

Company Information

Board of Directors

Sir Mohammed Anwar Pervez
Mr. Zameer Mohammed Choudrey
Mr. Arshad Mehmood Chaudhary
Mr. Muhammad Irfan A Sheikh
Mr. Mazhar Rafi
Mr. Mahmood Afzal
Mr. Ghulam Sarwar Malik

Chairman
Chief Executive
Director
Director Finance & CFO
Director Administration & Marketing
Director Works
Director PP&C

Company Secretary

Mr. Kaleem Ashraf

Statutory Auditors

KPMG Taseer Hadi & Co., Chartered Accountants.

Cost Auditors

B D O Ebrahim & Co., Chartered Accountants.

Legal Advisors

Raja M. Bashir, Advocate Supreme Court.

Audit Committee

Mr. Mazhar Rafi Chairman
Mr. Mahmood Afzal
Mr. Ghulam Sarwar Malik

Registered Office

Bestway Building, 19-A, College Road,
F-7 Markaz, Islamabad.
Tel: (92-51) 265-4856 -63, Fax: (92-51) 265-4865
E-mail: management@bestway.com.pk

Head Office

Bestway Building, 19-A, College Road, F-7 Markaz, Islamabad.
Tel (92-51) 265-4856 -63, Fax: (92-51) 265-4865
E-mail: management@bestway.com.pk

Plant Sites

Hattar

Suraj Gali Road, Village Shadi, Hattar, Distt.Haripur,
N.W.F.P. Pakistan.
Tel: (92) 0303-771-1057 - 58,Fax: (92) 0303-71-1056
E-mail: gmworks1@bestway.com.pk

Chakwal

Village Tatra.1. Near PSO Petrol Pump
22Km Kallar Kahar, Choa Saiden Shah Road
Chakwal, Pakistan, Tel: (92-543) 584560-3
E-mail: gmworks3@bestway.com.pk

Shares Department

10th Floor, Mehdi Towers/A-115
S,M.C.H.S, Shahrah-e-Faisal, Karachi.
Tel: (92-21) 452-6983 - 84, Fax: (92-21) 452-6985

Marketing Office

293 A, Main Peshawar Road Rawalpindi
E-mail: gmmkt@bestway.com.pk

Bankers

Habib Bank Limited
Allied Bank Limited
MCB Bank Limited
United Bank Limited
Standard Chartered Bank (Pakistan) Limited
Faysal Bank Limited
Bank of Punjab
NIB Bank
Askari Commercial Bank Limited
Bank Al-Habib Limited
The Royal Bank of Scotland
Saudi Pak Commercial Bank Limited
Hongkong and Shanghai Banking Corporation
Habib Metropolitan Bank Limited
Soneri Bank Limited

BESTWAY CEMENT LIMITED

Directors' Report

The Directors take pleasure in presenting the Company's un-audited accounts for the six months ended 31st December 2009.

Industry Overview

During the period under review, the industry witnessed some volumetric recovery however fierce competition resulted in sharp decline in selling prices. The situation was further exacerbated by worsening law & order and hostile economic environment currently prevailing in the country, thus severely impacting profitability of the industry.

Production and Sales

The capacity utilisation of the Company during the six months under review stood at 90% as against the 68% for the same period of last year. Despite fierce competition, Bestway was able to retain its market share in the north zone and its position as one of the leading exporters of the country.

Operating Highlights

The turnover net of sales tax, excise duty and rebates and discounts to customers stood at Rs.7,088 million for the period as compared to Rs.7,420 million for the corresponding period last year, which is a decrease of 4%.

Financial charges stood at Rs.1,041 million for the period ended December 31, 2009 as against Rs.1,052 million for the corresponding period last year.

Loss before tax for the period under review amounted to Rs.374 million as compared to profit of Rs.584 million during the period ended December 31, 2008. Loss after taxation for the period under review stood at Rs.383 million as compared to Rs.556 million profit for the same period last year. This was primarily due to sharp decline in net retention prices caused by fierce competition in both the domestic and export markets.

Waste Heat Recovery Power Plant

Work on the waste heat recovery project has been completed satisfactorily and the plant is generating power on trial basis. Implementation of Waste Heat Recovery Power Plant will significantly reduce Company's dependence on external source of electricity and will also result in reduction in cost of production.

Future Outlook

The cement industry is having to grapple with low selling prices due to fierce competition, high interest rates, increasing power tariffs and increase in duties, taxes and royalty on raw materials. Unfavourable economic, political and law & order atmosphere in the country has had further adverse impact on the sector. Selling prices have however started showing signs of firming up with further improvement likely in the coming months. With the end of winter season demand in cement is also likely to improve. There also has been improvement in the law & order situation recently. These factors coupled with development-oriented foreign assistance should offer go some way in improving the domestic demand and selling prices of cement.

On the export front, some regional markets like the UAE have seen severe decline in construction activity, while other markets like Afghanistan continue to generate good demand for Pakistani cement. Bestway is already firmly established as the leading brands in Afghanistan and your Company will continue to expand its share in that market. Other regional markets like India and Srilanka are likely to continue to generate some demand for our cement for few more years to come. We are constantly exploring other international markets and your Company has been able to make good inroads into markets like Africa.

Your management is cognisant of the challenges that lie ahead and will continue to make all out efforts to ensure further growth and superior returns in the ensuing years.

Acknowledgements

The Directors wish to place on record their appreciation for the continued support, contribution and confidence demonstrated in the Company by its shareholders, members of staff, customers, suppliers, our bankers and various government agencies throughout the period.

For and on behalf of the Board

Chief Executive
February 27, 2010
Islamabad

BESTWAY CEMENT LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT DECEMBER 31, 2009

| | Unaudited December 31, 2009 Rupees | Audited June 30, 2009 Rupees | | Unaudited December 31, 2009 Rupees | Audited June 30, 2009 Rupees |
|--|---|---------------------------------------|-------------------------------------|---|---------------------------------------|
| SHARE CAPITAL AND RESERVES | Note | | NON CURRENT ASSETS | Note | |
| Authorised share capital 350,000,000 ordinary shares of Rs. 10 each | | <u>3,500,000,000</u> | | | 3,500,000,000 |
| Issued, subscribed and paid up share capital | | <u>3,257,475,910</u> | Property, plant and equipment | 8 | 17,058,526,145 |
| Share premium | | 1,963,498,330 | Investment property | | 336,340,149 |
| Unappropriated profit | | <u>2,611,347,659</u> | Long term investments | 9 | 6,096,178,146 |
| | | <u>7,832,321,899</u> | Long term advances | | 28,021,000 |
| | | | Long term deposits | | <u>70,450,847</u> |
| NON CURRENT LIABILITIES | | | | | <u>23,589,516,287</u> |
| Long term financing - secured | 4 | <u>10,101,636,670</u> | | | 23,416,727,077 |
| Liabilities against assets subject to finance lease - secured | | 175,736,645 | | | |
| Long term murabaha - secured | 5 | <u>270,000,000</u> | | | |
| Long term advance | | - | | | |
| Deferred liabilities | | <u>576,506,352</u> | | | |
| | | <u>11,123,879,667</u> | | | |
| | | | CURRENT ASSETS | | |
| | | | Stores, spare parts and loose tools | | <u>1,755,686,034</u> |
| | | | Stock in trade | | 1,048,458,138 |
| | | | Trade debts- considered good | | 568,910,891 |
| | | | Advances | | 331,641,065 |
| | | | Deposits and prepayments | | 13,259,604 |
| | | | Interest accrued | | - |
| | | | Other receivables | | 369,610,554 |
| | | | Due from Government agencies | | 696,350,900 |
| | | | Cash and bank balances | | <u>87,928,017</u> |
| | | | | | <u>4,871,845,203</u> |
| | | | | | 4,805,715,348 |
| | | | | | <u>28,461,361,490</u> |
| | | | | | <u>28,222,442,425</u> |
| CONTINGENCIES AND COMMITMENTS | 7 | | | | |

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

CHIEF EXECUTIVE

DIRECTOR & CFO

BESTWAY CEMENT LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT/ STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2009

| Note | For the six months ended December 31, | | For the three months ended December 31, | |
|---|--|------------------|--|------------------|
| | 2009 | 2008 | 2009 | 2008 |
| | Rupees | Rupees | Rupees | Rupees |
| Turnover - net | 7,087,545,469 | 7,420,186,961 | 2,998,665,984 | 3,202,483,031 |
| Cost of sales | 5,557,937,483 | 5,059,476,984 | 2,662,792,780 | 2,191,606,314 |
| GROSS PROFIT | 1,529,607,986 | 2,360,709,977 | 335,873,204 | 1,010,876,717 |
| Administrative expenses | 64,084,255 | 57,478,499 | 34,332,689 | 26,282,789 |
| Distribution cost | 816,369,624 | 779,974,590 | 249,177,731 | 287,473,668 |
| Other operating expenses | - | 23,578,713 | (6,721,645) | 7,271,754 |
| Finance cost | 1,041,048,352 | 1,051,682,639 | 519,428,534 | 551,685,196 |
| Other operating income | (18,188,740) | (135,618,511) | (4,828,824) | (26,577,260) |
| | 1,903,313,491 | 1,777,095,930 | 791,388,485 | 846,136,147 |
| (LOSS)/ PROFIT BEFORE TAXATION | (373,705,505) | 583,614,047 | (455,515,281) | 164,740,570 |
| Taxation | 9,532,059 | 27,645,576 | 14,324,006 | (71,578,691) |
| (LOSS)/ PROFIT FOR THE PERIOD | (383,237,564) | 555,968,471 | (469,839,287) | 236,319,261 |
| (LOSS)/ EARNINGS PER SHARE (basic and diluted) | 10 | Restated 1.92 | Restated (1.44) | Restated 0.82 |

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

CHIEF EXECUTIVE

DIRECTOR & CFO

BESTWAY CEMENT LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2009

| | Six months ended December 31 | |
|---|------------------------------|------------------------|
| | 2009 | 2008 |
| | Rupees | Rupees |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| (Loss)/ profit before taxation | (373,705,505) | 583,614,047 |
| Adjustments for: | | |
| Gain on disposal of operating fixed assets | (181,789) | (103,890) |
| Depreciation | 314,473,546 | 277,684,111 |
| Rental income from investment property | (6,194,225) | (11,509,423) |
| Profit on deposit accounts | (203,961) | (229,487) |
| Profit on held to maturity investment | (4,401) | - |
| Finance cost | 1,041,048,352 | 1,051,682,639 |
| Provision for staff retirement benefits | 6,562,590 | 6,824,640 |
| | 1,355,500,112 | 1,324,348,590 |
| | 981,794,607 | 1,907,962,637 |
| (Increase)/ decrease in current assets | | |
| Stores, spare parts and loose tools | 48,822,108 | 8,705,808 |
| Stock in trade | 7,850,243 | (425,605,975) |
| Trade debts | 16,155,014 | (136,760,405) |
| Advances | (43,318,045) | 34,422,562 |
| Deposits and prepayments | (4,218,497) | (20,535,656) |
| Accrued profit | 89,941 | 23,904 |
| Other receivables | (297,315,075) | (165,935,957) |
| Due from Government agencies | (41,193,619) | (159,792,119) |
| Decrease in current liabilities | | |
| Trade and other payables | (119,517,501) | (408,610,687) |
| | (432,645,431) | (1,274,088,525) |
| Cash generated from operations | 549,149,176 | 633,874,112 |
| Finance cost paid | (882,367,566) | (968,171,007) |
| Staff retirement benefits paid | (3,750,236) | (1,727,514) |
| Income tax paid | (141,770,911) | (132,445,352) |
| | (1,027,888,713) | (1,102,343,873) |
| Net cash used in operating activities | (478,739,537) | (468,469,761) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Additions in operating fixed assets | (278,931,110) | (179,212,939) |
| Additions in capital work in progress | (171,148,502) | (1,267,905,501) |
| Decrease in stores held for capitalization | 42,076,381 | - |
| Additions in long term investments | (105,548,152) | - |
| Proceeds from encashment of performance guarantees | - | 326,970,000 |
| Proceeds from sale of operating fixed assets | 1,622,605 | 260,936 |
| Long term advances | (1,749,960) | (9,870,342) |
| Profit on held to maturity investment | 4,401 | - |
| Profit on deposit accounts received | 203,961 | 229,487 |
| Net cash used in investing activities | (513,470,376) | (1,129,528,359) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Advance for issue of right shares | - | 369,946,815 |
| Long term financing- disbursements | - | 1,170,000,000 |
| - repayments | (1,216,666,666) | (721,743,649) |
| Long term murabaha- repayments | (60,000,000) | (30,000,000) |
| Increase in short term borrowings | 1,904,512,791 | 799,067,933 |
| Net cash from financing activities | 627,846,125 | 1,587,271,099 |
| Net decrease in cash and cash equivalents | (364,363,788) | (10,727,021) |
| Cash and cash equivalents at beginning of the period | 452,291,805 | 348,573,988 |
| Cash and cash equivalents at end of the period | 87,928,017 | 337,846,967 |

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

BESTWAY CEMENT LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2009

| | Issued, subscribed and paid up share capital | Capital reserves | | Revenue reserve | Total |
|---|--|----------------------|--------------------------------------|--------------------------|----------------------|
| | | Share premium | Advance for issue of right shares | Unappropriated profit | |
| | Rupees | Rupees | Rupees | Rupees | Rupees |
| Balance as at June 30, 2008 | 2,832,587,750 | 901,277,930 | 1,102,077,293 | 2,020,561,237 | 6,856,504,210 |
| Total comprehensive income for the period | | | | | |
| Profit for the period | - | - | - | 555,968,471 | 555,968,471 |
| Total comprehensive income for the period | - | - | - | 555,968,471 | 555,968,471 |
| Transaction with owners, recorded directly in equity | | | | | |
| Advance for issue of shares received during the period | - | - | 369,946,815 | - | 369,946,815 |
| | - | - | 369,946,815 | - | 369,946,815 |
| Balance as at December 31, 2008 | 2,832,587,750 | 901,277,930 | 1,472,024,108 | 2,576,529,708 | 7,782,419,496 |
| Balance as at June 30, 2009 | 3,257,475,910 | 1,963,498,330 | - | 2,994,585,223 | 8,215,559,463 |
| Total comprehensive income for the period | | | | | |
| Loss for the period | - | - | - | (383,237,564) | (383,237,564) |
| Total comprehensive income/ (loss) for the period | - | - | - | (383,237,564) | (383,237,564) |
| Balance as at December 31, 2009 | 3,257,475,910 | 1,963,498,330 | - | 2,611,347,659 | 7,832,321,899 |

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

CHIEF EXECUTIVE

DIRECTOR & CFO

BESTWAY CEMENT LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2009

1 LEGAL STATUS AND OPERATIONS

Bestway Cement Limited ("the Company") is a public company incorporated in Pakistan on December 22, 1993 under the Companies Ordinance, 1984 and is listed on the Karachi Stock Exchange (Guaranteed) Limited since April 9, 2001. The Company is engaged in production and sale of cement. The Company's registered office is situated at Bestway Building, 19-A, College Road F-7 Markaz, Islamabad.

2 BASIS OF PREPARATION

2.1 This condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

2.2 This condensed interim financial information is unaudited and is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984 and in accordance with the requirements of International Accounting Standard 34 "Interim Financial Reporting".

2.3 This condensed interim financial information does not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company as at and for the year ended June 30, 2009. Comparative figures of the balance sheet are extracted from the audited annual financial statements for the year ended June 30, 2009 whereas comparative profit and loss account, statement of changes in equity and cash flow statement are stated from unaudited condensed interim financial information for the six months period ended December 31, 2008.

3. ACCOUNTING POLICIES AND ESTIMATES

Except as described below, the accounting policies, related judgments, estimates and assumptions adopted for preparation of this condensed interim financial information are the same as those applied in preparation of the annual audited financial statements for the year ended June 30, 2009.

3.1 Change in accounting policy

The Company has applied revised IAS-1; "Presentation of financial Statements (2007)", which became effective as of 01 January 2009. This change requires the Company to present all transactions with the owners in the statement of changes in equity whereas all other changes in equity are presented in statement of comprehensive income. However separate statement of comprehensive income has not been presented in this condensed interim financial information as there was no item to report as of and for the six months ended December 31, 2009 except for the profit/ (loss) for the period. This presentation has been applied in this condensed interim financial information as of and for the six months ended December 31, 2009. Comparative information has been represented so that it is also in conformity with the revised standard. Since the change in accounting policy only impacts presentation aspects, there is no impact on earning per share.

4 LONG TERM FINANCING - secured

| | Unaudited December 31, 2009 Rupees | Audited June 30, 2009 Rupees |
|--|---|---|
| Balance at beginning of the period/ year | 14,626,636,670 | 13,970,000,000 |
| Disbursements during the period/ year | - | 2,570,000,000 |
| Repayments during the period/ year | (1,216,666,666) | (1,913,363,330) |
| | 13,409,970,004 | 14,626,636,670 |
| Current portion of long term financing | (3,308,333,334) | (3,170,833,334) |
| Balance at end of the period/ year | 10,101,636,670 | 11,455,803,336 |

5 LONG TERM MURABAHA - secured

| | | |
|--|----------------------|---------------|
| Balance at beginning of the period/ year | 450,000,000 | 540,000,000 |
| Disbursements during the period/ year | - | - |
| Repayments during the period/ year | (60,000,000) | (90,000,000) |
| | 390,000,000 | 450,000,000 |
| Current portion of long term murabaha | (120,000,000) | (120,000,000) |
| Balance at end of the period/ year | 270,000,000 | 330,000,000 |

6 SHORT TERM BORROWINGS - secured

During the period, the Company has obtained running finance facilities amounting to Rs. 1,850 million from banks having maturity of one month to six months or on rollover basis. These facilities carry markup ranging from one month's KIBOR plus 1.40% per annum to six months' KIBOR plus 3% per annum. These facilities are secured against first pari passu hypothecation charge on present and future assets of the Company excluding land and building amounting to Rs. 1,333 million and ranking hypothecation charge on current assets of the Company amounting to Rs. 667 million.

BESTWAY CEMENT LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2009

7 CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

Contingencies are same as disclosed in the annual financial statements for the year ended June 30, 2009.

7.2 Commitments

7.2.1 In respect of letters of credit

7.2.2 In respect of bank guarantees

7.3 All bank guarantees are secured by way of charge over operating fixed assets of the Company.

| | Unaudited | Audited |
|--|--------------------------|----------------------|
| | December 31, 2009 | June 30, 2009 |
| | Rupees | Rupees |
| | 669,381,853 | 894,060,562 |
| | 97,666,530 | 85,115,746 |

BESTWAY CEMENT LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2009

8 PROPERTY, PLANT AND EQUIPMENT

| | Note | Unaudited December 31, 2009 Rupees | Audited June 30, 2009 Rupees |
|--|------|--|------------------------------------|
| Operating fixed assets | | 14,417,284,552 | 14,479,115,613 |
| Capital work in progress | | 2,562,039,990 | 2,390,891,489 |
| Stores held for capitalisation | | 79,201,603 | 121,277,984 |
| | 8.1 | <u>17,058,526,145</u> | <u>16,991,285,086</u> |
| 8.1 Movement in property, plant and equipment | | | |
| Carrying value at beginning of the period/ year | | 16,991,285,086 | 16,004,481,991 |
| Additions during the period/ year | 8.2 | 408,003,230 | 2,516,194,068 |
| Carrying value of disposals/ adjustments during the period/ year | | (26,288,625) | (954,790,231) |
| Depreciation charge for the period/ year | | (314,473,546) | (574,600,742) |
| Carrying value at end of the period/ year | | <u>17,058,526,145</u> | <u>16,991,285,086</u> |
| 8.2 Additions in property, plant and equipment | | | |
| Freehold land | | 2,413,167 | 10,054,510 |
| Buildings on freehold land | | 10,638,427 | 35,524,346 |
| Plant and machinery | | 258,134,163 | 247,941,724 |
| Quarry Equipment | | - | 151,174,213 |
| Other equipment | | 3,121,192 | 13,367,442 |
| Furniture and fixture | | 700,424 | 5,402,793 |
| Vehicle | | 34,564 | 22,582,545 |
| Office equipment | | 3,889,173 | 7,510,983 |
| Capital work in progress | | 129,072,120 | 2,022,635,512 |
| | | <u>408,003,230</u> | <u>2,516,194,068</u> |

9 LONG TERM INVESTMENTS

During the period Company made an investment of Rs. 798.26 million in Mustehkam Cement Limited (a subsidiary company) against issue of 26,608,792 ordinary shares of Rs. 10 each at a premium of Rs. 20.

| | For the six months ended December 31, | | For the three months ended December 31, | |
|--|--|------------------|--|------------------|
| | 2009 | 2008 Restated | 2009 | 2008 Restated |
| 10 (LOSS)/ EARNINGS PER SHARE | | | | |
| (Loss)/ Profit for the period (Rupees) | <u>(383,237,564)</u> | 555,968,471 | <u>(469,839,287)</u> | 236,319,261 |
| Weighted average number of ordinary shares in issue (number) | <u>325,747,591</u> | 289,391,484 | <u>325,747,591</u> | 289,391,484 |
| (Loss)/ earnings per share - basic and diluted (Rupees) | <u>(1.18)</u> | 1.92 | <u>(1.44)</u> | 0.82 |

The number of ordinary shares outstanding at December 31, 2008 have been adjusted to reflect the issuance of right shares during the period.

11 TRANSACTIONS WITH RELATED PARTIES

Bestway (Holdings) Limited, U.K. is the ultimate parent company of the Company, therefore all subsidiaries and associated undertakings of Bestway (Holdings) Limited, U.K are related parties of the Company. Other related parties comprise of subsidiary company, associated undertakings, major shareholders, entities with common directorships, directors and key management personnel . Transactions with related parties during the period are as follows:

| | For the six months ended December 31, | |
|--|---------------------------------------|----------------|
| | 2009 Rupees | 2008 Rupees |
| Transactions with parent company | | |
| Management fee (expense) | 656,621 | 821,099 |
| Transactions with subsidiary company | | |
| Sale of coal | 155,156,083 | 200,514,728 |
| Purchase of coal | - | 243,411,900 |
| Advances given | 570,833,147 | 488,445,924 |
| Recoveries made | 486,268,517 | 313,607,393 |
| Management fee (income) | 15,000,000 | 12,000,000 |
| Markup on advances given | 41,326,798 | 3,330,145 |
| Sale of cement | 2,983,783 | 18,172,883 |
| Stores, spare parts and loose tools given | 3,846,100 | 6,165,659 |
| Stores, spare parts and loose tools received | - | 1,648,156 |
| Expenses incurred on their behalf | 45,532 | 1,514,098 |

BESTWAY CEMENT LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2009

TRANSACTIONS WITH RELATED PARTIES - Contd

For the six months ended December 31,
2009 **2008**
Rupees **Rupees**

Transactions with associated undertakings under common directorship

| | | |
|-----------------------------------|------------------|-------------|
| Service and bank charges | 764,213 | 1,216,807 |
| Expenses incurred on their behalf | - | 5,335,783 |
| Management fee (income) | 120,000 | 240,000 |
| Office rent received | 165,027 | 300,048 |
| Expenses incurred on their behalf | 20,678 | 31,838 |
| Dividend received | - | 116,094,725 |
| Recoveries made | 1,811,973 | - |
| Sale of cement | - | 126,000 |

Other related parties

- Key management personnel

| | | |
|-----------------------------|-------------------|------------|
| Remuneration and allowances | 65,747,680 | 68,649,818 |
|-----------------------------|-------------------|------------|

12 DATE OF AUTHORISATION

This unaudited condensed interim financial information was authorised for issue by the Board of Directors of the Company in their meeting held on -----
-----.

CHIEF EXECUTIVE

DIRECTOR & CFO