Contents

COMPANY INFORMATION

Board of Directors

Towfiq Habib Chinoy
(Chairman)
(Non-Executive Director)

Syed Hyder Ali
(Chief Executive & Managing Director)
(Executive Director)

Rizwan Ghani
(Executive Director)

Jari Latvanen
(Non-Executive Director)

Josef Meinrad Mueller
(Non-Executive Director)

Muhammad Aurangzeb
(Independent Director)

Shamim Ahmad Khan
(Non-Executive Director)

Syed Aslam Mehdi
(Non-Executive Director)

Syed Shahid Ali
(Non-Executive Director)

Tariq Iqbal Khan
(Non-Executive Director)

Advisor

Syed Babar Ali

Chief Financial Officer

Khurram Raza Bakhtayari

Company Secretary

Adi J. Cawasji

Rating Agency

PACRA

Credit Rating

Long-Term : AA
Short-Term : A1+

Auditors

A.F. Ferguson & Co.
(Chartered Accountants)

Legal Advisors

Hassan & Hassan - Lahore
Orr, Dignam & Co. - Karachi

Shares Registrar

FAMCO Associates (Pvt.) Ltd
8-F, Next to Hotel Faran
Nursery, Block 6, P.E.C.H.S.,
Shahrah-e-Faisal,
Karachi-75400
PABX : (021) 34380101
: (021) 34380105
: (021) 34384621-3
Fax : (021) 34380106
Email : info.shares@famco.com.pk

Bankers & Lenders

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Deutsche Bank A.G.
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
International Finance Corporation (IFC)
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
NIB Bank Limited
Samba Bank Limited
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
The Bank of Punjab
The Bank of Tokyo - Mitsubishi UFJ, Limited
United Bank Limited

Head Office & Works

Shahrah-e-Roomi,
P.O. Amer Sidhu,
Lahore - 54760, Pakistan
PABX : (042) 35811541-46
Fax : (042) 35811195

Offices:

Registered Office & Regional Sales office
4th Floor, The Forum
Suite No. 416 - 422, G-20, Block 9,
Khayaban-e-Jami, Clifton,
Karachi-75600, Pakistan

PABX : (021) 35874047-49
: (021) 35378650-51
: (021) 35831618, 35833011
Fax : (021) 35860251

Regional Sales Office

2nd Floor, G.D. Arcade
73-E, Fazal-ul-Haq Road, Blue Area,
Islamabad-44000, Pakistan

PABX : (051) 2348307-9
: (051) 2806267
Fax : (051) 2348310

Zonal Sales Offices

C-2, Hassan Arcade Nusrat Road,
Multan Cantt. - 60000, Pakistan
Tel & Fax : (061) 4504553

2nd Floor Sitara Tower,
Bilal chowk, Civil Lines, Faisalabad - Pakistan
Tel : (041) 2602415
Fax : (041) 2629415

Web Presence

www.packages.com.pk

DIRECTORS' REPORT FOR THE THREE MONTHS ENDED MARCH 31, 2016

The Directors of Packages Limited take pleasure in presenting to its shareholders, the quarterly report together with the un-audited financial statements of the Company for the three months ended March 31, 2016.

Financial and Operational Performance

The comparison of the un-audited financial results for the first quarter ended March 31, 2016 as against March 31, 2015 is as follows:

	Jan - March 2016	Jan - March 2015
	(Rupees in million)	
Net sales	**4,583**	4,307
EBITDA - Operations	**861**	652
Depreciation and amortization	**(147)**	(143)
EBIT - Operations	**714**	509
Finance costs	**(109)**	(169)
Other (expenses) / income - net	**(73)**	(55)
Investment income	**1,379**	935
Earnings before tax	**1,911**	1,220
Taxation	**(319)**	(210)
Earnings after tax	**1,593**	1,010
Basic earnings per share - Rupees	**17.96**	11.57

During the first quarter of 2016, the Company achieved net sales of Rs. 4,583 million against net sales of Rs. 4,307 million of corresponding period of last year, representing sales growth of 6%. However, the overall volume growth has been 13% which has been offset by price discounts passed onto the customers of the packaging division on the back of deflationary trends in the raw material and fuel and power costs.

The Operations have generated Earnings before Interest, Tax, Depreciation and Amortization (EBITDA) of Rs. 861 million during the quarter under review against Rs. 652 million of corresponding period of year 2015, resulting in an increase of Rs. 209 million mainly due to revenue growth, prudent management of raw material costs, cost rationalization in operations and production efficiencies.

Conversion of Preference Shares

During the quarter ended March 31, 2016, the Company, in accordance with the terms of the "Subscription Agreement", dated March 25, 2009, received a further request from International Finance Corporation ("IFC") for conversion of one million preference shares into ordinary shares on the basis of one ordinary share for one preference share. Consequently one million preference shares were converted to ordinary shares effective March 02, 2016. This has decreased finance cost of the Company by Rs. 19 million.

Investment in associated company - Tri-Pack Films Limited

The Company has subscribed to the right shares offered by its associated company, Tri-Pack Films Limited during the quarter ended March 31, 2016 investing Rs. 367 million. Tri-Pack Films Limited has endeavored to reduce its reliance on debt through the rights issue, reducing both debt and creditors' financing, thus saving the interest expense. Your Company believes that this will yield positive returns for the Company in the long term.

Real estate development - Packages Mall

The Company's development of a high quality retail mall at its Lahore land through its subsidiary, Packages Construction (Private) Limited is underway and is expected to be completed within this calender year.

Future Outlook

Despite increasing competition in Packaging Division business, the Company will continue to focus on improving shareholders' value through tight cost controls, product and process optimization, price rationalization and efficient working capital management. In the Consumer Product Division, the Company plans to take new initiatives for marketing of consumer products.

Company's Staff and Customers

We wish to record our appreciation of the commitment of our employees to the Company and continued patronage of our customers.

(Towfiq Habib Chinoy)
Chairman
Lahore, April 21, 2016

(Syed Hyder Ali)
Chief Executive & Managing Director
Lahore, April 21, 2016

31 مارچ 2016 کو ختم ہونے والی سہ ماہی کے لئے ڈائریکٹرز کی رپورٹ

پیکیجز لمیٹڈ کے ڈائریکٹرز اپنے حصص یافتگان کو پہلی سہ ماہی مختتمہ 31 مارچ 2016 کے لئے سہ ماہی رپورٹ مع کمپنی کے غیر آڈٹ شدہ مالیاتی حسابات پیش کرتے ہوئے فخر محسوس کرتے ہیں۔

مالیاتی اور آپریشنل کارکردگی

31 مارچ 2016 کو ختم ہونے والی پہلی سہ ماہی کے لئے غیر آڈٹ شدہ مالیاتی نتائج 31 مارچ 2015 کے مقابلے میں درج ذیل ہیں:

	جنوری۔ مارچ 2016	جنوری۔ مارچ 2015
	(روپے ملین میں)	
خالص سیلز	**4583**	4,307
EBITDA۔ آپریشنز	**861**	652
فرسودگی اور کساد بازاری	**(147)**	(143)
EBIT۔ آپریشنز	**714**	509
فنانس کی لاگت	**(109)**	(169)
دیگر (اخراجات)/ آمدنی۔ خالص	**(73)**	(55)
سرمایہ کاری کی آمدنی	**1,379**	935
آمدنی قبل از ٹیکس	**1,911**	1,220
ٹیکسیشن	**(319)**	(210)
آمدنی بعد از ٹیکس	**1,593**	1,010
بنیادی آمدنی فی شیئر۔ روپے	**17.96**	11.57

2016 کی پہلی سہ ماہی میں کمپنی نے 4,583 ملین روپے کی خالص سیلز حاصل کیں جبکہ 2015 کی اسی مدت کے دوران 4,307 ملین روپے کی خالص سیلز حاصل کی گئی تھیں اور اس طرح 6 فیصد سیلز گروتھ ظاہر ہوتی ہے۔ جبکہ ترقی کا مجموعی حجم 13 فیصد رہا جو کہ نرخوں کے ڈسکاؤنٹ کے ذریعے پیکیجنگ ڈویژن کے صارفین کو منتقل کر دیا گیا اور اس کا پس منظر خام مال اور ایندھن و بجلی کے اخراجات میں کمی کے رجحانات تھے۔

آپریشنز سے زیر جائزہ سہ ماہی کے دوران آمدنی قبل از ٹیکس فرسودگی اور کساد بازاری (EBITDA) 861 ملین روپے رہی جبکہ 2015 کی اس مدت میں EBITDA 652 ملین روپے تھا، نتیجتاً 209 ملین روپے کا اضافہ دیکھنے میں آیا جو بنیادی طور پر ریونیو گروتھ، خام مال کے اخراجات پر محتاط انتظامات، ایندھن اور توانائی کے کمترین اخراجات، آپریشنز میں اخراجات کی راشنلائزیشن اور پیداواری صلاحیتوں میں بہتری کے سبب ممکن ہوسکا۔

ترجیحی شیئرز کی منتقلی

31 مارچ 2016 کو ختم ہونے والی سہ ماہی کے دوران کمپنی کو ''سبسکرپشن ایگریمنٹ'' مورخہ 25 مارچ 2009 کی شرائط کے مطابق انٹرنیشنل فنانس کارپوریشن

(''آئی ایف سی'') سے ایک ملین ترجیحی شیئرز کو عمومی شیئرز میں منتقلی کے لئے ایک مزید درخواست موصول ہوئی جو ایک ترجیحی شیئر کے لئے ایک عمومی شیئر کی بنیاد پر ہے۔اس کے نتیجے میں 2 مارچ 2016 کو ایک ملین ترجیحی شیئرز کو عمومی شیئرز میں منتقل کر دیا گیا۔اس سے کمپنی کے فنانس کی لاگت میں 19 ملین روپے کی کمی ہوئی۔

منسلکہ کمپنی میں سرمایہ کاری۔ٹرائی پیک فلمز لمیٹڈ

کمپنی نے 31 مارچ 2016 کو ختم ہونے والی سہ ماہی کے دوران اپنی منسلکہ کمپنی،ٹرائی پیک فلمز لمیٹڈ میں 367 ملین روپے کی سرمایہ کاری کرتے ہوئے رائٹ شیئرز حاصل کئے۔ٹرائی پیک فلمز لمیٹڈ نے رائٹ ایشو کے ذریعے،قرضوں اور کریڈیٹرز دونوں کی فنانسنگ میں کمی کرکے قرضوں پر انحصار کم کرنے کی کوشش کی تاکہ فنانس کے اخراجات میں بچت ہو۔آپ کی کمپنی اس امر پر یقین رکھتی ہے کہ اس کوشش سے کمپنی کے لئے طویل مدتی مثبت منافع جات حاصل کئے جائیں گے۔

رئیل اسٹیٹ ڈیولپمنٹ۔پیکیجز مال

کمپنی لاہور میں اپنی اراضی پر ایک اعلیٰ اور جدید معیار کے مطابق ریٹیل مال تعمیر کر رہی ہے جو اس کے ذیلی ادارے پیکیجز کنسٹرکشن (پرائیویٹ) لمیٹڈ کے ذریعے تکمیل پا رہا ہے اور توقع ہے کہ اسی مالیاتی سال میں اسے مکمل کر لیا جائے گا۔

مستقبل پر ایک نظر

پیکیجنگ ڈویژن کے کاروبار میں بڑھتی ہوئی مسابقت کے باوجود کمپنی اخراجات پر سخت کنٹرول، پروڈکٹ اور تمام تر طریقہ کار کی نگرانی، نرخوں کی درجہ بندی اور مستعد ورکنگ کیپٹل کے انتظام کے ذریعے حصص یافتگان کے فوائد میں اضافے پر توجہ دینے کا سلسلہ جاری رکھے گی۔ٹشو ڈویژن میں کمپنی کا منصوبہ ہے کہ اشیائے صارف کی مارکیٹنگ کے لئے نئے اقدامات کئے جائیں۔

کمپنی کا اسٹاف اور صارفین

ہم کمپنی کے لئے مسلسل کوششوں اور انتھک جدوجہد پر اپنے ملازمین اور مستقل تعاون و سرپرستی کے لئے اپنے صارفین کو خراج تحسین پیش کرتے ہیں۔

(توفیق حبیب چنائے)
چیئرمین
لاہور، اپریل 21، 2016

(سید حیدر علی)
چیف ایگزیکٹو اور منیجنگ ڈائریکٹر
لاہور، اپریل 21، 2016

PACKAGES LIMITED
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
as at March 31, 2016

	Note	March 31, 2016 Un-audited	December 31, 2015 Audited
		(Rupees in thousand)	
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Authorised capital			
150,000,000 (December 31, 2015: 150,000,000) ordinary shares of Rs. 10 each		**1,500,000**	1,500,000
22,000,000 (December 31, 2015: 22,000,000) 10% non-voting preference shares / convertible stock of Rs. 190 each		**4,180,000**	4,180,000
Issued, subscribed and paid up capital			
89,379,504 (December 31, 2015: 88,379,504) ordinary shares of Rs. 10 each		**893,795**	883,795
Reserves		**40,615,918**	41,878,330
Preference shares / convertible stock reserve		**1,235,633**	1,309,682
Accumulated profit		**3,807,376**	3,714,566
		46,552,722	47,786,373
NON-CURRENT LIABILITIES			
Long term finances	6	**3,615,261**	3,729,181
Liabilities against assets subject to finance lease		**25,078**	27,653
Deferred income tax liabilities	7	**379,119**	246,120
Retirement benefits		**40,425**	40,425
Deferred liabilities		**212,076**	201,576
		4,271,959	4,244,955
CURRENT LIABILITIES			
Current portion of long term liabilities		**391,933**	392,285
Finances under mark up arrangements - secured		**134,460**	884,481
Trade and other payables		**2,621,821**	3,278,124
Accrued finance costs		**434,723**	349,282
		3,582,937	4,904,172
CONTINGENCIES AND COMMITMENTS	8	**-**	-
		54,407,618	56,935,500

	Note	March 31, 2016 Un-audited	December 31, 2015 Audited
		(Rupees in thousand)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	9	**3,910,313**	3,804,477
Investment property		**154,274**	155,426
Intangible assets		**16,497**	20,729
Investments	10	**42,423,804**	44,997,518
Long term loans and deposits		**39,996**	39,247
		46,544,883	49,017,397
CURRENT ASSETS			
Stores and spares		**400,237**	488,061
Stock-in-trade		**1,728,528**	1,780,177
Trade debts		**2,224,065**	1,781,022
Loans, advances, deposits, prepayments and other receivables		**845,304**	1,346,088
Income tax receivable	11	**2,513,246**	2,421,015
Cash and bank balances		**151,355**	101,740
		7,862,735	7,918,103
		54,407,618	56,935,500

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

Towfiq Habib Chinoy Chairman	Syed Hyder Ali Chief Executive & Managing Director	Tariq Iqbal Khan Director

PACKAGES LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
for the three months ended March 31, 2016

		Note	March 31, 2016 Un-audited	March 31, 2015 Un-audited
			(Rupees in thousand)	
Local sales			**5,364,547**	5,001,632
Export sales			**5,937**	13,890
Gross sales			**5,370,484**	5,015,522
Less: Sales tax and excise duty			**778,825**	701,084
Commission			**8,401**	7,741
			787,226	708,825
Net sales			**4,583,258**	4,306,697
Cost of sales		12	**(3,383,304)**	(3,450,472)
Gross profit			**1,199,954**	856,225
Administrative expenses			**(226,505)**	(175,419)
Distribution and marketing costs			**(258,985)**	(172,219)
Other operating expenses			**(146,573)**	(98,261)
Other operating income			**73,370**	43,136
Profit from operations			**641,261**	453,462
Finance costs			**(108,942)**	(168,686)
Investment income			**1,379,094**	935,425
Profit before taxation			**1,911,413**	1,220,201
Taxation		13	**(318,603)**	(209,930)
Profit for the period			**1,592,810**	1,010,271
Basic earnings per share	Rupees	14	**17.96**	11.57
Diluted earnings per share	Rupees	14	**15.48**	10.14

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

Towfiq Habib Chinoy Chairman	Syed Hyder Ali Chief Executive & Managing Director	Tariq Iqbal Khan Director

PACKAGES LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
for the three months ended March 31, 2016

	Three months ended	
	March 31, 2016	March 31, 2015
	Un-audited	Un-audited
	(Rupees in thousand)	
Profit for the period	**1,592,810**	1,010,271
Items that may be reclassified subsequently to profit or loss		
Other comprehensive income:		
(Deficit) / surplus on remeasurement of available for sale financial assets	**(2,940,381)**	3,193,092
Total comprehensive (loss) / income for the period	**(1,347,571)**	4,203,363

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

Towfiq Habib Chinoy
Chairman

Syed Hyder Ali
Chief Executive & Managing Director

Tariq Iqbal Khan
Director

PACKAGES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
for the three months ended March 31, 2016

	Share capital	Share premium	Fair value reserve	General reserve	Preference shares / convertible stock reserve	Accumulated profit	Total
	(Rupees in thousand)						
Balance as on December 31, 2014 (audited)	863,795	3,232,831	29,223,250	12,310,333	1,571,699	2,800,819	**50,002,727**
Appropriation of funds							
Transferred to general reserve	-	-	-	1,500,000	-	(1,500,000)	-
Conversion of preference shares/convertible stock into ordinary share	10,000	177,969	-	-	(74,048)	-	**113,921**
	10,000	177,969	-	-	(74,048)	-	**113,921**
Total comprehensive income for the period ended March 31, 2015							
Profit for the period	-	-	-	-	-	1,010,271	**1,010,271**
Other comprehensive income:							
Surplus on remeasurement of available for sale financial assets	-	-	3,193,092	-	-	-	**3,193,092**
Total comprehensive income for the period	-	-	3,193,092	-	-	1,010,271	**4,203,363**
Balance as on March 31, 2015 (Un-audited)	873,795	3,410,800	32,416,342	13,810,333	1,497,651	2,311,090	**54,320,011**
Transaction with owners recognised directly in equity							
Final Dividend for the year ended December 31, 2014 Rs. 9.00 per share	-	-	-	-	-	(786,416)	**(786,416)**
Conversion of preference shares/convertible stock into ordinary share capital (1,000,000 ordinary shares of Rs. 10 each)	10,000	177,969	-	-	(187,969)	-	-
	10,000	177,969	-	-	(187,969)	(786,416)	**(786,416)**
Total comprehensive income for the period ended December 31, 2015							
Profit for the period	-	-	-	-	-	2,285,145	**2,285,145**
Other comprehensive income:							
Deficit on remeasurement of available for sale financial assets	-	-	(7,937,114)	-	-	-	**(7,937,114)**
Remeasurement of retirement benefit asset / liability	-	-	-	-	-	(95,253)	**(95,253)**
Total comprehensive income for the period	-	-	(7,937,114)	-	-	2,189,892	**(5,747,222)**
Balance as on December 31, 2015 (audited)	883,795	3,588,769	24,479,228	13,810,333	1,309,682	3,714,566	**47,786,373**
Appropriation of funds							
Transferred to general reserve	-	-	-	1,500,000	-	(1,500,000)	-
Total transactions with owners, recognised directly in equity							
Conversion of preference shares/convertible stock into ordinary share capital (1,000,000 ordinary shares of Rs. 10 each)	10,000	177,969	-	-	(74,049)	-	**113,920**
Total comprehensive income for the period ended March 31, 2016							
Profit for the period	-	-	-	-	-	1,592,810	**1,592,810**
Other comprehensive income							
Deficit on remeasurement of available for sale financial assets	-	-	(2,940,381)	-	-	-	(2,940,381)
Total comprehensive income for the period	-	-	(2,940,381)	-	-	1,592,810	(1,347,571)
Balance as on March 31, 2016 (un-audited)	893,795	3,766,738	21,538,847	15,310,333	1,235,633	3,807,376	46,552,722

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

Towfiq Habib Chinoy	Syed Hyder Ali	Tariq Iqbal Khan
Chairman	Chief Executive & Managing Director	Director

PACKAGES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
for the three months ended March 31, 2016

	Note	Three months ended March 31, 2016 Un-audited	Three months ended March 31, 2015 Un-audited
		(Rupees in thousand)	
Cash flow from operating activities			
Cash generated from operations	16	**356,592**	876,339
Finance cost paid		**(23,501)**	(169,451)
Taxes paid		**(277,834)**	(159,534)
Payments for accumulating compensated absences		**(9,019)**	(1,587)
Net cash generated from operating activities		**46,238**	545,767
Cash flow from investing activities			
Fixed capital expenditure		**(265,695)**	(54,459)
Investments		**(366,667)**	(1,210,134)
Long term loans and deposits - net		**(749)**	(508)
Proceeds from disposal of property, plant and equipment		**60,519**	18,871
Dividends received		**1,329,094**	935,425
Net cash generated from / (used in) investing activities		**756,502**	(310,805)
Cash flow from financing activities			
Liabilities against assets subject to finance lease - net		**(2,927)**	330
Dividend paid		**(177)**	(237)
Net cash (used in) / generated from financing activities		**(3,104)**	93
Net increase in cash and cash equivalents		**799,636**	235,055
Cash and cash equivalents at the beginning of the period		**(782,741)**	(1,010,104)
Cash and cash equivalents at the end of the period	17	**16,895**	(775,049)

The annexed notes 1 to 21 form an integral part of this condensed interim financial information.

Towfiq Habib Chinoy Chairman	Syed Hyder Ali Chief Executive & Managing Director	Tariq Iqbal Khan Director

1. Legal status and nature of business

Packages Limited ('the Company') is a public limited company incorporated in Pakistan and is listed on Pakistan Stock Exchange. It is principally engaged in the manufacture and sale of packaging materials and tissue products. The registered office of the Company is situated at 4th Floor, the Forum, Suite No. 416 - 422, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi, Pakistan. Head office and factory is located at Shahrah-e-Roomi, P.O. Amer Sidhu, Lahore, Pakistan.

The Company also holds investment in companies engaged in the manufacture and sale of inks, flexible packaging material, paper, paperboard and corrugated boxes, biaxially oriented polypropylene (BOPP) film and cast polypropylene (CPP) film, and companies engaged in insurance and real estate business.

2. Basis of preparation

These financial statements have been prepared in accordance with the requirements of the Companies Ordinance, 1984 ('the Ordinance') and the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. Wherever the requirements of the Companies Ordinance, 1984 or directives issued by Securities and Exchange Commission of Pakistan differ with the requirements of IFRS or IFAS, the requirements of the Companies Ordinance, 1984 or the requirements of the said directives prevail.

3. Significant accounting policies

3.1 The accounting policies adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of preceding annual published financial statements of the Company for the year ended December 31, 2015 except for the adoption of new accounting policies as referred to in note 3.2.1.

3.2 Initial application of standards, amendments or an interpretation to existing standards

The following amendments to existing standards have been published that are applicable to the Company's financial statements covering annual periods, beginning on or after the following dates:

3.2.1 Amendments to published standards effective in current year

New and amended standards and interpretations mandatory for the first time for the financial year beginning January 01, 2016:

Annual improvements 2014 are applicable for annual periods beginning on or after January 01, 2016. The amendments include changes from the 2012-14 cycle of the annual improvements project that affect 4 standards: IFRS 5, 'Non current assets held for sale and discontinued operations' regarding methods of disposal, IFRS 7, 'Financial instruments: Disclosures' with consequential amendments to IFRS 1 regarding servicing contracts, IAS 19, 'Employee benefits' regarding discount rates and IAS 34, 'Interim financial reporting' regarding disclosure of information. These amendments do not have a material impact on the Company's financial statements.

Amendments to IAS 16, 'Property, plant and equipment' and IAS 38, 'Intangible assets' are applicable on accounting periods beginning on or after January 01, 2016. IASB has clarified that the use of revenue based methods to calculate the depreciation of an asset is not appropriate because revenue generated by an activity that includes the use of an asset generally reflects factors other than the consumption of the economic benefits embodied in the asset. The IASB has also clarified that revenue is generally presumed to be an inappropriate basis for measuring the consumption of the economic benefits embodied in an intangible asset.These amendments do not have a material impact on the Company's financial statements.

IAS 27 (Amendments), 'Separate financial statements' are applicable on accounting periods beginning on or after January 1, 2016. These provide entities the option to use the equity method to account for investments in subsidiaries, joint ventures and associates in their separate financial statements.These amendments do not have a material impact on the Company's financial statements.

Amendments to IFRS 10, 'Consolidated financial statements' and IAS 28, 'Investments in associates and joint ventures' are applicable on accounting periods beginning on or after January 01, 2016. These amendments address an inconsistency between the requirements in IFRS 10 and those in IAS 28 in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The main consequence of the amendments is that a full gain or loss is recognised when a transaction involves a business, whether it is housed in a subsidiary or not. A partial gain or loss is recognised when a transaction involves assets that do not constitute a business, even if these assets are housed in a subsidiary. These amendments do not have a material impact on the Company's financial statements.

Amendments to IFRS 10, 'Consolidated financial statements' and IAS 28, 'Investments in associates and joint ventures' are applicable on accounting periods beginning on or after January 01, 2016. These amendments clarify the application of the consolidation exception for investment entities and their subsidiaries. These amendments do not have a material impact on the Company's financial statements.

IFRS 11 (Amendment), 'Joint arrangements' on acquisition of an interest in a joint operation is applicable on accounting periods beginning on or after 01 January 2016. This amendment adds new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business. The amendments specify the appropriate accounting treatment for such acquisitions. These amendments do not have a material impact on the Company's financial statements.

IFRS 14, 'Regulatory deferral accounts' is applicable on accounting periods beginning on or after January 01, 2016. This standard permits first time adopters to continue to recognise amounts related to rate regulation in accordance with their previous GAAP requirements when they adopt IFRS. However, to enhance comparability with entities that already apply IFRS and do not recognise such amounts, the standard requires that the effect of rate regulation must be presented separately from other items.These amendments do not have a material impact on the Company's financial statements.

Amendments to IAS 1, 'Presentation of financial statements' on the disclosure initiative is applicable on annual periods beginning on or after January 01, 2016, subject to EU endorsement. These amendements are part of the IASB initiative to improve presentation and disclosure in financial reports.These amendments do not have a material impact on the Company's financial statements.

3.2.2 Standards, amendments and interpretations to existing standards that are not yet effective

The following amendments and interpretations to existing standards have been published and are mandatory for the Company's accounting periods beginning on or after January 01, 2016 or later periods, but the Company has not early adopted them:

IFRS 9, 'Financial instruments' - classification and measurement is applicable on accounting periods beginning on or after January 01, 2015. This standard on classification and measurement of financial assets and financial liabilities will replace IAS 39, 'Financial instruments: Recognition and measurement'. IFRS 9 has two measurement categories: amortised cost and fair value. All equity instruments are measured at fair value. A debt instrument is measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest. For liabilities, the standard retains most of the requirements of IAS 39 . These include amortised-cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch. This change will mainly affect financial institutions.This IFRS is under consideration of the relevant Committee of the Institute of Chartered Accountants of Pakistan. The Company has yet to assess the impact of these changes on its financial statements.

IFRS 9, 'Financial instruments' is applicable on accounting periods beginning on or after January 01, 2018. IASB has published the complete version of IFRS 9, 'Financial Instruments', which replaces the guidance in IAS 39. This final version includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit losses model that replaces the incurred loss impairment model used today. This IFRS is under consideration of the relevant Committee of the Institute of Chartered Accountants of Pakistan. The Company has yet to assess the impact of these changes on its financial statements.

IFRS 15, 'Revenue from contracts with customers' is applicable on accounting periods beginning on or after January 01, 2017. This is a converged standard from the IASB and FASB on revenue recognition. The standard will improve the financial reporting of revenue and improve comparability of the top line in financial statements globally. The Company shall apply this standard from January 01, 2017 and does not expect to have a material impact on its financial statements.

4. Taxation

The provision for taxation for the three months ended March 31, 2016 has been made using the tax rate that would be applicable to expected total annual earnings.

5. Estimates

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this condensed interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended

December 31, 2015, with the exception of changes in estimates that are required in determining the provision for income taxes as referred to in Note 4.

6. Long term finances

	Note	**March 31, 2016**	December 31, 2015
		Un-audited	Audited
		(Rupees in thousand)	
Local currency loans - secured		**2,100,000**	2,100,000
Preference shares / convertible stock - unsecured		**2,014,895**	2,128,815
		4,114,895	4,228,815
Transfer to capital and reserves [1,000,000 shares (December 31, 2015: 1,000,000 shares)]	6.1	**(113,920)**	(113,920)
		4,000,975	4,114,895
Current portion shown under current liabilities		**(385,714)**	(385,714)
		3,615,261	3,729,181

6.1 During the period, IFC exercised its right to convert 1,000,000 (December 31, 2015: 2,000,000) preference shares / convertible stock of Rs. 190 into 1,000,000 (December 31, 2015: 2,000,000) ordinary shares of Rs 10 each. Consequently, the Company converted 1,000,000 (December 31, 2015: 2,000,000) preference shares / convertible stock during the period. Accordingly, the liability portion pertaining to 1,000,000 preference shares / convertible stock (December 31, 2015: 2,000,000) converted into ordinary shares has been transferred to capital and reserves.

7. The Divisional Bench of Sindh High Court in an order dated May 7, 2013 in case of another company has interpreted section 113(2)(c) of the Income Tax Ordinance, 2001 ('the Ordinance') in the manner that the benefit of carry forward of minimum tax paid is not available if otherwise no tax was payable by the company due to taxable loss.

Taking a prudent view on the matter, the Company has not adjusted the net deferred tax liability against aggregate tax credits of Rs. 436.93 million (2015: Rs. 436.93 million) available under section 113 of the Ordinance. Tax credits under section 113 of the Ordinance amounting to Rs. 203.917 million, Rs. 110.934 million and Rs. 122.079 million are set to lapse by the end of years ending on December 31, 2016, 2017 and 2020 respectively.

8. Contingencies and commitments

8.1 Contingencies

(i) Claims against the Company not acknowledged as debts Rs. 19.309 million (December 31, 2015: Rs. 18.946 million).

(ii) Post dated cheques not provided in the condensed interim financial information have been furnished by the Company in favor of the Collector of Customs against custom levies aggregated to Rs. 67.084 million (December 31, 2015: Rs. 69.148 million) in respect of goods imported.

(iii) Standby letter of credit issued by Habib Bank Limited Pakistan ('HBL Pakistan') in favor of Habib

Bank Limited Bahrain ('HBL Bahrain') on behalf of the Company amounts to USD 11.770 million (Equivalent to PKR 1,232.319 million) (December 2015: USD 11.770 million (Equivalent to PKR 1,232.781 million).

8.2 Commitments in respect of

(i) Letters of credit and contracts for capital expenditure Rs. 301.744 million (December 31, 2015: Rs. 295.519 million).

(ii) Letters of credit and contracts other than for capital expenditure Rs. 284.231 million (December 31, 2015: Rs. 223.465 million).

(iii) The amount of future payments under operating leases and the period in which these payments shall become due are as follows:

	Note	March 31, 2016	December 31, 2015
		Un-audited	Audited
		(Rupees in thousand)	
Not later than one year		**5,572**	10,597
Later than one year and not later than five years		**39,453**	37,259
		45,025	47,856

9. Property, plant and equipment

	Note	March 31, 2016	December 31, 2015
Operating assets - at net book value			
Owned assets		**3,430,277**	3,540,012
Assets subject to finance lease		**31,964**	35,248
	9.1	**3,462,241**	3,575,260
Capital work-in-progress	9.2	**448,072**	229,217
		3,910,313	3,804,477

9.1 Operating assets

		March 31, 2016	December 31, 2015
Opening net book value		**3,575,260**	3,435,863
Additions during the period		**46,841**	721,273
Transfer in at book value - net		**-**	2,168
		46,841	723,441
Disposals during the period at book value		**(18,720)**	(28,241)
Transferred to investment property		**-**	(6,464)
Depreciation charged during the period		**(141,140)**	(549,339)
		(159,860)	(584,044)
Closing net book value		**3,462,241**	3,575,260

9.1.1 Additions during the period / year

	Note	March 31, 2016 Un-audited	December 31, 2015 Audited
		(Rupees in thousand)	
Freehold land		**-**	26,641
Buildings on freehold land		**-**	2,376
Plant and machinery		**24,008**	577,515
Furniture and fixtures		**130**	1,651
Other equipment		**13,261**	38,187
Vehicles		**9,442**	74,903
		46,841	721,273

9.2 Capital work-in-progress

Civil works		**28,755**	11,229
Plant and machinery		**401,291**	194,137
Advances		**18,026**	23,851
		448,072	229,217

10. Investments

Opening balance		**44,997,518**	47,304,365
Investments made in related parties during the period	10.1	**366,667**	2,437,175
Deficit on remeasurement of available for sale financial assets		**(2,940,381)**	(4,744,022)
Closing balance		**42,423,804**	44,997,518

10.1 Investments made in related parties during the period

Packages Construction (Private) Limited		**-**	2,400,000
Anemone Holdings Limited		**-**	36,675
CalciPack (Private) Limited		**-**	500
Tri-Pack Films Limited	10.2	**366,667**	-
		366,667	2,437,175

10.2 This represents share deposit money against which shares were issued in the month of April 2016.

10.3 As of March 31, 2016, an aggregate of 410,000 shares (December 2015: 310,000) of Nestle Pakistan Limited having market value Rs. 2,867.642 million (December 2015: Rs. 2,418.0 million) were pledged in favor of HBL Pakistan against issuance of standby letter of credit in favor of HBL Bahrain as referred to in note 8.1.

11. In 1987, the Income Tax Officer (ITO) re-opened the Company's assessments for the accounting years ended December 31, 1983 and 1984 disallowing primarily tax credit given to the Company under section 107 of the Income Tax Ordinance, 1979. The tax credit amounting to Rs. 36.013

million on its capital expenditure for these years was refused on the grounds that such expenditure represented an extension of the Company's undertaking which did not qualify for tax credit under this section in view of the Company's location. The assessments for these years were revised by the ITO on these grounds and taxes reassessed were adjusted against certain sales tax refunds and the tax credits previously determined by the ITO and set off against the assessments framed for these years.

The Company had filed an appeal against the revised orders of the ITO before the Commissioner of Income Tax (Appeals) [CIT (A)], Karachi. The Commissioner has, in his order issued in 1988, held the assessments reframed by the ITO for the years 1983 and 1984 presently to be void and of no legal effect. The ITO has filed an appeal against the Commissioner's order with the Income Tax Appellate Tribunal (ITAT). The ITAT has in its order issued in 1996 maintained the order of CIT (A). The assessing officer after the receipt of the appellate order passed by CIT (A), has issued notices under section 65 of the Income Tax Ordinance, 1979 and the Company has filed a writ petition against the aforesaid notices with the High Court of Sindh, the outcome of which is still pending.

The amount recoverable Rs. 36.013 million represents the additional taxes paid as a result of the disallowance of the tax credits on reframing of the assessments.

12. Cost of sales

	Three months ended	
	March 31, 2016	March 31, 2015
	Un-audited	Un-audited
	(Rupees in thousand)	
Materials consumed	**2,344,873**	2,373,431
Salaries, wages and amenities	**290,890**	260,177
Travelling	**4,515**	4,218
Fuel and power	**132,362**	168,579
Production supplies	**123,172**	90,427
Excise duty and sales tax	**304**	92
Rent, rates and taxes	**8,816**	418
Insurance	**8,206**	8,966
Repairs and maintenance	**80,811**	78,753
Packing expenses	**86,636**	74,290
Depreciation on property, plant & equipment	**131,384**	129,452
Amortisation of intangible assets	**2,433**	2,433
Technical fee and royalty	**3,166**	3,194
Other expenses	**55,477**	39,383
	3,273,045	3,233,813
Opening work-in-process	**210,945**	211,699
Closing work-in-process	**(159,883)**	(202,096)
Cost of goods produced	**3,324,107**	3,243,416
Opening stock of finished goods	**538,591**	678,575
Closing stock of finished goods	**(479,394)**	(471,519)
	3,383,304	3,450,472

13. Taxation

Current	**185,603**	136,930
Deferred	**133,000**	73,000
	318,603	209,930

14. Earnings per share

		Three months ended	
		March 31, 2016	March 31, 2015
		Un-audited	Un-audited
		(Rupees in thousand)	

14.1 Basic earnings per share

Profit for the period	Rupees in thousand	**1,592,810**	1,010,271
Weighted average number of ordinary shares	Numbers	**88,709,174**	87,301,726
Earnings per share	Rupees	**17.96**	11.57

14.2 Diluted earnings per share

Profit for the period	Rupees in thousand	**1,592,810**	1,010,271
Return on preference shares / convertible stock - net of tax	Rupees in thousand	**48,628**	65,347
		1,641,438	1,075,618
Weighted average number of ordinary shares	Numbers	**88,709,174**	87,301,726
Weighted average number of notionally converted preference shares / convertible stock	Numbers	**17,357,172**	18,764,620
		106,066,346	106,066,346
Earnings per share	Rupees	**15.48**	10.14

15. Transactions with related parties

Relationship with the Company	Nature of transactions	Three months ended March 31, 2016 Un-audited	March 31, 2015 Un-audited
		(Rupees in thousand)	
i. Subsidiaries	Purchase of goods and services	**202,569**	211,358
	Sale of goods and services	**25,991**	8,701
	Dividend income	**97,094**	165,425
	Rental and other income	**6,779**	4,456
	Management and technical fee	**5,835**	7,045
	Investments	**-**	1,210,134
	Expenses incurred on behalf of subsidiaries	**105,711**	101,207
ii. Joint venture	Purchase of goods and services	**609,636**	618,022
	Sale of goods and services	**9,882**	17,346
	Rental and other income	**15,039**	13,544
	Sale of property, plant & equipment	**-**	77
iii. Associates	Purchase of goods and services	**139,812**	173,723
	Sale of goods and services	**1,083**	660
	Investments	**366,667**	-
	Insurance premium	**35,786**	30,453
	Commission earned	**2,595**	475
	Insurance claims received	**8**	681
	Rental and other income	**204**	79
	Sale of property, plant & equipment	**-**	1,834
	Dividend income	**50,000**	-
iv. Post employment benefit plans	Expense charged in respect of retirement benefit plans	**22,155**	21,082
v. Key management personnel	Salaries and other employee benefits	**28,756**	26,384

All transactions with related parties have been carried out on mutually agreed terms and conditions.

Period-end balances

	March 31, 2016 Un-audited	December 31, 2015 Audited
	(Rupees in thousand)	
Receivable from related parties		
Subsidiaries	**104,104**	80,294
Joint venture	**509,548**	1,059,344
Associates	**58,348**	10,656
Payable to related parties		
Subsidiaries	**88,060**	89,347
Joint venture	**242,134**	232,766
Associates	**95,371**	58,485
Retirement funds	**16,343**	14,590

These are in the normal course of business and are interest free.

16. Cash generated from operations

	Three months ended	
	March 31, 2016	March 31, 2015
	Un-audited	Un-audited
	(Rupees in thousand)	
Profit before tax	**1,911,413**	1,220,201
Adjustments for:		
Depreciation on property plant & equipment	**141,140**	137,691
Depreciation on investment property	**1,150**	888
Amortisation on intangible assets	**4,231**	4,231
Provision for accumulating compensated absences	**19,519**	13,570
Net profit on disposal of property, plant and equipment	**(41,799)**	(12,484)
Exchange loss	**3,000**	-
Finance costs	**108,942**	168,686
Provision for doubtful debts	**519**	1,887
Provisions and unclaimed balances written back	**(12)**	-
Dividend income	**(1,379,094)**	(935,425)
Profit before working capital changes	**769,009**	599,245
Effect on cash flow due to working capital changes		
Increase in trade debts	**(443,562)**	(551,816)
Decrease in stores and spares	**87,824**	32,683
Decrease in stock-in-trade	**51,649**	419,431
(Increase) / decrease in loans, advances, deposits, prepayments and other receivables	**(5,766)**	311,173
(Decrease) / increase in trade and other payables	**(102,562)**	65,623
	(412,417)	277,094
	356,592	876,339

17. Cash and cash equivalents

Cash and bank balances	**151,355**	132,433
Finances under mark up arrangements - secured	**(134,460)**	(907,482)
	16,895	(775,049)

18. Financial risk management

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at December 31, 2015.

There have been no significant changes in the risk management policies since the year end.

19. Date of authorisation for issue

This condensed interim financial information was authorised for issue on April 21, 2016 by the Board of Directors of the Company.

20. Events after the balance sheet date

The Board of Directors of the Company has proposed a final cash dividend for the year ended December 31, 2015 of Rs. 15 per ordinary share (2014: Rs. 9 per ordinary share) amounting to Rs. 1,340.692 million (2014: Rs. 786.416 million) in its meeting held on February 25, 2016 for approval of the members at the Annual General Meeting to be held on April 25, 2016, accordingly, dividend appropriation has not been recognized in these financial statements as dividend has not been approved by the members as of the date of authorisation of this condensed interim financial information.

21. Corresponding figures

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

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purposes of comparison. However, no significant reclassifications have been made.

Towfiq Habib Chinoy	Syed Hyder Ali	Tariq Iqbal Khan
Chairman	Chief Executive & Managing Director	Director

Packages Group
Condensed Consolidated Interim Financial Information

DIRECTORS' REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2016

The Directors of Packages Limited are pleased to submit the un-audited consolidated financial statements of the Group for the first quarter ended March 31, 2016.

Group results

The comparison of the un-audited results for the first quarter ended March 31, 2016 as against March 31, 2015 is as follows:

	Jan - March 2016	Jan - March 2015
	(Rupees in million)	
Invoiced sales - net	**6,404**	5,240
Profit from operations	**870**	586
Share of profit / (loss) in associates and joint ventures - net of tax	**237**	(129)
Investment income	**1,232**	770
Profit after tax	**1,866**	812

During the first quarter of 2016, Group has achieved net sales of Rs. 6,404 million against net sales of Rs. 5,240 million achieved during corresponding period of last year representing sales growth of 22% with an operating profit of Rs. 870 million compared to Rs. 586 million generated during the corresponding period of the year 2015 representing an increase of Rs. 284 million, i.e. 48%. This increase in operating profit is attributable to revenue growth, lower fuel and energy costs and operational efficiencies.

Investment income has increased by Rs. 462 million during the first quarter of 2016 over corresponding values of 2015 that is indicative of improved operational performance of the investee companies.

A brief review of the operational performance of the Group companies is as follows:

DIC Pakistan Limited

DIC Pakistan Limited is a non-listed public limited subsidiary of Packages Limited. It is principally engaged in manufacturing, processing and selling of industrial inks. The Company has achieved net sales of Rs. 903 million during the first quarter of the year 2016 as compared to Rs. 797 million of the corresponding period of last year representing sales growth of 13%. This sales growth coupled with prudent management of raw material costs has helped in improved operating results of the Company as it has generated profit before tax of Rs. 142 million during the first quarter of the year 2016 as against Rs. 101 million generated during corresponding period of 2015. Moving forward, the Company will continue its focus on improving operating results through tighter operating cost control, product diversification, price rationalization and better working capital management.

Packages Lanka (Private) Limited

Packages Lanka (Private) Limited is a Sri Lanka based subsidiary of Packages Limited. It is primarily engaged in production of flexible packaging solutions. During the first quarter of 2016, the Company has achieved sales of SLR 480 million as compared to SLR 442 million of the corresponding period of last year representing sales growth of 9%. This increase in sales growth, waste reduction efforts and reduced fuel prices have helped in improving operating results of the Company as the Company has generated profit before tax of SLR 79 million during the first quarter of the year 2016 as against SLR 51 million generated during corresponding period of 2015. Moving forward, the Company will focus on improving operating results through prudent raw material management and production efficiencies.

Packages Construction (Private) Limited

The Group's development of a high quality retail mall through its subsidiary, Packages Construction (Private) Limited at its Lahore land is currently underway and is on schedule for completion in 2016.

Flexible Packages Convertors (Pty) Limited

Flexible Packages Convertors (Pty) Limited is a private limited company based in South Africa. It is principally engaged in the manufacture of flexible packaging material. The Group completed its acquisition of the operations of the business in June 2015. The company has achieved net sales revenue of ZAR 116 million with profit before tax of ZAR 5.6 million for the quarter ended March 31, 2016.

(Towfiq Habib Chinoy)
Chairman
Lahore, April 21, 2016

(Syed Hyder Ali)
Chief Executive & Managing Director
Lahore, April 21, 2016

31 مارچ 2016 کو ختم ہونے والی سہ ماہی کے لئے
مجموعی مالیاتی حسابات پر ڈائریکٹرز کی رپورٹ

پیکیجز لمیٹڈ کے ڈائریکٹرز بامسرت پہلی سہ ماہی مختتمہ 31 مارچ 2016 کے لئے گروپ کے غیر آڈٹ شدہ مجموعی مالیاتی حسابات جمع کرا رہے ہیں۔

گروپ کے نتائج

31 مارچ 2016 کو ختم ہونے والی پہلی سہ ماہی کے لئے غیر آڈٹ شدہ نتائج 31 مارچ 2015 کے مقابلے میں درج ذیل ہیں۔

	جنوری۔ مارچ **2016**		جنوری۔ مارچ 2015
		(روپے ملین میں)	
انوائسڈ سیلز۔ خالص	**6,404**		5,240
آپریشنز سے منافع جات	**870**		586
منسلکہ اداروں اور جوائنٹ وینچرز میں نفع/ (نقصان) کا حصہ۔			
بعد از ٹیکس	**237**		(129)
سرمایہ کار آمدنی	**1,232**		770
منافع بعد از ٹیکس	**1,866**		812

2016 کی پہلی سہ ماہی کے دوران گروپ نے 6,404 ملین روپے کی خالص سیلز حاصل کی جبکہ گزشتہ سال کی اسی مدت کے دوران 5,240 ملین روپے کی خالص سیلز حاصل کی گئی تھیں جس سے 22 فیصد سیلز گروتھ ظاہر ہوتی ہے اس کے ساتھ سال رواں میں 870 ملین روپے کا آپریٹنگ منافع حاصل ہوا جو سال 2015 کی اسی مدت کے دوران 586 ملین روپے تھا یعنی گزشتہ سال کے مقابلے میں 284 ملین روپے (48 فیصد) کا اضافہ دیکھنے میں آیا۔ آپریٹنگ منافع میں یہ اضافہ ریونیو میں بہتری، ایندھن اور توانائی کے کمتر اخراجات اور آپریشنل مستعدی سے منسوب ہے۔

سرمایہ کار آمدنی میں 2016 کی پہلی سہ ماہی کے دوران 462 ملین روپے کا اضافہ 2015 کی اسی مدت کے مقابلے میں حاصل ہوا جو کہ سرمایہ کار کمپنیوں کی بہترین آپریشنل کارکردگی کا مظہر ہے۔

گروپ کمپنیز کی آپریشنل کارکردگی کا ایک مختصر جائزہ درج ذیل ہے:

ڈی آئی سی پاکستان لمیٹڈ

ڈی آئی سی پاکستان لمیٹڈ ایک نان۔ لسٹڈ پبلک لمیٹڈ کمپنی اور پیکیجز لمیٹڈ کا ایک ذیلی ادارہ ہے۔ یہ بنیادی طور پر صنعتی اِنکس (inks) کی تیاری، پراسیسنگ اور فروخت میں مصروفِ عمل ہے۔ کمپنی نے سال 2016 کی پہلی سہ ماہی کے دوران 903 ملین روپے کی خالص سیلز حاصل کی جبکہ گزشتہ سال کی اسی سہ ماہی کے دوران یہ حجم 797 ملین روپے تھا جس سے 13 فیصد سیلز گروتھ واضح ہوتی ہے۔ سیلز میں بہتری اور خام مال کے محتاط انتظام سے کمپنی کے آپریٹنگ نتائج بہتر بنانے میں مدد ملی اور

اس کے ذریعے سال 2016 کی پہلی سہ ماہی کے دوران 142 ملین روپے کا قبل از ٹیکس منافع حاصل کیا گیا جبکہ 2015 کی اسی مدت کے دوران یہ منافع 101 ملین روپے تھا۔

پیکیجز لنکا (پرائیویٹ) لمیٹڈ

پیکیجز لنکا (پرائیویٹ) لمیٹڈ سری لنکا میں قائم پیکیجز لمیٹڈ کا ایک ذیلی ادارہ ہے۔ یہ بنیادی طور پر فلیکس ایبل پیکیجنگ سولیوشنز میں مصروفِ عمل ہے۔ 2016 کی پہلی سہ ماہی کے دوران کمپنی نے 480 ملین سری لنکن روپے کی سیلز حاصل کی جو گزشتہ سال کی اسی مدت کے دوران 442 ملین سری لنکن روپے تھیں اور اس سے ایک سال میں 9 فیصد سیلز گروتھ واضح ہوئی۔ سیلز گروتھ میں یہ اضافہ خام مال میں ضیاع کو روکنے کی کوششوں اور ایندھن کے نرخوں میں کمی سے ممکن ہوا جس سے کمپنی کے آپریٹنگ نتائج کو بہتر بنانے میں مدد ملی جس سے کہ سال 2016 کی پہلی سہ ماہی کے دوران 79 ملین سری لنکن روپے کا قبل از ٹیکس منافع حاصل کیا جا سکا جبکہ سال 2015 کی اسی مدت کے دوران قبل از ٹیکس منافع 51 ملین سری لنکن روپے تھا۔

پیکیجز کنسٹرکشن (پرائیویٹ) لمیٹڈ

گروپ نے اپنے ذیلی ادارے پیکیجز کنسٹرکشن (پرائیویٹ) لمیٹڈ کے تحت ایک اعلیٰ معیار کے ریٹیل مال کی تعمیر کا سفر جاری رکھا ہوا ہے جو لاہور میں اس کی اراضی پر زیرِ تکمیل ہے اور ممکنہ طور پر سال 2016 میں اسے مکمل کر لیا جائے گا۔

فلیکس ایبل پیکیجز کنورٹرز (پروپرائٹری) لمیٹڈ

فلیکس ایبل پیکیجز کنورٹرز (پروپرائٹری) لمیٹڈ ایک پرائیویٹ لمیٹڈ کمپنی ہے جو جنوبی افریقہ میں قائم ہے۔ یہ بنیادی طور پر فلیکس ایبل پیکیجنگ میٹریل کی تیاری میں سرگرمِ عمل ہے۔ گروپ نے جون 2015 میں کاروبار ضم کرنے کا اجازت نامہ حاصل کیا تھا۔ کمپنی نے 31 مارچ 2016 کو ختم ہونے والی سہ ماہی کے دوران 116 ملین رینڈز کی خالص سیلز اور 5.6 ملین رینڈز کا قبل از ٹیکس منافع حاصل کیا ہے۔

(توفیق حبیب چنائے)

چیئرمین

لاہور، اپریل 21، 2016

(سید حیدر علی)

چیف ایگزیکٹو اور منیجنگ ڈائریکٹر

لاہور، اپریل 21، 2016

PACKAGES GROUP
CONDENSED CONSOLIDATED INTERIM BALANCE SHEET (UN-AUDITED)
as at March 31, 2016

	Note	March 31, 2016 Un-audited	December 31, 2015 Audited
		(Rupees in thousand)	
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Authorised capital			
150,000,000 (December 31, 2015: 150,000,000) ordinary shares of Rs. 10 each		**1,500,000**	1,500,000
22,000,000 (December 31, 2015: 22,000,000) 10% non-voting preference shares / convertible stock of Rs. 190 each		**4,180,000**	4,180,000
Issued, subscribed and paid up capital			
89,379,504 (December 31, 2015: 88,379,504) ordinary shares of Rs. 10 each		**893,795**	883,795
Reserves		**40,414,113**	41,606,293
Preference shares / convertible stock reserve		**1,235,632**	1,309,681
Equity portion of short term loan from shareholder of the Parent Company	6	**46,596**	46,596
Accumulated profit		**4,610,855**	4,316,773
		47,200,991	48,163,138
NON CONTROLLING INTEREST		**1,781,783**	929,139
		48,982,774	49,092,277
NON-CURRENT LIABILITIES			
Long term finances	7	**6,897,747**	5,762,485
Liabilities against assets subject to finance lease		**161,204**	192,374
Deferred tax	8	**797,759**	693,332
Retirement benefits		**40,425**	40,425
Deferred liabilities		**266,588**	248,256
		8,163,723	6,936,872
CURRENT LIABILITIES			
Current portion of long-term liabilities - secured		**586,419**	551,640
Short term loan from shareholder of the Parent Company - unsecured	9	**478,110**	478,110
Finances under mark up arrangements - secured		**591,213**	1,183,699
Trade and other payables		**3,999,488**	4,784,041
Accrued finance cost		**499,185**	367,612
Provision for tax		**37,806**	27,323
		6,192,221	7,392,425
CONTINGENCIES AND COMMITMENTS	10	**-**	-
		63,338,718	63,421,574

	Note	March 31, 2016 Un-audited	December 31, 2015 Audited
		(Rupees in thousand)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	11	**5,703,315**	5,538,426
Intangible assets		**160,993**	150,437
Investment property		**6,459,838**	5,110,248
Investments accounted for under equity method	12	**14,174,471**	13,620,616
Other long term investments	13	**25,538,484**	28,478,865
Long term loans and deposits		**41,155**	40,384
		52,078,256	52,938,976
CURRENT ASSETS			
Stores and spares		**452,385**	539,550
Stock-in-trade		**2,811,051**	2,715,346
Trade debts		**3,442,168**	2,874,022
Loans, advances, deposits, prepayments and other receivables		**899,399**	1,369,863
Income tax receivable	14	**2,666,516**	2,542,123
Cash and bank balances		**988,943**	441,694
		11,260,462	10,482,598
		63,338,718	63,421,574

The annexed notes 1 to 25 form an integral part of this condensed consolidated interim financial information.

Towfiq Habib Chinoy Chairman	Syed Hyder Ali Chief Executive & Managing Director	Tariq Iqbal Khan Director

PACKAGES GROUP
CONDENSED CONSOLIDATED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
for the three months ended March 31, 2016

		Note	Three months ended	
			March 31, 2016	March 31, 2015
			Un-audited	Un-audited
			(Rupees in thousand)	
Local sales			**7,245,777**	5,973,335
Export sales			**62,234**	70,897
Gross sales			**7,308,011**	6,044,232
Less: Sales tax and excise duty			**886,830**	790,945
Commission			**16,700**	13,107
			903,530	804,052
Net sales			**6,404,481**	5,240,180
Cost of sales		15	**(4,764,970)**	(4,158,323)
Gross profit			**1,639,511**	1,081,857
Administrative expenses			**(359,944)**	(229,007)
Distribution and marketing costs			**(341,732)**	(197,300)
Other operating expenses			**(157,298)**	(105,855)
Other operating income			**89,130**	36,650
Profit from operations			**869,667**	586,345
Finance costs			**(129,221)**	(183,493)
Investment income			**1,232,000**	770,000
Share of profit / (loss) of investments accounted for using the equity method - net of tax			**237,188**	(129,407)
Profit before taxation			**2,209,634**	1,043,445
Taxation			**(343,201)**	(231,223)
Profit for the period			**1,866,433**	812,222
Attributable to:				
Equity holders of the Parent Company			**1,794,082**	771,753
Non-controlling interest			**72,351**	40,469
			1,866,433	812,222
Earnings per share from operations attributable to equity holders of the Parent Company for the period				
Basic earnings per share	Rupees	16	**20.22**	8.84
Diluted earnings per share	Rupees	16	**17.37**	7.89

The annexed notes 1 to 25 form an integral part of this condensed consolidated interim financial information.

Towfiq Habib Chinoy	Syed Hyder Ali	Tariq Iqbal Khan
Chairman	Chief Executive & Managing Director	Director

PACKAGES GROUP

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

for the three months ended March 31, 2016

	Three months ended	
	March 31, 2016	March 31, 2015
	Un-audited	Un-audited
	(Rupees in thousand)	
Profit for the period	**1,866,433**	812,222
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign subsidiary	**127,045**	(4,728)
(Deficit) / surplus on remeasurement of available for sale financial assets	**(2,940,381)**	3,193,092
Other comprehensive income for the period	**(2,813,336)**	3,188,364
Total comprehensive (loss) / income for the period	**(946,903)**	4,000,586
Attributable to:		
Equity holders of the Parent Company	**(1,076,067)**	3,961,107
Non-controlling interest	**129,164**	39,479
	(946,903)	4,000,586

The annexed notes 1 to 25 form an integral part of this condensed consolidated interim financial information.

Towfiq Habib Chinoy	Syed Hyder Ali	Tariq Iqbal Khan
Chairman	Chief Executive & Managing Director	Director

PACKAGES GROUP
CONDENSED CONSOLIDATED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
for the three months ended March 31, 2016

	Note	Three months ended March 31, 2016 Un-audited	Three months ended March 31, 2015 Un-audited
		(Rupees in thousand)	
Cash flow from operating activities			
Cash generated from operations	19	**235,097**	696,075
Finance cost paid		**(28,963)**	(186,365)
Taxes paid		**(352,684)**	(196,634)
Payments for accumulating compensated absences and staff gratuity		**(9,019)**	(1,587)
Net cash (used in) / generated from operating activities		**(155,569)**	311,489
Cash flow from investing activities			
Fixed capital expenditure		**(1,610,787)**	(734,160)
Investments - net		**(366,667)**	-
Net increase in long term loans and deposits		**(771)**	(764)
Proceeds from sale of property, plant and equipment		**64,563**	18,975
Dividends received		**1,232,000**	770,000
Net cash (used in) / generated from investing activities		**(681,662)**	54,051
Cash flow from financing activities			
Proceeds from long term finances - secured		**1,250,000**	-
Proceeds received by NCI on interest acquisition in subsidiary		**750,000**	-
Liabilities against assets subject to finance lease - net		**3,662**	330
Dividend paid to equity holders of the Parent Company		**(177)**	(237)
Dividend paid to non-controlling interest		**(26,519)**	(97,719)
Net cash generated from / (used in) financing activities		**1,976,966**	(97,626)
Net increase in cash and cash equivalents		**1,139,735**	267,913
Cash and cash equivalents at the beginning of the period		**(742,005)**	(1,147,286)
Cash and cash equivalents at the end of the period	20	**397,730**	(879,373)

The annexed notes 1 to 25 form an integral part of this condensed consolidated interim financial information.

Towfiq Habib Chinoy
Chairman

Syed Hyder Ali
Chief Executive & Managing Director

Tariq Iqbal Khan
Director

PACKAGES GROUP
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
for the three months ended March 31, 2016

	Attributable to equity holders of the Parent Company										Non-controlling interest	Total Equity
	Share capital	Share premium	Exchange difference on translation of foreign subsidiary	Fair Value reserve	General reserve	Preference shares / convertible stock reserve	Other reserves relating to associates & Joint venture	Equity portion of short term loan	Accumulated profit	Total		
	(Rupees in thousand)											
Balance as on December 31, 2014 (audited)	863,795	3,232,831	19,617	29,223,250	12,310,333	1,571,699	(26,708)	-	3,397,572	50,592,389	392,866	**50,985,255**
Appropriation of funds												
Transferred to general reserve	-	-	-	-	1,500,000	-	-	-	(1,500,000)	-	-	-
Transactions with owners recognized directly in equity												
Conversion of preference shares/convertible stock into ordinary share capital (1,000,000) ordinary shares of Rs.10 each	10,000	177,969	-	-	-	(74,049)	-	-	-	113,920	-	**113,920**
Dividend relating to 2014 paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(97,719)	**(97,719)**
Total transactions with owners, recognized directly in equity	10,000	177,969	-	-	-	(74,049)	-	-	-	113,920	(97,719)	**16,201**
Total comprehensive income for the period ended March 31, 2015												
Profit for the period	-	-	-	-	-	-	-	-	771,753	771,753	40,469	**812,222**
Other comprehensive income:												
Surplus on remeasurement of available for sale financial assets	-	-	-	3,193,092	-	-	-	-	-	3,193,092	-	**3,193,092**
Exchange difference on translation of foreign subsidiary	-	-	(3,738)	-	-	-	-	-	-	(3,738)	(990)	**(4,728)**
Total comprehensive (loss) / income for the period	-	-	(3,738)	3,193,092	-	-	-	-	771,753	3,961,107	39,480	**4,000,586**
Balance as on March 31, 2015 (un-audited)	873,795	3,410,800	15,879	32,416,342	13,810,333	1,497,650	(26,708)	-	2,669,325	54,667,416	334,627	55,002,042
Share of other reserves of investments accounted for under equity method	-	-	-	-	-	-	8,997	-	-	8,997	-	**8,997**
Transactions with owners, recognized directly in equity												
Final dividend for the year ended December 31, 2014 Rs. 9 per share	-	-	-	-	-	-	-	-	(786,416)	(786,416)	-	**(786,416)**
Dividend relating to 2014 paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	1,899	**1,899**
Conversion of preference shares / convertible stock into ordinary share capital (1,000,000) ordinary shares of Rs.10 each	10,000	177,969	-	-	-	(187,969)	-	-	-	-	-	-
Non controlling interests on acquisation of subsidiary Flexible Packages Convertors (Proprietary) Limited	-	-	-	-	-	-	-	-	-	-	711,793	**711,793**
Equity portion of short term loan from shareholder of the parent company (note-6)	-	-	-	-	-	-	-	46,596	-	46,596	-	**46,596**
Total tansactions with owners, recognized directly in equity	10,000	177,969	-	-	-	(187,969)	-	46,596	(786,416)	(739,820)	713,692	**(26,128)**
Total comprehensive income for the period ended December 31, 2015												
Profit for the period	-	-	-	-	-	-	-	-	2,529,191	2,529,191	55,245	**2,584,436**
Other comprehensive income:												
Remeasurement of retirement benefit asset / liability-net of tax	-	-	-	-	-	-	-	-	(95,327)	(95,327)	(244)	**(95,571)**
Exchange difference on translation of foreign subsidiary	-	-	(255,074)	-	-	-	-	-	-	(255,074)	(174,181)	**(429,255)**
Deficit on remeasurement of available for sale financial assets	-	-	-	(7,937,114)	-	-	-	-	-	(7,937,114)	-	**(7,937,114)**
Other comprehensive income of investments accounted for under equity method	-	-	-	-	-	-	(15,131)	-	-	(15,131)	-	**(15,131)**
Total comprehensive (loss) / income for the period	-	-	(255,074)	(7,937,114)	-	-	(15,131)	-	2,433,864	(5,773,455)	(119,180)	**(5,892,635)**
Balance as on December 31, 2015 (audited)	883,795	3,588,769	(239,195)	24,479,228	13,810,333	1,309,681	(32,842)	46,596	4,316,773	48,163,138	929,139	**49,092,276**
Appropriation of funds												
Transferred to general reserve	-	-	-	-	1,500,000	-	-	-	(1,500,000)	-	-	-
Transactions with owners recognized directly in equity												
Conversion of preference shares/convertible stock into ordinary share capital (1,000,000 ordinary shares of Rs.10 each)	10,000	177,969	-	-	-	(74,049)	-	-	-	113,920	-	**113,920**
Dividend relating to 2015 paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(26,519)	**(26,519)**
Interest acquired in subsidiary Packages Construction (Pvt) Limited by Non-Controlling Interest	-	-	-	-	-	-	-	-	-	-	750,000	**750,000**
Total transactions with owners, recognized directly in equity	10,000	177,969	-	-	-	(74,049)	-	-	-	113,920	723,481	**837,401**
Total comprehensive income for the period ended March 31, 2016												
Profit for the period	-	-	-	-	-	-	-	-	1,794,082	1,794,082	72,351	**1,866,433**
Other comprehensive income:												
Deficit on remeasurement of available for sale financial assets	-	-	-	(2,940,381)	-	-	-	-	-	(2,940,381)	-	**(2,940,381)**
Exchange difference on translation of foreign subsidiary	-	-	70,232	-	-	-	-	-	-	70,232	56,812	**127,045**
Total comprehensive income / (loss) for the period	-	-	70,232	(2,940,381)	-	-	-	-	1,794,082	(1,076,067)	129,164	**(946,903)**
Balance as on March 31,2016 (un-audited)	893,795	3,766,738	(168,963)	21,538,847	15,310,333	1,235,632	(32,842)	46,596	4,610,855	47,200,991	1,781,783	**48,982,774**

The annexed notes 1 to 25 form an integral part of this condensed consolidated interim financial information.

Towfiq Habib Chinoy	Syed Hyder Ali	Tariq Iqbal Khan
Chairman	Chief Executive & Managing Director	Director

1. Legal status and nature of business

Packages Limited (the Parent Company) and its subsidiaries, DIC Pakistan Limited, Packages Lanka (Private) Limited, Packages Construction (Private) Limited and Anemone Holdings Limited (together, 'the Group') are engaged in the following businesses:

Packaging:	Representing manufacture and sale of packing materials and tissue products
Inks:	Representing manufacture and sale of finished and semi finished inks.
Construction:	Representing all type of construction activities and development of real estate.

The Group also holds investment in companies engaged in the manufacture and sale of paper, paperboard and corrugated boxes, biaxially oriented polypropylene (BOPP) film and cast polypropylene (CPP) film, plastic and companies engaged in insurance business.

The registered office of the Group is situated at 4th Floor, the Forum, Suite No. 416 - 422, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi, Pakistan. Head office is located at Shahrah-e-Roomi, P.O. Amer Sidhu, Lahore, Pakistan.

2. Basis of preparation

These condensed consolidated financial statements have been prepared in accordance with the requirements of the Companies Ordinance, 1984 ('the Ordinance') and the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. Wherever the requirements of the Companies Ordinance, 1984 or directives issued by Securities and Exchange Commission of Pakistan differ with the requirements of IFRS or IFAS, the requirements of the Companies Ordinance, 1984 or the requirements of the said directives prevail.

3. Significant accounting policies

3.1 The accounting policies adopted for the preparation of this condensed consolidated interim financial information are the same as those applied in the preparation of preceding annual published financial statements of the Group for the year ended December 31, 2015 except for the adoption of new accounting policies as referred to in note 3.2.1.

3.2 Initial application of standards, amendments or an interpretation to existing standards

The following amendments to existing standards have been published that are applicable to the Group's financial statements covering annual periods, beginning on or after the following dates:

3.2.1 Amendments to published standards effective in current year

New and amended standards and interpretations mandatory for the first time for the financial year beginning January 01, 2016:

Annual improvements 2014 are applicable for annual periods beginning on or after January 01, 2016. The amendments include changes from the 2012-14 cycle of the annual improvements project that affect 4 standards: IFRS 5, ‘Non current assets held for sale and discontinued operations’ regarding methods of disposal, IFRS 7, ‘Financial instruments: Disclosures’ with consequential amendments to IFRS 1 regarding servicing contracts, IAS 19, ‘Employee benefits’ regarding discount rates and IAS 34, ‘Interim financial reporting’ regarding disclosure of information. These amendments do not have a material impact on the Group's financial statements.

Amendments to IAS 16, ‘Property, plant and equipment’ and IAS 38, 'Intangible assets' are applicable on accounting periods beginning on or after January 01, 2016. IASB has clarified that the use of revenue based methods to calculate the depreciation of an asset is not appropriate because revenue generated by an activity that includes the use of an asset generally reflects factors other than the consumption of the economic benefits embodied in the asset. The IASB has also clarified that revenue is generally presumed to be an inappropriate basis for measuring the consumption of the economic benefits embodied in an intangible asset. These amendments do not have a material impact on the Group's financial statements.

IAS 27 (Amendments), ‘Separate financial statements’ are applicable on accounting periods beginning on or after January 1, 2016. These provide entities the option to use the equity method to account for investments in subsidiaries, joint ventures and associates in their separate financial statements. These amendments do not have a material impact on the Group's financial statements.

Amendments to IFRS 10, ‘Consolidated financial statements’ and IAS 28, ‘Investments in associates and joint ventures’ are applicable on accounting periods beginning on or after January 01, 2016. These amendments address an inconsistency between the requirements in IFRS 10 and those in IAS 28 in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The main consequence of the amendments is that a full gain or loss is recognised when a transaction involves a business, whether it is housed in a subsidiary or not. A partial gain or loss is recognised when a transaction involves assets that do not constitute a business, even if these assets are housed in a subsidiary. These amendments do not have a material impact on the Group's financial statements.

Amendments to IFRS 10, ‘Consolidated financial statements’ and IAS 28, ‘Investments in associates and joint ventures’ are applicable on accounting periods beginning on or after January 01, 2016. These amendments clarify the application of the consolidation exception for investment entities and their subsidiaries. These amendments do not have a material impact on the Group's financial statements.

IFRS 11 (Amendment), 'Joint arrangements' on acquisition of an interest in a joint operation is applicable on accounting periods beginning on or after 01 January 2016. This amendment adds new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business. The amendments specify the appropriate accounting treatment for such acquisitions. These amendments do not have a material impact on the Group's financial statements.

IFRS 14, ‘Regulatory deferral accounts’ is applicable on accounting periods beginning on or after January 01, 2016. This standard permits first time adopters to continue to recognise amounts related to rate regulation in accordance with their previous GAAP requirements when they adopt IFRS. However, to enhance comparability with entities that already apply IFRS and do not recognise such amounts, the standard requires that the effect of rate regulation must be presented separately from other items. These amendments do not have a material impact on the Group's financial statements.

Amendments to IAS 1, ‘Presentation of financial statements’ on the disclosure initiative is applicable on annual periods beginning on or after January 01, 2016, subject to EU endorsement. These amendments are part of the IASB initiative to improve presentation and disclosure in financial reports. These amendments do not have a material impact on the Group's financial statements.

3.2.2 Standards, amendments and interpretations to existing standards that are not yet effective

The following amendments and interpretations to existing standards have been published and are mandatory for the Group's accounting periods beginning on or after January 01, 2016 or later periods, but the Group has not early adopted them:

IFRS 9, 'Financial instruments' - classification and measurement is applicable on accounting periods beginning on or after January 01, 2015. This standard on classification and measurement of financial assets and financial liabilities will replace IAS 39, 'Financial instruments: Recognition and measurement'. IFRS 9 has two measurement categories: amortised cost and fair value. All equity instruments are measured at fair value. A debt instrument is measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest. For liabilities, the standard retains most of the requirements of IAS 39 . These include amortised-cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch. This change will mainly affect financial institutions. This IFRS is under consideration of the relevant Committee of the Institute of Chartered Accountants of Pakistan. The Group has yet to assess the impact of these changes on its financial statements.

'IFRS 9, 'Financial instruments' is applicable on accounting periods beginning on or after January 01, 2018. IASB has published the complete version of IFRS 9, 'Financial Instruments', which replaces the guidance in IAS 39. This final version includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit losses model that replaces the incurred loss impairment model used today. This IFRS is under consideration of the relevant Committee of the Institute of Chartered Accountants of Pakistan. The Group has yet to assess the impact of these changes on its financial statements.

IFRS 15, 'Revenue from contracts with customers' is applicable on accounting periods beginning on or after January 01, 2017. This is a converged standard from the IASB and FASB on revenue recognition. The standard will improve the financial reporting of revenue and improve comparability of the top line in financial statements globally. The Group shall apply this standard from January 01, 2017 and does not expect to have a material impact on its financial statements.

4. Taxation

The provision for taxation for the three months ended March 31, 2016 has been made using the tax rate that would be applicable to expected total annual earnings.

5. Estimates

The preparation of condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this condensed consolidated interim financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2015, with the exception of changes in estimates that are required in determining the provision for income taxes as referred to in Note 4.

6. Equity portion of short term loan from shareholder of the Parent Company

	Note	**March 31, 2016**	December 31, 2015
		Un-audited	Audited
		(Rupees in thousand)	
Opening balance		**46,596**	-
Equity portion of loan at initial recognition	9	**-**	71,302
Less: interest during the period	9	**-**	(24,706)
Closing balance		**46,596**	46,596

6.1 Interest free loans aggregating to Rs. 600 million (2015: Rs. 600 million) from the shareholder of the Parent Company, as referred to in note 9 has been discounted at a rate of 10.46% (2015: 10.46%), considered to be the rate for a similar instrument, to determine the fair value of the loan. The resulting gain on initial recognition has been classified directly in equity as a capital contribution of the shareholder of the Parent Company accompanying a loan at market terms as referred to in note 9.

7. Long term finances

	March 31, 2016	December 31, 2015
	Un-audited	Audited
	(Rupees in thousand)	
Opening balance		
Local currency loans - secured	**3,085,950**	2,300,000
Foreign currency loans - secured	**1,110,352**	266,695
Preference shares / convertible stock - unsecured	**2,014,894**	2,128,815
	6,211,196	4,695,510
Loans obtained during the period		
Local currency loans - secured	**1,250,000**	985,950
Foreign currency loans - secured	**-**	921,360
Exchange adjustment on opening book value	**(870)**	-
	7,460,326	6,602,820
Preference shares converted to ordinary shares	**(113,921)**	(113,921)
Loans repaid during the period		
Local currency loans - secured	**-**	(277,703)
	7,346,405	6,211,196
Current portion shown under current liabilities		
Local currency loans - secured	**(448,658)**	(448,711)
Closing balance	**6,897,747**	5,762,485

7.1 During the period, IFC exercised its right to convert 1,000,000 (December 31, 2015: 2,000,000) preference shares / convertible stock of Rs. 190 into 1,000,000 (December 31, 2015: 2,000,000) ordinary shares of Rs. 10 each. Consequently, the Company converted 1,000,000 (December 31, 2015: 2,000,000) preference shares / convertible stock during the period. Accordingly, the liability portion pertaining to 1,000,000 preference shares / convertible stock (December 31, 2015: 2,000,000) converted into ordinary shares has been transferred to capital and reserves.

8. The Divisional Bench of Sindh High Court in an order dated May 7, 2013 in case of another company has interpreted section 113(2)(c) of the Income Tax Ordinance, 2001 ('the Ordinance') in the manner that the benefit of carry forward of minimum tax paid is not available if otherwise no tax was payable by the company due to taxable loss.

Taking a prudent view on the matter, the Parent Company has not adjusted the net deferred tax liability against aggregate tax credits of Rs. 436.93 million (2015: Rs. 436.93 million) available under section 113 of the Ordinance. Tax credits under section 113 of the Ordinance amounting to Rs. 203.917 million, Rs. 110.934 million and Rs. 122.079 million are set to lapse by the end of years ending on December 31, 2016, 2017 and 2020 respectively.

9. Short term loan from shareholder of the Parent Company - unsecured

	March 31, 2016	December 31, 2015
	Un-audited	Audited
	(Rupees in thousand)	
Loan is recognised in the balance sheet as follows:		
Opening balance	**478,110**	-
Gross proceeds of loan	**-**	600,000
Equity portion of loan at initial recognition	**-**	(46,596)
Fair value of the loan at initial recognition	**478,110**	553,404
Repayment during the year	**-**	(100,000)
Interest during the period	**-**	24,706
Closing balance	**478,110**	478,110

9.1 This loan has been obtained from Syed Babar Ali, shareholder of the Parent Company and is interest free. The loan is repayable on June 10, 2016 and has been carried at amortised cost using a market interest rate of 10.46% for a similar instrument.

10. Contingencies and commitments

10.1 Contingencies

(i) Claims against the Group not acknowledged as debts Rs. 19.309 million (December 31, 2015: Rs. 20.077 million).

(ii) Post dated cheques not provided in the condensed interim financial information have been furnished by the Group in favor of the Collector of Customs against custom levies aggregated to Rs. 70.484 million (December 31, 2015: Rs. 72.248 million) in respect of goods imported

(iii) Guarantees issued in favor of Excise and Taxation officer amounting to Rs. 0.660 million (December 31, 2015: Rs. 0.660 million)

(iv) Guarantees to Director General Customs amounting to Rs. 15 million (December 31, 2015: Nil)

(v) Standby letter of credit issued by Habib Bank Limited Pakistan ('HBL Pakistan') in favor of Habib Bank Limited Bahrain ('HBL Bahrain')on behalf of the Parent Company USD 11.770 million (Equivalent to PKR 1,232.319 million) (December 2015: USD 11.770 million (Equivalent to PKR 1,232.781 million)

10.2 Commitments in respect of

(i) Letters of credit and contracts for capital expenditure Rs. 2,738.401 million (December 31, 2015: Rs. 2,875.358 million).

(ii) Letters of credit and contracts other than for capital expenditure Rs. 421.428 million (December 31, 2015: Rs. 237.869 million).

(iii) The amount of future payments under operating leases and the period in which these payments will become due are as follows:

	Note	**March 31, 2016 Un-audited**	December 31, 2015 Audited
		(Rupees in thousand)	
Not later than one year		**60,106**	75,987
Later than one year and not later than five years		**236,585**	288,672
Later than five years		**133,764**	212,751
		430,455	577,410

11. Property, plant and equipment

	Note	**March 31, 2016 Un-audited**	December 31, 2015 Audited
Operating assets - at net book value			
Owned assets		**4,539,940**	4,643,490
Assets subject to finance lease		**713,464**	657,575
	11.1	**5,253,404**	5,301,065
Capital work-in-progress	11.2	**449,911**	237,361
		5,703,315	5,538,426

11.1 Operating assets

	Note	**March 31, 2016 Un-audited**	December 31, 2015 Audited
Opening net book value		**5,301,065**	3,932,187
Additions during the period	11.1.1	**79,418**	2,152,601
		5,380,483	6,084,788
Disposals during the period at book value		**(22,756)**	(30,945)
Transferred out		**-**	(6,074)
Depreciation charged during the period		**(201,377)**	(719,606)
Exchange adjustment on opening book value - net		**97,054**	(27,098)
		(127,079)	(783,723)
Closing book value		**5,253,404**	5,301,065

11.1.1 Following is the detail of additions during the period

	Note	**March 31, 2016 Un-audited**	December 31, 2015 Audited
		(Rupees in thousand)	
Freehold land		**-**	26,641
Buildings on freehold land		**75**	3,216
Buildings on leasehold land		**-**	23,439
Plant and machinery		**48,364**	1,844,702
Other equipment		**18,680**	112,903
Furniture and fixtures		**635**	21,657
Vehicles		**11,664**	120,043
		79,418	2,152,601

11.2 Capital work-in-progress

Civil works		**28,755**	11,229
Plant and machinery		**403,130**	202,281
Others		**18,026**	-
Advances		**-**	23,851
		449,911	237,361

12. Investments accounted for using the equity method

Investments in associates	12.1	**4,186,130**	3,773,974
Investment in joint venture	12.2	**9,988,341**	9,846,642
		14,174,471	13,620,616

12.1 Investments in associates

Opening balance		**3,773,974**	3,531,225
Interest acquired in associate - Tri-Pack Films Limited		**366,667**	-
Share of profit from associates - net of tax		**95,489**	304,931
Share of other comprehensive income - net of tax		**-**	(6,069)
Share of other reserves of associates		**-**	8,997
Dividends received during the period		**(50,000)**	(65,110)
Closing balance	12.1.1	**4,186,130**	3,773,974

12.1.1 Investment in equity instruments of associated companies

	March 31, 2016	December 31, 2015
	Un-audited	Audited
	(Rupees in thousand)	
Quoted		
IGI Insurance Limited		
13,022,093 (December 31, 2015: 13,022,093) fully paid ordinary shares of Rs. 10 each		
Equity held 10.61% (2015: 10.61%)		
Market value - Rs. 2,877.882 million (December 31, 2015: Rs. 3,080.636 million)	**1,382,519**	1,313,389
Tri-Pack Films Limited		
10,000,000 (December 31, 2015: 10,000,000) fully paid ordinary shares of Rs. 10 each		
Equity held 33.33% (2015: 33.33%)		
Market value - Rs. 2,447.762 million (December 31, 2015: Rs. 2,466.8 million)	**2,436,944**	2,460,585
Share deposit money	**366,667**	**-**
IGI Investment Bank Limited		
4,610,915 (December 31, 2015: 4,610,915) fully paid ordinary shares of Rs. 10 each		
Equity held 2.17% (2015: 2.17%)		
Market value - Rs. 5.763 million (December 31, 2015: Rs. 7.239 million)	**-**	-
	4,186,130	3,773,974

12.2 Investment in joint ventures

Opening balance	**9,846,642**	9,917,652
Cost of investment	**-**	10,799
Share of profit / (loss) from joint venture - net of tax	**141,699**	(72,008)
Share of other comprehensive income from joint venture - net of tax	**-**	(9,062)
Dividend received	**-**	(739)
Closing balance	**9,988,341**	9,846,642

12.2.1 Investment in equity instruments of joint ventures-unquoted

Bulleh Shah Packaging (Private) Limited		
709,718,013 (2015: 709,718,013) fully paid ordinary shares of Rs. 10 each	**9,976,493**	9,836,339
Equity held 65 % (2015: 65%)		
Plastic Extrusions (Proprietary) Limited		
500 (2015: 500) Fully paid ordinary shares of ZAR 1 each	**11,848**	10,303
Equity held 50 % (2015: 50%)		
	9,988,341	9,846,642

13. Other long-term investments

	Note	March 31, 2016 Un-audited	December 31, 2015 Audited
		(Rupees in thousand)	
Quoted			
Nestle Pakistan Limited			
3,649,248 (December 31, 2015: 3,649,248) fully paid ordinary shares of Rs. 10 each			
Equity held 8.05% (December 31, 2015: 8.05%)		**25,523,753**	28,464,134
Cost - Rs. 5,778.896 million (December 31, 2015: Rs. 5,778.896 million)	13.1&13.2		
Unquoted			
Tetra Pak Pakistan Limited			
1,000,000 (December 31, 2015: 1,000,000) fully paid non-voting shares of Rs. 10 each	13.1	**10,000**	10,000
Pakistan Tourism Development Corporation Limited			
2,500 (December 31, 2015: 2,500) fully paid ordinary shares of Rs. 10 each		**25**	25
Orient Match Company Limited			
1,900 (December 31, 2015: 1,900) fully paid ordinary shares of Rs. 100 each		**-**	-
Coca-Cola Beverages Pakistan Limited			
500,000 (December 31, 2015: 500,000) fully paid ordinary shares of Rs. 10 each		**4,706**	4,706
		25,538,484	28,478,865

13.1 Nestle Pakistan Limited and Tetrapak Pakistan Limited are associated undertakings under the Companies Ordinance 1984. However, for the purpose of measurement, these have been classified as available for sale investments as the group does not have a significant influence over their operations.

13.2 As of March 31, 2016, an aggregate of 410,000 shares (December 2015: 310,000) of Nestle Pakistan Limited having market value Rs. 2,867.642 million (December 2015: Rs. 2,418.0 million) were pledged in favor of HBL Pakistan against issuance of standby letter of credit in favor of HBL Bahrain as referred to in note 10.1.

14. In 1987, the Income Tax Officer (ITO) re-opened the Parent Company's assessments for the accounting years ended December 31, 1983 and 1984 disallowing primarily tax credit given to the Group under section 107 of the Income Tax Ordinance, 1979. The tax credit amounting to Rs. 36.013 million on its capital expenditure for these years was refused on the grounds that such expenditure represented an extension of the Parent Company's undertaking which did not qualify for tax credit under this section in view of the Parent Company's location. The assessments for these years were revised by the ITO on these grounds and taxes reassessed were adjusted against certain sales tax refunds and the tax credits previously determined by the ITO and set off against the assessments framed for these years.

The Parent Company had filed an appeal against the revised orders of the ITO before the Commissioner of Income Tax (Appeals) [CIT(A)], Karachi. The Commissioner has, in his order issued in 1988, held the assessments reframed by the ITO for the years 1983 and 1984 presently to be void and of no legal effect. The ITO has filed an appeal against the Commissioner's order with the Income Tax Appellate Tribunal (ITAT). The ITAT has in its order issued in 1996 maintained the order of CIT(A). The assessing officer after the receipt of the appellate order passed by CIT (A), has issued notices under section 65 of the Income Tax Ordinance, 1979 and the Parent Company has filed a writ petition against the aforesaid notices with the High Court of Sindh, the outcome of which is still pending.

The amount recoverable Rs. 36.013 million represents the additional taxes paid as a result of the disallowance of the tax credits on reframing of the assessments.

15. Cost of sales

	Three months ended	
	March 31, 2016	March 31, 2015
	Un-audited	Un-audited
	(Rupees in thousand)	
Materials consumed	**3,365,071**	2,931,580
Salaries, wages and amenities	**392,047**	303,825
Travelling and conveyance	**6,336**	6,354
Fuel and power	**164,092**	184,707
Production supplies	**139,321**	101,775
Excise duty and sales tax	**304**	92
Rent, rates and taxes	**9,943**	3,056
Insurance	**10,045**	9,765
Repairs and maintenance	**102,225**	94,172
Packing expenses	**115,806**	93,198
Depreciation on property, plant and equipment	**175,631**	145,093
Amortisation of intangible assets	**2,433**	2,433
Depreciation on assets subject to finance lease	**11,887**	275
Technical fee and royalty	**26,491**	19,236
Other expenses	**80,751**	56,425
	4,602,383	3,951,986
Opening work-in-process	**324,838**	327,674
Closing work-in-process	**(274,042)**	(309,765)
Cost of goods produced	**4,653,179**	3,969,895
Opening stock of finished goods	**696,792**	741,457
Closing stock of finished goods	**(585,001)**	(553,029)
	4,764,970	4,158,323

16. Earnings per share

		Three months ended	
		March 31, 2016	March 31, 2015
		Un-audited	Un-audited
		(Rupees in thousand)	

16.1 Basic earnings per share

Profit for the period attributable to equity holders of the Parent Company	Rupees in thousand	**1,794,082**	771,753
Weighted average number of ordinary shares	Numbers	**88,709,174**	87,301,726
Earnings per share	Rupees	**20.22**	8.84

16.2 Diluted earnings per share

Profit for the period attributable to equity holders of the Parent Company	Rupees in thousand	**1,794,082**	771,753
Return on preference shares / convertible stock - net of tax	Rupees in thousand	**48,628**	65,347
		1,842,710	837,100
Weighted average number of ordinary shares	Numbers	**88,709,174**	87,301,726
Weighted average number of notionally converted preference shares / convertible stock	Numbers	**17,357,172**	18,764,620
		106,066,346	106,066,346
Diluted earnings per share	Rupees	**17.37**	7.89

17. Transactions with related parties

Relationship with the Group	Nature of transactions	Three months ended March 31, 2016 Un-audited	Three months ended March 31, 2015 Un-audited
		(Rupees in thousand)	
i Associated Undertakings			
	Purchase of goods and services	**147,007**	183,159
	Sale of goods and services	**1,083**	660
	Dividend income	**50,000**	-
	Sale of property plant & equipment	**-**	1,834
	Insurance premium	**41,481**	45,088
	Rental and other income	**204**	79
	Insurance claim	**8**	681
	Commission earned	**2,836**	607
	Investment	**366,667**	-
ii Joint Venture			
	Purchase of goods and services	**614,422**	619,862
	Sale of goods and services	**41,159**	35,177
	Rental and other income	**15,039**	13,544
	Sale of property plant & equipment	**-**	77
iii Other related parties			
	Purchase of goods and services	**79,372**	63,430
	Royalty and technical fee - expense	**19,081**	33,253
iv Post employment benefit plans			
	Expenses charged in respect of retirement benefit plans	**27,986**	26,757
v Key management personnel	Salaries and other employee benefits	**59,073**	42,535

All transactions with related parties have been carried out on mutually agreed terms and conditions.

Period-end balances

	March 31, 2016 Un-audited	December 31, 2015 Audited
	(Rupees in thousand)	
Receivable from related parties		
Associates	**59,527**	19,531
Joint Venture	**549,582**	1,092,315
Other related parties	**413**	677
Payable to related parties		
Associates	**96,106**	60,806
Joint Venture	**244,404**	233,529
Other related parties	**37,694**	65,360
Post employment benefit plans	**16,343**	14,590

These are in the normal course of business and are interest free.

18. Segment Information

	Packaging Division		Consumer Products Division		Ink Division		Real estate		General & Others		Total	
	Three months ended		Three months ended		Three months ended		Three months ended		Three months ended		Three months ended	
	March 31, 2016	March 31, 2015	**March 31, 2016**	March 31, 2015	**March 31, 2016**	March 31, 2015	**March 31, 2016**	March 31, 2015	**March 31, 2016**	March 31, 2015	**March 31, 2016**	March 31, 2015
	Un-audited	Un-audited	**Un-audited**	Un-audited	**Un-audited**	Un-audited	**Un-audited**	Un-audited	**Un-audited**	Un-audited	**Un-audited**	Un-audited
	(Rupees in thousand)											
Revenue from external customers	**4,604,642**	3,687,369	**1,061,948**	918,143	**688,563**	594,722	**-**	-	**49,328**	39,946	**6,404,481**	5,240,180
Intersegment revenue	**122,774**	124,474	**2,609**	3,474	**214,074**	202,846	**-**	-	**38,522**	28,348	**377,979**	359,142
	4,727,416	3,811,843	**1,064,557**	921,617	**902,637**	797,568	**-**	-	**87,850**	68,294	**6,782,460**	5,599,322
Segment profit before tax	**586,568**	375,267	**157,921**	129,481	**142,496**	100,885	**(14,580)**	(21,244)	**1,247,388**	753,952	**2,119,793**	1,338,341
	March 31, 2016	December 31, 2015	**March 31, 2016**	December 31, 2015	**March 31, 2016**	December 31, 2015	**March 31, 2016**	December 31, 2015	**March 31, 2016**	December 31, 2015	**March 31, 2016**	December 31, 2015
	Un-audited	Audited	**Un-audited**	Audited	**Un-audited**	Audited	**Un-audited**	Audited	**Un-audited**	Audited	**Un-audited**	Audited
Segment assets	**8,631,177**	8,449,722	**1,605,023**	1,427,980	**1,465,166**	1,310,250	**3,567,429**	5,107,501	**1,927,669**	1,145,445	**17,196,464**	17,440,898

Reconciliation of profit	Three months ended	
	March 31, 2016	March 31, 2015
	Un-audited	Un-audited
	(Rupees in thousand)	
Profit for reportable segments	**2,119,793**	1,338,341
Profit / (loss) from associates and joint venture - net of tax	**187,188**	(129,407)
Intercompany consolidation adjustments	**(97,347)**	(165,489)
Profit before tax	**2,209,634**	1,043,445

19. Cash generated from operations

	Three months ended	
	March 31, 2016	March 31, 2015
	Un-audited	Un-audited
	(Rupees in thousand)	
Profit before taxation	**2,209,634**	1,043,445
Adjustments for:		
Depreciation on property, plant and equipment	**201,377**	155,755
Depreciation on investment property	**820**	559
Amortisation on intangible assets	**4,917**	4,690
Provision for accumulating compensated absences and staff gratuity	**27,351**	21,567
Exchange adjustments	**13,370**	1,962
Provision for doubtful debts	**519**	1,887
Provisions and unclaimed balances written back	**(12)**	-
Net profit on disposal of property, plant and equipment	**(41,807)**	(12,480)
Finance costs	**129,221**	183,493
Dividend income from other investments	**(1,232,000)**	(770,000)
Share of (profit) / loss of investments accounted for using the equity method	**(237,188)**	129,407
Profit before working capital changes	**1,076,202**	760,285
Effect on cash flow due to working capital changes		
Decrease in stores and spares	**87,165**	36,664
(Increase) / decrease in stock in trade	**(95,705)**	459,532
Increase in trade debts	**(568,665)**	(589,406)
(Increase) / decrease in loans, advances, deposits, prepayments and other receivables	**(36,086)**	7,720
(Decrease) / increase in trade and other payables	**(227,814)**	21,280
	(841,105)	(64,210)
	235,097	696,075

20. Cash and cash equivalents

	Three months ended	
	March 31, 2016	March 31, 2015
	Un-audited	Un-audited
	(Rupees in thousand)	
Cash and bank balances	**988,943**	457,271
Finances under markup arrangements - secured	**(591,213)**	(1,336,644)
	397,730	(879,373)

21. Financial risk management

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at December 31, 2015.

There have been no changes in the risk management policies since the year end.

22. Detail of subsidiaries

Name of the subsidiaries

	Accounting year end	**Percentage of holding**	**Country of incorporation**
Anemone Holdings Limited	December 31	100.00%	Mauritius
Calcipack (Private) Limited	December 31	100.00%	Pakistan
DIC Pakistan Limited	December 31	54.98%	Pakistan
Flexible Packages Converters (Proprietary) Limited	February 28	55.00%	South Africa
Packages Construction (Private) Limited	December 31	80.13%	Pakistan
Packages Lanka (Private) Limited	December 31	79.07%	Sri Lanka

23. Date of authorization for issue

This condensed consolidated interim financial information was authorized for issue on April 21, 2016 by the Board of Directors of the Parent Company.

24. Events after balance sheet date

The Board of Directors of the Parent Company has proposed a final cash dividend for the year ended December 31, 2015 of Rs. 15 per ordinary share (2014: Rs. 9 per ordinary share) amounting to Rs. 1,340.692 million (2014: Rs. 786.416 million) in its meeting held on February 25, 2016 for approval of the members at the Annual General Meeting to be held on April 25, 2016, accordingly, dividend appropriation has not been recognized in these financial statements as dividend has not been approved by the members as of the date of authorisation of this condensed interim financial information.

25. Corresponding figures

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

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purposes of comparison. However, no significant reclassifications have been made.

Towfiq Habib Chinoy Chairman	Syed Hyder Ali Chief Executive & Managing Director	Tariq Iqbal Khan Director

INVESTORS' EDUCATION

In pursuance of SRO 924(1)/2015 dated September 9th, 2015 issued by the Securities and Exchange Commission of Pakistan (SECP), the following informational message has been reproduced to educate investors: