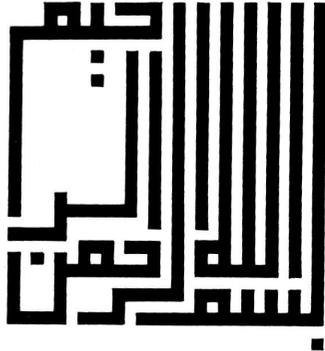




**Financial Statements  
(Unaudited)  
For the First Quarter  
ended September 30, 2014**



**Pak-Gulf Leasing Company Limited**



**Board of Directors**

Mr. Sohail Inam Ellahi	Chairman
Air Marshal Syed Masood Hatif (Retd)	Vice Chairman
Mr. Pervez Inam	Director
Mr. Fawad Salim Malik	Director
Mr. Shaheed H. Gaylani	Director
Brig. Naveed Nasar Khan (Retd)	Director
Mr. Rizwan Humayun	Director
Lt. Col. Saleem Ahmed Zafar (Retd)	Executive Director
Mr. Mahfuz-ur-Rahman Pasha	Chief Executive Officer

**Company Secretary**

Ms. Mehreen Usama

**Audit Committee**

Mr. Rizwan Humayun	Chairman
Air Marshal Syed Masood Hatif (Retd)	Vice Chairman
Brig. Naveed Nasar Khan (Retd)	Member
Mr. Shaheed H. Gaylani	Member

**Human Resource and Remuneration Committee**

Air Marshal Syed Masood Hatif (Retd)	Chairman
Brig. Naveed Nasar Khan (Retd)	Vice Chairman
Mr. Pervez Inam	Member
Mr. Sohail Inam Ellahi	Member
Lt. Col. Saleem Ahmed Zafar (Retd)	Member

**Senior Management**

Mr. Mahfuz-ur-Rahman Pasha	Chief Executive Officer
Mr. Khalil Anwer Hassan	Chief Manager
Lt. Col. Saleem Ahmed Zafar (Retd)	Chief Operating Officer
Mr. Afzal-ul-Haque	Deputy COO & Senior Manager Risk
Ms. Mehreen Usama	Chief Financial Officer
Ms. Farah Farooq	Head Of Audit
Major Arifullah Lodhi (Retd)	Manager HR & Admin.

**Credit Rating Agency**

JCR-VIS Credit Rating Company Limited

**Entity Rating**

- A- (Single A Minus) for medium to long term
- A-2 (A-Two) for short term
- Outlook - Stable

**Auditors**

M/s. BDO Ebrahim & Co.  
Chartered Accountants  
2nd Floor, Block C,  
Lakson Square Building No. 1  
Sarwar Shaheed Road  
Karachi-74200

**Legal Advisors**

M/s. Mohsin Tayebaly & Company  
2nd Floor, Dime Centre,  
BC-4, Block # 9, Kehkashan, Clifton,  
Karachi.  
Tel # : (92-21) 3538077, 3571653, 35872690  
Fax # : (92-21) 35870240, 35870468

**Shariah Advisor**

Mufti Muhammad Ibrahim Essa

**Bankers**

Albaraka Bank (Pakistan) Limited  
Askari Commercial Bank Limited  
Bank Al-Falah Limited  
Bank Al Habib Limited  
JS Bank Limited  
MCB Bank Limited  
Silkbank Limited  
Soneri Bank Limited

**Registered Office**

Pak-Gulf Leasing Company Limited  
THE FORUM:  
Room # 125-127, First Floor,  
G-20, Block # 9,  
Main Khayaban-e-Jami,  
Clifton, P.O.Box # 12215,  
Karachi-75600.  
Tel #: (92-21) 35820301, 35820956-7  
(92-21) 35824401, 35375986-7  
Fax #: (92-21) 35820302, 35375985  
E-mail: pgl@pakgulfleasing.com  
Website: www.pakgulfleasing.com

**Share Registrar / Transfer Office**

THK Associates (Pvt.) Limited  
Ground Floor, State Life Building - 3,  
Dr. Ziauddin Ahmed Road, Karachi.  
Tel # : (92-21) 111-000-322  
Fax # : (92-21) 35655595

## Mission Statement

*The Company will:*

- Aim to gain the confidence of all its stakeholders by earning a credible reputation for being an innovative enterprise that is prepared to change in the best interests of its stakeholders.
- Continually monitor structural changes in the various sectors of the economy and accordingly alter the Company's business strategy to benefit from the emerging opportunities.
- Focus on changing customer needs and strive to improve tangible and intangible returns to its customers by providing service and satisfaction at par with the best in the industry, which would be reflected in prompt risk evaluation and facility disbursement procedures and practices.
- Consciously share, and remain part of all initiatives by the leasing industry to play a positive role in the evolution of small and medium size enterprises to expand the country's industrial base and support economic growth, higher employment and a better future for all.

## Dear Shareholders,

The Directors of your Company are pleased to present, before you, the Financial Statements of your Company for the 1st Quarter, of the current financial year, ended September 30, 2014. They are equally pleased to share with you the fact that despite the challenging economic conditions prevailing in the country, the overall performance of your Company remained highly satisfactory during this Quarter. Moreover, even in the face of the tough competition offered by commercial banks and NBFIs sponsored by banks, having access to cheaper funds, and increased cost of doing business, your Company has been able to maintain its profitability. Room for improving upon our achievements is always there, and your directors being conscious of their responsibilities are determined to ensure that better results are obtained in future.

Your Company achieved a Total Revenue of Rs. 30.56 million, for the 1st Quarter ended on September 30, 2014. This reflects an increase of 36.48%, over the Total Revenue of Rs. 22.39 million posted, in the 1st Quarter of the Financial Year 2013-14. This increase was however slightly curtailed by an inflation-based increase in operating expenses, in addition to a substantial rise in Finance Cost, as compared to the corresponding figures for the quarter ended September 30, 2013. Despite the increase in administrative expenses and financial cost, the Company's Profit before Taxation for the quarter ended September 30, 2014 has increased by 14.3% to Rs. 14.17 million, when compared with the Profit before Taxation of Rs. 12.40 million, earned in the corresponding period of the previous year. Net Profit after Tax for the 1st Quarter ended September 30, 2014, amounted to Rs.10.06 million as compared to Rs. 10.66 million, for the corresponding period of the last Financial Year 2013-14.

The Shareholders Equity of your Company has risen from Rs. 452.5 million, as at June 30, 2014, to Rs. 463.22 million, as at September 30, 2014 while Earnings per Share shows a negligible decrease at Rs. 0.40, when compared with the EPS of Rs. 0.42 for the corresponding period in FY-2013-14.

At the end of September 2014, JCR-VIS Credit Rating Company Limited has upgraded the Medium to Long-term Entity Rating for your Company to A- (Single A Minus) from BBB + (Triple B Plus), and the Short-term Rating to A-2 (A-Two) from A-3 (A-Three). The Outlook for your Company has continued to be graded as "Stable". This up gradation has enhanced the prestige of your Company and is likely to yield financial benefits to your Company in the future.

Your Directors, in their capacity as your representatives for overseeing the performance of your Company, would like to place on record their appreciation for the services rendered and the dedicated efforts made by the Management Team and indeed by all staff members of your Company, towards obtaining the positive results placed before you, notwithstanding the testing market conditions. We expect the management and staff of PGL, not only to maintain, but enhance their positive stance and make every effort towards improving upon the quality of their services to your Company's clients and the image of your Company in the financial services sector of Pakistan.

The Directors acknowledge, with thanks, the cooperation and guidance extended to your Company by the Securities and Exchange Commission of Pakistan (SECP) and other regulatory authorities. Their role is critical in developing the financial services sector and it is hoped that these agencies would continue to strengthen this sector, by taking appropriate measures for its betterment.

In the end, we would like to thank you, our valued Shareholders, as well as PGL's customers and bankers, for the valuable support given by them to PGL. We look forward to reinforcing and building further a mutually beneficial and cordial relationship between PGL and all its stakeholders.

Air Marshal Syed Masood Hatif (Retd)  
Vice-Chairman

Mahfuz-ur-Rehman Pasha  
Chief Executive Officer

Karachi: October 23, 2014.

**Condensed Interim  
Balance Sheet**  
As at September 30, 2014

	NOTE	September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
		----- Rupees -----	
<b>Assets</b>			
<b>Current Assets</b>			
Cash and bank balances		6,785,521	18,734,373
Short term Investment	4	3,181,980	3,072,837
Other receivables - net		1,668,631	5,873,261
Advances to employees		101,665	81,914
Accrued mark-up / return on investments		424,948	1,044,514
Prepayments		1,015,514	717,925
Current portion of net investment in lease finance	5	428,390,208	429,472,999
Taxation recoverables - net		558,945	4,579,176
<b>Total current assets</b>		<b>442,127,412</b>	<b>463,576,999</b>
<b>Non-current assets</b>			
Net investment in lease finance	5	627,370,666	623,154,313
Long-term investments	6	20,786,465	20,862,810
Long-term deposits		109,500	109,500
Operating fixed assets	7	99,767,852	100,976,272
Intangible assets		411,955	449,406
<b>Total non-current assets</b>		<b>748,446,438</b>	<b>745,552,301</b>
<b>Total assets</b>		<b>1,190,573,850</b>	<b>1,209,129,300</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		9,612,025	10,061,629
Accrued mark-up		7,118,913	3,438,338
Certificates of investment - unsecured		139,567,649	137,107,176
Short term borrowings		72,614,761	99,922,571
Short term loan from a related party - unsecured		10,000,000	22,000,000
Current portion of advance rental against Ijarah financing		1,656,144	3,191,362
Current portion of Long term deposits		97,228,527	104,069,602
<b>Total current liabilities</b>		<b>337,798,019</b>	<b>379,790,678</b>
<b>Non-current liabilities</b>			
Long term deposits		216,516,600	204,525,380
Advance rental against Ijarah financing		2,962,586	1,562,773
Deferred taxation - net		128,306,208	128,427,443
<b>Total non-current liabilities</b>		<b>347,785,394</b>	<b>334,515,596</b>
<b>Total liabilities</b>		<b>685,583,413</b>	<b>714,306,274</b>
<b>Net assets</b>		<b>504,990,437</b>	<b>494,823,026</b>
<b>Financed by</b>			
Issued, subscribed and paid up capital		253,698,000	253,698,000
Reserves		207,534,983	196,919,786
		461,232,983	450,617,786
Surplus on revaluation of available for sale investment		1,987,780	1,878,637
Total equity		463,220,763	452,496,423
Surplus on revaluation of operating fixed asset-net of tax		41,769,674	42,326,603
		504,990,437	494,823,026
<b>Commitments</b>	8		

The annexed notes 1 to 11 form an integral part of these condensed financial information.

Chief Executive Officer

Director

**Condensed Interim  
Profit and Loss Account**  
(Un-audited)  
For the three months period  
ended September 30, 2014

	NOTE	Three months Period Ended 30 September	
		2014	2013
		----- Rupees -----	
<b>INCOME</b>			
Income from leasing operations		30,555,238	22,387,778
<b>Other operating income</b>		<b>1,121,788</b>	<b>363,511</b>
Profit on bank accounts / return on investments		5,131	227,000
Other income		1,126,919	590,511
		<b>31,682,157</b>	<b>22,978,289</b>
<b>OPERATING EXPENSES</b>			
Administrative and operating expenses		10,738,230	8,830,952
Finance cost		6,777,388	1,855,348
		<b>17,515,618</b>	<b>10,686,300</b>
Operating profit before provision		14,166,539	12,291,989
Reversal / (Provision) for potential lease losses		-	105,447
<b>Profit before taxation</b>		<b>14,166,539</b>	<b>12,397,436</b>
<b>Taxation</b>			
- Current		(4,229,507)	(229,783)
- Deferred		121,236	(1,502,864)
		<b>(4,108,271)</b>	<b>(1,732,647)</b>
<b>Profit after taxation</b>		<b>10,058,268</b>	<b>10,664,789</b>
<b>Earning per share- basic &amp; diluted</b>		<b>0.40</b>	<b>0.42</b>

The annexed notes 1 to 11 form an integral part of these condensed financial information.

Chief Executive Officer

Director

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

For the three months period ended September 30, 2014

	Three months Period Ended 30 September	
	2014	2013
	----- Rupees -----	
Profit after taxation	10,058,268	10,664,789
<b>Other Comprehensive Income</b>		
<i>Item that is or may be reclassified subsequently to profit and loss account</i>		
Unrealised gain on revaluation of available for sale investment	109,143	(103,713)
<b>Total Comprehensive income for the period</b>	<u>10,167,411</u>	<u>10,561,076</u>

The annexed notes 1 to 11 form an integral part of these condensed financial information.

Chief Executive Officer

Director

**Cash Flow Statement (Un-audited)**

For the three months period  
ended September 30, 2014

	Three months Period Ended 30 September	
	2014	2013
	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	14,166,539	12,397,436
<b>Adjustment for:</b>		
- Depreciation	3,378,870	2,141,829
- Amortisation of long term investments - net	14,496	5,705
- Amortisation of intangible asset	37,451	37,451
- Financial charges	6,777,388	1,855,348
- (Reversal) / Provision for potential lease losses	-	(105,447)
	<u>10,208,205</u>	<u>3,934,886</u>
<b>Operating profit before working capital changes</b>	<u>24,374,744</u>	<u>16,332,322</u>
<b>Movement in working capital</b>		
<b>Decrease / (Increase) in current assets</b>		
- Other receivables - net	4,204,630	2,940,669
- Advances to employees	(19,751)	8,138
- Accrued mark-up/return on investments	619,566	(237,927)
- Prepayments	(297,589)	(341,604)
	<u>4,506,856</u>	<u>2,369,276</u>
<b>Increase / (Decrease) in current liabilities</b>		
Trade and other payables	(449,604)	(3,790,234)
<b>Cash generated from operations</b>	<u>28,431,996</u>	<u>14,911,364</u>
Financial charges paid	(3,096,813)	(2,734,489)
Tax paid	(209,276)	(899,925)
Deposits received from lessees - net	5,150,145	4,478,480
Decrease in advance rental (Ijarah) received from lessees	(135,405)	-
(Increase) / decrease in net investment in lease finance	(3,133,562)	37,177,824
	<u>(1,424,911)</u>	<u>38,021,890</u>
<b>Net cash inflow from operating activities</b>	<u>27,007,085</u>	<u>52,933,254</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure	(2,170,450)	(1,790,400)
Long term investment - net	61,850	(6,698,498)
<b>Net cash outflow on investing activities</b>	<u>(2,108,600)</u>	<u>(8,488,898)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of certificate of investment - net	2,460,473	3,002,527
Repayment of short term loan from a related party - net	(12,000,000)	-
<b>Net cash (outflow) / inflow on financing activities</b>	<u>(9,539,527)</u>	<u>3,002,527</u>
<b>Net increase in cash and cash equivalents</b>	<u>15,358,958</u>	<u>47,446,883</u>
<b>Cash and cash equivalents at the beginning of the period</b>	9 (81,188,198)	(19,223,626)
<b>Cash and cash equivalents at the end of the period</b>	9 <u>(65,829,240)</u>	<u>28,223,257</u>

The annexed notes 1 to 11 form an integral part of these condensed financial information.

Chief Executive Officer

Director

**Statement of Changes in Equity  
(Un-audited)  
For the three months period  
ended September 30, 2014**

	Share Capital	Statutory Reserve	Reserve for issue of Bonus Shares	Unappropriated Profit	Sub-total	Surplus / (Deficit) on revaluation of available for sale Investments	Total
----- Rupees -----							
Balance as at 1 July 2013	253,698,000	45,701,974	4,402,000	115,367,485	165,471,459	1,108,663	420,278,122
<i>Total Comprehensive income for the period ended 30 September 2013</i>							
Profit after taxation	-	-	-	10,664,789	10,664,789	-	10,664,789
<i>Other comprehensive income</i>							
Deficit on revaluation of available for sale investment	-	-	-	10,664,789	10,664,789	(103,713)	(103,713)
Transfer from surplus on revaluation of operating fixed assets to unappropriated profit - net of deferred tax	-	-	-	597,492	597,492	-	597,492
Transfer to statutory reserve	-	2,132,958	-	(2,132,958)	-	-	-
<b>Balance as at 30 Sept. 2013</b>	<b>253,698,000</b>	<b>47,834,932</b>	<b>4,402,000</b>	<b>124,496,808</b>	<b>176,733,740</b>	<b>1,004,950</b>	<b>431,436,690</b>
<b>Balance as at 1 July 2014</b>	<b>253,698,000</b>	<b>51,546,096</b>	<b>4,402,000</b>	<b>140,971,690</b>	<b>196,919,786</b>	<b>1,878,637</b>	<b>452,496,423</b>
<i>Total Comprehensive income for the period ended 30 September 2014</i>							
Profit after taxation	-	-	-	10,058,268	10,058,268	-	10,058,268
<i>Other comprehensive income</i>							
Surplus on revaluation of available for sale investments	-	-	-	-	-	109,143	109,143
Transfer from surplus on revaluation of operating fixed assets to unappropriated profit - net of deferred tax	-	-	-	556,929	556,929	-	556,929
Transfer to statutory reserve	-	2,011,654	-	(2,011,654)	-	-	-
<b>Balance as at 30 Sept. 2014</b>	<b>253,698,000</b>	<b>53,557,750</b>	<b>4,402,000</b>	<b>149,575,233</b>	<b>207,534,983</b>	<b>1,987,780</b>	<b>463,220,763</b>

The annexed notes 1 to 11 form an integral part of these condensed financial information.

Chief Executive Officer

Director

**Notes to the Financial Statements  
(Un-audited)  
For the three months period  
ended September 30, 2014**

**1 STATUS AND NATURE OF BUSINESS**

Pak-Gulf Leasing Company ("the Company") was incorporated in Pakistan on 27 December 1994 and commenced its operations on 16 September 1996. The Company is principally engaged in the business of leasing and is listed on all three Stock Exchanges of Pakistan. The registered office of the Company is situated at the Forum, Rooms 125-127, First Floor, Main Khayaban-e-Jami, Clifton, Block-9, Karachi.

1.2 Regulation 4 of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations 2008) requires a leasing company to maintain, at all times, minimum equity of Rs. 700 million by 30 June 2013. The equity of the Company as at 30 September 2014 is Rs. 463.22 million which is Rs. 236.78 million short of the minimum capital requirement. Securities and Exchange Commission of Pakistan is reviewing the overall regulatory regime including the minimum equity requirement. For this purpose Securities and Exchange Commission of Pakistan has issued NBF-Reforms Committee Report for comments of the stakeholders which includes among other measures, extension in time for minimum equity requirements whereby a leasing company is required to meet minimum equity requirements of Rs. 700 million by 30 June 2018.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

This unaudited condensed interim financial information is being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting, Islamic Financial Accounting Standard - 2 Ijarah (IFAS - 2) issued by the Institute of Chartered Accountants of Pakistan (ICAP), provisions of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008. In case where requirements differ, the provision or directives issued under the Companies Ordinance, 1984, NBFC Rules, 2003 and NBFC Regulations, 2008 shall prevail.

2.2 This condensed interim financial information has been presented in Pakistani Rupees, which is the functional currency of the Company. The figures are rounded off to the nearest Rupee.

**3. ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements of the Company as at and for the year ended 30 June 2014.

Note	(Un-audited) September 30, 2014	(Audited) June 30, 2014
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**4 SHORT TERM INVESTMENTS**

**Available for sale**

**Cost**

54,300 units of National Investment Trust  
(June 2014 : 54,300 units)

1,194,200	1,194,200
-----------	-----------

**Revaluation surplus**

Opening  
Surplus for the period / year

1,878,637	1,108,663
109,143	769,974

1,987,780	1,878,637
-----------	-----------

3,181,980	3,072,837
-----------	-----------

	Note	September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
----- Rupees -----			
<b>5</b>			
<b>NET INVESTMENT IN FINANCE LEASES</b>			
Net investment in finance leases	5.1	<b>1,055,760,874</b>	1,052,627,312
Current portion shown under current assets	5.1	<b>(428,390,208)</b>	(429,472,999)
		<b><u>627,370,666</u></b>	<u>623,154,313</u>

**5.1 NET INVESTMENTS IN FINANCE LEASE**

	September 30, 2014 (Un-audited)			June 30, 2014 (Audited)		
	Not later than one year	Later than one year and less than five years	Total	Not later than one year	Later than one year and less than five years	Total
----- Rupees -----						
Minimum lease payments	417,160,547	468,199,853	885,360,400	413,632,492	481,428,550	895,061,042
Add: Residual value of leased assets (5.2)	<u>97,228,527</u>	<u>216,516,600</u>	<u>313,745,127</u>	104,069,602	204,525,380	308,594,982
Gross Investment in finance leases	514,389,074	684,716,453	1,199,105,527	517,702,094	685,953,930	1,203,656,024
Unearned lease income	<u>(84,962,222)</u>	<u>(57,345,787)</u>	<u>(142,308,009)</u>	(87,192,451)	(62,799,617)	(149,992,068)
Mark-up held in suspense	<u>(105,975)</u>	-	<u>(105,975)</u>	(105,975)	-	(105,975)
	<u>(85,068,197)</u>	<u>(57,345,787)</u>	<u>(142,413,984)</u>	(87,298,426)	(62,799,617)	(150,098,043)
	429,320,877	627,370,666	1,056,691,543	430,403,668	623,154,313	1,053,557,981
Provision for potential lease losses	<u>(930,669)</u>	-	<u>(930,669)</u>	(930,669)	-	(930,669)
Net investment in finance leases	<u>428,390,208</u>	<u>627,370,666</u>	<u>1,055,760,874</u>	<u>429,472,999</u>	<u>623,154,313</u>	<u>1,052,627,312</u>

In certain leases, the Company has security, in addition to leased assets, in the form of mortgages / registered hypothecation charges / corporate / personal guarantees of associated companies / directors.

**5.2** These represent interest free security deposits received against lease contracts and are refundable/adjustable at the expiry / termination of the respective leases. The amount is net of security deposit held against matured leases amounting to Rs. 62.5 million (30 June 2014: Rs. 65.375 million).

	Note	September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
----- Rupees -----			
<b>6</b>			
<b>LONG TERM INVESTMENTS</b>			

**Government Securities**

Pakistan Investment Bonds	<b><u>20,786,465</u></b>	<u>20,862,810</u>
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These Pakistan Investment Bonds have a cost of Rs. 20.8 million (30 June 2014: Rs. 20.81 million) and are maturing up till 18 July 2018.

	Note	September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
----- Rupees -----			
<b>7</b>			
<b>OPERATING FIXED ASSETS</b>			
Operating fixed assets - Own use	7.1	<b>76,793,517</b>	77,754,130
Operating fixed assets - Ijarah finance	7.2	<b>22,974,335</b>	23,222,142
		<b><u>99,767,852</u></b>	<u>100,976,272</u>

**7.1 OPERATING FIXED ASSETS - Own Use**

Opening written down value	77,754,130	80,411,501
----------------------------	------------	------------

**Additions during the period / year - at cost**

Vehicles	-	1,709,100
Office equipments	-	290,826
Computer equipment	<b>302,950</b>	424,405
Furnitures and fittings	-	15,400
	<b>302,950</b>	2,439,731

Surplus on revaluation	-	-
Depreciation for the period / year	<b>(1,263,563)</b>	(5,097,102)
Written down value of disposals during the period / year	-	-
Closing written down value	<b><u>76,793,517</u></b>	<u>77,754,130</u>

**7.2 OPERATING FIXED ASSETS - Ijarah Finance**

Opening written down value	23,222,142	3,344,192
----------------------------	------------	-----------

**Additions during the period / year - at cost**

Vehicles	<b>1,867,500</b>	2,231,240
Machinery	-	20,700,000
	<b>1,867,500</b>	22,931,240

Written down value of disposals during the period / year	-	(36,700)
Depreciation for the period / year	<b>(2,115,307)</b>	(3,016,590)
	<b>(2,115,307)</b>	(3,053,290)

Closing written down value	<b><u>22,974,335</u></b>	<u>23,222,142</u>
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**8 COMMITMENTS**

Leasing contracts committed but not executed at the balance sheet date amounted to Rs. 39.87 million (30 June 2014: Rs. 40.94 million).

September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
----- Rupees -----	

**9 CASH AND CASH EQUIVALENTS**

Cash and bank balances	6,785,521	18,734,373
Short term borrowings	<u>(72,614,761)</u>	<u>(99,922,571)</u>
	<u>(65,829,240)</u>	<u>(81,188,198)</u>

**10 TRANSACTION WITH RELATED PARTIES**

The Company has related party relationships with its associated companies, directors, senior executives and the employee provident fund plan.

Transactions with related parties comprise of the following:

Three months period ended 30 September (Un-audited) 2014	2013
----- Rupees -----	

Profit on Certificates of Investment	<u>3,566,304</u>	<u>1,592,537</u>
Certificate of Investment issued / rolled over during the period to Close relative(s) of Director(s)	<u>25,207,710</u>	<u>22,936,952</u>
Finance leases disbursed during the period to an associated undertaking	<u>-</u>	<u>2,459,000</u>
Rental received during the period against finance lease disbursed to associated undertaking(s)	<u>270,027</u>	<u>270,027</u>
Rental received during the period against finance lease disbursed to Director(s)	<u>413,269</u>	<u>-</u>
Short term loan from a related party obtained during the period	<u>10,000,000</u>	<u>-</u>
Short term loan from a related party repaid during the period	<u>22,000,000</u>	<u>-</u>
Financial charges on short term loan from a related party	<u>179,415</u>	<u>-</u>
Contribution during the period to Provident Fund	<u>86,835</u>	<u>111,189</u>
Directors' fee	<u>150,000</u>	<u>50,000</u>
Salary and allowances	<u>1,118,340</u>	<u>600,000</u>

**Balances outstanding at the period/year end**

September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
----- Rupees -----	

Certificates of Investments issued to Director(s)	<u>62,475,000</u>	<u>62,475,000</u>
Certificates of Investments issued to close relatives of Director(s)	<u>66,197,710</u>	<u>63,926,952</u>
Accrued mark-up on certificate of investment issued to Director(s)	<u>1,936,339</u>	<u>204,155</u>
Accrued mark-up on certificate of investment issued to close relative(s) of director(s)	<u>2,232,154</u>	<u>2,921,099</u>
Closing balance of rentals receivable from associated undertaking(s) related to finance lease	<u>4,002,905</u>	<u>4,272,932</u>
Closing balance of rentals receivable from Director(s) related to finance lease	<u>2,299,066</u>	<u>1,980,016</u>
Closing balance of short term loan from a related party	<u>10,000,000</u>	<u>22,000,000</u>
Accrued mark-up on short term loan from a related party	<u>40,044</u>	<u>7,335</u>

**11 GENERAL**

This condensed interim financial information was authorised for issue by the Board of Directors of the Company on 23 October 2014.