

THAL LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2019

	Note	Sep 30, 2019 (Un-audited)	Jun 30, 2019 (Audited)
(Rupees in thousands)			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	2,175,212	2,187,780
Intangible assets		106,599	90,745
Investment property		994	995
Long-term investments	6	5,460,596	5,431,550
Long-term loans	7	860,283	861,282
Long-term deposits		15,061	14,861
Deferred tax asset - net		183,044	165,194
		<b>8,801,789</b>	<b>8,752,407</b>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		130,063	124,710
Stock-in-trade	8	5,596,382	5,635,305
Trade debts		1,656,947	2,347,946
Loans and advances		84,013	21,860
Trade deposits and short-term prepayments		243,967	316,623
Interest accrued		4,756	3,699
Other receivables		176,584	71,168
Short-term investments	9	3,794,056	2,943,298
Income Tax - net	10	32,533	93,918
Sales tax refundable		186,289	300,186
Cash and bank balances		584,815	611,509
		<b>12,490,405</b>	<b>12,470,222</b>
<b>TOTAL ASSETS</b>		<b>21,292,194</b>	<b>21,222,629</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital 200,000,000 (June 30, 2018: 200,000,000) ordinary shares of Rs.5 each		<b>1,000,000</b>	1,000,000
Issued, subscribed and paid-up capital 81,029,909 (June 30, 2018: 81,029,909) ordinary shares of Rs. 5/- each		405,150	405,150
Reserves		18,413,455	18,226,309
		<b>18,818,605</b>	<b>18,631,459</b>
<b>NON-CURRENT LIABILITIES</b>			
Long-term deposits		1,463	1,463
Lease liabilities		6,333	-
		7,796	1,463
<b>CURRENT LIABILITIES</b>			
Trade and other payables		2,353,174	2,483,601
Unclaimed dividend		56,657	56,697
Unpaid dividend		48,919	49,409
Short-term running finance		47	-
Current maturity of lease liabilities		6,996	-
		<b>2,465,793</b>	<b>2,589,707</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	11		
<b>TOTAL EQUITIES AND LIABILITIES</b>		<b>21,292,194</b>	<b>21,222,629</b>

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Shahid Saleem  
Chief Financial Officer



Muhammad Tayyab Ahmad Tareen  
Chief Executive



Salman Borney  
Director

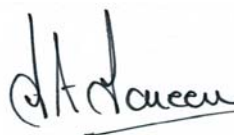
THAL LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2019  
(UN-AUDITED)

	Note	Quarter ended	
		Sep 30, 2019	Sep 30, 2018
(Rupees in thousands)			
Revenue - net		3,998,158	4,880,916
Cost of sales		(3,649,984)	(4,034,336)
<b>Gross Profit</b>		<b>348,174</b>	<b>846,580</b>
Distribution costs		(90,753)	(80,899)
Administrative expenses		(178,775)	(179,392)
Other charges		(20,133)	(50,874)
		<b>(289,661)</b>	<b>(311,165)</b>
Other income	12	229,348	181,647
<b>Operating Profit</b>		<b>287,861</b>	<b>717,062</b>
Finance costs		(2,574)	(3,138)
<b>Profit before taxation</b>		<b>285,287</b>	<b>713,924</b>
Taxation		(90,898)	(202,851)
<b>Profit after taxation</b>		<b>194,389</b>	<b>511,073</b>
		<b>Rupees</b>	
Basic and diluted earnings per share	13	<b>2.40</b>	<b>6.31</b>

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



**Shahid Saleem**  
Chief Financial Officer



**Muhammad Tayyab Ahmad Tareen**  
Chief Executive



**Salman Burney**  
Director

THAL LIMITED  
UNCOSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED SEPTEMBER 30, 2019  
(UN-AUDITED)

	Quarter ended	
	Sep 30, 2019	Sep 30, 2018
	(Rupees in thousands)	
<b>Profit after taxation</b>	194,389	511,073
<b>Other comprehensive income</b>		
<b><i>Item to be reclassified to profit and loss account in subsequent periods:</i></b>		
(Loss) / gain on revaluation of investments at fair value through other comprehensive income	(4,098)	(19,629)
<b>Total comprehensive income for the period</b>	<u>190,291</u>	<u>491,444</u>

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



**Shahid Saleem**  
Chief Financial Officer



**Muhammad Tayyab Ahmad Tareen**  
Chief Executive



**Salman Burney**  
Director

THAL LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2019  
(UN-AUDITED)

	Quarter ended	
	Sep 30, 2019	Sep 30, 2018
(Rupees in thousands)		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	285,287	713,924
Adjustments for non-cash charges and other items:		
Depreciation and amortisation	104,239	60,180
Finance costs	2,574	3,138
Profit earned on call deposits and short-term investments	(59,653)	(13,120)
Liabilities no longer payable written back	-	(736)
Gain on revaluation / redemption of investments at fair value through profit and loss	(9,145)	(61,670)
Dividend income	(121,448)	(83,708)
Provision for impairment of trade debts	40,538	20,562
Provision for retirement benefits	3,773	2,128
Gain on disposal of property, plant and equipment and intangible assets	(2,862)	(1,110)
	<u>(41,984)</u>	<u>(74,336)</u>
	243,303	639,588
(Increase) / decrease in current assets		
Stores, spares and loose tools	(5,353)	(5,473)
Stock-in-trade	38,923	(1,014,043)
Trade debts	650,461	(200,002)
Loans and advances	(62,153)	14
Trade deposits and short-term prepayments	72,656	(204,922)
Other receivables	(36,140)	6,088
Sale tax refundable	113,896	86,412
Increase / (decrease) in current liabilities		
Trade and other payables	(130,427)	122,494
	<u>641,863</u>	<u>(1,209,432)</u>
Cash used in operations	885,166	(569,844)
Finance costs paid	(2,574)	(2,929)
Retirement benefits paid	(3,773)	(6)
Income tax paid	(47,363)	(194,777)
Long-term loans	999	999
Long-term deposits - net	(200)	(150)
Net cash used in operating activities	<u>832,255</u>	<u>(766,707)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(97,038)	(273,380)
Dividends received	52,172	429
Profit received on call deposits and short-term investments	57,073	13,145
Proceeds from disposal of property, plant and equipment	4,188	3,563
Long-term investments made during the period	(33,144)	(250,776)
Short-term investments encashed / (made) during the period	(44,612)	1,015,970
Net cash generated from investing activities	<u>(61,361)</u>	<u>508,951</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid	(530)	(2,225)
Lease liability repaid	(1,627)	-
Net cash used in financing activities	<u>(2,157)</u>	<u>(2,225)</u>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>768,737</u>	<u>(259,981)</u>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	1,657,208	1,281,994
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>2,425,945</u>	<u>1,022,013</u>
Cash and bank balances	584,815	710,346
Short-term investments	1,841,177	346,780
Short-term running finance	(47)	(35,113)
	<u>2,425,945</u>	<u>1,022,013</u>

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Chief Financial Officer



**Muhammad Tayyab Ahmad Tareen**  
Chief Executive



**Salman Borney**  
Director

THAL LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED SEPTEMBER 30, 2019

	Reserves				Total equity	
	Issued, subscribed & paid-up capital	Capital reserve	General reserve	Unappropriated profit		Gain/(Loss) on changes in fair value of investments at fair value through other comprehensive income
	-----Rupees in '000-----					
<b>Balance as at June 30, 2018 (Audited)</b>	<b>405,150</b>	<b>55,704</b>	<b>13,531,499</b>	<b>2,281,141</b>	<b>164,176</b>	<b>16,437,670</b>
Transfer to general reserve	-	-	1,592,000	(1,592,000)	-	-
Profit for the period	-	-	-	511,073	-	511,073
Other comprehensive income	-	-	-	-	(19,629)	(19,629)
Total comprehensive income	-	-	-	511,073	(19,629)	491,444
<b>Balance as at Septmeber 30, 2018 (Unaudited)</b>	<b>405,150</b>	<b>55,704</b>	<b>15,123,499</b>	<b>1,200,214</b>	<b>144,547</b>	<b>16,929,114</b>
<b>Balance as at June 30, 2019 (Audited)</b>	<b>405,150</b>	<b>55,704</b>	<b>15,123,499</b>	<b>2,952,475</b>	<b>94,631</b>	<b>18,631,459</b>
First time adoption of IFRS 16	-	-	-	(3,145)	-	(3,145)
	405,150	55,704	15,123,499	2,949,330	94,631	18,628,314
Transfer to general reserve	-	-	2,506,500	(2,506,500)	-	-
Profit for the period	-	-	-	194,389	-	194,389
Other comprehensive income	-	-	-	-	(4,098)	(4,098)
Total comprehensive income	-	-	-	194,389	(4,098)	190,291
<b>Balance as at September 30, 2019 (Unaudited)</b>	<b>405,150</b>	<b>55,704</b>	<b>17,629,999</b>	<b>637,219</b>	<b>90,533</b>	<b>18,818,605</b>

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**Shahid Saleem**  
Chief Financial Officer



**Muhammad Tayyab Ahmad Tareen**  
Chief Executive



**Salman Borney**  
Director

THAL LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2019  
(UN-AUDITED)

**1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1 Thal Limited (the Company) was incorporated on January 31, 1966 as a public company limited by shares and is listed on the Pakistan Stock Exchange.

The Company is engaged in the manufacture of engineering goods, jute goods, papersack and laminate sheets.

**1.2 Geographical location and address of business units**

**Head Office**

The registered office of the Company is situated at 4th Floor, House of Habib, 3 Jinnah Co-operative Housing Society, Block 7/8, Sharae Faisal, Karachi.

**Plants**

The Jute operations are located at Muzaffargarh, Punjab.

Engineering operations are located at Korangi and Port Qasim, Karachi, Sindh.

Papersack operations are located at Hub, Balochistan and Gadoon, Khyber Pakhtunkhwa.

Laminates operations are located at Hub, Balochistan.

- 1.3 These unconsolidated condensed interim financial statements are separate condensed interim financial statements of the Company in which investments in subsidiaries and associates are accounted for on the basis of direct equity interest and are not consolidated or accounted for using equity method.

**2 STATEMENT OF COMPLIANCE**

- 2.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

- 2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual audited unconsolidated financial statements and should be read in conjunction with the Company's audited unconsolidated financials statements for the year ended June 30, 2019.
- 2.3 These unconsolidated condensed interim financial statements are unaudited and are being submitted to shareholders in accordance with section 237 of the Act.

**3 ACCOUNTING POLICIES**

- 3.1 The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended June 30, 2019 except for the adoption of new standards effective as of July 1, 2019 as stated below.

### 3.2 Changes in accounting policies

The Company has adopted IFRS 16 "Leases" from July 01, 2019 which is effective from the annual periods beginning on or after January 01, 2019 respectively. The details of new significant accounting policies adopted and the nature and effect of the changes from previous accounting policies are set out below:

#### 3.2.1 IFRS 16 "Leases"

IFRS 16 replaces IAS 17 "Accounting for Leases" and related interpretations and sets out the principles for the recognition, measurement, presentation and disclosure of leases. The standard introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a Right of Use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items.

The Company has adopted IFRS 16 using the modified retrospective approach and has not restated comparatives as permitted under the specific transitional provisions in the standard. This has resulted in Company recognizing lease liabilities and corresponding Right of Use assets for all leases qualifying under the criteria laid down by the standard.

On adoption of IFRS 16, the Company has recognised liabilities in respect of leases which had previously been classified as operating leases under IAS 17 except for certain short-term leases in accordance with IFRS 16. These liabilities were initially measured at the present value of lease payments using the incremental borrowing rate at the date of initial application. Right of Use asset is depreciated over lease term and classified as depreciation expense.

#### 3.2.2 Impact of IFRS 16

	June 30, 2019	Change	Jul 1, 2019
	(Rupees in thousands)		
<b>Impact on unconsolidated statement of financial position</b>			
Increase in Right of Use assets	-	11,811	11,811
Increase in lease liability	-	14,956	14,956
Decrease in unappropriated profit	2,952,475	(3,145)	2,949,330
			<b>Quarter ended Sep 30, 2019</b>
<b>Impact on unconsolidated statement of profit and loss</b>			
Decrease in rent expense			2,146
Increase in finance cost			519
Increase in depreciation expense			1,476

#### 3.2.3 Amendments to approved accounting standards that are effective in the current period

There are certain other new and amended standards that became effective during the period (enumerated in note 5.1 to the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2019). However, such standards did not have any significant effect on this condensed interim unconsolidated financial information except IFRS 16 "Leases" as described above.

### 4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of unconsolidated condensed interim financial statements in conformity with approved accounting standards, as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

Judgements and estimates made by the management in the preparation of these unconsolidated condensed interim financial statements are same as those applied in the Company's annual unconsolidated financial statements for the year ended June 30, 2019 except for changes as disclosed in note 3.2 above.

**5 PROPERTY, PLANT AND EQUIPMENT**

	Note	Sep 30, 2019 <b>(Un-audited)</b>	Jun 30, 2019 <b>(Audited)</b>
(Rupees in thousands)			
Operating fixed assets	5.1 & 5.3	<b>1,975,446</b>	2,047,233
Capital work-in-progress	5.2	<b>199,766</b>	140,547
		<b><u>2,175,212</u></b>	<u>2,187,780</u>

**5.1** The following additions and deletions were made in operating fixed assets during the period:

	Additions at cost		Deletions on book value	
	Quarter ended		Quarter ended	
	Sep 30,		Sep 30,	
	2019 (Un-audited)	2018	2019 (Un-audited)	2018 (Un-audited)
------(Rupees in '000)-----				
<b>Operating Fixed Assets</b>				
Building on freehold land	1,212	-	-	-
Plant and machinery	2,638	15,511	-	156
Furniture and fittings	-	-	13	-
Vehicles	206	3,564	1,195	1,866
Office and mills equipment	8,553	1,333	27	99
Computer equipment	2,360	4,893	91	207
Jigs and fixtures	581	3,649	-	-
	<b>15,550</b>	28,950	<b>1,326</b>	2,328
Building - Right of Use assets	<b>11,811</b>			
	<b><u>27,361</u></b>	<u>28,950</u>	<b><u>1,326</u></b>	<u>2,328</u>

**5.2** Includes capital work in progress on building on freehold land and plant and machinery amounting to Rs. 69.721 million (June 30, 2019: Rs. 41.258 million) and Rs. 66.529 million (June 30, 2019: Rs 84.362 million), respectively.

**5.3** During the period, capital work in progress amounting to Rs. 33.852 million (September 30, 2018: Rs.15.280 million) was transferred to operating fixed assets.



## 6 LONG-TERM INVESTMENTS

During the period, the Company has made further investment in Sindh Engro Coal Mining Company (SECMC) amounting to Rs. 33.145 million.

## 7 LONG-TERM LOANS

These include interest free loan amounting to Rs. 857.286 million (June 30, 2019: 857.286 million) given to Thal Power (Private) Limited for purchase of shares of ThalNova Power Thar (Private) Limited (ThalNova). The loan is likely to be converted into share capital based on the progress achieved by ThalNova for its underlying project.

		Sep 30, 2019 (Un-audited)	Jun 30, 2019 (Audited)
<b>8 STOCK-IN-TRADE</b>			
Raw material			
In hand	8.1	3,907,383	4,260,842
In transit		361,726	496,245
Work-in-process		423,125	246,731
Finished goods		904,148	631,487
		<u>5,596,382</u>	<u>5,635,305</u>

8.1 This includes items amounting to Rs. 39.179 million (June 30, 2019: Rs. 183.123 million) carried at net realizable value. [Cost Rs. 183.397 million (June 30, 2019: Rs. 276.755 million)]

## 9 SHORT-TERM INVESTMENTS

9.1 These represent investment in Term Deposit Receipts amounting to Rs. 945.699 million (June 30, 2019: Rs. 1,045.699 million), Government Treasury Bills amounting to Rs. 895.478 million (June 30, 2019: nil) and Mutual Funds amounting to Rs. 1,947.961 million (June 30, 2019: 1,894.204 million).

9.2 These include short-term investments amounting to Rs. 1,841.171 million (June 30, 2019: Rs. 1,045.699 million) having maturity up to three months.

		Sep 30, 2019 (Un-audited)	Jun 30, 2019 (Audited)
<b>10 INCOME TAX - NET</b>			
Group Tax Relief adjustments	10.1	632,681	632,681
Group Taxation adjustments	10.2	(16,038)	(15,645)
Income tax provisions less tax payments - net		<u>(584,110)</u>	<u>(523,118)</u>
		<u>32,533</u>	<u>93,918</u>

10.1 In terms of the provisions of Section 59B of the Income Tax Ordinance, 2001 (the Ordinance), a subsidiary company may surrender its tax losses in favour of its holding company for set off against the income of its holding Company subject to certain conditions as prescribed under the Ordinance.

Accordingly, the Company adjusted its tax liabilities for the tax years 2008 to 2010 by acquiring the losses of its subsidiary company and consequently an aggregate sum of Rs. 593.466 million equivalent to the tax value of the losses acquired has been paid to the subsidiary company.

The original assessments of the Company for the tax years 2008 to 2010 were amended under Section 122(5A) of the Ordinance by the tax authorities by disallowing Group Relief claimed by the Company under Section 59B of the Ordinance aggregating to Rs. 593.466 million. The Company preferred appeals against the said amended assessments before the Commissioner Inland Revenue (Appeals) who vide his orders dated 10th June 2011 and 11th July 2011 has held that the Company is entitled to Group Relief under Section 59B of the Ordinance. However, the tax department filed an appeal before the Appellate Tribunal Inland Revenue (ATIR) against the Commissioner Inland Revenue (Appeal) (CIR) Order. The ATIR has passed an order in favour of the Company for the above tax years; the Tax department filed reference application / appeal against the order of ATIR before the High Court of Sindh and with the Chairman ATIR which are under the process of hearings.

In addition to the above, the Company has decided to acquire tax losses incurred by Thal Boshoku Pakistan (Private) Limited (TBPK) during the year amounting to Rs. 39.215 million for set off against its tax liability.

10.2 In terms of the provision of Section 59AA of the Income Tax Ordinance, 2001 (the Ordinance), the Company and its wholly owned subsidiaries Makro-Habib Pakistan Limited and A-One Enterprises (Private) Limited have irrevocably opted to be taxed as one fiscal unit for the tax year 2020.

## 11 CONTINGENCIES AND COMMITMENTS

### 11.1 Contingencies

There were no material changes in the status of contingencies as reported in the annual financial statements for the year ended June 30, 2018.

### 11.2 Commitments

11.2.1 Letter of guarantees issued by banks on behalf of the company amount to Rs. 596.397 million (June 30, 2018: Rs. 1,402.908 million).

11.2.2 Post dated cheques issued to Collector of Customs amounts to Rs. 41.272 million (June 30, 2018: Rs. 141.811 million).

11.2.3 Letter of credits outstanding for raw material and spares amounts to Rs. 1,373,855 million (June 30, 2018: Rs. 616.156 million).

11.2.4 Commitments in respect of capital expenditure are Rs. 946.893 million (June 30, 2018: Rs. 1,049.042 million).

11.2.5 Commitments for rentals under Ijarah agreements to a related party in respect of vehicles and computers amount to Rs. 43.839 million (June 30, 2018: Rs. 41.986 million).

Note	Quarter ended	
	Sep 30, 2019 (Un-audited)	Sep 30, 2018 (Un-audited)

## 12 OTHER INCOME

### Income from financial assets

Dividend income	121,448	83,708
Profit earned on call deposits and short-term investments	59,653	13,120
Gain on revaluation / redemption of investments at fair value through profit and loss	9,145	61,670
Others	15,076	2,036
	<u>205,322</u>	<u>160,534</u>

### Income from non-financial assets

Gain on disposal of property, plant and equipment	2,862	1,110
Others	21,164	20,003
	<u>24,026</u>	<u>21,113</u>
	<u>229,348</u>	<u>181,647</u>

Note	Quarter ended	
	Sep 30, 2019 (Un-audited)	Sep 30, 2018 (Un-audited)

## 13 BASIC AND DILUTED EARNINGS PER SHARE

There is no dilutive effect on the basic earnings per share of the Company, which is based on:

Profit after taxation	<u>194,389</u>	<u>511,073</u>
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### Number of shares in thousands

Weighted average number of ordinary shares of Rs. 5/- each in issue	<u>81,030</u>	<u>81,030</u>
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### (Rupees)

Basic and diluted earnings per share	<u>2.40</u>	<u>6.31</u>
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**14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

Related parties of the Company comprise of subsidiaries, associates and companies with common directorship, directors, key management personnel and retirement funds. Detail of transactions with related parties during the period, other than those disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

Relationship	Nature of transactions	Quarter ended	
		Sep 30, 2019 (Un-audited)	Sep 30, 2018 (Un-audited)
(Rupees in thousands)			
<b>Subsidiaries</b>	Professional services acquired	38,603	46,166
	Purchase of goods	1,072	118
	Rent received	-	1,385
	Service Fee	8,100	6,930
	Tax loss acquired under group taxation	394	3,003
	Sale of assets	4,413	137
<b>Associates</b>	Sales of goods	1,683,283	3,017,914
	Insurance premium	10,397	8,739
	Purchase of assets	176	196
	Supplies purchased	9,660	10,898
	Insurance claim received	3,601	3,542
	Mark-up and bank charges paid	345	960
	Profit received on call deposits and short-term investments	8,504	3,717
	Rent received	708	-
	Ijarah rentals	7,197	5,406
<b>Employee benefit plans</b>	Contribution to provident fund	12,662	10,420
	Contribution to retirement benefit fund	2,135	2,128
<b>Key management personnel</b>	Key management personnel compensation	16,703	11,933

**15 FAIR VALUE OF FINANCIAL INSTRUMENTS**

The fair value of the financial assets and liabilities is the amount at which the asset could be sold or the liability transferred in a current transaction between market participants, other than in a forced or liquidation sale. Investment in subsidiary companies and associates are carried at cost.

Financial assets measured at fair value through profit or loss and financial instruments measured at fair value through other comprehensive income which are tradable in an open market are revalued at the market prices prevailing on the statement of financial position date (Level 1 Valuation). The estimated fair value of all other financial assets and liabilities is considered not significantly different from their book values.

There were no transfers amongst levels during the period.

**16 FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES**

The Company's activities expose it to a variety of financial risks. These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the annual unconsolidated financial statements of the Company for the year ended 30 June 2019. There have been no changes in any risk management policies since the year end.

**17 SUBSEQUENT EVENT**

The Board of Directors has recommended final cash dividend of Rs. 5.50 per share for the year ended June 30, 2019. These unconsolidated condensed interim financial statements do not reflect the payment of cash dividend which will be approved by the shareholders in the annual general meeting to be held on October 26, 2019.

**18 GENERAL**

Figures have been rounded off to the nearest thousands.

**19 DATE OF AUTHORISATION FOR ISSUE**

This unconsolidated condensed interim financial statements were authorised for issue on October 25, 2019 by the Board of Directors of the Company.



**Shahid Saleem**  
Chief Financial Officer



**Muhammad Tayyab Ahmad Tareen**  
Chief Executive



**Salman Burney**  
Director