

**Un-audited Accounts**  
March 31, 2011

art &  
kraft  
two decades of production



**Cherat Papersack Limited**  
A Ghulam Faruque Group Company

# introduction



Producing papersack is simple, yet precise.

It is a time sensitive production line. Our clients depend on our timely papersack deliveries to get their production out.

Top of the line equipment, which is continuously updated, top class imported kraft paper, production and quality control have made Cherat Papersack the reliable business partner.

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## company information

### Board of Directors

Mr. Mohammed Faruque	Chairman
Mr. Amer Faruque	Chief Executive
Mr. Iqbal Faruque	Director
Mr. Mahmood Faruque	Director
Mr. Akbarali Pesnani	Director
Mr. Aslam Faruque	Director
Mr. Shehryar Faruque	Director
Mr. Arif Faruque	Director
Mr. Abrar Hasan	Director

### Chief Financial Officer

Mr. Yasir Masood

### Company Secretary

Mr. Abid A. Vazir

### Audit Committee

Mr. Mohammed Faruque	Chairman
Mr. Iqbal Faruque	Member
Mr. Aslam Faruque	Member

### Auditors

Ernst & Young Ford Rhodes Sidat Hyder  
Chartered Accountants

### Legal Advisor

K.M.S. Law Associates

### Bankers

Allied Bank Ltd.  
Bank Al Habib Ltd.  
Faysal Bank Ltd.  
Habib Bank Ltd.  
HSBC Bank Middle East Ltd.  
MCB Bank Ltd.  
Meezan Bank Ltd.  
National Bank of Pakistan  
NIB Bank Ltd.  
Soneri Bank Ltd.  
Standard Chartered Bank (Pakistan) Ltd.  
United Bank Ltd.

### Share Registrar

Central Depository Company  
of Pakistan Limited (CDC)  
CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahr-e-Faisal  
Karachi-74400

### Registered Office

1st Floor, Betani Arcade  
Jamrud Road  
Peshawar

### Factory

Plot No. 26  
Gadoon Amazai Industrial Estate  
District Swabi  
Khyber Pakhtunkhwa

### Head Office

Modern Motors House  
Beaumont Road  
Karachi-75530

### Regional Office

3, Sunder Das Road  
Lahore

### Islamabad Office

Mezzanine Floor  
Razia Sharif Plaza  
91-Blue Area

## directors' review

The Board of Directors presents the un-audited financial results of the company for the nine months period ended March 31, 2011.

### PRODUCTION & SALES

Despite slow down in construction activities in the country, which hampered cement dispatches, there was a significant improvement in financial performance of the company from the corresponding period last year. Although there was a modest rise of 1% in the quantity of bags sold by the company from last year, it is significant when compared with 8% decline in local cement sales during the period under review.

### OPERATING PERFORMANCE

There was 21% rise in the sales revenue of the company during the nine months under review, which amounts to Rs. 305 million, from the corresponding period last year. The rise in turnover was on account of adjustment carried out in the selling price of paper bags to offset the impact of rising cost of production, which has gone up due to increase in international prices for kraft paper, depreciation of Pak Rupee vis-à-vis Euro and rise in transportation charges. During the period, the company continued to benefit from special relief granted by the government on mark-up and exemption on income taxes to companies operating in the affected areas of Khyber Pakhtunkhwa Province. The company effectively managed its inventory and regularly monitored its trade debts during the period. After taking into consideration the above, the company earned an after tax profit of Rs. 175.22 million during the nine months of the year 2010/11.

### POLYPROPYLENE PROJECT

We are pleased to update our shareholders that the letter of credit for the import of polypropylene plant for manufacturing cement bags has been established and work on civil structure has started at the factory site. Work on the project is progressing on schedule and we are confident of commencing commercial production of PP bags by October 2011. By virtue of this diversification, business volumes of the company shall increase in future, which shall have a positive impact on its profitability.

In order to finance the project, the company has issued 50% Right Shares at Rs. 42 per share including a premium of Rs. 32 per share. The issue has been underwritten by Arif Habib Corporation Ltd. and Elixir Securities Pakistan (Pvt.) Ltd. The company has received an encouraging response to the issue. The last date of subscription for the Right Shares is 10th May 2011. Furthermore, the company has also obtained a long term financing for the balance amount of the project from a commercial bank at competitive rates.

### FUTURE PROSPECTS

Although domestic demand for cement remained affected during the period under review due to floods in July and August 2010 followed by severe winters in the country, it has started to show signs of recovery from March 2011 onwards. This shall facilitate the company in boosting its sales volume. As stated earlier, increase in kraft paper prices in international markets pose significant challenge to the company and the management is confident of overcoming it with the support of its reliable kraft paper supplier - M/s. Mondi Group.

### ACKNOWLEDGMENT

The management would like to express its gratitude to all financial institutions, individuals, staff members, suppliers and shareholders who have been associated with the company for their continued support and cooperation. It would like to particularly thank its supplier of kraft paper – Mondi Group for their understanding and complete support to the company.

On behalf of the Board of Directors

Karachi: April 25, 2011

  
**AMER FARUQUE**  
Chief Executive

## condensed interim balance sheet

as at March 31, 2011

	Note	March 31, 2011 (Unaudited)	June 30, 2010 (Audited)
(Rupees ` 000)			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed Assets			
Property, plant and equipment	4	433,694	369,619
Intangible asset	5	6,603	5,143
		440,297	374,762
Long-term investment	6	2,181	2,040
Long-term loans		613	1,128
Long-term deposits		176	176
Deferred taxation	9	15,357	-
		458,624	378,106
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		13,058	13,072
Stock-in-trade	7	883,637	386,135
Trade debts - unsecured, considered good		366,404	229,308
Loans and advances		3,678	1,018
Trade deposits and short-term prepayments		5,046	2,444
Other receivables		11,757	24,596
Taxation - net		59,326	79,019
Cash and bank balances		2,907	7,264
		1,345,813	742,856
<b>TOTAL ASSETS</b>		1,804,437	1,120,962
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital			
22,500,000 (June 2010: 15,000,000) Ordinary shares			
of Rs.10/- each		225,000	150,000
Issued, subscribed and paid-up capital	8	114,750	91,800
Reserves		515,889	381,841
		630,639	473,641
<b>NON-CURRENT LIABILITIES</b>			
Long-term financing - secured		75,000	93,750
Deferred taxation	9	-	1,818
		75,000	95,568
<b>CURRENT LIABILITIES</b>			
Trade and other payables		145,202	114,615
Accrued mark-up		31,968	18,943
Short-term borrowings - secured	10	884,128	380,695
Current maturity of long-term financing		37,500	37,500
		1,098,798	551,753
<b>CONTINGENCIES AND COMMITMENTS</b>			
11			
<b>TOTAL EQUITY AND LIABILITIES</b>		1,804,437	1,120,962

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

  
**AMER FARUQUE**  
Chief Executive

  
**IQBAL FARUQUE**  
Director

March 31, 2011

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**condensed interim profit and loss account (unaudited)**  
for the period ended March 31, 2011

Note	Period ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	(Rupees `000)		(Rupees `000)	
<b>Turnover - net</b>	1,778,100	1,473,567	695,697	573,542
Cost of sales	12 (1,499,804)	(1,342,612)	(613,198)	(499,773)
<b>Gross profit</b>	278,296	130,955	82,499	73,769
Distribution costs	(19,463)	(18,796)	(7,669)	(7,602)
Administrative expenses	(15,031)	(11,371)	(4,819)	(3,620)
Other operating expenses	13 (16,724)	(926)	(4,358)	(490)
	(51,218)	(31,093)	(16,846)	(11,712)
Other operating income	2,367	2,356	1,069	682
<b>Operating profit</b>	229,445	102,218	66,722	62,739
Finance costs	14 (53,351)	(100,073)	(16,609)	(30,780)
<b>Profit before taxation</b>	176,094	2,145	50,113	31,959
<b>Taxation</b>				
Current	15 (18,052)	(7,376)	(7,216)	(2,870)
Deferred	17,175	6,474	7,216	(8,330)
	(877)	(902)	-	(11,200)
<b>Profit after taxation</b>	175,217	1,243	50,113	20,759
<b>Earnings per share - basic and diluted</b>	16 Rs. 15.27	Restated Re. 0.11	Rs. 4.37	Restated Rs. 1.81

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

  
**AMER FARUQUE**  
Chief Executive

  
**IQBAL FARUQUE**  
Director



**condensed interim statement of comprehensive income (unaudited)**  
for the period ended March 31, 2011

	Period ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	(Rupees `000)		(Rupees `000)	
<b>Profit after taxation</b>	175,217	1,243	50,113	20,759
<b>Other comprehensive income:</b>				
Unrealized gain/(loss) on available-for-sale securities	141	(384)	(197)	(167)
<b>Total comprehensive income for the period</b>	<u>175,358</u>	<u>859</u>	<u>49,916</u>	<u>20,592</u>

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

  
**AMER FARUQUE**  
Chief Executive

  
**IQBAL FARUQUE**  
Director

## condensed interim cash flow statement (unaudited)

for the period ended March 31, 2011

	March 31, 2011	March 31, 2010
	(Rupees ` 000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	176,094	2,145
<b>Adjustments for:</b>		
Depreciation	23,703	24,224
Amortization	403	89
Gain on disposal of operating property, plant and equipment	(12)	(588)
Finance costs	53,351	100,073
	77,445	123,798
	253,539	125,943
<b>(Increase)/decrease in current assets</b>		
Stores, spare parts and loose tools	14	142
Stock-in-trade	(497,502)	232,442
Trade debts	(137,096)	(44,415)
Loans and advances	(2,660)	(1,363)
Trade deposits and short-term prepayments	(2,602)	(1,262)
Other receivables	12,839	41,601
	(627,007)	227,145
	(373,468)	353,088
<b>Increase in current liabilities</b>		
Trade and other payables	30,339	89,763
Cash (used in)/generated from operations	(343,129)	442,851
Long-term loans	515	21
Income tax refunded/(paid)	1,641	(30,248)
<b>Net cash (used in)/generated from operating activities</b>	(340,973)	412,624
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(87,991)	(6,141)
Intangible asset	(1,863)	(4,826)
Sale proceeds from disposal of operating property, plant and equipment	225	1,320
Proceeds from disposal of investments	-	52,500
<b>Net cash (used in)/generated from investing activities</b>	(89,629)	42,853
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Finance costs paid	(40,326)	(104,339)
Dividends paid	(18,112)	-
Short-term borrowings	503,433	(342,218)
Long-term financing repaid	(18,750)	(12,500)
<b>Net cash generated from/(used in) financing activities</b>	426,245	(459,057)
<b>Net decrease in cash and cash equivalents</b>	(4,357)	(3,580)
<b>Cash and cash equivalents at the beginning of the period</b>	7,264	7,905
<b>Cash and cash equivalents at the end of the period</b>	2,907	4,325

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

  
**AMER FARUQUE**  
 Chief Executive

  
**IQBAL FARUQUE**  
 Director

**condensed interim statement of changes in equity (unaudited)**  
for the period ended March 31, 2011

	Issued, Subscribed and Paid-up Capital	RESERVES				Total reserves	Total
		Capital reserve - share premium	General reserve	Unapp- ropriated profit	Fair value gain / (loss) on available- for-sale securities		
(Rupees ` 000)							
<b>Balance as at July 01, 2009</b>	91,800	6,800	180,000	100,779	(1,103)	286,476	378,276
Profit for the period	-	-	-	1,243	-	1,243	1,243
Other comprehensive income	-	-	-	-	(384)	(384)	(384)
Total comprehensive income	-	-	-	1,243	(384)	859	859
<b>Balance as at March 31, 2010</b>	<u>91,800</u>	<u>6,800</u>	<u>180,000</u>	<u>102,022</u>	<u>(1,487)</u>	<u>287,335</u>	<u>379,135</u>
<b>Balance as at July 01, 2010</b>	91,800	6,800	180,000	197,098	(2,057)	381,841	473,641
Profit for the period	-	-	-	175,217	-	175,217	175,217
Other comprehensive income	-	-	-	-	141	141	141
Total comprehensive income	-	-	-	175,217	141	175,358	175,358
Cash dividend for the year ended June 30, 2010 @ Rs.2 per share	-	-	-	(18,360)	-	(18,360)	(18,360)
Issue of bonus shares @ 25% i.e. 1 share for every 4 shares	22,950	-	-	(22,950)	-	(22,950)	-
<b>Balance as at March 31, 2011</b>	<u>114,750</u>	<u>6,800</u>	<u>180,000</u>	<u>331,005</u>	<u>(1,916)</u>	<u>515,889</u>	<u>630,639</u>

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

  
**AMER FARUQUE**  
Chief Executive

  
**IQBAL FARUQUE**  
Director

March 31, 2011 | 09

## notes to the condensed interim financial statements (unaudited) for the period ended March 31, 2011

### 1. THE COMPANY AND ITS OPERATIONS

The Company was incorporated in Pakistan as a public company limited by shares in the year 1989 under the Companies Ordinance, 1984 (the Ordinance). Its main business activity is manufacturing, marketing and sale of paper bags and sacks. The Company's shares are listed on the Karachi and Lahore Stock Exchanges. The registered office of the Company is situated at 1st Floor, Betani Arcade, Jamrud Road, Peshawar, Pakistan.

### 2. BASIS OF PREPARATION

These condensed interim financial statements are unaudited and are being submitted to the shareholders in accordance with the requirements of Section 245 of the Companies Ordinance, 1984 and International Accounting Standard (IAS) 34 'Interim Financial Reporting'. The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended June 30, 2010.

### 3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended June 30, 2010 except as follows:

The Company has adopted the following amended IFRS and related interpretations which became effective during the period:

IAS 32 - Financial Instruments: Presentation - Classification of Right Issues (Amendment)

IFRIC 19 - Extinguishing Financial Liabilities with Equity Instruments

In April 2009, International Accounting Standards Board issued amendments to various standards primarily with a view to removing inconsistencies and clarifying wording. These improvements are listed below:

- IFRS 5 - Non-current assets held for sale and discontinued operations
- IFRS 8 - Operating Segments
- IAS 1 - Presentation of Financial Statements
- IAS 7 - Statement of Cash Flows
- IAS 17 - Leases
- IAS 36 - Impairment of Assets
- IAS 39 - Financial instruments: Recognition and measurement

The adoption of the above standards amendments/improvements and interpretations did not have any effect on these condensed interim financial statements.

**notes to the condensed interim financial statements (unaudited)**  
for the period ended March 31, 2011

Note	March 31, 2011 (Unaudited)	June 30, 2010 (Audited)
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>		
<b>(Rupees ` 000)</b>		
Opening written down value (WDV)	369,619	389,641
Additions during the period / year	10,381	14,223
	<u>380,000</u>	<u>403,864</u>
Disposals during the period / year (WDV) - Vehicles	(213)	(1,524)
Depreciation charged during the period / year	(23,703)	(32,721)
	<u>356,084</u>	<u>369,619</u>
Capital work-in-progress	77,610	-
	<u>433,694</u>	<u>369,619</u>
<b>4.1 Additions during the period / year</b>		
Leasehold land	1,167	-
Building on leasehold land	-	4,511
Vehicles	8,647	5,694
Power and other installations	145	59
Furniture and fittings	101	2,314
Equipment	77	12
Computers	244	1,633
	<u>10,381</u>	<u>14,223</u>
<b>4.2 Capital work-in-progress</b>		
Building on leasehold land	2,174	-
Plant and machinery	75,436	-
	<u>77,610</u>	<u>-</u>
<b>5. INTANGIBLE ASSET</b>		
Opening balance	5,143	541
Additions during the period / year	1,863	4,826
	<u>7,006</u>	<u>5,367</u>
Amortization charged during the period / year	(403)	(224)
	<u>6,603</u>	<u>5,143</u>
<b>6. LONG-TERM INVESTMENT</b>		
<b>Available-for-sale securities - Related party</b>		
Ordinary shares of listed company Cherat Cement Company Limited 221,239 (June 30, 2010: 221,239) fully paid ordinary shares of Rs.10/- each	<u>2,181</u>	<u>2,040</u>
<b>7. STOCK-IN-TRADE</b>		
Raw material		
In hand	280,372	85,830
In bonded warehouse	481,641	211,415
In transit	103,010	58,768
	<u>865,023</u>	<u>356,013</u>
Finished goods	18,614	30,122
	<u>883,637</u>	<u>386,135</u>

**notes to the condensed interim financial statements (unaudited)**  
for the period ended March 31, 2011

**8. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL**

March 31, 2011 (Unaudited)	June 30, 2011 (Audited)	Note	March 31, 2011 (Unaudited)	June 30, 2010 (Audited)
<b>(No. of Ordinary Shares of Rs. 10 each)</b>			<b>(Rupees `000)</b>	
4,080,000	4,080,000	<b>Fully paid in cash</b>	40,800	40,800
5,100,000	5,100,000	<b>Issued as fully paid bonus shares</b>		
2,295,000	-	Opening balance	51,000	51,000
7,395,000	5,100,000	Issued during the period	22,950	-
		Closing balance	73,950	51,000
<u>11,475,000</u>	<u>9,180,000</u>		<u>114,750</u>	<u>91,800</u>

**9. DEFERRED TAXATION**

Deferred tax liability on taxable temporary difference: Accelerated tax depreciation on operating property, plant and equipment		75,291	74,414
<b>Deferred tax asset:</b>			
- Unabsorbed tax losses		(62,659)	(62,659)
- Turnover tax		(27,989)	(9,937)
		<u>(15,357)</u>	<u>1,818</u>

**10. SHORT-TERM BORROWINGS - Secured**

Running finances utilized under mark-up arrangements	10.1 & 10.2	825,756	286,611
Money Market loan	10.1 & 10.3	35,000	75,000
Foreign currency term finances	10.1	23,372	19,084
		<u>884,128</u>	<u>380,695</u>

**10.1** These facilities are obtained from various commercial banks amounting to Rs. 1,130 million (June 30, 2010: Rs. 1,230 million) out of which Rs. 245.87 million (June 30, 2010: Rs. 849.31 million) remains unutilized at the period end. These facilities are secured against registered pari-passu hypothecation charge over stocks and book debts for Rs. 1,421.33 million and hypothecation charge of Rs. 140 million on all present and future plant and machinery of the Company.

**10.2** These facilities carry mark-up of 1 month KIBOR plus spread of 1.25% and 3 months KIBOR plus spread ranging from 0.75% to 1.75% (June 30, 2010: 1 month KIBOR plus spread ranging from 1.25% to 2% and 3 months KIBOR plus spread ranging from 1% to 1.75%) per annum. The balance includes cheques in hand amounting to Rs. 65.34 million (June 30, 2010: Rs. 98.22 million).

**10.3** These are sub facilities of note 10.1 above and carry mark-up of 1 month KIBOR plus spread of 0.8% (June 30, 2010: 1 month KIBOR plus spread of 0.8% and 3 months KIBOR plus spread of 0.75%) per annum.

**notes to the condensed interim financial statements (unaudited)**  
for the period ended March 31, 2011

**11. CONTINGENCIES AND COMMITMENTS**

There are no major changes in the status of contingencies and commitments as reported in the financial statements for the year ended June 30, 2010, except for the following:

	March 31, 2011 (Unaudited)	June 30, 2010 (Audited)
	(Rupees ` 000)	
Guarantee issued by a commercial bank	1,000	1,000
Letters of credit issued by commercial banks	233,129	246,480
Duties payable on bonded stock and stock in transit	85,851	50,393

**12. COST OF SALES**

	Period ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	(Rupees ` 000)		(Rupees ` 000)	
Opening stock - finished goods	30,122	51,507	65,145	53,471
Cost of goods manufactured	1,488,296	1,305,035	566,667	460,232
	1,518,418	1,356,542	631,812	513,703
Closing stock - finished goods	(18,614)	(13,930)	(18,614)	(13,930)
	1,499,804	1,342,612	613,198	499,773

**13. OTHER OPERATING EXPENSES**

	Note	Period ended	
		March 31, 2011	March 31, 2010
		(Rupees ` 000)	
Auditors' remuneration		1,022	597
Donations		2,651	170
Workers' Profits Participation Fund		9,457	115
Workers' Welfare Fund		3,594	44
		16,724	926

**14. FINANCE COSTS**

	Note	Period ended	
		March 31, 2011	March 31, 2010
		(Rupees ` 000)	
Mark-up on:			
Long-term financing	14.1	6,319	16,939
Short-term borrowings	14.1	41,191	79,408
		47,510	96,347
Others:			
Exchange loss		5,469	3,283
Guarantee commission		20	4
Bank charges and duties		352	439
		53,351	100,073

**14.1** State Bank of Pakistan (SBP) has granted special relief on mark-up to companies operating in the affected areas of Khyber Pakhtunkhwa province vide SMEFD Circular No. 11 of 2010 dated July 01, 2010. As per the circular, mark-up will be charged @ 7.5 % per annum to such companies with effect from January 01, 2010. Accordingly, mark-up charged on long-term financing amounting to Rs. 5.22 million and short-term borrowings amounting to Rs. 23.19 million have been reduced accordingly.

**notes to the condensed interim financial statements (unaudited)**  
for the period ended March 31, 2011

**15. TAXATION**

The Income of the Company has been exempted from income tax for the tax years 2010, 2011 and 2012 under clause 126F of Part I of second schedule to the Income Tax Ordinance, 2001. However, provision for minimum turnover tax u/s 113 of the Income Tax Ordinance, 2001, has been made in the financial statements.

	Period ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
<b>16. EARNINGS PER SHARE - Basic and diluted</b>				
Profit after taxation (Rupees '000)	175,217	1,243	50,113	20,759
Weighted average number of ordinary shares in issue during the period	11,475,000	Restated 11,475,000	11,475,000	Restated 11,475,000
Earnings per share - basic	Rs. 15.27	Re. 0.11	Rs. 4.37	Rs. 1.81

There is no dilutive effect on basic earnings per share of the Company.

**17. RELATED PARTY TRANSACTIONS**

Related parties comprise of group companies, directors and executives. The Company in the normal course of business carries out transactions with various related parties. Material transactions with related parties are given below:

Relationship	Nature of transactions	Period ended		Quarter ended	
		March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
		(Rupees `000)		(Rupees `000)	
Group companies	Sale of goods	301,440	287,969	93,935	89,196
	Purchase of goods	175	400	175	-
	Services received	11,067	4,915	4,269	1,571
	Software consultancy charges	2,057	1,937	738	580
	Dividend paid	5,121	-	-	-
Director	Remuneration	4,293	4,050	1,431	1,350
Executives	Remuneration	17,404	16,034	5,834	5,350
Other related parties	Contribution to staff provident and gratuity funds	2,180	1,047	1,381	358
	Insurance premium	3,935	3,583	1,323	1,087

In addition, certain actual administrative expenses are being shared amongst the group companies.

Transactions with related parties are carried out at arm's length prices determined using the admissible valuation methods.



**notes to the condensed interim financial statements (unaudited)**  
for the period ended March 31, 2011

**18. DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue on April 25, 2011 by the Board of Directors of the Company.

**19. GENERAL**

Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.

  
**AMER FARUQUE**  
Chief Executive

  
**IQBAL FARUQUE**  
Director

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GHULAM FARUQUE  
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