

# Nine Months Report March 2017



**THATTA CEMENT**  
COMPANY LIMITED

**The Dimensions  
of Progress!**



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# Vision

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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

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

# COMPANY INFORMATION

## BOARD OF DIRECTORS

Mr. Khawaja Muhammad Salman Younis  
Mr. Muhammad Fazlullah Shariff  
Mr. Shahid Aziz Siddiqui  
Mr. Agha Sher Shah  
Mr. Saleem Zamindar  
Mr. Attaullah A. Rasheed  
Mr. Muhammad Taha Hamdani

Chairman  
Chief Executive  
Director  
Director  
Director  
Director

## AUDIT COMMITTEE

Mr. Attaullah A. Rasheed  
Mr. Khawaja Muhammad Salman Younis  
Mr. Shahid Aziz Siddiqui  
Mr. Saleem Zamindar

Chairman  
Member  
Member  
Member

## HR & REMUNERATION COMMITTEE

Mr. Saleem Zamindar  
Mr. Shahid Aziz Siddiqui  
Mr. Agha Sher Shah  
Mr. Muhammad Fazlullah Shariff

Chairman  
Member  
Member  
Member

## CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

Muhammad Taha Hamdani

## STATUTORY AUDITOR

M/s Grant Thornton Anjum Rahman, 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 - Conventional

Sindh Bank Limited  
National Bank of Pakistan  
Summit 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](http://www.thattacement.com)  
E-mail: [info@thattacement.com](mailto:info@thattacement.com)

## FACTORY

Ghulamullah Road, Makli,  
District Thatta, Sindh 73160

## SHARE REGISTRAR

THK Associates (Pvt) Limited  
1st Floor, 40-C, Block-6, P.E.C.H.S.,  
Karachi-75400  
UAN: 021-111-000-322  
Fax: 021-34168271  
Website: [www.thk.com.pk](http://www.thk.com.pk)

# DIRECTORS' REVIEW

The Board of Directors of Thatta Cement Company Limited present herewith their review together with the un-audited financial statements for the nine months period ended March 31, 2017.

## INDUSTRY OVERVIEW

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

	March 2017	March 2016	Variance	
	----- Million Metric Tons -----			%
<b>Cement Industry</b>				
Local sales	26,551	23,941	2,610	10.90
Exports	<u>3,753</u>	<u>4,406</u>	<u>(0,653)</u>	<u>(14.82)</u>
	<u><b>30,304</b></u>	<u><b>28,347</b></u>	<u><b>1,957</b></u>	<u><b>6.90</b></u>
	----- Metric Tons -----			%
<b>Thatta Cement Company Limited</b>				
Local sales - Cement	312,877	263,995	48,882	18.52
Local sales - Clinker	118,884	20,500	98,384	479.92
Exports	875	1,400	(525)	(37.50)
GBFS & GGBFS - Local	<u>23,127</u>	<u>520</u>	<u>22,607</u>	<u>4,347.50</u>
	<u><b>455,763</b></u>	<u><b>286,415</b></u>	<u><b>169,348</b></u>	<u><b>59.13</b></u>

The Cement industry continued its upward trajectory during the period under review as evidenced from the industry's capacity utilization of 87.1% which resulted in an overall growth of 6.90% in dispatches during the nine months period ended March 31, 2017 over the corresponding period of last year. The growth was led by domestic consumption which increased by 10.90% whereas the exports continued to decline and stood lower by 14.82% during the same period as compared to the corresponding period of last year. Your Company was able to outperform growth in the local cement dispatches surpassing the industry average by 7.62% during the period under review.

Moreover, domestic cement consumption in the South region posted a healthy increase of 13.81% whereas the Northern region posted an increase of 10.26% during the nine months period ended on March 31, 2017 over the corresponding period of last year.

The increasing trend in coal prices in the international market since the beginning of this fiscal year has affected energy cost of cement manufacture during the period under review. The impact of this increase has been mitigated to some extent by higher demand of cement on account of increased construction activity in the housing sector and also due to increased disbursements under public sector development plans for infrastructure and other projects.

## BUSINESS PERFORMANCE

### a. Production and Sales

The clinker production of the Company during the period under review increased by a whopping 50.80% and stood at 373,150 MT which was higher by 125,714 MT over the corresponding period of the previous year. The increased capacity utilization had been due to improved run factor of the plant together with better off-take in domestic segment. Following is the comparison of production and dispatch data for the nine months versus the same period last year:

	March 2017	March 2016	Variance	
	----- Metric Tons -----		%	
Plant capacity – Clinker	382,500	382,500	-	-
<b>Production</b>				
- Clinker	373,150	247,436	125,714	50.80
- Cement	312,779	263,079	49,700	18.89
- GGBFS	17,385	520	16,865	3,243.26
- Class G Cement	1,774	3,180	(1,406)	(44.21)
<b>Dispatches</b>				
<b>Cement</b>				
- Local	310,651	263,246	47,405	18.00
- Class G Cement	2,226	749	1,477	197.19
- Exports	875	1,400	(525)	(37.50)
	<u>313,752</u>	<u>265,395</u>	<u>48,357</u>	<u>18.22</u>
Clinker	118,884	20,500	98,384	479.92
GBFS & GGBFS –Local	23,127	520	22,607	4,347.50
	<u>455,763</u>	<u>286,415</u>	<u>169,348</u>	<u>59.13</u>

The overall sales of the Company registered a phenomenal growth of 59.13%. The Company's cement dispatches including Class G cement posted a growth of 18.52% over the same period of last year due to aggressive marketing in the wake of enhanced domestic demand. Moreover, your Company was able to surpass the growth by 4.71% in local cement dispatches against growth of 13.81% reported in South region. This was only possible by employing sound sales techniques in diligently managing the sales mix and thus making a positive impact on bottom line profitability of the Company. Furthermore, efforts were made to sell 118,884 MT clinker that was lying in stock in order to earn additional revenues in the nine months period ended on March 31, 2017.

## b. Financial Performance

A comparison of the key financial results of the Company for the nine months period ended March 31, 2017 with the same period of last year is as under:

	March 2017	March 2016
	----- Rupees in thousands -----	
Sales – net	2,852,206	1,984,108
Gross profit	917,471	596,264
Finance Cost	72,450	95,309
Profit before taxation	748,337	440,769
Profit after taxation	549,807	429,728
Earnings per share (Rupees)	5.51	4.31

The gross profit margin increased to 32.16% during the nine months period ended March 31, 2017 as compared to 30.05% during the same period of last year. The Company earned a profit before tax of Rs.748.337 million after providing depreciation of Rs. 105.317 million.

### (i) Sales Performance

The sales of your Company during the nine months period ended March 31, 2017 increased by an impressive 43.75% in value terms whereas the sales volume increased by 59.13%. The major reason for increase in sales revenue and volumes has been due to aggressive sales & marketing and efficient use of dealer's network in extending the product spread in major cities and interior of the Province. As a result of the all out efforts made, a firm foothold of the Company's products in the market has been established. Additional sales of 118,884 MT and 23,127 MT of clinker and GBFS/GGBFS respectively were made apart from the conventional cement sales.

### (ii) Cost of Sales

The cost of sales ratio to sales decreased to 67.84% during the period as compared to 69.95% in the corresponding period.

### (iii) Selling and Distribution Cost

Selling and Distribution cost has increased by 64.45% due to increase in incentives/commission paid to dealers on account of increased sales coupled with annual increment in salaries and wages of sales team during the period as compared to the corresponding period of last year.

### (iv) Finance Cost

Finance cost has decreased substantially by 23.99% during the nine months under review as compared to the corresponding period of last year due to increase in generation of cash flows from sales revenue resulting in prepayment against long term financing facility and lower utilization of short term financing compared with the corresponding period.

## FUTURE OUTLOOK

Cement sector continues to retain its upward trend and during this fiscal year yet better performance is evident from the fact that there is an overall growth of 10.90% YoY in local cement dispatches as of March 31, 2017. Greater urbanization, housing demand as well as CPEC spill over are the major drivers. The backlog in demand for housing is assessed to be 9.3 million to which a shortfall of 300,000 units is added each year. This is in spite of the fact that the credit disbursement from the banks to the housing sector increased by over 23% during the period. Capacity expansion plans of over 27 million tons announced by cement companies including brown and green field projects are expected to come online in the next five years taking the capacity to about 73 million tons. These capacity expansion plans reflect that the demand for cement in the coming years is expected to increase.

However, the unfilled gap between the housing needs of various segments of the society still provides excellent opportunity to accelerate demand for cement in the country.

The outlook for the cement sector in the years ahead appears positive; but the increasing coal prices may put pressure on profitability of cement companies. The overall economic outlook of the country in general appears promising; however, stability at the political front is essential to attain the growth targets.

## PERFORMANCE OF THE GROUP

A brief of the financial position and performance of the Group for the nine months period ended March 31, 2017, is mentioned below:



March 2017	June 2016
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## Balance Sheet

-- Rupees in thousands --

Property, plant and equipments	3,297,830	3,405,340
Stock-in-trade	240,510	238,407
Trade debts	434,544	464,681
Share Capital	997,181	997,181
Shareholder's equity	2,946,269	2,554,137
Trade and other payables	625,973	424,449
Short Term Borrowings	3,064	19,168

March 2017	March 2016
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## Profit and loss

-- Rupees in thousands --

Sales – net	2,949,123	1,993,271
Gross profit	1,048,742	683,435
Profit before taxation	835,870	471,211
Profit after taxation	636,636	459,861
Earnings per share (Rupees)	6.06	4.50

## WASTE HEAT RECOVERY PROJECT OF THATTA POWER (PRIVATE) LIMITED (SUBSIDIARY COMPANY)

The requirements for obtaining financing arrangement for the project with syndicate of Banks has been completed, however disbursement against the said facility is awaited.

## 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 relentless efforts and dedicated services, teamwork, loyalty and hard work of all the employees of the Company and hope their continued dedication shall further consolidate the Company and keep its growth abreast to face future developments and demands.

Karachi: April 24, 2017

On behalf of the Board



**Muhammad Fazlullah Shariff**  
Chief Executive

31 مارچ 2017 کو اختتام پزیر ہونے والی نو ماہی پر گروپ کی مالیاتی پوزیشن اور کارکردگی کا ایک جائزہ درج ذیل جدول میں دیا جا رہا ہے۔

March 2017	June 2016
---------------	--------------

-- Rupees in thousands --

#### Balance Sheet

Property, plant and equipments	3,297,830	3,405,340
Stock-in-trade	240,510	238,407
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-- Rupees in thousands --

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ٹھٹھہ پاور کا ڈیسٹ ہیٹ ریکوری منصوبہ

اس منصوبے کی مالی ضروریات کو پورا کرنے کے لئے سٹریٹجک بیٹنوں سے مالیاتی معاہدے کی شکلوں کی ضروریات پوری کی جا چکی ہیں البتہ اس مد میں بیٹنوں سے ادائیگیاں متوقع ہیں۔

#### اعتراف خدمات

بورڈ آف ڈائریکٹرز، کمپنی کے حصص داروں، مالیاتی اداروں اور صارفین کے تعاون، سرپرستی اور حمایت کے لئے بے پناہ مشکور ہیں، اور کمپنی کے تمام ملازمین کی انتھک محنت، وفاداری، ٹیم ورک اور مسلسل لگن کے معترف ہیں اور امید کرتے ہیں کہ کمپنی کے مستقبل میں بھی یہ سب اسی لگن اور توجہ کے ساتھ کمپنی کے ہمسفر ہوں گے اور کمپنی کے استحکام میں اپنا کردار ادا کرتے رہیں گے۔

منجانب بورڈ آف ڈائریکٹرز

— — — — —

محمد فضل اللہ شریف  
چیف ایگزیکٹو

کراچی 24 اپریل، 2017

سال گذشتہ کی نو ماہی کے مقابلے، اس نو ماہی میں ترسیل کی لاگت میں 64.45 فیصد اضافہ ہوا، اس بڑھوتری کی مرکزی وجہ ڈیلرز کو زیادہ مقامی فروخت پر دیا جانے والا کمیشن، سیلز ٹیم کی تنخواہوں اور دیگر فوائد میں سالانہ اضافہ ہے۔

### مالیاتی لاگت

باموازنہ گذشتہ سال کی نو ماہی، رواں سال کی نو ماہی میں مالیاتی لاگت میں 23.99 فیصد کمی سامنے آئی جس کی وجہ فروخت کی آمدن میں اضافہ کی وجہ سے پیسے کے بہاؤ میں اضافہ ہے، نتیجتاً کمپنی نے طویل مدتی مالیاتی سہولیات کی پیشگی ادائیگی کی اور قلیل مدتی مالیاتی سہولیات کا کم استعمال کیا۔

### مستقبل کا جائزہ

سیمنٹ کی صنعت مسلسل بڑھوتری کی سطح پر قرار رکھے ہوئے ہے اور رواں مالی سال میں 10.90 فیصد کا سالانہ اضافہ بہتر کارکردگی کا ثبوت ہے جو کہ 31 مارچ 2017 تک سیمنٹ کی مقامی ترسیل میں دیکھنے میں آئی۔ شہر کاری، ہاؤسنگ (گھروں) کی مانگ اور سی بی کے اہم محرکات میں سے ہیں۔ ہاؤسنگ کی مانگ میں 9.3 ملین کا تعین کیا گیا ہے جب کہ 300,000 یونٹس کی کمی ہر سال اس میں جمع ہو رہی ہے، یہ اس حقیقت کے علاوہ ہے کہ ہاؤسنگ کے شعبے کو بینکوں کی جانب سے قرض کی فراہمی میں 23 فیصد اضافہ ہوا ہے۔ سیمنٹ بنانے والی کمپنیوں کی جانب سے 27 ملین ٹن پیداواری گنجائش والے گرین اور براؤن فیلڈ منصوبوں کا اعلان کیا جا چکا ہے جو اگلے پانچ سال میں پیداواری گنجائش کو 73 ملین ٹن تک لے جائیں گے۔ یہ پیداواری گنجائش کے منصوبے اس بات کی عکاسی کرتے ہیں کہ آنے والے برسوں میں سیمنٹ کی مانگ میں مزید اضافہ ہو سکتا ہے۔ ملک کے مختلف طبقات کے درمیان موجود رہائشی یونٹس کی ضروریات سیمنٹ کی مانگ میں اضافے کا بڑا سبب اور موقع فراہم کر رہی ہیں۔

سیمنٹ کے شعبے میں نمو کی بھرپور امید ہے، اور آنے والے برسوں میں یہ مثبت اشاریہ ہے البتہ کوئلے کی بڑھتی ہوئی قیمتیں سیمنٹ کی فروخت کی لاگت پر اثر انداز ہو سکتی ہیں۔ ملک کی مجموعی معاشی حالت امید افزا ہے البتہ سیاسی منظر نامے کا مستحکم ہونا ضروری ہے تاکہ جو فوائد حاصل کیے جا چکے ہیں ان میں استحکام برقرار رہے۔

مثبت اثر ڈالا۔ مزید برآں 118,884 میٹرک ٹن کلنکر فروخت کے لیے پیش کیا گیا جو کہ اسٹاک میں تھا تاکہ 31 مارچ، 2017 کو اختتام پزیر ہونے والی نو ماہی میں اضافی آمدنی حاصل کی جاسکے۔

## مالیاتی کارکردگی

31 مارچ، 2017 کو ختم ہونے والی نو ماہی کے مالیاتی نتائج کا گذشتہ سال کی نو ماہی سے ایک موازنہ درج ذیل جدول میں پیش کیا جا رہا ہے۔

	March 2017	March 2016
----- Rupees in thousands -----		
Sales - net	2,852,206	1,984,108
Gross profit	917,471	596,264
Finance Cost	72,450	95,309
Profit before taxation	748,337	440,769
Profit after taxation	549,807	429,728
Earnings per share (Rupees)	5.51	4.31

31 مارچ، 2017 کو ختم ہونے والی نو ماہی کے دوران مجموعی منافع 32.16 فیصد کی سطح تک جا پہنچا جو کہ گذشتہ سال کی نو ماہی میں 30.05 فیصد تھا۔ رواں مالی سال کی نو ماہی میں کمپنی کا قبل از ٹیکس منافع 748.337 ملین روپے ہے جو کہ فرسودگی (ڈیپریسییشن) کی فراہمی کی مد میں 105.317 ملین روپے کے بعد ہے۔

## فروخت کی کارکردگی

31 مارچ، 2017 کو ختم ہونے والی نو ماہی کے اختتام تک کمپنی کی فروخت میں 43.75 فیصد کا متاثر کن اضافہ ہوا۔ جب کہ فروخت کے حجم میں 59.13 فیصد اضافہ ہوا۔ اس اضافے کی سب سے بڑی وجہ سیلز اور مارکیٹنگ کی بھرپور کاوشیں اور ڈیلرز نیٹ ورک کے بہترین استعمال کی بدولت صوبے کے اندرونی حصوں اور دیگر شہروں تک سیمنٹ کی فراہمی تھی، اس تمام تر کاوش کے نتیجے میں سیمنٹ کی مارکیٹ میں کمپنی کے قدم مستحکم ہوئے۔ 118,884 میٹرک ٹن کلنکر اور 23,127 میٹرک ٹن جی بی ایف ایس رجنی جی بی ایف ایس کی اضافی فروخت بھی حاصل کی گئی جو کہ سیمنٹ کی روایتی فروخت کے علاوہ ہے۔

## لاگت فروخت

گذشتہ سال کی نو ماہی کے مقابلے میں لاگت فروخت کے تناسب میں کمی واقع ہوئی ہے جو گذشتہ سال کی نو ماہی 69.95 فیصد کے مقابلے میں کم ہو کر 67.84 فیصد ہو گئی۔

رواں مالی سال کے آغاز سے ہی بین الاقوامی مارکیٹ میں کونسے کے بڑھتے ہوئے نرخوں نے سیمنٹ کی پیداوار پر خرچ ہونے والی توانائی کی لاگت پر اثر ڈالا ہے۔ اس اثر میں کچھ حد تک کمی ہاؤسنگ سیکٹر میں جاری تعمیراتی سرگرمیوں اور پبلک سیکٹر میں جاری انفراسٹرکچر اور دیگر ترقیاتی منصوبوں کے لیے ادائیگی میں اضافے نے ڈالی جہاں سیمنٹ کی مانگ زیادہ رہی۔

## کاروباری کارکردگی

### پیداوار اور فروخت کا حجم کارکردگی

زیر نظر نو ماہی میں کلن کی پیداوار 50.80 فیصد کے بڑے اضافے کے ساتھ 373,150 میٹرک ٹن رہی جو کہ باموازنہ گذشتہ سال کی نو ماہی سے 125,714 میٹرک ٹن زیادہ ہے۔ استعمال میں اضافے کی گنجائش کی ایک وجہ پلانٹ کا درست انداز میں چلنا اور مقامی حصوں میں بہتر ترسیل ہے۔

درج ذیل جدول میں رواں سال اور سال گذشتہ کی فروخت اور پیداوار کا نو ماہی موازنہ پیش کیا جا رہا ہے۔

	March 2017	March 2016	Variance	
	Metric Tons			%
<b>Plant capacity – Clinker</b>	<b>382,500</b>	<b>382,500</b>	-	-
<b>Production</b>				
- Clinker	373,150	247,436	125,714	50.80
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- Class G Cement	2,226	749	1,477	197.19
- Exports	875	1,400	(525)	(37.50)
	<u>313,752</u>	<u>265,395</u>	<u>48,357</u>	<u>18.22</u>
<b>Clinker</b>	<b>118,884</b>	<b>20,500</b>	<b>98,384</b>	<b>479.92</b>
<b>GGBFS &amp; GGBFS –Local</b>	<b>23,127</b>	<b>520</b>	<b>22,607</b>	<b>4,347.50</b>
	<u>455,763</u>	<u>286,415</u>	<u>169,348</u>	<u>59.13</u>

آپ کی کمپنی کی مجموعی سیمنٹ کی فروخت میں 59.13 فیصد کی گراں قدر بڑھوتری دیکھنے میں آئی۔ باموازنہ گذشتہ سال کی نو ماہی، کمپنی کے لوکل سیمنٹ کی ترسیل بشمول کلاس جی سیمنٹ میں 18.52 فیصد اضافہ سامنے آیا، اس کی ایک بڑی وجہ مقامی سطح پر سیمنٹ کی مانگ کو دیکھتے ہوئے بھرپور انداز میں مارکیٹنگ رہی۔ اس کے علاوہ آپ کی کمپنی نے باموازنہ جنوبی حصوں کے مقامی سیمنٹ کی ترسیل میں 4.71 فیصد کی سبقت حاصل کی جہاں یہ نمونہ 13.81 رہی۔ یہ سب سبیلز کی اعلیٰ تکنیک کے استعمال کے باعث ممکن ہوا جس نے کمپنی کے منافع پر اچھا اور

# ڈائریکٹرز کا تجزیہ

ٹھٹھہ سیمنٹ کے بورڈ آف ڈائریکٹرز (مجلس منتظمہ) کی جانب سے 31 مارچ 2017 کو ختم ہونے والے نو ماہ کے غیر آڈٹ شدہ مالی گوشوارے اور ان کا تجزیہ پیش خدمت ہے۔

## صنعتی جائزہ

فروخت کے حجم پر انڈسٹری اور کمپنی (ٹھٹھہ سیمنٹ) کا ایک تقابلی جائزہ درج ذیل جدول میں دیا جا رہا ہے۔

	March 2017	March 2016	Variance	
	----- Million Metric Tons -----			%
<b>Cement Industry</b>				
Local sales	26,551	23,941	2,610	10.90
Exports	3,753	4,406	(0,653)	(14.82)
	<u>30,304</u>	<u>28,347</u>	<u>1,957</u>	<u>6.90</u>
	----- Metric Tons -----			%
<b>Thatta Cement Company Limited</b>				
Local sales - Cement	312,877	263,995	48,882	18.52
Local sales - Clinker	118,884	20,500	98,384	479.92
Exports	875	1,400	(525)	(37.50)
GBFS & GGBFS - Local	23,127	520	22,607	4,347.50
	<u>455,763</u>	<u>286,415</u>	<u>169,348</u>	<u>59.13</u>

باموازنہ گذشتہ سال کی نو ماہی 31 مارچ، 2017 کو اختتام پزیر ہونے والے نو ماہ کے دورانیہ میں سیمنٹ کی صنعت نے مثبت انداز میں اوپر کی سمت اپنی نموجاری رکھی، نتیجتاً (ثبوت کے طور پر) صنعت نے 87.1 فیصد کی شرح گنجائش پر کام کیا جس کے نتیجے میں ترسیل میں مجموعی طور پر 6.90 فیصد کا اضافہ ہوا۔ یہ نمومقامی کھپت میں اضافے کی وجہ سے 10.90 فیصد رہی جب کہ برآمدات کی سطح باموازنہ گذشتہ سال کی نو ماہی کے مسلسل کمی کے باعث 14.82 فیصد رہی۔ زیر نظر دورانیہ کے دوران آپ کی کمپنی نے مقامی سطح پر سیمنٹ کی ترسیل میں نمایاں نتائج حاصل کئے اور صنعت پر 7.62 فیصد کی سہقت حاصل کی۔

اس کے علاوہ، باموازنہ گذشتہ سال کی نو ماہی، 31 مارچ، 2017 کو اختتام پزیر ہونے والے نو ماہ کے دورانیہ میں سیمنٹ کی مقامی کھپت کے حوالے سے جنوبی (سواؤتھ) حصے میں 13.81 فیصد نموجوب کہ شمالی (نارتھ) حصے میں 10.26 فیصد اضافہ دیکھنے میں آیا۔



CONDENSED INTERIM UNCONSOLIDATED  
FINANCIAL STATEMENTS  
FOR THE NINE MONTHS PERIOD ENDED  
MARCH 31, 2017

# CONDENSED INTERIM UNCONSOLIDATED BALANCE SHEET

As at March 31, 2017

	Note	(Un-audited) March 31, 2017	(Audited) June 30, 2016
----- Rupees in thousands -----			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipments	5	2,087,649	2,173,000
Intangible assets		6,596	6,485
Long term investment in Subsidiary		299,158	299,158
Long term investment - Available-for-sale	6	197,082	164,768
Long term deposits		1,096	1,096
<b>Total non - current assets</b>		<b>2,591,581</b>	<b>2,644,507</b>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools	7	380,933	273,819
Stock-in-trade	8	243,630	241,023
Trade debts	9	135,120	163,817
Loan/advance to the Subsidiary		175,000	184,006
Loans and advances	10	10,840	9,576
Trade deposits and short term prepayments		7,791	13,851
Other receivables and accrued interest	11	33,784	43,674
Taxation - net		173,263	132,587
Cash and bank balances		235,437	237,769
<b>Total current assets</b>		<b>1,395,798</b>	<b>1,300,122</b>
<b>Total Assets</b>		<b>3,987,379</b>	<b>3,944,629</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' EQUITY</b>			
Share Capital	12	997,181	997,181
Share premium		99,718	99,718
Revaluation of Available-for-sale investment		2,217	64,522
Accumulated profit		1,313,778	913,548
<b>Total shareholders' equity</b>		<b>2,412,894</b>	<b>2,074,969</b>
<b>NON-CURRENT LIABILITIES</b>			
Long term financing		477,734	1,026,684
Long term deposits		2,834	3,834
Long term employee benefit		18,519	15,640
Deferred taxation	13	266,045	184,995
<b>Total non - current liabilities</b>		<b>765,132</b>	<b>1,231,153</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	14	570,005	382,819
Accrued mark-up		4,351	4,587
Current maturity of long term financing		231,933	231,933
Short term borrowings		3,064	19,168
<b>Total current liabilities</b>		<b>809,353</b>	<b>638,507</b>
<b>Total equity and liabilities</b>		<b>3,987,379</b>	<b>3,944,629</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	15		

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

  
CHIEF EXECUTIVE

  
DIRECTOR

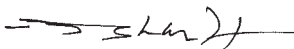


# CONDENSED INTERIM UNCONSOLIDATED PROFIT & LOSS ACCOUNT (UN-AUDITED)

For the nine months period ended March 31, 2017

	Note	Nine months ended March 31,		Quarter ended March 31,	
		2017	2016	2017	2016
----- Rupees in thousands -----					
Sales - net	16	2,852,206	1,984,108	1,085,633	804,808
Cost of sales	17	(1,934,735)	(1,387,844)	(758,223)	(586,532)
<b>Gross profit</b>		<u>917,471</u>	<u>596,264</u>	<u>327,410</u>	<u>218,276</u>
Selling and distribution cost		(75,093)	(45,662)	(29,603)	(17,221)
Administrative expenses		(110,881)	(86,963)	(42,937)	(33,658)
		(185,974)	(132,625)	(72,540)	(50,879)
<b>Operating profit</b>		<u>731,497</u>	<u>463,639</u>	<u>254,870</u>	<u>167,397</u>
Other operating expenses		(44,543)	(35,170)	(16,779)	(10,067)
Finance cost		(72,450)	(95,309)	(19,707)	(33,723)
		(116,993)	(130,479)	(36,486)	(43,790)
Other income	18	133,833	107,609	11,033	12,227
<b>Profit before taxation</b>		<u>748,337</u>	<u>440,769</u>	<u>229,417</u>	<u>135,834</u>
Taxation	19	(198,530)	(11,041)	(69,387)	(5,929)
<b>Profit after taxation</b>		<u>549,807</u>	<u>429,728</u>	<u>160,030</u>	<u>129,905</u>
----- Rupees -----					
<b>Earnings per share - basic and diluted</b>	20	<u>5.51</u>	<u>4.31</u>	<u>1.60</u>	<u>1.30</u>

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



CHIEF EXECUTIVE



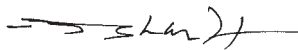
DIRECTOR

# CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For the nine months period ended March 31, 2017

	Nine months ended March 31,		Quarter ended March 31,	
	2017	2016	2017	2016
	----- Rupees in thousands -----			
Profit after taxation	549,807	429,728	160,030	129,905
Other comprehensive income / (loss)				
<i>Items to be reclassified to unconsolidated profit and loss account in subsequent periods</i>				
Surplus / (deficit) on revaluation of Available-for-sale investment	2,217	(34,494)	2,217	3,035
<b>Total comprehensive income for the period</b>	<u>552,024</u>	<u>395,234</u>	<u>162,247</u>	<u>132,940</u>

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 nine months period ended March 31, 2017

Nine months ended  
March 31,  
2017      2016  
-- Rupees in thousands --

## CASH FLOWS FROM OPERATING ACTIVITIES

Profit before taxation	748,337	440,769
<b>Adjustment for:</b>		
Depreciation	105,317	74,888
Amortization of intangible assets	2,408	564
Provision for slow moving stores & spares	1,877	18,153
Finance cost	72,450	95,309
Provision for gratuity	9,151	8,457
Provision for leave encashment	3,747	1,854
Fixed assets written off	4,140	1,875
Gain on disposal of property, plant and equipments	-	(267)
Gain on disposal of Available-for-sale investment	(98,717)	(68,186)
	100,373	132,647
<b>Operating cash flows before working capital changes</b>	<b>848,710</b>	<b>573,416</b>
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stores, spare parts and loose tools	(108,392)	(116,137)
Stock-in-trade	(2,607)	52,926
Trade debts	28,697	(58,465)
Loan/advance to the Subsidiary - net	9,006	(177,006)
Loans and advances	(1,264)	7,226
Trade deposits and short term prepayments	6,060	12,221
Other receivables and accrued interest	9,890	(23,025)
	(58,610)	(302,260)
<b>Increase in current liabilities</b>		
Trade and other payables excluding gratuity and dividend payable	192,238	9,544
<b>Cash generated from operations</b>	<b>982,338</b>	<b>280,700</b>
Finance cost paid	(72,686)	(129,011)
Gratuity paid	(14,465)	(11,262)
Leave encashment paid	(868)	(2,092)
Income tax paid - net	(158,156)	(97,819)
	(246,175)	(240,184)
<b>Net cash generated from operating activities</b>	<b>736,163</b>	<b>40,516</b>

# CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)

For the nine months period ended March 31, 2017

Nine months ended  
March 31,  
2017                      2016  
-- Rupees in thousands --

## CASH FLOWS FROM INVESTING ACTIVITIES

Fixed capital expenditure	(25,163)	(131,619)
Addition in intangible assets	(2,519)	(819)
Acquisition of shares	(377,420)	-
Proceeds from disposal of long term investment - Available-for-sale	381,518	125,426
Proceeds from disposal of property, plant and equipments	458	419
	<u>(23,126)</u>	<u>(6,593)</u>

Net cash used in investing activities

## CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of long term financing	(548,950)	(13,439)
Long term financing obtained	-	156,100
Dividend paid	(149,315)	(129,474)
Long term deposits - liabilities	(1,000)	-
	<u>(699,265)</u>	<u>13,187</u>

Net cash (used in) / generated from financing activities

Net increase in cash and cash equivalents                      13,772                      47,110

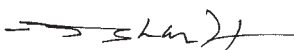
Cash and cash equivalents at beginning of the period                      218,601                      3,145

Cash and cash equivalents at end of the period                      232,373                      50,255

## CASH AND CASH EQUIVALENTS

Cash and bank balances	235,437	98,124
Short term borrowings	(3,064)	(47,869)
	<u>232,373</u>	<u>50,255</u>

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



CHIEF EXECUTIVE



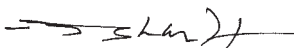
DIRECTOR

# CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the nine months period ended March 31, 2017

	Issued, subscribed and paid-up share capital	Share premium	Revaluation of Available-for-sale investment	Accumulated profit	Total
----- Rupees in thousands -----					
Balance as at July 1, 2015 (audited)	997,181	99,718	144,835	431,766	1,673,500
Transactions with owners recorded directly in equity					
Final dividend @ Rs. 1.3 per share for the year ended June 30, 2015	-	-	-	(129,634)	(129,634)
<b>Total comprehensive income for the period ended March 31, 2016</b>					
Profit after taxation	-	-	-	429,728	429,728
Reclassification of gain realized on disposal of investment classified as 'Available for sale'	-	-	(61,636)	-	(61,636)
Deficit on revaluation of Available-for-sale investment	-	-	(34,494)	-	(34,494)
<b>Balance as at March 31, 2016 (un-audited)</b>	<u>997,181</u>	<u>99,718</u>	<u>48,705</u>	<u>731,860</u>	<u>1,877,464</u>
Balance as at July 1, 2016 (audited)	997,181	99,718	64,522	913,548	2,074,969
Transactions with owners recorded directly in equity					
Final dividend @ Rs. 1.5 per share for the year ended June 30, 2016	-	-	-	(149,577)	(149,577)
<b>Total comprehensive income for the period ended March 31, 2017</b>					
Profit after taxation	-	-	-	549,807	549,807
Reclassification of gain realized on disposal of investment classified as 'Available for sale'	-	-	(64,522)	-	(64,522)
Surplus on revaluation of Available-for-sale investment	-	-	2,217	-	2,217
<b>Balance as at March 31, 2017 (un-audited)</b>	<u>997,181</u>	<u>99,718</u>	<u>2,217</u>	<u>1,313,778</u>	<u>2,412,894</u>

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 (UN-AUDITED)

For the nine months period ended March 31, 2017

## 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 Pakistan 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. The production facility of the Company is located at Ghulamullah Road, Makli, District Thatta, Sindh.

The Company owns 62.43% shareholding of Thatta Power (Private) Limited ("the Subsidiary"). The principal business of the Subsidiary is generation and sale of electrical power.

## 2 BASIS OF PREPARATION

### 2.1 Statement of Compliance

These condensed interim unconsolidated financial statements for the nine months period ended March 31, 2017 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984. In case the requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 shall prevail. The disclosures in these 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, 2016.

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 Pakistan Stock Exchange Regulations.

These condensed interim unconsolidated financial statements comprises of the Condensed Interim Unconsolidated Balance Sheet as at March 31, 2017 and Condensed Interim Unconsolidated Profit and Loss Account, Condensed Interim Unconsolidated Statement of Comprehensive Income, Condensed Interim Unconsolidated Cash Flow Statement and Condensed Interim Unconsolidated Statement of Changes in Equity for the nine months period ended March 31, 2017.

### 2.2 Significant 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 the management in applying the Company's accounting policies and 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, 2016.

### 2.3 Basis of measurement

These condensed interim unconsolidated financial statements have been prepared under the historical cost convention except for recognition of staff retirement benefits at present value based on actuarial valuation, available for sale investment which is stated at fair value on the balance sheet date and foreign currency liabilities which are stated at the exchange rate on the balance sheet date.

These condensed interim unconsolidated financial statements have been prepared following accrual basis of accounting except for cash flow statement.

### 2.4 Functional and presentation currency

These condensed interim unconsolidated financial statements have been prepared & presented in Pakistani Rupee, which is the Company's functional and presentation currency.

### 2.5 General

The figures have been rounded off to the nearest thousand of Rupees except as stated otherwise.

## 3 SIGNIFICANT 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, 2016, except of the following:

### New, Amended and Revised Standards and Interpretations of IFRSs

The Company has adopted the following amendments to IFRSs which became effective for the current period:

IAS 1 Presentation of Financial Statements - Disclosure Initiative (Amendment)

IAS 16 Property, Plant and Equipment and IAS 38 Intangible Assets - Clarification of Acceptable Method of Depreciation and Amortization (Amendment)

The adoption of the above amendments to accounting standards did not have any effect on these condensed interim unconsolidated financial statements.

## 4 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, 2016.

	Note	(Un-audited) March 31, 2017	(Audited) June 30, 2016
-- Rupees in thousands --			
<b>5</b>			
<b>PROPERTY, PLANT AND EQUIPMENTS</b>			
Operating fixed assets	5.1	2,042,847	2,100,608
Capital work-in-progress	5.2	-	1,403
Major stores and spares		44,802	70,989
		<u>2,087,649</u>	<u>2,173,000</u>
<b>5.1</b>			
<b>Operating fixed assets</b>			
Opening Written Down Value (WDV)		2,100,608	848,829
Additions during the period / year - at cost			
- Factory building on freehold land		7,771	-
- Electrical installations		-	2,481
- Plant and machinery		38,618	1,341,263
- Vehicles		2,976	10,418
- Office & other equipments		454	5,360
- Laboratory equipments		2,335	4,955
- Computers		-	584
		52,154	1,365,061
WDV of deletions during the period / year		(458)	(152)
Fixed assets written off		(4,140)	(1,875)
Depreciation charge for the period / year		(105,317)	(111,255)
		(109,915)	(113,282)
		<u>2,042,847</u>	<u>2,100,608</u>
<b>5.2</b>			
<b>Capital work-in-progress</b>			
Opening balance		1,403	1,232,546
Additions		6,368	103,523
Transferred to operating fixed assets and store & spares		(7,771)	(1,334,666)
		<u>-</u>	<u>1,403</u>



## 6 LONG TERM INVESTMENT - AVAILABLE-FOR-SALE

Long term investment - Available-for-sale represents investment in 7.151 million Preference shares of Javedan Corporation Limited (June 30, 2016: 15.797 million shares of Power Cement Limited). The market value per share was Rs. 27.56 per share as at March 31, 2017 (June 30, 2016: Rs. 10.43 per share of Power Cement Limited).

Note	(Un-audited) March 31, 2017	(Audited) June 30, 2016
	-- Rupees in thousands --	

## 7 STORES, SPARE PARTS AND LOOSE TOOLS

Coal and other fuels	157,764	56,539
Stores & Spare parts	256,870	249,568
Loose tools	274	409
7.1	<u>414,908</u>	<u>306,516</u>
Provision for dead stores	(5,810)	(6,713)
Provision for slow moving stores and spares	(28,165)	(25,984)
	<u>(33,975)</u>	<u>(32,697)</u>
	<u>380,933</u>	<u>273,819</u>

7.1 This includes goods in transit of Rs. 115.041 million (June 30, 2016: Rs. 13.6 million) as at the balance sheet date.

Note	(Un-audited) March 31, 2017	(Audited) June 30, 2016
	-- Rupees in thousands --	

## 8 STOCK-IN-TRADE

Raw material	100,727	66,476
Packing material	28,956	23,550
Work-in-process	74,339	116,871
Finished goods	39,608	34,126
	<u>243,630</u>	<u>241,023</u>

8.1 This includes raw material in transit of Rs. Nil (June 30, 2016: Rs. 43.783 million) as at the balance sheet date.

## 9 TRADE DEBTS

### Considered good

Local - unsecured	135,120	163,817
-------------------	---------	---------

### Considered doubtful

Cement stockiest	60,801	60,801
Excessive rebate allowed	6,101	6,101
Controller Military Accounts	5,126	5,126
	<u>72,028</u>	<u>72,028</u>

Provision for doubtful debts	<u>(72,028)</u>	<u>(72,028)</u>
	<u>135,120</u>	<u>163,817</u>

(Un-audited) March 31, 2017	(Audited) June 30, 2016
-----------------------------------	-------------------------------

-- Rupees in thousands --

## 10 LOANS AND ADVANCES

### Loans - considered good

To employees

-	15
---	----

### Advances - considered good

- to vendors

10,537	9,208
--------	-------

- others

303	353
-----	-----

10,840	9,561
--------	-------

10,840	9,576
--------	-------

## 11 OTHER RECEIVABLES AND ACCRUED INTEREST

Interest receivable from banks

832	2,392
-----	-------

Interest receivable from the Subsidiary

4,262	4,072
-------	-------

Refund against Fuel Price Adjustment

6,062	11,340
-------	--------

Deposit with Commissioner Workmen's Compensation

14,915	14,915
--------	--------

Others

7,713	10,955
-------	--------

33,784	43,674
--------	--------

## 12 SHARE CAPITAL

March 31, 2017	June 30, 2016
-------------------	------------------

-- Number of Shares --

(Un-audited) March 31, 2017	(Audited) June 30, 2016
-----------------------------------	-------------------------------

-- Rupees in thousands --

### Authorized share capital

200,000,000    200,000,000    Ordinary shares of Rs. 10/- each

<u>2,000,000</u>	<u>2,000,000</u>
------------------	------------------

Issued, subscribed and paid-up share capital

89,418,125    89,418,125    Ordinary shares of Rs. 10/- each  
- shares allotted for consideration paid in cash

894,181	894,181
---------	---------

10,300,000    10,300,000    Ordinary shares of Rs. 10/- each  
- shares allotted for consideration other than cash

103,000	103,000
---------	---------

<u>99,718,125</u>	<u>99,718,125</u>
-------------------	-------------------

<u>997,181</u>	<u>997,181</u>
----------------	----------------

12.1 Ordinary shares of the Company held by major shareholders as at the balance sheet date are as follows:

Number of Shares		Percentage of holding	
March 31, 2017	June 30, 2016	March 31, 2017	June 30, 2016
-- Shares in thousands --		---- Shares in % ----	

### Name of Major Shareholders

M/s Sky Pak Holding (Private) Limited	21,153	20,444	21.21	20.50
M/s Al-Miftah Holding (Private) Limited	14,895	9,147	14.94	9.17
M/s Rising Star Holding (Private) Limited	6,531	6,309	6.55	6.33
M/s Golden Globe Holding (Private) Limited	8,479	8,479	8.50	8.50

(Un-audited) March 31, 2017	(Audited) June 30, 2016
-----------------------------------	-------------------------------

Note

-- Rupees in thousands --

## 13 DEFERRED TAXATION

### Taxable temporary differences

- accelerated tax depreciation	307,888	298,640
--------------------------------	---------	---------

### Deductible temporary differences

- Provisions for doubtful debts and stores	(41,843)	(41,280)
- Excess of Alternate Corporate tax over Corporate tax	-	(39,554)
- Unadjusted tax credit u/s 65B	-	(32,811)
	<u>(41,843)</u>	<u>(113,645)</u>
	<u>266,045</u>	<u>184,995</u>

## 14 TRADE AND OTHER PAYABLES

Trade creditors		46,748	32,980
Accrued liabilities	14.1	216,399	163,537
Bills payable		98,148	43,621
Advances from customers		52,579	36,415
Contractors retention money		24	188
Excise duty and sales tax payable		90,728	39,055
Payable to Gratuity Fund		9,151	14,465
Workers' Profit Participation Fund		39,542	35,768
Workers' Welfare Fund		13,654	14,788
Dividend payable		642	380
Other liabilities		2,390	1,622
		<u>570,005</u>	<u>382,819</u>

14.1 It includes Rs. 82.012 million (June 30, 2016: Rs. 64.754 million) payable to Thatta Power (Private) Limited, the Subsidiary, in respect of purchase of electricity.

## 15 CONTINGENCIES AND COMMITMENTS

### 15.1 Contingencies

The status of contingencies is same except the matter disclosed in note 27.1.5 in the annual audited unconsolidated financial statements for the year ended June 30, 2016. The status of the said matter is mentioned below:

- 15.1.1 During the period, Appellate Tribunal Inland Revenue (ATIR) has passed an order in favor of the Company. Moreover, no further appeal has been made by the Tax Authorities against the said order.

(Un-audited) (Audited)  
March 31,  
2017 June 30,  
2016

-- Rupees in thousands --

## 15.2 Commitments

Commitments in respect of capital expenditure	39,904	4,852
Guarantees given by banks on behalf of the Company	70,204	85,408
	<u>110,108</u>	<u>90,260</u>

## 16 SALES - NET

	Nine months ended March 31, 2017 2016		Quarter ended March 31, 2017 2016	
	(Un-audited)			
	Rupees in thousands			
Gross sales - Local	3,894,442	2,487,606	1,473,067	1,009,222
- Export	6,027	9,733	933	3,176
	<u>3,900,469</u>	<u>2,497,339</u>	<u>1,474,000</u>	<u>1,012,398</u>
Less - Federal Excise Duty	(431,761)	(115,544)	(155,111)	(46,973)
- Sales Tax	(616,502)	(397,687)	(233,256)	(160,617)
	<u>(1,048,263)</u>	<u>(513,231)</u>	<u>(388,367)</u>	<u>(207,590)</u>
	<u>2,852,206</u>	<u>1,984,108</u>	<u>1,085,633</u>	<u>804,808</u>

## 17 COST OF SALES

Raw material consumed	207,070	96,824	79,663	28,551
<b>Manufacturing expenses</b>				
Packing material consumed	129,496	92,788	51,799	36,600
Stores, spare parts and loose tools consumed	65,364	41,761	26,070	16,218
Fuel and power	1,062,362	749,475	445,692	201,488
Salaries, wages and other benefits	278,784	214,474	107,194	79,854
Insurance	13,519	13,865	4,490	4,625
Repairs and maintenance	20,696	27,196	7,540	7,536
Depreciation	100,901	70,709	36,997	20,628
Vehicle hire, running & maintenance	8,526	8,693	2,802	2,523
Communication	1,515	1,375	589	394
Entertainment	1,515	2,250	320	602
Provision for slow moving stores & spares	1,877	18,153	-	18,153
Other production overheads	6,060	7,374	3,626	1,923
	<u>1,690,615</u>	<u>1,248,113</u>	<u>687,119</u>	<u>390,544</u>
<b>Cost of production</b>	<u>1,897,685</u>	<u>1,344,937</u>	<u>766,782</u>	<u>419,095</u>
<b>Work-in-process</b>				
Opening balance	116,871	143,626	75,375	263,887
Closing balance	(74,339)	(99,577)	(74,339)	(99,577)
	<u>42,532</u>	<u>44,049</u>	<u>1,036</u>	<u>164,310</u>
<b>Cost of goods manufactured</b>	<u>1,940,217</u>	<u>1,388,986</u>	<u>767,818</u>	<u>583,405</u>
<b>Finished goods</b>				
Opening balance	34,126	32,425	30,013	36,694
Closing balance	(39,608)	(33,567)	(39,608)	(33,567)
	<u>(5,482)</u>	<u>(1,142)</u>	<u>(9,595)</u>	<u>3,127</u>
	<u>1,934,735</u>	<u>1,387,844</u>	<u>758,223</u>	<u>586,532</u>

Nine months ended March 31, 2017		Quarter ended March 31, 2016	
--	--	------------------------------------	--

------(Un-audited)-----  
----- Rupees in thousands -----

## 18 OTHER INCOME

### Income from financial assets

Income on bank deposit accounts	3,482	3,311	505	1,156
Mark-up earned on loan/advance to the Subsidiary	12,588	5,071	4,262	3,335
Gain on disposal of Available for sale investment	98,717	68,186	-	-
	<u>114,787</u>	<u>76,568</u>	<u>4,767</u>	<u>4,491</u>

### Others

Management fee	11,979	10,890	3,993	3,630
Scrap sales	3,372	11,544	1,774	1,988
Gain/(loss) on disposal of property, plant & equipments	-	267	-	(38)
Gain on sale of store items	1,377	-	-	-
Rental income	1,477	5,417	490	1,739
Others	841	2,923	9	417
	<u>19,046</u>	<u>31,041</u>	<u>6,266</u>	<u>7,736</u>
	<u>133,833</u>	<u>107,609</u>	<u>11,033</u>	<u>12,227</u>

## 19 TAXATION

Current tax	187,409	-	66,354	-
Prior year charge	137	27	-	-
Deferred tax charge	10,984	11,014	3,033	5,929
	<u>198,530</u>	<u>11,041</u>	<u>69,387</u>	<u>5,929</u>

### 19.1 Taxation, Workers' Profit Participation Fund and Workers' Welfare Fund

Charge for taxation, allocation to Workers' Profit Participation Fund and Workers' Welfare Fund are provisional. Final liability will be determined on the basis of annual results.

Nine months ended March 31, 2017		Quarter ended March 31, 2016	
--	--	------------------------------------	--

------(Un-audited)-----

## 20 EARNINGS PER SHARE - BASIC AND DILUTED

Profit after taxation (Rupees in thousands)	<u>549,807</u>	<u>429,728</u>	<u>160,030</u>	<u>129,905</u>
Weighted average number of ordinary shares	<u>99,718,125</u>	<u>99,718,125</u>	<u>99,718,125</u>	<u>99,718,125</u>
Earnings per share (Rupees)	<u>5.51</u>	<u>4.31</u>	<u>1.60</u>	<u>1.30</u>

## 21 RELATED PARTY TRANSACTIONS & BALANCES

Related parties comprises of major shareholders, associated undertakings, directors of the Company, companies in which directors are common or directors hold office, 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 except for Service Level Agreement for Business Support Services with the Subsidiary Company for which the basis are approved by the Board of Directors. 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 Fund) is in accordance with the actuarial advice. Details of transactions during the nine months period ended / outstanding balances as at March 31, 2017 with related parties are as follows:

## 21.1 Transactions with related parties

### 21.1.1 Subsidiary Company

#### Thatta Power (Private) Limited

- Common shared expenses	2,531	2,384
- Receipt on account of common shared expenses	3,159	-
- Sale / (purchase) of store items (inclusive of GST) - net	15	152
- Payment on account of purchase of store items - net	21	144
- Purchase of electric power (inclusive of GST)	575,230	441,065
- Payment on account of electric power (inclusive of GST)	557,972	391,791
- Management fee (inclusive of SST)	13,536	12,415
- Management fee received (inclusive of SST)	16,170	-
- Loan / advance to the Subsidiary	32,000	177,006
- Receipt on account of loan / advance to the Subsidiary	41,006	-
- Interest accrued on Loan / advance to the Subsidiary	12,588	5,071
- Receipts on account of Interest on Loan / advance to the Subsidiary	12,398	1,736

### 21.1.2 Associated Companies

#### Bandhi Sugar Mills (Private) Limited

- Sale of cement	-	1,728
- Receipt against sale of cement	-	1,728

#### Sui Southern Gas Company Limited

- Purchase of gas excluding GST	5,213	12,818
- Payment against purchase of gas excluding GST	4,879	11,712

### 21.1.3 Key management personnel

- Salaries and benefits	107,468	88,989
- Sale of vehicle	458	400

### 21.1.4 Other related parties

- Contribution to employees' Gratuity Fund	14,465	11,262
- Contribution to employees' Provident Fund	6,750	6,244
- Education expenses - Model Terbiat School	4,276	4,182

## 21.2 Balances with related parties

### 21.2.1 Subsidiary Company

#### Thatta Power (Private) Limited

- Payable against purchase of electricity (inclusive of GST)	82,012	64,754
- Receivable against management fee (inclusive of SST)	1,504	4,138
- Receivable against common shared expenses	287	915
- Payable against purchase of store items - net	26	62
- Loan / advance to the Subsidiary	175,000	184,006
- Accrued mark-up on loan / advance to the Subsidiary	4,262	4,072

### 21.2.2 Associated Companies

#### Sui Southern Gas Company Limited

- Payable against purchase of gas excluding GST	878	544
---	-----	-----

#### Habib Bank Limited

- Current account balance	19	37
---------------------------	----	----

### 21.2.3 Other related party

- Payable to Gratuity Fund	9,151	14,465
----------------------------	-------	--------

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

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

## 22 OPERATING SEGMENTS

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

22.2 Revenue from sale of cement represents 100% (March 31, 2016: 100%) of the total revenue of the Company.

22.3 100% (March 31, 2016: 100%) sales of the Company relates to customers in Pakistan.

22.4 All non-current assets of the Company as at March 31, 2017 are located in Pakistan.

### Fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets and liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable either, directly or indirectly.

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

#### Assets measured at fair value

		Carrying Amount	Level 1	Level 2	Level 3	Total
----- Rupees in thousands -----						
Available-for-sale						
Listed Shares	March 31, 2017	197,082	197,082	-	-	197,082
Listed Shares	June 30, 2016	164,768	164,768	-	-	164,768

## 24 CORRESPONDING FIGURES

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

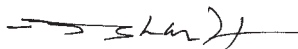
Corresponding figures have been reclassified for the purposes of better comparison and presentation as follows:



Nature of reclassification	Note	Reclassification from	Reclassification to	Rupees in thousands
Cost of sales	17	Other production overheads	- Vehicle hire, running & maintenance - Communication - Entertainment - Other production overheads	8,693 1,375 2,250 7,374

## 25 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim unconsolidated financial statements have been authorized for issue on April 24, 2017 by the Board of Directors of the Company.



CHIEF EXECUTIVE



DIRECTOR



CONDENSED INTERIM CONSOLIDATED  
FINANCIAL STATEMENTS  
FOR THE NINE MONTHS PERIOD ENDED  
MARCH 31, 2017

# CONDENSED INTERIM CONSOLIDATED BALANCE SHEET

As at March 31, 2017

	Note	(Un-audited) March 31, 2017	(Audited) June 30, 2016
----- Rupees in thousands -----			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipments	5	3,297,830	3,405,340
Intangible assets		6,596	6,485
Long term investment - Available-for-sale	6	197,082	164,768
Long term deposits		1,096	1,096
<b>Total non - current assets</b>		<b>3,502,604</b>	<b>3,577,689</b>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools	7	415,735	298,233
Stock-in-trade	8	240,510	238,407
Trade debts	9	434,544	464,681
Short term investment - Held to maturity		306,000	306,000
Loans and advances	10	20,438	22,764
Trade deposits and short term prepayments		11,562	18,589
Other receivables and accrued interest	11	38,395	43,231
Taxation - net		196,059	153,652
Cash and bank balances		271,606	247,659
<b>Total current assets</b>		<b>1,934,849</b>	<b>1,793,216</b>
<b>Total assets</b>		<b>5,437,453</b>	<b>5,370,905</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Share Capital	12	997,181	997,181
Share premium		99,718	99,718
Revaluation of Available-for-sale investment		2,217	64,522
Accumulated profit		1,847,153	1,392,716
Attributable to the owners of the Holding Company		2,946,269	2,554,137
Non-controlling interests		502,329	469,707
<b>Total equity</b>		<b>3,448,598</b>	<b>3,023,844</b>
<b>NON-CURRENT LIABILITIES</b>			
Long term financing		731,547	1,356,641
Long term deposits		2,834	3,834
Long term employee benefit		18,519	15,640
Deferred taxation	13	266,045	184,995
<b>Total non-current liabilities</b>		<b>1,018,945</b>	<b>1,561,110</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	14	625,973	424,449
Accrued mark-up		7,415	8,876
Current maturity of long term financing		333,458	333,458
Short term borrowings		3,064	19,168
<b>Total current liabilities</b>		<b>969,910</b>	<b>785,951</b>
<b>Total equity and liabilities</b>		<b>5,437,453</b>	<b>5,370,905</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	15		

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

  
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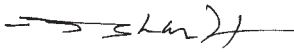
  
DIRECTOR

# CONDENSED INTERIM CONSOLIDATED PROFIT & LOSS ACCOUNT (UN-AUDITED)


For the nine months period ended March 31, 2017

	Note	Nine months ended March 31,		Quarter ended March 31,	
		2017	2016	2017	2016
----- Rupees in thousands -----					
Sales - net	16	2,949,123	1,993,271	1,177,634	806,240
Cost of sales	17	(1,900,381)	(1,309,836)	(766,057)	(559,967)
<b>Gross profit</b>		<u>1,048,742</u>	<u>683,435</u>	<u>411,577</u>	<u>246,273</u>
Selling and distribution cost		(75,093)	(45,662)	(29,603)	(17,221)
Administrative expenses		(113,085)	(93,016)	(43,255)	(36,160)
		(188,178)	(138,678)	(72,858)	(53,381)
<b>Operating profit</b>		<u>860,564</u>	<u>544,757</u>	<u>338,719</u>	<u>192,892</u>
Other operating expenses		(44,543)	(40,624)	(16,779)	(10,450)
Finance cost		(104,141)	(142,383)	(28,766)	(46,845)
		(148,684)	(183,007)	(45,545)	(57,295)
Other income	18	<u>123,990</u>	<u>109,461</u>	<u>7,437</u>	<u>7,910</u>
<b>Profit before taxation</b>		<u>835,870</u>	<u>471,211</u>	<u>300,611</u>	<u>143,507</u>
Taxation	19	(199,234)	(11,350)	(69,768)	(5,311)
<b>Profit after taxation</b>		<u><u>636,636</u></u>	<u><u>459,861</u></u>	<u><u>230,843</u></u>	<u><u>138,196</u></u>
<b>Profit after taxation for the period attributable to:</b>					
- Equity holders of the Holding Company		604,014	448,540	204,238	135,081
- Non-controlling interests		32,622	11,321	26,605	3,115
		<u><u>636,636</u></u>	<u><u>459,861</u></u>	<u><u>230,843</u></u>	<u><u>138,196</u></u>
----- Rupees -----					
<b>Earnings per share - basic and diluted</b>	20	<u><u>6.06</u></u>	<u><u>4.50</u></u>	<u><u>2.05</u></u>	<u><u>1.35</u></u>

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



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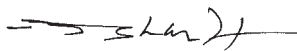
DIRECTOR

# CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For the nine months period ended March 31, 2017

	Nine months ended March 31,		Quarter ended March 31,	
	2017	2016	2017	2016
	----- Rupees in thousands -----			
Profit after taxation	636,636	459,861	230,843	138,196
Other comprehensive income / (loss)				
<i>Items to be reclassified to consolidated profit and loss account in subsequent periods</i>				
Surplus / (deficit) on revaluation of Available-for-sale investment	2,217	(34,494)	2,217	3,035
<b>Total comprehensive income for the period</b>	<b>638,853</b>	<b>425,367</b>	<b>233,060</b>	<b>141,231</b>
<b>Total comprehensive income for the period attributable to:</b>				
- Equity holders of the Holding Company	606,231	414,046	206,455	138,116
- Non-controlling interests	32,622	11,321	26,605	3,115
	<b>638,853</b>	<b>425,367</b>	<b>233,060</b>	<b>141,231</b>

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



CHIEF EXECUTIVE



DIRECTOR

# CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)

For the nine months period ended March 31, 2017

Nine months ended  
March 31  
2017      2016  
-- Rupees in thousands --

## CASH FLOWS FROM OPERATING ACTIVITIES

Profit before taxation	835,870	471,211
<b>Adjustment for:</b>		
Depreciation	131,077	96,631
Amortization of intangible assets	2,408	564
Provision for slow moving stores & spares	1,877	18,153
Finance cost	104,141	142,383
Provision for gratuity	9,151	8,457
Provision for leave encashment	3,747	1,854
Fixed assets written off	4,140	1,875
Gain on disposal of Available-for-sale investment	(98,717)	(68,186)
Gain on disposal of property, plant and equipments	-	(267)
	157,824	201,464
	<hr/>	<hr/>
Operating cash flows before working capital changes	993,694	672,675
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stores, spare parts and loose tools	(118,780)	(113,649)
Stock-in-trade	(2,103)	45,431
Trade debts	30,137	(69,187)
Loans and advances	2,326	(7,283)
Trade deposits and short term prepayments	7,027	11,347
Other receivables and accrued interest	4,836	(13,714)
	(76,557)	(147,055)
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables excluding gratuity and dividend payable	206,576	(3,045)
	<hr/>	<hr/>
Cash generated from operations	1,123,713	522,575
Finance cost paid	(105,602)	(179,466)
Gratuity paid	(14,465)	(11,262)
Leave encashment paid	(868)	(2,092)
Income tax paid - net	(160,591)	(101,996)
	(281,526)	(294,816)
	<hr/>	<hr/>
Net cash generated from operating activities	842,187	227,759

# CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)

For the nine months period ended March 31, 2017

Nine months ended March 31	
2017	2016
-- Rupees in thousands --	

## CASH FLOWS FROM INVESTING ACTIVITIES

Fixed capital expenditure	(28,764)	(146,693)
Addition in intangible assets	(2,519)	(819)
Acquisition of shares	(377,420)	-
Proceeds from disposal of long term investment - Available-for-sale	381,518	125,426
Proceeds from disposal of property, plant and equipments	458	419
Proceeds from disposal of short term investment	306,000	306,000
Short term investment	(306,000)	(306,000)
<b>Net cash used in investing activities</b>	<b>(26,727)</b>	<b>(21,667)</b>

## CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of long term financing	(625,094)	(216,837)
Long term financing obtained	-	156,100
Dividend paid	(149,315)	(129,474)
Long term deposits - liabilities	(1,000)	-
<b>Net cash used in financing activities</b>	<b>(775,409)</b>	<b>(190,211)</b>

Net increase in cash and cash equivalents	40,051	15,881
Cash and cash equivalents at beginning of the period	228,491	37,404
<b>Cash and cash equivalents at end of the period</b>	<b>268,542</b>	<b>53,285</b>

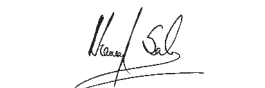
## CASH AND CASH EQUIVALENTS

Cash and bank balances	271,606	101,154
Short term borrowings	(3,064)	(47,869)
	<b>268,542</b>	<b>53,285</b>

The annexed notes from 1 to 25 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 nine months period ended March 31, 2017

	Equity Attributable to Holding Company				Non-controlling interests	Total equity	
	Issued, subscribed and paid-up share capital	Share premium	Revaluation of available-for-sale investment	Accumulated profit			Total
----- Rupees in thousands -----							
Balance as at July 1, 2015 (audited)	997,181	99,718	144,835	881,658	2,123,392	452,089	2,575,481
Transactions with owners recorded directly in equity							
Final dividend @ Rs. 1.3 per share for the year ended June 30, 2015	-	-	-	(129,634)	(129,634)	-	(129,634)
<b>Total comprehensive income for the period ended March 31, 2016</b>							
Profit after taxation	-	-	-	448,540	448,540	11,321	459,861
Reclassification of gain realized on disposal of investment classified as 'Available for sale'	-	-	(61,636)	-	(61,636)	-	(61,636)
Deficit on revaluation of Available-for-sale investment	-	-	(34,494)	-	(34,494)	-	(34,494)
<b>Balance as at March 31, 2016 (un-audited)</b>	<u>997,181</u>	<u>99,718</u>	<u>48,705</u>	<u>1,200,564</u>	<u>2,346,168</u>	<u>463,410</u>	<u>2,809,578</u>
Balance as at July 1, 2016 (audited)	997,181	99,718	64,522	1,392,716	2,554,137	469,707	3,023,844
Transactions with owners recorded directly in equity							
Final dividend @ Rs. 1.5 per share for the year ended June 30, 2016	-	-	-	(149,577)	(149,577)	-	(149,577)
<b>Total comprehensive income for the period ended March 31, 2017</b>							
Profit after taxation	-	-	-	604,014	604,014	32,622	636,636
Reclassification of gain realized on disposal of investment classified as 'Available for sale'	-	-	(64,522)	-	(64,522)	-	(64,522)
Surplus on revaluation of Available-for-sale investment	-	-	2,217	-	2,217	-	2,217
<b>Balance as at March 31, 2017 (un-audited)</b>	<u>997,181</u>	<u>99,718</u>	<u>2,217</u>	<u>1,847,153</u>	<u>2,946,269</u>	<u>502,329</u>	<u>3,448,598</u>

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



CHIEF EXECUTIVE



DIRECTOR



# NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

For the nine months period ended March 31, 2017

## 1 THE GROUP AND ITS OPERATIONS

- 1.1 The Group consists of Thatta Cement Company Limited (TCCL), the Holding Company and Thatta Power (Private) Limited (TPPL), 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 Holding Company are quoted at the Pakistan Stock Exchange. The Holding Company's main business activity is manufacturing and marketing of cement. The registered office of the Holding Company is situated at Office No. 606, 607, 608 & 608A, Continental Trade Centre, Block 8, Clifton, Karachi. The production facility of the Holding Company is located at Ghulamullah Road, Makli, District Thatta, Sindh.
- 1.3 Thatta Power (Private) Limited ("the Subsidiary Company") is a 62.43% owned subsidiary of the Holding Company as at March 31, 2017 (June 30, 2016: 62.43%). The principal business of the Subsidiary Company is generation and sale of electrical power. As at March 31, 2017 TPPL has authorized and issued capital of Rs. 500 million and Rs. 479.16 million divided into 50,000,000 (June 30, 2016: 50,000,000) ordinary shares and 47,915,830 (June 30, 2016: 47,915,830) ordinary shares respectively.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

These condensed interim consolidated financial statements for the nine months period ended March 31, 2017 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984. In case the requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 shall prevail. The disclosures in these 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, 2016.

These condensed interim consolidated financial statements are unaudited and are being submitted to the shareholders as required under section 237 and 245 of the Companies Ordinance, 1984 and the Pakistan Stock Exchange Regulations.

These condensed interim consolidated financial statements comprises of the Condensed Interim Consolidated Balance Sheet as at March 31, 2017 and Condensed Interim Consolidated Profit and Loss Account, Condensed Interim Consolidated Statement of Comprehensive Income, Condensed Interim Consolidated Cash Flow Statement and Condensed Interim Consolidated Statement of Changes in Equity for the nine months period ended March 31, 2017.

## 2.2 Basis of consolidation

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

The condensed interim financial statements of the Subsidiary Company 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 Company, any non-controlling interests and other components of equity related to the Subsidiary Company. Any surplus or deficit arising on the loss of control is recognised in profit and loss account.

The financial statements of the Subsidiary Company are prepared for the same reporting period as of the Holding Company, using accounting policies that are generally consistent with those of the Holding Company.

The assets and liabilities of the Subsidiary Company 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.

## 2.3 Significant 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 the management in applying the Group's accounting policies and 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, 2016.

## 2.4 Basis of measurement

These condensed interim consolidated financial statements have been prepared under the historical cost convention except for recognition of staff retirement benefits at present value based on actuarial valuation, Available for sale investment which is stated at fair value on balance sheet date and foreign currency liabilities which are stated at the exchange rate on the balance sheet date.

These condensed interim consolidated financial statements have been prepared following accrual basis of accounting except for cash flow statement.

## 2.5 Functional and presentation currency

These condensed interim consolidated financial statements have been prepared & presented in Pakistani Rupee which is the Group's functional and presentation currency.

## 2.6 General

The figures have been rounded off to the nearest thousand of Rupee except as stated otherwise.

## 3 SIGNIFICANT 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, 2016 except for the following:

### New, Amended and Revised Standards and Interpretations of IFRSs

The Group has adopted the following amendments to IFRSs which became effective for the current period:

IAS 1 Presentation of Financial Statements - Disclosure Initiative (Amendment)

IAS 16 Property, Plant and Equipment and IAS 38 Intangible Assets - Clarification of Acceptable Method of Depreciation and Amortization (Amendment)

IFRS 10 Consolidated Financial Statements

The adoption of the above amendments to accounting standards did not have any effect on the condensed interim consolidated financial statements.

## 4 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, 2016.

	Note	(Un-audited) March 31, 2017	(Audited) June 30, 2016	
-- Rupees in thousands --				
5	PROPERTY, PLANT AND EQUIPMENTS			
	Operating fixed assets	5.1	3,232,904	3,313,220
	Capital work-in-progress	5.2	17,180	18,187
	Major stores and spares		47,746	73,933
			<u>3,297,830</u>	<u>3,405,340</u>

(Un-audited) March 31, 2017	(Audited) June 30, 2016
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-- Rupees in thousands --

## 5.1 Operating fixed assets

Opening Written Down Value (WDV)	3,313,220	2,091,313
<b>Additions during the period / year - at cost</b>		
- Factory building on freehold land	7,771	-
- Electrical installations	-	2,481
- Plant and machinery	41,823	1,341,263
- Vehicles	2,976	10,418
- Office and other equipments	454	5,360
- Laboratory equipments	2,335	4,955
- Computers	-	584
	<b>55,359</b>	<b>1,365,061</b>
WDV of deletions during the period / year	(458)	(156)
Fixed assets written off	(4,140)	(1,875)
Depreciation charge for the period / year	<b>(131,077)</b>	<b>(141,123)</b>
	<b>(135,675)</b>	<b>(143,154)</b>
	<b><u>3,232,904</u></b>	<b><u>3,313,220</u></b>

## 5.2 Capital work-in-progress

Opening balance	18,187	1,234,471
Additions	6,764	118,382
Transferred to operating fixed assets and stores & spares	(7,771)	(1,334,666)
	<b><u>17,180</u></b>	<b><u>18,187</u></b>

## 6 LONG TERM INVESTMENT - AVAILABLE-FOR-SALE

Long term investment - Available-for-sale represents investment in 7.151 million Preference shares of Javedan Corporation Limited (June 30, 2016: 15.797 million shares of Power Cement Limited). The market value per share was Rs. 27.56 per share as at March 31, 2017 (June 30, 2016: Rs. 10.43 per share of Power Cement Limited).

(Un-audited) March 31, 2017	(Audited) June 30, 2016
-----------------------------------	-------------------------------

-- Rupees in thousands --

## 7 STORES, SPARE PARTS AND LOOSE TOOLS

Coal and other fuels	157,764	56,539
Stores & spare parts	291,664	273,976
Loose tools	282	415
	<b>449,710</b>	<b>330,930</b>
	<b>7.1</b>	
Provision for dead stores	(5,810)	(6,713)
Provision for slow moving stores and spares	(28,165)	(25,984)
	<b>(33,975)</b>	<b>(32,697)</b>
	<b><u>415,735</u></b>	<b><u>298,233</u></b>

7.1 This includes goods in transit of Rs. 115.041 million (June 30, 2016: Rs. 13.6 million) as at the balance sheet date.

	Note	(Un-audited) March 31, 2017	(Audited) June 30, 2016
<b>8 STOCK-IN-TRADE</b>			
Raw material	8.1	100,727	66,476
Packing material		28,956	23,550
Work-in-process		72,038	114,614
Finished goods		38,789	33,767
		<u>240,510</u>	<u>238,407</u>

8.1 This includes raw material in transit of Rs. Nil (June 30, 2016: Rs. 43.783 million) as at the balance sheet date.

	Note	(Un-audited) March 31, 2017	(Audited) June 30, 2016
<b>9 TRADE DEBTS</b>			
<b>Considered good</b>			
Local - unsecured	9.1	434,544	464,681
<b>Considered doubtful</b>			
Cement stockiest		60,801	60,801
Excessive rebate allowed		6,101	6,101
Controller Military Accounts		5,126	5,126
		72,028	72,028
Provision for doubtful debts		(72,028)	(72,028)
		<u>434,544</u>	<u>464,681</u>

9.1 As disclosed in note 11.1 & 26.1.8 to the annual audited consolidated financial statements for the year ended June 30, 2016, the Honorable High Court of Sindh has disposed the petition filed by the Subsidiary Company with the direction to HESCO to pay Thatta Power (Pvt) Ltd (TPPL) against purchase of electricity as per the rates stipulated in PPA until 01-02-2012 and thereafter on the rates determined by NEPRA. In view of the adverse order and according to the advice of the legal counsel the Subsidiary Company has filed an appeal before the Supreme Court of Pakistan against the order passed by the High Court of Sindh. Consequently, HESCO and NEPRA have also filed appeals before the Supreme Court of Pakistan against the same order. The last hearing of the appeal was held on November 02, 2016 and the judgment was reserved by the Supreme Court of Pakistan. Moreover, during the period the Subsidiary Company has received an amount of Rs. 114.833 million from HESCO against the outstanding amount and has also resumed supply of electricity to HESCO.

(Un-audited) March 31, 2017	(Audited) June 30, 2016
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-- Rupees in thousands --

## 10 LOANS AND ADVANCES

### Loans - considered good

To employees

-	15
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### Advances - considered good

- to vendors

20,135	22,396
--------	--------

- others

303	353
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20,438	22,749
--------	--------

<u>20,438</u>	<u>22,764</u>
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## 11 OTHER RECEIVABLES AND ACCRUED INTEREST

Interest receivable from banks

5,604	2,776
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Refund against Fuel Price Adjustment

6,062	11,340
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Deposit with Commissioner Workmen's Compensation

14,915	14,915
--------	--------

Others

11,814	14,200
--------	--------

<u>38,395</u>	<u>43,231</u>
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## 12 SHARE CAPITAL

March 31, 2017	June 30, 2016
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-- Number of Shares --

### Authorized share capital

<u>200,000,000</u>	<u>200,000,000</u>	Ordinary shares of Rs. 10/- each	<u>2,000,000</u>	<u>2,000,000</u>
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### Issued, subscribed and paid-up share capital

89,418,125	89,418,125	Ordinary shares of Rs. 10/- each - shares allotted for consideration paid in cash	894,181	894,181
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10,300,000	10,300,000	Ordinary shares of Rs. 10/- each - shares allotted for consideration other than cash	103,000	103,000
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<u>99,718,125</u>	<u>99,718,125</u>		<u>997,181</u>	<u>997,181</u>
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12.1 Ordinary shares of the Company held by major shareholders as at balance sheet date are as follows:

Number of Shares		Percentage of holding	
March 31, 2017	June 30, 2016	March 31, 2017	June 30, 2016
-- Shares in thousands --		---- Shares in % ----	

#### Name of Major Shareholders

M/s Sky Pak Holding (Private) Limited	21,153	20,444	21.21	20.50
M/s Al-Miftah Holding (Private) Limited	14,895	9,147	14.94	9.17
M/s Rising Star Holding (Private) Limited	6,531	6,309	6.55	6.33
M/s Golden Globe Holding (Private) Limited	8,479	8,479	8.50	8.50

(Un-audited) March 31, 2017	(Audited) June 30, 2016
-- Rupees in thousands --	

#### 13 DEFERRED TAXATION

##### Taxable temporary differences

- accelerated tax depreciation	307,888	298,640
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##### Deductible temporary differences

- Provisions for doubtful debts and stores	(41,843)	(41,280)
- Excess of Alternate Corporate tax over Corporate tax	-	(39,554)
- Unadjusted tax credit u/s 65B	-	(32,811)
	(41,843)	(113,645)

<u>266,045</u>	<u>184,995</u>
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#### 14 TRADE AND OTHER PAYABLES

Trade creditors	46,786	33,039
Accrued liabilities	207,843	145,425
Bills payable	98,148	43,621
Advances from customers	52,579	36,415
Contractors retention money	24	188
Excise duty and sales tax payable	96,385	40,770
Payable to Gratuity Fund	9,151	14,465
Workers' Profit Participation Fund	79,198	75,424
Workers' Welfare Fund	28,723	29,857
Dividend payable	642	380
Other liabilities	6,494	4,865
	<u>625,973</u>	<u>424,449</u>

## 15 CONTINGENCIES AND COMMITMENTS

### 15.1 Contingencies

The status of contingencies is same as disclosed in the annual audited consolidated financial statements for the year ended June 30, 2016 except for matters disclosed in note 26.1.5, 26.1.8 and 26.1.9 of the annual audited consolidated financial statements. The status of notes 26.1.5 & 26.1.9 are explained in note 15.1.1 & 15.1.2 respectively and status of notes 26.1.8 is explained in note 9.1 of these condensed interim consolidated financial statements.

**15.1.1** During the period, Appellate Tribunal Inland Revenue (ATIR) has passed an order in favor of the Holding Company. Moreover, no further appeal has been made by the Tax Authorities against the said order.

**15.1.2** During the period, the Appellate Tribunal Inland Revenue (ATIR) issued an order and set-aside the appeal of the Subsidiary Company for exemption under clause (132) of Second Schedule of the Income Tax Ordinance, 2001, while accepting the Subsidiary Company's argument in principle. Moreover, as per tax consultant's suggestion the Subsidiary Company has filed a Miscellaneous application (MA) before the ATIR requesting it to decide the matter in favour of the Subsidiary Company instead of set-aside the appeal.

(Un-audited) March 31, 2017	(Audited) June 30, 2016
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-- Rupees in thousands --

### 15.2 Commitments

Commitments in respect of capital expenditure	39,904	4,852
Guarantees given by banks on behalf of the Group	376,204	391,408
	<u>416,108</u>	<u>396,260</u>

Nine months ended March 31, 2017	Quarter ended March 31, 2016
--	------------------------------------

(Un-audited)

Rupees in thousands

## 16 SALES - NET

Gross sales	- Local	4,007,835	2,498,327	1,580,708	1,010,898
	- Export	6,027	9,733	933	3,176
		<u>4,013,862</u>	<u>2,508,060</u>	<u>1,581,641</u>	<u>1,014,074</u>
Less:	- Federal Excise Duty	(431,761)	(115,544)	(155,111)	(46,973)
	- Sales Tax	(632,978)	(399,245)	(248,896)	(160,861)
		<u>(1,064,739)</u>	<u>(514,789)</u>	<u>(404,007)</u>	<u>(207,834)</u>
		<u>2,949,123</u>	<u>1,993,271</u>	<u>1,177,634</u>	<u>806,240</u>



Nine months ended		Quarter ended	
March 31,	March 31,	March 31,	March 31,
2017	2016	2017	2016

(Un-audited)

Rupees in thousands

17	COST OF SALES			
Raw material consumed	207,070	96,824	79,663	28,551
<b>Manufacturing expenses</b>				
Packing material consumed	129,496	92,788	51,799	36,600
Stores, spare parts and loose tools consumed	98,088	59,244	32,045	21,413
Fuel and power	943,583	616,214	428,019	157,308
Salaries, wages and other benefits	278,784	214,474	107,194	79,854
Insurance	19,260	21,661	6,291	6,590
Repairs, operations and maintenance	40,323	42,839	13,442	13,525
Depreciation	126,661	92,441	46,731	27,560
Vehicle hire, running & maintenance	8,526	8,693	2,802	2,523
Communication	1,575	1,375	604	394
Entertainment	1,515	2,250	320	602
Provision for slow moving stores & spares	1,877	18,153	-	18,153
Other production overheads	6,069	7,468	3,626	1,949
	<u>1,655,757</u>	<u>1,177,600</u>	<u>692,873</u>	<u>366,471</u>
<b>Cost of production</b>	<u>1,862,827</u>	<u>1,274,424</u>	<u>772,536</u>	<u>395,022</u>
<b>Work-in-process</b>				
Opening balance	114,614	135,351	74,550	259,878
Closing balance	(72,038)	(98,024)	(72,038)	(98,024)
	<u>42,576</u>	<u>37,327</u>	<u>2,512</u>	<u>161,854</u>
<b>Cost of goods manufactured</b>	<u>1,905,403</u>	<u>1,311,751</u>	<u>775,048</u>	<u>556,876</u>
<b>Finished goods</b>				
Opening balance	33,767	31,382	29,798	36,388
Closing balance	(38,789)	(33,297)	(38,789)	(33,297)
	<u>(5,022)</u>	<u>(1,915)</u>	<u>(8,991)</u>	<u>3,091</u>
	<u>1,900,381</u>	<u>1,309,836</u>	<u>766,057</u>	<u>559,967</u>
18	OTHER INCOME			
<b>Income from financial assets</b>				
Income on bank deposit accounts	18,242	20,939	5,301	3,825
Gain on disposal of available for sale investment	98,717	68,186	-	-
	<u>116,959</u>	<u>89,125</u>	<u>5,301</u>	<u>3,825</u>
<b>Others</b>				
Scrap sales	3,826	12,219	1,800	2,130
Gain on disposal of property, plant & equipments	-	267	-	(38)
Gain on sale of store items	1,377	-	-	-
Rental income	987	4,927	327	1,576
Others	841	2,923	9	417
	<u>7,031</u>	<u>20,336</u>	<u>2,136</u>	<u>4,085</u>
	<u>123,990</u>	<u>109,461</u>	<u>7,437</u>	<u>7,910</u>
19	TAXATION			
Current tax	188,113	841	66,735	(618)
Prior year charge / (reversal)	137	(505)	-	-
Deferred tax charge	10,984	11,014	3,033	5,929
	<u>199,234</u>	<u>11,350</u>	<u>69,768</u>	<u>5,311</u>

## 19.1 Taxation, Workers' Profit Participation Fund and Workers' Welfare Fund

Charge for taxation, allocation to Workers' Profit Participation Fund and Workers' Welfare Fund are provisional. Final liability will be determined on the basis of annual results.

## 20 EARNINGS PER SHARE - BASIC AND DILUTED

Profit after taxation attributable to ordinary shareholders (Rupees in thousands)

	<u>604,014</u>	<u>448,540</u>	<u>204,238</u>	<u>135,081</u>
Weighted average number of ordinary shares	<u>99,718,125</u>	<u>99,718,125</u>	<u>99,718,125</u>	<u>99,718,125</u>
Earnings per share (Rupees)	<u>6.06</u>	<u>4.50</u>	<u>2.05</u>	<u>1.35</u>

## 21 RELATED PARTY TRANSACTIONS & BALANCES

Related parties comprises of major shareholders, 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 defined benefit plan (Gratuity Fund) is in accordance with the actuarial advice. Details of transactions during the nine months ended / outstanding balances as at March 31, 2017 with related parties are as follows:

	Nine months ended March 31, 2017                      2016	
	-- (Un-audited) --	
	-- Rupees in thousands --	
<b>21.1 Transactions with related parties</b>		
<b>21.1.1 Associated Companies</b>		
- Bandhi Sugar Mills (Private) Limited		
Sale of cement	-	1,728
Receipt against sale of cement	-	1,728
- Sui Southern Gas Company Limited		
Purchase of gas excluding GST	378,809	256,238
Payment against purchase of gas excluding GST	346,145	239,721
<b>21.1.2 Key management personnel</b>		
Salaries and benefits	107,468	88,989
Sale of vehicle	458	400
<b>21.1.3 Other related parties</b>		
Contribution to employees' Gratuity Fund	14,465	11,262
Contribution to employees' Provident Fund	6,750	6,244
Education expenses - Model Terbiat School	4,276	4,182

## 21.2 Balances with related parties

### 21.2.1 Associated Companies

#### - Sui Southern Gas Company Limited

Payable against purchase of gas excluding GST	68,086	35,422
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#### - Habib Bank Limited

Current account balance	19	37
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### 21.2.2 Other related parties

Payable to Gratuity Fund	9,151	14,465
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21.3 There are no transactions with key management personnel other than under their terms of employment.

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

## 22 OPERATING SEGMENTS

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

<b>Cement</b>	Engaged in manufacturing and marketing of cement.
<b>Power</b>	Engaged in generation and sale of electrical power.

## 22.1 Revenues

	Cement		Power		Intra group adjustment		Consolidated	
	March 2017	March 2016	March 2017	March 2016	March 2017	March 2016	March 2017	March 2016
----- Un-audited ----- ----- Rupees in thousands -----								
Sales - net	2,852,206	1,984,108	588,567	386,142	(491,650)	(376,979)	2,949,123	1,993,271
Cost of sales	(1,934,735)	(1,387,844)	(457,281)	(306,956)	491,635	384,964	(1,900,381)	(1,309,836)
Gross profit	917,471	596,264	131,286	79,186	(15)	7,985	1,048,742	683,435
Selling and distribution cost	(75,093)	(45,662)	-	-	-	-	(75,093)	(45,662)
Administrative expenses	(110,881)	(86,963)	(14,183)	(16,943)	11,979	10,890	(113,085)	(93,016)
	(185,974)	(132,625)	(14,183)	(16,943)	11,979	10,890	(188,178)	(138,678)
Operating profit	731,497	463,639	117,103	62,243	11,964	18,875	860,564	544,757
Other operating expenses	(44,543)	(35,170)	-	(5,454)	-	-	(44,543)	(40,624)
Finance cost	(72,450)	(95,309)	(44,279)	(52,145)	12,588	5,071	(104,141)	(142,383)
	(116,993)	(130,479)	(44,279)	(57,599)	12,588	5,071	(148,684)	(183,007)
Other income	133,833	107,609	15,214	18,303	(25,057)	(16,451)	123,990	109,461
Segment results	748,337	440,769	88,038	22,947	(505)	7,495	835,870	471,211
Unallocated expenditures	-	-	-	-	-	-	-	-
Profit before tax	748,337	440,769	88,038	22,947	(505)	7,495	835,870	471,211
Tax	(198,530)	(11,041)	(704)	(309)	-	-	(199,234)	(11,350)
Profit after tax	549,807	429,728	87,334	22,638	(505)	7,495	636,636	459,861

## 22.2 Other information

	Cement		Power		Intra group adjustment		Consolidated	
	March 2017	June 2016	March 2017	June 2016	March 2017	June 2016	March 2017	June 2016
----- Rupees in thousands -----								
Segment assets	3,987,379	3,944,629	2,015,229	1,982,485	(565,155)	(556,209)	5,437,453	5,370,905
Unallocated corporate assets	-	-	-	-	-	-	-	-
Total assets	3,987,379	3,944,629	2,015,229	1,982,485	(565,155)	(556,209)	5,437,453	5,370,905
Segment liabilities	1,574,485	1,869,660	675,644	730,233	(261,274)	(252,832)	1,988,855	2,347,061
Unallocated corporate liabilities	-	-	-	-	-	-	-	-
Total liabilities	1,574,485	1,869,660	675,644	730,233	(261,274)	(252,832)	1,988,855	2,347,061
Capital expenditure	27,682	146,540	3,601	16,079	-	-	31,283	162,619
Depreciation	105,317	111,255	25,760	29,868	-	-	131,077	141,123
Non-cash expenses other than depreciation	8,425	18,639	-	-	-	-	8,425	18,639

## 22.3 Reconciliation of reportable segment revenues, profit and loss, assets and liabilities

	Consolidated March 31, 2017 2016 (Un-audited)	
	-- Rupees in thousands --	
<b>22.3.1 Operating revenues</b>		
Total revenue of reportable segments	3,440,773	2,370,250
Elimination of intra group revenue	(491,650)	(376,979)
Consolidated revenue	<u>2,949,123</u>	<u>1,993,271</u>
<b>22.3.2 Profit and loss</b>		
Total profit before tax of reportable segments	836,375	463,716
Adjustment of unrealized profit and intra group transactions	(505)	7,495
Consolidated profit before tax	<u>835,870</u>	<u>471,211</u>

	Consolidated March 31, 2017 (Un-audited)		June 30, 2016 (Audited)
	-- Rupees in thousands --		
<b>22.3.3 Assets</b>			
Total assets of reportable segments	6,002,608	5,927,114	
Elimination of intra group balances and unrealised profit	(563,552)	(554,606)	
Reclassification for consolidation purposes	(1,603)	(1,603)	
Consolidated assets	<u>5,437,453</u>	<u>5,370,905</u>	
<b>22.3.4 Liabilities</b>			
Total liabilities of reportable segments	2,250,129	2,599,893	
Elimination of intra group balances	(261,274)	(252,832)	
Consolidated liabilities	<u>1,988,855</u>	<u>2,347,061</u>	

### 22.3.3 Assets

Total assets of reportable segments	6,002,608	5,927,114
Elimination of intra group balances and unrealised profit	(563,552)	(554,606)
Reclassification for consolidation purposes	(1,603)	(1,603)
Consolidated assets	<u>5,437,453</u>	<u>5,370,905</u>

### 22.3.4 Liabilities

Total liabilities of reportable segments	2,250,129	2,599,893
Elimination of intra group balances	(261,274)	(252,832)
Consolidated liabilities	<u>1,988,855</u>	<u>2,347,061</u>

## 22.4 Geographical segment analysis

	Revenue		Total Assets		Net Assets	
	(Un-audited) March 2017	(Un-audited) March 2016	(Un-audited) March 2017	(Audited) June 2016	(Un-audited) March 2017	(Audited) June 2016
	----- Rupees in thousands -----					
Pakistan	2,943,096	1,983,538	5,437,453	5,370,905	3,448,598	3,023,844
Export Processing Zone - Karachi	6,027	9,733	-	-	-	-
	<u>2,949,123</u>	<u>1,993,271</u>	<u>5,437,453</u>	<u>5,370,905</u>	<u>3,448,598</u>	<u>3,023,844</u>

## 22.5 Information about major customers

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

## 23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

### Fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets and liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable either, directly or indirectly.

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

### Assets measured at fair value

#### Available-for-sale

		Carrying Amount	Level 1	Level 2	Level 3	Total
----- Rupees in thousands -----						
Listed Shares	March 31, 2017	197,082	197,082	-	-	197,082
Listed Shares	June 30, 2016	164,768	164,768	-	-	164,768

## 24 CORRESPONDING FIGURES

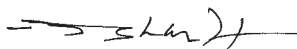
In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim consolidated balance sheet has been compared with the balances of annual audited consolidated financial statements of preceding financial year, whereas, the condensed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

Corresponding figures have been reclassified for the purposes of better comparison and presentation as follows:


Nature of reclassification	Note	Reclassification from	Reclassification to	Rupees in thousands
Cost of sales	17	Other production overheads	- Vehicle hire, running & maintenance - Communication - Entertainment - Other production overheads	8,693 1,375 2,250 7,468

## 25 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim consolidated financial statements have been authorized for issue on April 24, 2017 by the Board of Directors of the Holding Company.



CHIEF EXECUTIVE



DIRECTOR







**THATTA CEMENT**  
C O M P A N Y L I M I T E D

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