to sort out the bottlenecks of the project and approached Sri Lanka Port Authority (SLPA) and Central Environment Agency for the utmost and timely resolution of the matter and signing of LLA. In view of recent general elections restructuring in statutory entities is expected, therefore the matter would be taken up with the concerned authorities in due course.

PERFORMANCE OF THE GROUP

A brief of the financial position and performance of the Group for the half year ended December 31, 2014, is provided below.

Balance Sheet

	December 2014	June 2014
	---- Rupees in thousands ----	
Property, plant and equipment	3,118,986	2,699,846
Stock-in-trade	519,747	418,063
Trade debts	363,384	281,608
Paid-up Share Capital	997,181	997,181
Total equity	1,774,237	1,614,395
Trade and other payables	318,782	576,414
Short Term Borrowings	621,516	419,261

Profit and loss

	December 2014	December 2013
	---- Rupees in thousands ----	
Turnover - net	1,565,103	1,454,507
Gross profit	563,636	488,086
Profit before taxation	369,924	233,731
Profit after taxation	295,269	161,801
Earnings per share (Rupees)	2.35	1.28

ACKNOWLEDGEMENT

The Directors are grateful to the Company's shareholders, financial institutions and customers for their continued cooperation, support and patronage. The Directors acknowledge the dedicated services, loyalty and hard work of all the employees of the Company and hope their continued dedication shall further consolidate the Company and its standing.

On behalf of the Board

Muhammad Fazlullah Shariff
Chief Executive Officer

Karachi: February 13, 2015

Independent Auditors' Report to the Members on Review of Condensed Interim Unconsolidated Financial Information

Introduction

We have reviewed the accompanying condensed interim unconsolidated balance sheet of Thatta Cement Company Limited ("the Company") as at 31 December 2014 and the related condensed interim unconsolidated profit and loss account, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated cash flow statement, condensed interim unconsolidated statement of changes in equity and notes to the condensed interim unconsolidated financial information for the half year then ended (here-in-after referred to as the "condensed interim unconsolidated financial information"). Management is responsible for the preparation and presentation of this condensed interim unconsolidated 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 condensed interim unconsolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim unconsolidated 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim unconsolidated financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures for the quarter ended 31 December 2014 and 31 December 2013 in the condensed interim unconsolidated profit and loss account and condensed interim unconsolidated statement of comprehensive income have not been reviewed by us and we do not express a conclusion on them.

KPMG Taseer Hadi & Co.

Date: 13 February 2015

KPMG Taseer Hadi & Co.
Chartered Accountants
Mazhar Saleem

Karachi

CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2014

Condensed Interim Unconsolidated Balance Sheet

As at December 31, 2014

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
		---- Rupees in thousands ----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	1,855,742	1,415,559
Intangible assets		3,883	318
Long term investment in subsidiary		299,158	299,158
Long term investment - available-for-sale	7	169,334	140,106
Long term deposits		1,106	1,006
		2,329,223	1,856,147
CURRENT ASSETS			
Stores, spare parts and loose tools	8	261,690	379,653
Stock-in-trade	9	533,310	431,626
Trade debts	10	171,991	117,390
Loans and advances	11	15,904	13,430
Trade deposits and short term prepayments		14,082	20,844
Other receivables and accrued interest	12	96,099	113,723
Sales tax refundable		-	8,252
Cash and bank balances		100,424	28,448
		1,193,500	1,113,366
		3,522,723	2,969,513
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital 200,000,000 (June 30, 2014: 200,000,000) ordinary shares of Rs. 10/- each		2,000,000	2,000,000
Issued, subscribed and paid-up capital	13	997,181	997,181
Share premium		99,718	99,718
Revaluation of available-for-sale investment		34,828	-
Accumulated profit		276,730	252,358
		1,408,457	1,349,257
NON-CURRENT LIABILITIES			
Long term financing	14	1,016,319	484,652
Long term deposits		3,889	5,971
Long term employee benefit		13,585	13,185
Deferred taxation	15	142,872	132,039
		1,176,665	635,847
CURRENT LIABILITIES			
Trade and other payables	16	218,814	522,427
Accrued mark-up		46,154	17,863
Current maturity of long term financing	14	17,919	24,586
Taxation - net		33,198	272
Short term borrowings	17	621,516	419,261
		937,601	984,409
CONTINGENCIES AND COMMITMENTS	18		
		3,522,723	2,969,513

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

Condensed Interim Unconsolidated Profit & Loss Account (Un-audited)

For the half year ended December 31, 2014

	Note	Half year ended December 31		Quarter ended December 31	
		2014	2013	2014	2013
		------------ Rupees in thousands ------------			
Sales - net	19	1,040,830	1,043,695	540,659	571,014
Cost of sales	20	(694,860)	(758,789)	(364,147)	(403,889)
Gross profit		345,970	284,906	176,512	167,125
Selling and distribution cost		(16,994)	(33,656)	(9,453)	(20,577)
Administrative expenses		(47,802)	(34,707)	(25,714)	(16,786)
		(64,796)	(68,363)	(35,167)	(37,363)
Operating profit		281,174	216,543	141,345	129,762
Other operating expenses		(41,371)	(28,396)	(23,366)	(11,790)
Finance cost		(37,214)	(41,729)	(20,622)	(22,264)
		(78,585)	(70,125)	(43,988)	(34,054)
Other income		17,938	6,542	10,994	2,839
Profit before taxation		220,527	152,960	108,351	98,547
Taxation	21	(86,465)	(64,288)	(60,205)	(35,996)
Profit after taxation		134,062	88,672	48,146	62,551
		-------- Rupees --------			
Earnings per share - basic and diluted	22	1.34	0.89	0.48	0.63

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

Condensed Interim Unconsolidated Statement of Comprehensive Income (Un-audited)

For the half year ended December 31, 2014

	Half year ended December 31		Quarter ended December 31	
	2014	2013	2014	2013
	------------ Rupees in thousands ------------			
Profit after taxation	134,062	88,672	48,146	62,551
Other comprehensive income				
Items to be reclassified to profit and loss account in subsequent periods				
Revaluation of available-for-sale investment	34,828	-	46,587	-
Total comprehensive income for the period	168,890	88,672	94,733	62,551

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

Condensed Interim Unconsolidated Cash Flow Statement (Un-audited)

For the half year ended December 31, 2014

	Half year ended December 31	
	2014	2013
	---- Rupees in thousands ----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	220,527	152,960
Adjustment for:		
Depreciation	22,341	22,345
Amortization of intangible assets	185	63
Impairment of major stores and spares / provision for slow moving and dead stores	3,160	3,249
Finance cost	37,214	41,729
Provision for gratuity	5,729	4,063
Provision for leave encashment	1,147	673
Impairment of receivable from TCCPL	15,907	-
Gain on disposal of long term investment - available for sale	(1,219)	-
(Gain) / loss on disposal of property, plant and equipment	(170)	1,791
	84,294	73,913
Operating cash flows before working capital changes	304,821	226,873
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	116,491	(38,344)
Stock-in-trade	(101,684)	9,436
Trade debts	(54,601)	(670)
Loans and advances	(2,474)	7,565
Trade deposits and short term prepayments	6,762	(3,796)
Other receivable, accrued interest and sales tax refundable	9,969	(34,650)
	(25,537)	(60,459)
(Decrease) / increase in current liabilities		
Trade and other payables excluding gratuity payable and dividend payable	(294,718)	4,616
Cash (used in) / generated from operations	(15,434)	171,030
Finance cost paid	(50,846)	(40,074)
Gratuity paid	(14,749)	(5,386)
Leave encashment paid	(747)	(1,102)
Tax paid - net	(42,706)	(36,189)
	(109,048)	(82,751)
Net cash (used in) / generated from operating activities	(124,482)	88,279

Condensed Interim Unconsolidated Cash Flow Statement (Un-audited)

For the half year ended December 31, 2014

	Half year ended December 31	
	2014	2013
	---- Rupees in thousands ----	
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(423,279)	(75,516)
Addition in intangible assets	(3,750)	-
Dividend paid	(109,565)	(49,619)
Disposal of long term investment - available for sale	6,819	-
Proceeds from disposal of property, plant and equipment	1,158	625
Long term deposits - assets	(100)	-
Net cash used in investing activities	(528,717)	(124,510)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	(15,626)	(28,960)
Long term financing obtained	540,628	-
Long term deposits - liabilities	(2,082)	-
Net cash generated from / (used in) financing activities	522,920	(28,960)
Net decrease in cash and cash equivalents	(130,279)	(65,191)
Cash and cash equivalents at beginning of the period	(390,813)	(549,385)
Cash and cash equivalents at end of the period	(521,092)	(614,576)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	100,424	6,493
Short term borrowings	(621,516)	(621,069)
	(521,092)	(614,576)

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

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

For the half year ended December 31, 2014

	Issued, subscribed and paid-up capital	Share premium	Revaluation of available-for-sale investment	Accumulated profit	Total
	------------ Rupees in thousands ------------				
Balance as at July 1, 2013	997,181	99,718	-	7,036	1,103,935
Transactions with owners recorded directly in equity					
Final dividend @ Re. 0.5 per share for the year ended June 30, 2013	-	-	-	(49,859)	(49,859)
Total comprehensive income for the half year ended December 31, 2013					
Profit after taxation	-	-	-	88,672	88,672
Other comprehensive income	-	-	-	-	-
Balance as at December 31, 2013	997,181	99,718	-	45,849	1,142,748
Balance as at July 1, 2014	997,181	99,718	-	252,358	1,349,257
Transactions with owners recorded directly in equity					
Final dividend @ Rs. 1.1 per share for the year ended June 30, 2014	-	-	-	(109,690)	(109,690)
Total comprehensive income for the half year ended December 31, 2014					
Profit after taxation	-	-	-	134,062	134,062
Revaluation of available-for-sale investment	-	-	34,828	-	34,828
Balance as at December 31, 2014	997,181	99,718	34,828	276,730	1,408,457

The annexed notes from 1 to 25 form an integral part of these condensed interim unconsolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

Notes to the Condensed Interim Unconsolidated Financial Statements
For the half year ended December 31, 2014

1 STATUS AND NATURE OF BUSINESS

Thatta Cement Company Limited ("the Company") was incorporated in Pakistan in 1980 as a public limited Company. The shares of the Company are quoted at the Karachi Stock Exchange. The Company's main business activity is manufacturing and marketing of cement. The registered office of the Company is situated at Office No. 606, 607, 608 & 608A, Continental Trade Centre, Block 8, Clifton, Karachi - 75600. The production facility of the Company is located at Ghulamullah Road, Makli, District Thatta, Sindh.

2 BASIS OF PREPARATION

These condensed interim unconsolidated financial statements for the half year ended December 31, 2014 have been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where the requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 have been followed. The disclosures in the condensed interim unconsolidated financial statements do not include all of the information required in the annual audited unconsolidated financial statements and should be read in conjunction with the annual audited unconsolidated financial statements of the Company as at and for the year ended June 30, 2014.

These condensed interim unconsolidated financial statements are unaudited and are being submitted to the shareholders as required under section 245 of the Companies Ordinance, 1984 and the Karachi Stock Exchange Regulations. However, a limited scope review has been carried out by the auditors. Further, the figures in the condensed interim unconsolidated financial statements for the quarter ended December 31, 2014 have not been reviewed by the auditors.

These condensed interim unconsolidated financial statements comprise of the Unconsolidated Balance Sheet as at December 31, 2014 and Unconsolidated Profit and Loss Account, Unconsolidated Statement of Comprehensive Income, Unconsolidated Cash Flow Statement and Unconsolidated Statement of Changes in Equity for the half year then ended.

3 ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim unconsolidated financial statements are the same as those applied in preparation of the annual audited unconsolidated financial statements as at and for the year ended June 30, 2014.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim unconsolidated financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision. In preparing these condensed interim unconsolidated financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the annual audited unconsolidated financial statements as at and for the year ended June 30, 2014 except for the following:

4.1 Change in accounting estimate

The Company has changed the depreciation method of all items of property, plant and equipment except for plant and machinery and lease hold improvements from reducing balance method to straight line method as the management believes that it better reflects the pattern in which the asset's future economic benefits are expected to be consumed. Further, depreciation method of utilities as included in plant and machinery has also been changed from reducing balance method to straight line method. Management has incorporated the effect of change in estimate in accordance with IAS 8 - "Accounting Policies, Changes in Accounting Estimates and Errors" in the financial statements.

The effect of change in accounting estimate on depreciation expense in current period and future years is not considered to be material.

5 FINANCIAL RISK MANAGEMENT

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

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

6 PROPERTY, PLANT AND EQUIPMENT

	Note	December 31, 2014	June 30, 2014
Operating fixed assets	6.1	809,853	817,460
Capital work-in-progress	6.2	953,184	503,987
Major stores and spares		92,705	94,112
		1,855,742	1,415,559

6.1 Operating fixed assets

	December 31, 2014	June 30, 2014
Opening Written Down Value (WDV)	817,460	798,928
Additions during the period / year - at cost		
- Factory building on freehold land	991	-
- Housing colonies	384	1,418
- Plant and machinery	6,400	55,929
- Quarry equipment	818	-
- Vehicles	4,765	9,358
- Office equipment	571	1,047
- Laboratory equipment	1,793	463
- Computers	-	1,133
	15,722	69,348
WDV of deletions during the period / year	(988)	(2,455)
Depreciation charge for the period / year	(22,341)	(48,361)
	(23,329)	(50,816)
	809,853	817,460

6.2 Capital work-in-progress

	December 31, 2014	June 30, 2014
Opening balance	503,987	84,477
Additions	450,572	455,497
Transferred to operating fixed assets	(1,375)	(35,987)
	953,184	503,987

7 LONG TERM INVESTMENT - AVAILABLE-FOR-SALE

Long term investment - available-for-sale represents investment in 24.019 million shares (June 30, 2014: 25.019 million shares) of Power Cement Limited (PCL). The market value per share of PCL is Rs. 7.05 per share as on December 31, 2014 (June 30, 2014: Rs. 5.6 per share). Increase in the value of investment amounting to Rs. 34.828 million is recorded in 'Other Comprehensive Income' for the half year ended December 31, 2014.

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

8 STORES, SPARE PARTS AND LOOSE TOOLS

	Note	December 31, 2014	June 30, 2014
Stores	8.1	193,279	306,747
Spare parts		97,755	100,743
Loose tools		147	182
		291,181	407,672
Provision for dead stores		(6,073)	(2,828)
Provision for slow moving stores and spares		(23,418)	(25,191)
		(29,491)	(28,019)
		261,690	379,653

8.1 This includes stores in transit of Rs. 7.698 million (June 30, 2014: Rs. 184.874 million) as at the balance sheet date.

9 STOCK-IN-TRADE

	December 31, 2014	June 30, 2014
Raw material	47,972	42,258
Packing material	28,905	24,346
Work-in-process	424,275	329,667
Finished goods	32,158	35,355
	533,310	431,626

10 TRADE DEBTS

	December 31, 2014	June 30, 2014
Considered good		
Local - unsecured	171,991	117,390
Considered doubtful		
Cement stockiest	60,801	60,801
Excessive rebate allowed	6,101	6,101
Controller military accounts	5,126	5,126
Other customers	952	952
	72,980	72,980
Provision for doubtful debts	(72,980)	(72,980)
	171,991	117,390

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
		---- Rupees in thousands ----	
11 LOANS AND ADVANCES			
Considered good			
To employees		83	111
Advances			
- guarantee margin		50	1,162
- advance to vendors		15,323	10,867
- others		448	1,290
		15,821	13,319
		15,904	13,430

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
12 OTHER RECEIVABLES AND ACCRUED INTEREST			
Interest receivable from banks	12.1	1,977	849
Pre-incorporation and pre-commencement expenses of Thatta Cement Company (Private) Limited (TCCPL)	12.2	15,906	31,813
Deposit with Commissioner Workmen's Compensation		14,915	14,915
Refund against Fuel Price Adjustment		22,647	26,157
Others		40,654	39,989
		96,099	113,723

12.1 This includes receivable amounting to Rs. 1.967 million (June 30, 2014: Rs. 0.827 million) from National Bank of Pakistan which is a related party.

12.2 This represents amount receivable from TCCPL, a related party, established by the Company in Sri Lanka for cement grinding and packing plant. The progress on the project is suspended as Land Lease Agreement has not been signed between TCCPL and Sri Lanka Ports Authority (SLPA) due to the reason that SLPA has offered another location for the project which is not feasible for the Company. Further, a letter has been written to SLPA for the utmost resolution of the matter. The Board, as authorized by the shareholders of the Company in their Annual General Meeting held on October 20, 2014, has approved impairment to the extent of 50% of the said receivable in the larger interest of the Company and the same is included in 'Other operating expenses'.

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

13 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

Ordinary shares of Rs. 10/- each		
89,418,125 (June 30, 2014: 89,418,125) shares allotted for consideration paid in cash	894,181	894,181
10,300,000 (June 30, 2014: 10,300,000) shares allotted for consideration other than cash	103,000	103,000
	997,181	997,181

As on December 31, 2014, associated companies M/s Sky Pak Holding (Private) Limited and M/s Al-Miftah Holding (Private) Limited hold 20.244 million shares (June 30, 2014: 20.244 million shares) comprising 20.5% (June 30, 2014: 20.5%) and 4.966 million shares (June 30, 2014: Nil) comprising 4.98% (June 30, 2014: Nil) respectively. Moreover, M/s Rising Star Holding (Private) Limited and M/s Golden Globe Holding (Private) Limited hold 6.309 million shares (June 30, 2014: 6.309 million shares) comprising 6.33% (June 30, 2014: 6.33%) and 8.479 million shares (June 30, 2014: Nil) comprising 8.50% (June 30, 2014: Nil) respectively.

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

14 LONG TERM FINANCING

Loan from Banking companies - secured			
- Syndicated term finance facility (STFF)	14.1 & 14.2	976,000	435,373
Loan from related parties			
- National Bank of Pakistan	14.3 & 14.4	58,238	67,198
- National Bank of Pakistan		-	6,667
		58,238	73,865
Less : Current maturity		(17,919)	(24,586)
		1,016,319	484,652

14.1 This syndicated term finance facility has been obtained from syndicate of banks comprising of National Bank of Pakistan, Sindh Bank Limited, Summit Bank Limited and Silk Bank Limited. The facility carries a floating mark-up linked to 3 months KIBOR as base rate plus 2% on annualized basis. The tenure of financing is 8 years including grace period of 24 months and the facility is payable in 24 equal quarterly installments of Rs. 58.167 million each starting after two year from the date of first drawdown i.e. March 17, 2014. The facility is secured by first joint pari passu charge by way of hypothecation over all present and future fixed assets and mortgage over the immovable properties.

14.2 This includes Rs. 341.6 million (June 30, 2014: Rs. 152.95 million) from National Bank of Pakistan which is a related party.

14.3 This represents first disbursement of Rs. 107 million of the aggregate facility of Rs. 260 million allowed by the bank. This carries a floating mark-up linked to 6 months KIBOR as base rate plus 2% on annualised basis. The tenure of financing is 7 years and is repayable in 24 equal quarterly instalment of Rs. 4.48 million starting in 15th month from the date of first disbursement i.e. March 30, 2011.

14.4 The aggregate facility is secured by first equitable mortgage over land and building of the Company and first charge by way of hypothecation over all present and future plant and machinery of the Company to the extent of Rs. 372 million.

15 DEFERRED TAXATION

Deferred tax liability comprises of temporary differences as follows:

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
	---- Rupees in thousands ----	
Taxable temporary differences		
- accelerated tax depreciation	185,635	175,916
Deductible temporary differences		
- provision for gratuity	(1,905)	(4,819)
- other provisions - for doubtful debts and stores	(40,858)	(39,058)
	(42,763)	(43,877)
	142,872	132,039

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
		---- Rupees in thousands ----	
16 TRADE AND OTHER PAYABLES			
Trade creditors		44,226	32,406
Accrued liabilities	16.1	95,251	136,125
Bills payable		1,398	237,334
Advances from customers		33,854	52,443
Contractors retention money		3,031	175
Excise duty and sales tax payable		16,446	9,590
Payable to Gratuity Fund		5,729	14,749
Payable to Provident Fund		-	2
Workers' Profit Participation Fund		11,844	25,411
Workers' Welfare Fund		5,697	10,852
Unclaimed dividend		238	113
Other liabilities		1,100	3,227
		218,814	522,427

16.1 It includes Rs. 42.664 million (June 30, 2014: Rs. 55.083 million) payable to Thatta Power (Private) Limited, the subsidiary company, in respect of purchase of electricity.

17 SHORT TERM BORROWINGS

Running finance	621,516	419,261

17.1 The aggregate running finance available from banks as at December 31, 2014 amounted to Rs. 650 million out of which Rs. 28.484 million remained unutilized at the period end. These facilities are renewable and secured by way of hypothecation of fixed assets and current assets. These carry mark-up at rates ranging between 12.17% to 13.18% (June 30, 2014: 12.08% to 13.18%) per annum chargeable monthly and payable quarterly.

17.2 This includes Rs. 199.819 million (June 30, 2014: Rs. 186.012 million) due to National Bank of Pakistan which is a related party.

18 CONTINGENCIES AND COMMITMENTS

18.1 Contingencies

The status of contingencies is same as disclosed in the last annual audited unconsolidated financial statements.

		(Un-audited) December 31, 2014	(Audited) June 30, 2014
18.2	**Commitments**	---- Rupees in thousands ----	
	Commitments in respect of irrevocable letter of credits	-	151,787
	Guarantees given by banks on behalf of the Company	121,748	126,372
		121,748	278,159

		Half year ended December 31		Quarter ended December 31	
		2014	2013	2014	2013
		------------- (Un-audited) -------------			
19	**SALES - NET**	------------Rupees in thousands------------			
	Local	1,290,775	1,188,570	667,468	609,510
	Export	6,251	99,960	3,356	85,725
		1,297,026	1,288,530	670,824	695,235
	Less: - Sales tax	(202,004)	(191,222)	(104,069)	(97,666)
	- Federal excise duty	(54,192)	(53,613)	(26,096)	(26,555)
		(256,196)	(244,835)	(130,165)	(124,221)
		1,040,830	1,043,695	540,659	571,014
20	**COST OF SALES**				
	Raw material consumed	62,184	72,143	35,471	38,532
	Manufacturing expenses				
	Packing material consumed	45,570	58,164	24,446	33,635
	Stores, spare parts and loose tools consumed	48,589	47,910	26,356	16,836
	Fuel and power	466,229	435,177	236,843	221,146
	Salaries, wages and other benefits	118,308	98,155	60,877	46,590
	Insurance	10,407	2,002	5,392	996
	Repairs and maintenance	2,678	1,085	2,384	700
	Depreciation	18,749	18,638	9,405	9,584
	Provision for slow moving / dead /impairment	3,160	-	3,160	-
	Other production overheads	10,397	11,953	5,130	7,459
		724,087	673,084	373,993	336,946
	Cost of production	786,271	745,227	409,464	375,478
	Work-in-process				
	Opening balance	329,667	267,359	387,517	280,277
	Closing balance	(424,275)	(255,218)	(424,275)	(255,218)
		(94,608)	12,141	(36,758)	25,059
	Cost of goods manufactured	691,663	757,368	372,706	400,537

	Half year ended December 31		Quarter ended December 31	
	2014	2013	2014	2013
	------------- (Un-audited) -------------			
	------------Rupees in thousands------------			
Finished goods				
Opening balance	35,355	40,447	23,599	42,378
Closing balance	(32,158)	(39,026)	(32,158)	(39,026)
	3,197	1,421	(8,559)	3,352
	694,860	758,789	364,147	403,889

21 TAXATION

Current tax	74,963	41,906	55,893	31,266
Prior year charge	669	2,015	669	2,015
Deferred tax credit	10,833	20,367	3,643	2,715
	86,465	64,288	60,205	35,996

22 EARNINGS PER SHARE - BASIC AND DILUTED

Profit after taxation (Rupees in thousands)	134,062	88,672	48,146	62,551
Weighted average number of ordinary shares	99,718,125	99,718,125	99,718,125	99,718,125
Earnings per share (Rupees)	1.34	0.89	0.48	0.63

23 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated undertakings, directors of the Company, key management personnel and staff retirement funds. The Company continues to have a policy whereby all transactions with related parties are entered into at commercial terms and conditions. Further, contribution to defined contribution plan (provident fund) is made as per the terms of employment and trust deed and contribution to the defined benefit plan (gratuity scheme) is in accordance with the actuarial advice. Details of transactions during the half year ended / outstanding balances as at December 31, 2014 with related parties, other than those which have been specifically disclosed elsewhere in these condensed interim unconsolidated financial statements are as follows:

	Half year ended December 31 2014	Half year ended December 31 2013
	--- (Un-audited) --- ---Rupees in thousands---	
Transactions with related parties		
National Bank of Pakistan		
- Mark-up on Running Finance (RF), Syndicated Term Finance Facility (STFF), Long Term Finance (LTF) and commission	25,148	17,813
- Income on bank deposit accounts	1,970	31
- Guarantee revoked / cancelled	6,123	-
Thatta Power (Private) Limited		
- Common shared expenses	1,608	1,451
- Purchase of store items (inclusive of GST) - net	105	130
- Purchase of electric power	257,976	216,015
- Payment on account of electric power	270,395	260,237
- Management fee charged (inclusive of SST)	7,590	-
- Management fee received (inclusive of SST)	7,485	-
- Receipt on account of common shared expenses	1,619	900
- Payment on account of purchase of store items - net	122	424
Thatta Cement Company (Private) Limited		
- Expenses paid by the Company on behalf of TCCPL	-	13,062
- Impairment of receivable from TCCPL	15,907	-
Sui Southern Gas Company Limited		
- Purchase of gas excluding GST	5,180	13,456
- Payment against purchase of gas excluding GST	4,396	12,552
Key management personnel		
- Salaries and benefits	48,987	30,874
- Sale of vehicles	1,158	123
- Sale of computer equipment	-	2
Other related parties		
- Contribution to employees' Gratuity Fund	14,749	5,386
- Contribution to employees' Provident Fund	3,706	3,280
Pak Suzuki Motor Company Limited		
- Payment against purchase of vehicle	2,293	2,028

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
	---- Rupees in thousands ----	
Balances with related parties		
National Bank of Pakistan		
- Term deposit account	1,000	1,000
- PLS account balance	94,989	20,125
- Current account balance	9	646
- Running finance	199,819	186,012
- Long term loans	58,238	73,865
- Accrued mark-up - finance charge	16,459	8,687
- Accrued income - interest income	1,967	827
- Guarantees on behalf of the Company as per normal banking terms	37,409	43,532
- Share in STFF	341,600	152,950
Thatta Power (Private) Limited		
- Payable against purchase of electric power (inclusive of GST)	42,664	55,083
- Receivable against management fee (inclusive of SST)	1,265	1,160
- Receivable against common shared expenses	278	289
- Payable against sale / purchase of store items - net	-	17
Thatta Cement Company (Private) Limited		
- Receivable against expenses paid by the Company on behalf of TCCPL	15,906	31,813
Sui Southern Gas Company Limited		
- Payable against purchase of gas excluding GST	1,242	458
Habib Bank Limited		
- Current account balance	448	368

23.1 There are no transactions with key management personnel other than under their terms of employment.

23.2 All transactions with related parties have been carried out on commercial terms and conditions.

24 OPERATING SEGMENTS

24.1 These condensed interim unconsolidated financial statements have been prepared on the basis of single reportable segment.

24.2 Revenue from sale of cement represents 100% (December 31, 2013: 100%) of the total revenue of the Company.

24.3 100% (December 31, 2013: 90.42%) sales of the Company relates to customers in Pakistan.

24.4 All non-current assets of the Company as at December 31, 2014 are located in Pakistan.

25 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim unconsolidated financial statements have been authorized for issue on February 13, 2015 by the Board of Directors of the Company.

CHIEF EXECUTIVE   DIRECTOR

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2014

Condensed Interim Consolidated Balance Sheet
As at December 31, 2014

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
		---- Rupees in thousands ----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	3,118,986	2,699,846
Intangible assets		3,883	349
Long term investment - available-for-sale	7	169,334	140,106
Long term deposits		1,106	1,006
		3,293,309	2,841,307
CURRENT ASSETS			
Stores, spare parts and loose tools	8	295,370	413,092
Stock-in-trade	9	519,747	418,063
Trade debts	10	363,384	281,608
Short term investments - held to maturity	11	306,000	306,000
Loans and advances	12	15,930	18,774
Trade deposits and short term prepayments		14,082	26,535
Other receivables and accrued interest	13	107,817	161,085
Cash and bank balances		298,336	170,148
		1,920,666	1,795,305
		5,213,975	4,636,612
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital 200,000,000 (June 30, 2014: 200,000,000) ordinary shares of Rs. 10/- each		2,000,000	2,000,000
Issued, subscribed and paid-up capital	14	997,181	997,181
Share premium		99,718	99,718
Revaluation of available-for-sale investment		34,828	-
Accumulated profit		642,510	517,496
		1,774,237	1,614,395
Non-controlling interest		401,470	340,905
		2,175,707	1,955,300
NON-CURRENT LIABILITIES			
Long term financing	15	1,498,564	1,141,222
Long term deposits		3,889	5,971
Long term employee benefit		13,585	13,185
Deferred taxation	16	142,872	132,039
		1,658,910	1,292,417
CURRENT LIABILITIES			
Trade and other payables	17	318,782	576,414
Accrued mark-up		57,779	31,997
Current maturity of long term financing	15	366,847	360,474
Taxation - net		14,434	749
Short term borrowings	18	621,516	419,261
		1,379,358	1,388,895
CONTINGENCIES AND COMMITMENTS	19		
		5,213,975	4,636,612

The annexed notes from 1 to 26 form an integral part of these condensed interim consolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

Condensed Interim Consolidated Profit & Loss Account (Un-audited)

For the half year ended December 31, 2014

	Note	Half year ended December 31 2014	Half year ended December 31 2013	Quarter ended December 31 2014	Quarter ended December 31 2013
		------------ Rupees in thousands ------------			
Sales - net	20	1,565,103	1,454,507	799,473	783,529
Cost of sales	21	(1,001,467)	(966,421)	(496,337)	(522,767)
Gross profit		563,636	488,086	303,136	260,762
Selling and distribution cost		(16,994)	(33,656)	(9,453)	(20,577)
Administrative expenses		(49,711)	(36,672)	(26,305)	(17,619)
		(66,705)	(70,328)	(35,758)	(38,196)
Operating profit		496,931	417,758	267,378	222,566
Other operating expenses		(62,694)	(79,196)	(26,075)	(20,244)
Finance cost		(97,885)	(115,356)	(53,743)	(57,449)
		(160,579)	(194,552)	(79,818)	(77,693)
Share of loss from associate		-	(19,101)	-	(7,749)
Other income		33,572	29,626	18,304	14,046
Profit before taxation		369,924	233,731	205,864	151,170
Taxation	22	(74,655)	(71,930)	(44,510)	(39,554)
Profit after taxation		295,269	161,801	161,354	111,616
		-------- Rupees --------			
Earnings per share - basic and diluted	23	2.35	1.28	1.19	0.91

The annexed notes from 1 to 26 form an integral part of these condensed interim consolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

Condensed Interim Consolidated Statement of Comprehensive Income (Un-audited)

For the half year ended December 31, 2014

	Half year ended December 31		Quarter ended December 31	
	2014	2013	2014	2013
	------------ Rupees in thousands ------------			
Profit after taxation	295,269	161,801	161,354	111,616
Other comprehensive income				
Items to be reclassified to profit and loss account in subsequent periods				
Revaluation of available-for-sale investment	34,828	-	46,587	-
Total comprehensive income for the period	330,097	161,801	207,941	111,616
Total comprehensive income for the period attributable to:				
- Equity holders of the Holding Company	269,532	127,150	165,409	90,271
- Non-controlling interest	60,565	34,651	42,532	21,345
	330,097	161,801	207,941	111,616

The annexed notes from 1 to 26 form an integral part of these condensed interim consolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

Condensed Interim Consolidated Cash Flow Statement (Un-audited)

For the half year ended December 31, 2014

	Half year ended December 31	
	2014	2013
	---- Rupees in thousands ----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	369,924	233,731
Adjustment for:		
Depreciation	45,109	44,626
Amortization of intangible assets	216	98
Impairment of major stores and spares / provision for slow moving and dead stores	3,160	3,249
Finance cost	97,885	115,356
Share of loss from associate	-	19,101
Provision for gratuity	5,729	4,063
Provision for leave encashment	1,147	673
Impairment of receivable from TCCPL	15,907	-
Gain on disposal of long term investment - available for sale	(1,219)	-
Revaluation loss on outstanding balance of deferred payment letter of credit	4,550	30,400
(Gain) / loss on disposal of property, plant and equipment	(170)	1,791
	172,314	219,357
Operating cash flows before working capital changes	542,238	453,088
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	116,250	(29,120)
Stock-in-trade	(101,684)	1,973
Trade debts	(81,776)	(96,628)
Loans and advances	2,844	4,768
Trade deposits and short term prepayments	12,453	(4,969)
Other receivable, sales tax refundable and accrued interest	37,361	(11,106)
	(14,552)	(135,082)
Increase / (decrease) in current liabilities		
Trade and other payables excluding gratuity payable and dividend payable	(248,737)	107,993
Cash generated from operations	278,949	425,999
Finance cost paid	(114,026)	(114,849)
Gratuity paid	(14,749)	(5,386)
Leave encashment paid	(747)	(1,102)
Tax paid - net	(50,137)	(43,974)
	(179,659)	(165,311)
Net cash generated from operating activities	99,290	260,688

Condensed Interim Consolidated Cash Flow Statement (Un-audited)

For the half year ended December 31, 2014

	Half year ended December 31	
	2014	2013
	---- Rupees in thousands ----	
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(425,004)	(76,899)
Addition in intangible assets	(3,750)	-
Dividend paid	(109,565)	(49,619)
Disposal of long term investment - available for sale	6,819	-
Proceeds from disposal of property, plant and equipment	1,158	625
Long term deposits - assets	(100)	-
Net cash used in investing activities	(530,442)	(125,893)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	(181,461)	(161,559)
Long term financing obtained	540,628	-
Long term deposits - liabilities	(2,082)	-
Net cash generated from / (used in) financing activities	357,085	(161,559)
Net decrease in cash and cash equivalents	(74,067)	(26,764)
Cash and cash equivalents at beginning of the period	(249,113)	(377,598)
Cash and cash equivalents at end of the period	(323,180)	(404,362)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	298,336	216,707
Short term borrowings	(621,516)	(621,069)
	(323,180)	(404,362)

The annexed notes from 1 to 26 form an integral part of these condensed interim consolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

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

For the half year ended December 31, 2014

	Equity attributable to owners of Holding Company						
	Issued, subscribed and paid-up capital	Share premium	Revaluation of available -for-sale investment	Accumulated profit	Total	Non-controlling interest	Total equity
	------------ Rupees in thousands ------------						
Balance as at July 1, 2013	997,181	99,718	-	144,544	1,241,443	242,050	1,483,493
Transactions with owners recorded directly in equity							
Final dividend @ Re. 0.5 per share for the year ended June 30, 2013	-	-	-	(49,859)	(49,859)	-	(49,859)
Total comprehensive income for the half year ended December 31, 2013							
Profit after taxation	-	-	-	127,150	127,150	34,651	161,801
Other comprehensive income	-	-	-	-	-	-	-
Balance as at December 31, 2013	997,181	99,718	-	221,835	1,318,734	276,701	1,595,435
Balance as at July 1, 2014	997,181	99,718	-	517,496	1,614,395	340,905	1,955,300
Transactions with owners recorded directly in equity							
Final dividend @ Rs. 1.1 per share for the year ended June 30, 2014	-	-	-	(109,690)	(109,690)	-	(109,690)
Total comprehensive income for the half year ended December 31, 2014							
Profit after taxation	-	-	-	234,704	234,704	60,565	295,269
Revaluation of available-for-sale investment	-	-	34,828	-	34,828	-	34,828
Balance as at December 31, 2014	997,181	99,718	34,828	642,510	1,774,237	401,470	2,175,707

The annexed notes from 1 to 26 form an integral part of these condensed interim consolidated financial statements.

CHIEF EXECUTIVE

DIRECTOR

Notes to the Condensed Interim Consolidated Financial Statements

For the half year ended December 31, 2014

1 THE GROUP AND ITS OPERATIONS

1.1 The Group consists of Thatta Cement Company Limited, the Holding Company and Thatta Power (Private) Limited, the Subsidiary Company (together referred to as "the Group").

1.2 Thatta Cement Company Limited ("the Holding Company") was incorporated in Pakistan in 1980 as a public limited Company. The shares of the Company are quoted at the Karachi Stock Exchange. The Company's main business activity is manufacturing and marketing of cement. The registered office of the Company is situated at Office No. 606, 607, 608 & 608A, Continental Trade Centre, Block 8, Clifton, Karachi - 75600. The production facility of the Company is located at Ghulamullah Road, Makli, District Thatta, Sindh.

1.3 Thatta Power (Private) Limited (TPPL) is a 62.43% owned subsidiary of the Holding Company as at December 31, 2014 (June 30, 2014: 62.43%). The principal business of the subsidiary is generation, supply and transmission of electrical power. As at December 31, 2014 TPPL has authorized and issued capital of Rs. 500 million and Rs. 479.16 million divided into 5,000,000 and 4,791,583 ordinary shares respectively.

2 BASIS OF PREPARATION

These condensed interim consolidated financial statements for the half year ended December 31, 2014 have been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where the requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 have been followed. The disclosures in the condensed interim consolidated financial statements do not include all of the information required in the annual audited consolidated financial statements and should be read in conjunction with the annual audited consolidated financial statements of the Group as at and for the year ended June 30, 2014.

These condensed interim consolidated financial statements are unaudited and are being submitted to the shareholders as required under section 245 of the Companies Ordinance, 1984 and the Karachi Stock Exchange Regulations.

These condensed interim consolidated financial statements comprise of the Consolidated Balance Sheet as at December 31, 2014 and Consolidated Profit and Loss Account, Consolidated Statement of Comprehensive Income, Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity for the half year then ended.

2.1 Basis of consolidation

These condensed interim consolidated financial statements include the condensed interim financial statements of the Holding Company and subsidiary.

The condensed interim financial statements of the subsidiary are included in the condensed interim consolidated financial statements from the date on which more than 50% voting rights are transferred to the Holding Company or power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. Upon loss of control, the Holding Company derecognises the assets and liabilities of the subsidiary, any non-controlling interests and other components of equity related to subsidiary. Any surplus or deficit arising on the loss of control is recognised in profit and loss account.

The financial statements of the subsidiary are prepared for the same reporting period as of the Holding Company.

The assets and liabilities of the subsidiary have been consolidated on a line-by-line basis. The carrying value of investment held by the Holding Company is eliminated against the subsidiary's shareholders' equity in the condensed interim consolidated financial statements. Intra-group balances and transactions are eliminated.

3 ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim consolidated financial statements are the same as those applied in preparation of the annual audited consolidated financial statements as at and for the year ended June 30, 2014.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim consolidated financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision. In preparing these condensed interim consolidated financial statements, the significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the annual audited consolidated financial statements as at and for the year ended June 30, 2014 except for the following:

4.1 Change in accounting estimate

The Holding Company has changed the depreciation method of all items of property, plant and equipment except for plant and machinery and lease hold improvements from reducing balance method to straight line method as the management believes that it better reflects the pattern in which the asset's future economic benefits are expected to be consumed. Further, depreciation method of utilities as included in plant and machinery has also been changed from reducing balance method to straight line method. Management has incorporated the effect of change in estimate in accordance with IAS 8 - "Accounting Policies, Changes in Accounting Estimates and Errors" in the financial statements.

The effect of change in accounting estimate on depreciation expense in current period and future years is not considered to be material.

5 FINANCIAL RISK MANAGEMENT

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

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
		---- Rupees in thousands ----	
6 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	6.1	2,071,372	2,101,747
Capital work-in-progress	6.2	953,184	503,987
Major stores and spares		94,430	94,112
		3,118,986	2,699,846

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

6.1 Operating fixed assets

Opening Written Down Value (WDV)	2,101,747	2,126,317
Additions during the period / year - at cost		
- Factory building on freehold land	991	618
- Housing colonies	384	1,418
- Plant and machinery	6,400	56,727
- Quarry equipment	818	-
- Vehicles	4,765	9,358
- Office equipment	571	1,071
- Laboratory equipment	1,793	463
- Computers	-	1,133
	15,722	70,788
WDV of deletions during the period / year	(988)	(2,455)
Depreciation charge for the period / year	(45,109)	(92,903)
	(46,097)	(95,358)
	2,071,372	2,101,747

6.2 Capital work-in-progress

Opening balance	503,987	86,074
Additions	450,572	456,115
Transferred to operating fixed assets	(1,375)	(38,202)
	953,184	503,987

7 LONG TERM INVESTMENT - AVAILABLE-FOR-SALE

Long term investment - available-for-sale represents investment in 24.019 million shares (June 30, 2014: 25.019 million shares) of Power Cement Limited (PCL). The market value per share of PCL is Rs. 7.05 per share as on December 31, 2014 (June 30, 2014: Rs. 5.6 per share). Increase in the value of investment amounting to Rs. 34.828 million is recorded in 'Other Comprehensive Income' for the half year ended December 31, 2014.

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

8 STORES, SPARE PARTS AND LOOSE TOOLS

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
Stores	8.1	199,732	310,677
Spare parts		124,969	130,233
Loose tools		160	201
		324,861	441,111
Provision for dead stores		(6,073)	(2,828)
Provision for slow moving stores and spares		(23,418)	(25,191)
		(29,491)	(28,019)
		295,370	413,092

8.1 This includes stores in transit of Rs. 7.698 million (June 30, 2014: Rs. 184.874 million) as at the balance sheet date.

9 STOCK-IN-TRADE

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
Raw material	47,972	42,258
Packing material	28,905	24,346
Work-in-process	411,611	317,003
Finished goods	31,259	34,456
	519,747	418,063

10 TRADE DEBTS

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
Considered good		
Local - unsecured	363,384	281,608
Considered doubtful		
Cement stockiest	60,801	60,801
Excessive rebate allowed	6,101	6,101
Controller military accounts	5,126	5,126
Other customers	952	952
	72,980	72,980
Provision for doubtful debts	(72,980)	(72,980)
	363,384	281,608

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

11 SHORT TERM INVESTMENTS - HELD TO MATURITY

Term deposit with National Bank of Pakistan		306,000	306,000

The term deposit is placed with National Bank of Pakistan, which is a related party, for a period of one year at the rate of 9.45% (June 30, 2014: 9.85%) per annum and has been pledged by TPPL against the bank guarantee issued to Sui Southern Gas Company Limited by National Bank of Pakistan on behalf of TPPL.

12 LOANS AND ADVANCES

Considered good			
To employees		83	111
Advances			
- guarantee margin		50	1,162
- advance to vendors		15,349	16,211
- others		448	1,290
		15,847	18,663
		15,930	18,774

13 OTHER RECEIVABLES AND ACCRUED INTEREST

Interest receivable from banks	13.1	11,562	27,657
Pre-incorporation and pre-commencement expenses of Thatta Cement Company (Private) Limited (TCCPL)	13.2	15,906	31,813
Deposit with Commissioner Workmen's Compensation		14,915	14,915
Refund against Fuel Price Adjustment		22,647	26,157
Others		42,787	60,543
		107,817	161,085

13.1 This includes receivable amounting to Rs. 11.5 million (June 30, 2014: Rs. 27.6 million) from National Bank of Pakistan which is a related party.

13.2 This represents amount receivable from TCCPL, a related party, established by the Company in Sri Lanka for cement grinding and packing plant. The progress on the project is suspended as Land Lease Agreement has not been signed between TCCPL and Sri Lanka Ports Authority (SLPA) due to the reason that SLPA has offered another location for the project which is not feasible for the Company. Further, a letter has been written to SLPA for the utmost resolution of the matter. The Board, as authorized by the shareholders of the Company in their Annual General Meeting held on October 20, 2014, has approved impairment to the extent of 50% of the said receivable in the larger interest of the Company and the same is included in 'Other operating expenses'.

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
	---- Rupees in thousands ----	
14 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		
Ordinary shares of Rs. 10/- each		
89,418,125 (June 30, 2014: 89,418,125) shares allotted for consideration paid in cash	894,181	894,181
10,300,000 (June 30, 2014: 10,300,000) shares allotted for consideration other than cash	103,000	103,000
	997,181	997,181

As on December 31, 2014, associated companies M/s Sky Pak Holding (Private) Limited and M/s Al-Miftah Holding (Private) Limited hold 20.244 million shares (June 30, 2014: 20.244 million shares) comprising 20.5% (June 30, 2014: 20.5%) and 4.966 million shares (June 30, 2014: Nil) comprising 4.98% (June 30, 2014: Nil) respectively. Moreover, M/s Rising Star Holding (Private) Limited and M/s Golden Globe Holding (Private) Limited hold 6.309 million shares (June 30, 2014: 6.309 million shares) comprising 6.33% (June 30, 2014: 6.33%) and 8.479 million shares (June 30, 2014: Nil) comprising 8.50% (June 30, 2014: Nil) respectively.

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

15 LONG TERM FINANCING

	Note	(Un-audited) December 31, 2014	(Audited) June 30, 2014
Loan from Banking companies - secured			
- Syndicated term finance facility (STFF) - Holding Company	15.1 & 15.2	976,000	435,373
- Syndicated term finance facility (STFF) - TPPL	15.3 & 15.4	583,769	634,532
- Liability against deferred payment letter of credit	15.5 & 15.6	247,404	357,926
Loan from related parties			
- National Bank of Pakistan	15.7 & 15.8	58,238	67,198
- National Bank of Pakistan		-	6,667
		58,238	73,865
Less : Current maturity		(366,847)	(360,474)
		1,498,564	1,141,222

15.1 This syndicated term finance facility has been obtained from syndicate of banks comprising of National Bank of Pakistan, Sindh Bank Limited, Summit Bank Limited and Silk Bank Limited. The facility carries a floating mark-up linked to 3 months KIBOR as base rate plus 2% on annualized basis. The tenure of financing is 8 years including grace period of 24 months and the facility is payable in 24 equal quarterly installments of Rs. 58.167 million each starting after two year from the date of first drawdown i.e. March 17, 2014. The facility is secured by first joint pari passu charge by way of hypothecation over all present and future fixed assets and mortgage over the immovable properties.

15.2 This includes Rs. 341.6 million (June 30, 2014: Rs. 152.95 million) from National Bank of Pakistan which is a related party.

15.3 This syndicated term finance facility has been obtained from syndicate of banks comprising National Bank of Pakistan, Sindh Bank Limited and Summit Bank Limited. The facility carries a floating mark-up linked to 3 months KIBOR as base rate plus 3% on annualized basis. The tenure of financing is 7 years and 9 months and facility is repayable in 28 equal quarterly instalments of Rs. 25.381 million each starting after one year from the date of first drawdown. The drawdown date of entire facility i.e. Rs. 710.675 million is November 21, 2012.

15.4 This includes Rs. 327.8 million (June 30, 2014: Rs. 356.38 million) from National Bank of Pakistan which is a related party.

15.5 A Deferred Payment Letter of Credit (DPLC) amounting to USD 9.152 Million was established for supply of Gas Fired Engines by GE Jenbacher, Austria. Advance of USD 1.373 Million was paid to the supplier and the remaining amount of USD 7.779 Million is payable in 6 half yearly installments of USD 1.296 Million each starting from April, 2013. The first four installments of USD 1.296 Million each have been paid on April 25, 2013, October 25, 2013, April 25, 2014 and October 25, 2014 respectively. DPLC facility is provided by the syndicate of banks comprising of National Bank of Pakistan, Sindh Bank Limited, Summit Bank Limited and Bank Alfalah Limited.

15.6 This includes Rs. 121.6 million (June 30, 2014: Rs. 175.99 million) from National Bank of Pakistan which is a related party.

15.7 This represents first disbursement of Rs. 107 million of the aggregate facility of Rs. 260 million allowed by the bank. This carries a floating mark-up linked to 6 months KIBOR as base rate plus 2% on annualised basis. The tenure of financing is 7 years and is repayable in 24 equal quarterly instalment of Rs. 4.48 million starting in 15th month from the date of first disbursement i.e. March 30, 2011.

15.8 The aggregate facility is secured by first equitable mortgage over land and building of the Company and first charge by way of hypothecation over all present and future plant and machinery of the Company to the extent of Rs. 372 million.

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
	---- Rupees in thousands ----	
16 DEFERRED TAXATION		
Deferred tax liability comprises of temporary differences as follows:		
Taxable temporary differences		
- accelerated tax depreciation	185,635	175,916
Deductible temporary differences		
- provision for gratuity	(1,905)	(4,819)
- other provisions - for doubtful debts and stores	(40,858)	(39,058)
	(42,763)	(43,877)
	142,872	132,039

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

17 TRADE AND OTHER PAYABLES

Trade creditors	44,407	32,820
Accrued liabilities	140,156	150,297
Bills payable	1,398	237,334
Advances from customers	33,854	52,443
Contractors retention money	3,031	175
Excise duty and sales tax payable	24,361	10,756
Payable to Gratuity Fund	5,729	14,749
Payable to Provident Fund	-	2
Workers' Profit Participation Fund	44,330	49,873
Workers' Welfare Fund	18,041	20,147
Unclaimed dividend	238	113
Other liabilities	3,237	7,705
	318,782	576,414

18 SHORT TERM BORROWINGS

Running finance	621,516	419,261

18.1 The aggregate running finance available from banks as at December 31, 2014 amounted to Rs. 650 million out of which Rs. 28.484 million remained unutilized at the period end. These facilities are renewable and secured by way of hypothecation of fixed assets and current assets. These carry mark-up at rates ranging between 12.17% to 13.18% (June 30, 2014: 12.08% to 13.18%) per annum chargeable monthly and payable quarterly.

18.2 This includes Rs. 199.819 million (June 30, 2014: Rs. 186.012 million) due to National Bank of Pakistan which is a related party.

19 CONTINGENCIES AND COMMITMENTS

19.1 Contingencies

The status of contingencies is same as disclosed in the last annual audited consolidated financial statements.

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
19.2 Commitments	---- Rupees in thousands ----	
Commitments in respect of irrevocable letter of credits	-	151,787
Guarantees given by banks on behalf of the Group	427,748	432,372
Commitment in respect of mark-up on liability against DPLC	10,144	21,446
	437,892	605,605

	Half year ended December 31		Quarter ended December 31	
	2014	2013	2014	2013
	------------- (Un-audited) -------------			
	-------------Rupees in thousands-------------			
20 SALES - NET				
Local	1,904,174	1,669,002	970,280	841,298
Export	6,251	99,960	3,356	85,725
	1,910,425	1,768,962	973,636	927,023
Less: - Sales tax	(291,130)	(260,842)	(148,067)	(116,939)
- Federal excise duty	(54,192)	(53,613)	(26,096)	(26,555)
	(345,322)	(314,455)	(174,163)	(143,494)
	1,565,103	1,454,507	799,473	783,529
21 COST OF SALES				
Raw material consumed	62,184	72,143	35,471	38,532
Manufacturing expenses				
Packing material consumed	45,570	58,164	24,446	33,635
Stores, spare parts and loose tools consumed	59,414	63,535	31,036	27,631
Fuel and power	690,282	580,562	339,011	301,733
Salaries, wages and other benefits	118,308	98,155	60,877	46,590
Insurance	16,102	6,594	7,891	3,258
Repairs, operations and maintenance	45,222	27,701	13,809	15,469
Depreciation	41,504	40,906	20,796	20,541
Provision for slow moving / dead / impairment	3,160	-	3,160	-
Other production overheads	11,132	12,562	5,157	6,967
	1,030,694	888,179	506,183	455,824
Cost of production	1,092,878	960,322	541,654	494,356

	Half year ended December 31		Quarter ended December 31	
	2014	2013	2014	2013
	------------- (Un-audited) -------------			
	------------Rupees in thousands------------			
Work-in-process				
Opening balance	317,003	261,445	374,853	280,277
Closing balance	(411,611)	(255,218)	(411,611)	(255,218)
	(94,608)	6,227	(36,758)	25,059
Cost of goods manufactured	998,270	966,549	504,896	519,415
Finished goods				
Opening balance	34,456	38,898	22,700	42,378
Closing balance	(31,259)	(39,026)	(31,259)	(39,026)
	3,197	(128)	(8,559)	3,352
	1,001,467	966,421	496,337	522,767

22 TAXATION

Current tax	76,490	49,548	53,535	34,824
Prior year charge	(12,668)	2,015	(12,668)	2,015
Deferred tax charge	10,833	20,367	3,643	2,715
	74,655	71,930	44,510	39,554

23 EARNINGS PER SHARE - BASIC AND DILUTED

Profit after taxation (Rupees in thousands)	234,704	127,150	118,822	90,271
Weighted average number of ordinary shares	99,718,125	99,718,125	99,718,125	99,718,125
Earnings per share (Rupees)	2.35	1.28	1.19	0.91

24 TRANSACTIONS WITH RELATED PARTIES

Related parties comprises of associated undertakings and related group companies, directors of the Group, key management personnel and staff retirement funds. The Group continues to have a policy whereby all transactions with related parties are entered into at commercial terms and conditions. Further, contribution to defined contribution plan (provident fund) is made as per the terms of employment and trust deed and contribution to the defined benefit plan (gratuity scheme) is in accordance with the actuarial advice. Details of transactions during the half year ended / outstanding balances as at December 31, 2014 with related parties, other than those which have been specifically disclosed elsewhere in these condensed interim consolidated financial statements are as follows:

	Half year ended December 31 2014	Half year ended December 31 2013
	--- (Un-audited) --- ---Rupees in thousands---	
Transactions with related parties		
National Bank of Pakistan		
- Mark-up on Running Finance (RF), Syndicated Term Finance Facility (STFF), Long Term Finance (LTF), DPLC and commission	57,730	48,191
- Income on bank deposit accounts	24,075	23,116
- Guarantee revoked / cancelled	6,123	-
Thatta Cement Company (Private) Limited		
- Expenses paid by the Holding Company on behalf of TCCPL	-	13,062
- Impairment of receivable from TCCPL	15,907	-
Sui Southern Gas Company Limited		
- Purchase of gas excluding GST	449,781	343,470
- Payment against purchase of gas excluding GST	440,109	336,105
Key management personnel		
- Salaries and benefits	48,987	30,874
- Sale of vehicles	1,158	123
- Sale of computer equipment	-	2
Other related parties		
- Contribution to employees' Gratuity Fund	14,749	5,386
- Contribution to employees' Provident Fund	3,706	3,280
Pak Suzuki Motor Company Limited		
- Payment against purchase of vehicle	2,293	2,028

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
	---- Rupees in thousands ----	
Balances with related parties		
National Bank of Pakistan		
- Term deposit account	1,000	1,000
- PLS account balance	287,506	156,572
- Current account balance	95	732
- Running finance	199,819	186,012
- Long term loans	58,238	73,865
- Accrued mark-up - finance charge	21,118	13,959
- Accrued income - interest income	11,514	27,602
- Guarantees on behalf of the Group as per normal banking terms	343,409	349,532
- Share in STFF	669,467	509,328
- Share in DPLC	121,649	175,992
- Short term investment - held to maturity	306,000	306,000
Thatta Cement Company (Private) Limited		
- Receivable against expenses paid by Holding Company on behalf of TCCPL	15,906	31,813
Sui Southern Gas Company Limited		
- Payable against purchase of gas excluding GST	72,296	62,624
Habib Bank Limited		
- Current account balance	448	368

24.1 There are no transactions with key management personnel other than under their terms of employment.

24.2 All transactions with related parties have been carried out on commercial terms and conditions.

25 OPERATING SEGMENTS

For management purposes the Group is organized into following major business segments.

Cement Engaged in manufacturing and marketing of cement.

Power Engaged in generation, supply and transmission of electrical power.

25.1 Revenue

	Cement		Power		Intra group adjustment		Consolidated	
	December 2014	December 2013	December 2014	December 2013	December 2014	December 2013	December 2014	December 2013
	Un-audited							
	Rupees in thousands							
Revenue	1,040,830	1,043,695	744,821	595,441	(220,548)	(184,629)	1,565,103	1,454,507
Cost of sales	(694,860)	(758,789)	(527,452)	(399,993)	220,845	192,361	(1,001,467)	(966,421)
Gross profit	345,970	284,906	217,369	195,448	297	7,732	563,636	488,086
Selling and distribution cost	(16,994)	(33,656)	-	-	-	-	(16,994)	(33,656)
Administrative expenses	(47,802)	(34,707)	(8,509)	(1,965)	6,600	-	(49,711)	(36,672)
	(64,796)	(68,363)	(8,509)	(1,965)	6,600	-	(66,705)	(70,328)
Operating profit	281,174	216,543	208,860	193,483	6,897	7,732	496,931	417,758
Other operating expenses	(41,371)	(28,396)	(21,323)	(50,800)	-	-	(62,694)	(79,196)
Finance cost	(37,214)	(41,729)	(60,671)	(73,627)	-	-	(97,885)	(115,356)
	(78,585)	(70,125)	(81,994)	(124,427)	-	-	(160,579)	(194,552)
Other income	17,938	6,542	22,531	23,354	(6,897)	(270)	33,572	29,626
Share of loss from associate	-	(19,101)	-	-	-	-	-	(19,101)
	17,938	(12,559)	22,531	23,354	(6,897)	(270)	33,572	10,525
Segment results	220,527	133,859	149,397	92,410	-	7,462	369,924	233,731
Unallocated expenditures	-	-	-	-	-	-	-	-
Profit before tax	220,527	133,859	149,397	92,410	-	7,462	369,924	233,731
Tax	(86,465)	(64,288)	11,810	(7,642)	-	-	(74,655)	(71,930)
Profit after tax	134,062	69,571	161,207	84,768	-	7,462	295,269	161,801

25.2 Other information

	Cement		Power		Intra group adjustment		Consolidated	
	December 2014 (Un-audited)	June 2014 (Audited)	December 2014 (Un-audited)	June 2014 (Audited)	December 2014 (Un-audited)	June 2014 (Audited)	December 2014 (Un-audited)	June 2014 (Audited)
	Rupees in thousands							
Segment assets	3,522,723	2,969,513	2,067,004	2,044,775	(375,752)	(377,676)	5,213,975	4,636,612
Unallocated corporate assets	-	-	-	-	-	-	-	-
Total assets	3,522,723	2,969,513	2,067,004	2,044,775	(375,752)	(377,676)	5,213,975	4,636,612
Segment liabilities	2,114,266	1,620,256	985,430	1,124,408	(61,428)	(63,352)	3,038,268	2,681,312
Unallocated corporate liabilities	-	-	-	-	-	-	-	-
Total liabilities	2,114,266	1,620,256	985,430	1,124,408	(61,428)	(63,352)	3,038,268	2,681,312
Capital expenditure	427,029	524,756	1,725	1,443	-	-	428,754	526,199
Depreciation	22,341	48,361	22,768	44,542	-	-	45,109	92,903
Non-cash expenses other than depreciation	61,953	86,450	65,252	134,398	-	24,788	127,205	245,636

25.3 Reconciliation of reportable segment revenues, profit and loss, assets and liabilities

	Consolidated	
	December 2014	December 2013
	--- (Un-audited) ---	
	---Rupees in thousands---	
25.3.1 Operating revenues		
Total revenue of reportable segments	1,785,651	1,639,136
Elimination of intra group revenue	(220,548)	(184,629)
Consolidated revenue	1,565,103	1,454,507
25.3.2 Profit and loss		
Total profit before tax of reportable segments	369,924	226,269
Adjustment of unrealized profit and intra group transactions	-	7,462
Consolidated profit before tax	369,924	233,731

	Consolidated	
	December 2014 (Un-audited)	June 2014 (Audited)
	---Rupees in thousands---	
25.3.3 Assets		
Total assets of reportable segments	5,589,727	5,014,288
Elimination of intra group balances	(356,988)	(354,258)
Reclassifications for consolidation purposes	(18,764)	(23,418)
Consolidated assets	5,213,975	4,636,612
25.3.4 Liabilities		
Total liabilities of reportable segments	3,099,696	2,744,664
Elimination of intra group balances	(42,664)	(55,100)
Reclassifications for consolidation purposes	(18,764)	(8,252)
Consolidated liabilities	3,038,268	2,681,312

25.4 Geographical segment analysis

	Revenue		Total Assets		Net Assets	
	December 2014 (Un-audited)	December 2013 (Un-audited)	December 2014 (Un-audited)	June 2014 (Audited)	December 2014 (Un-audited)	June 2014 (Audited)
	---------------------------------- Rupees in thousands ----------------------------------					
Pakistan	1,558,852	1,354,547	5,213,975	4,636,612	2,175,707	1,955,300
Export Processing Zone - Karachi	6,251	-	-	-	-	-
Sudan	-	99,960	-	-	-	-
	1,565,103	1,454,507	5,213,975	4,636,612	2,175,707	1,955,300

25.5 Information about major customers

Major customers for cement segment are various individual dealers whereas major customer for power segment is Hyderabad Electric Supply Company Limited.

26 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim consolidated financial statements have been authorized for issue on February 13, 2015 by the Board of Directors of the Holding Company.

CHIEF EXECUTIVE

DIRECTOR