

# JAVEDAN

CORPORATION LIMITED



NAYA NAZIMABAD  
A MARK OF PRIDE

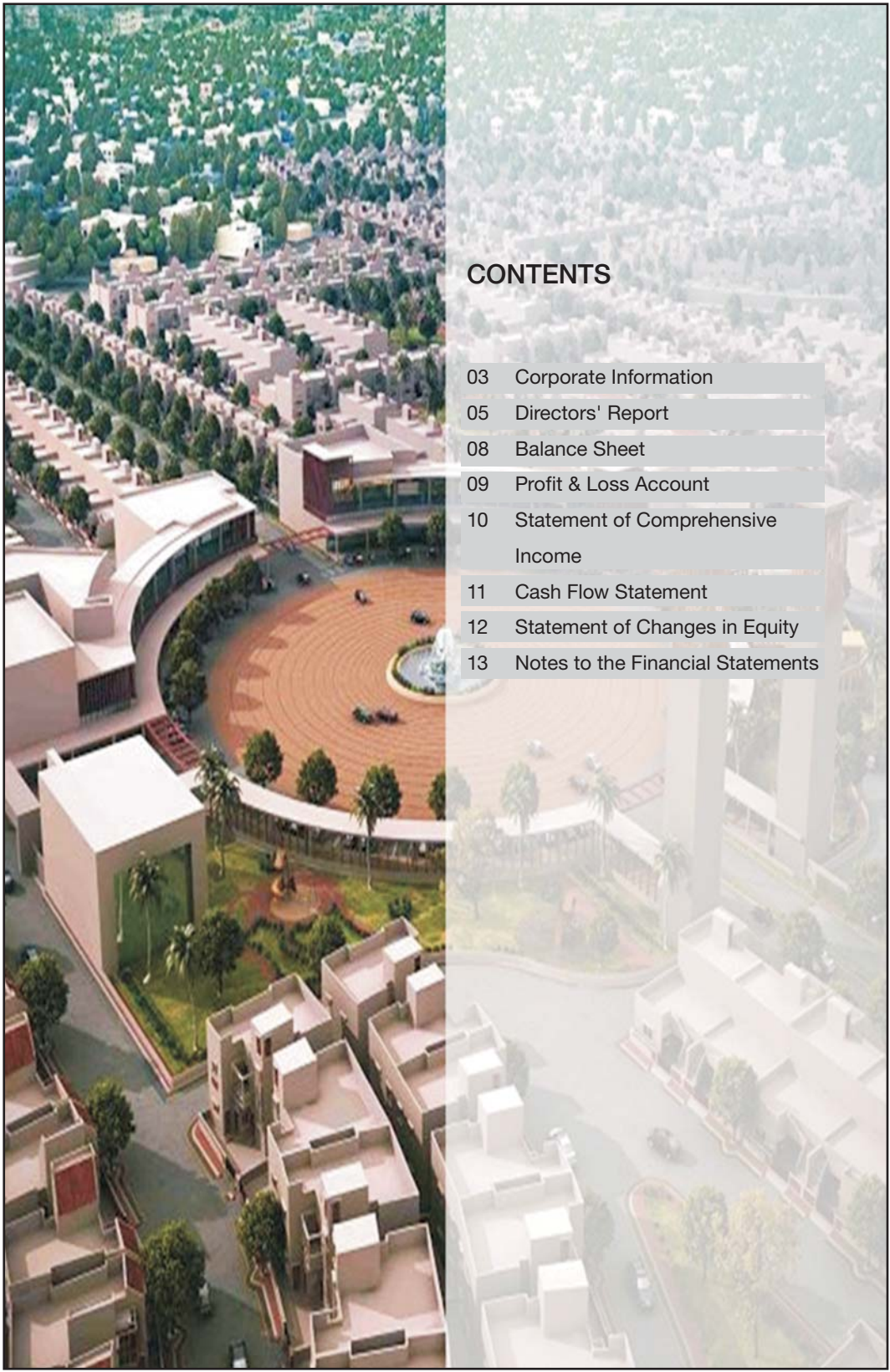


Quarter ended  
September 30th

A Project of Javedan Corporation Limited

# 2012





**CONTENTS**

- 03 Corporate Information
- 05 Directors' Report
- 08 Balance Sheet
- 09 Profit & Loss Account
- 10 Statement of Comprehensive Income
- 11 Cash Flow Statement
- 12 Statement of Changes in Equity
- 13 Notes to the Financial Statements



## Corporate Information

### Board of Directors

Arif Habib  
Chairman

Samad A.Habib  
Chief Executive

Aqeel Karim Dhedi  
Director

Asim Ghani  
Director

Iqbal Usman  
Director

Kashif A.Habib  
Director

Muhammad Ayub  
Director

Muhammad Ejaz  
Director

Shunaid Qureshi  
Director

### C.F.O

Syed Muhammad Talha

### Company Secretary

Haroon Usman

### Audit Committee

Mr. Iqbal Usman  
Chairman

Mr. Kashif Habib  
Member

Mr. Rafiq Tumbi  
Member

Mr. Muhammad Ejaz  
Member

### H.R & Remuneration Committee

Mr. Arif Habib  
Chairman

Mr. Samad A. Habib  
Member

Mr. Iqbal Usman  
Member

Mr. Muhammad Ejaz  
Member

### Auditors

Haroon Zakaria & Co.  
Chartered Accountants

Yousuf Adil Saleem & Co. (Deloitte)  
Chartered Accountants

### Bankers

Allied Bank Limited  
Al-Baraka Pakistan Limited  
Askari Bank Limited  
Bank Al-Falah Limited  
BankIslami Pakistan Limited  
Faysal Bank Limited  
Habib Bank Limited

KASB Bank Limited  
MCB Bank Limited  
National Bank of Pakistan  
NIB Bank Limited  
Sindh Bank Limited  
Summit Bank Limited  
United Bank Limited

### Registered Office

Arif Habib Center, 23,  
M.T.Khan Road,  
Karachi Pakistan 74000,  
Tel: 32460717-19  
Fax: 32416072 - 32429653  
Website: [www.jcl.com.pk](http://www.jcl.com.pk)

### Naya Nazimabad

Naya Nazimabad,  
Manghopir Road,  
Karachi -75890  
Tel: 92-21-32061997-98,  
32061903-04  
Fax: 92-21-36770144  
Website:  
[www.nayanazimabad.com](http://www.nayanazimabad.com)

### Share Registrar

Technology Trade (Pvt.) Ltd.  
Dagia House 241 C, PECHS,  
Block -2,  
Off. Shahrah-e-Quaideen,  
Karachi.  
Email: [junaid.dagia@gmail.com](mailto:junaid.dagia@gmail.com),  
[mail@ttcl.com.pk](mailto:mail@ttcl.com.pk)



## Directors' Report to the Members

Dear Shareholders,

The Directors of Javedan Corporation Limited are pleased to present herewith the financial report for the quarter ended September 30, 2012.

### Operational and Financial Performance Review

The Company launched "Naya Nazimabad" (the project) after obtaining all the necessary approvals (NOC) on November 20, 2011. The project got an excellent market response. The pre-launch event was organized on November 19, 2011 in which special guests were invited from all circles of life. The Project was formally offered to public on November 20, 2011 and we witnessed a tremendous turnout of customers, who were keen in booking the plots and bungalows in "Naya Nazimabad". Booking of Bungalows as well as plots in Blocks A, B & C was completed in a record short period. Considering the overwhelming response from the valued customers, we launched further plots in Block D as well.

Following is the summary of comparative un-audited financial results:

Following is the summary of comparative un-audited financial results:

Particulars	Sep 30, 2012	Sep 30, 2011
	(Rupees in thousands)	
Net Sales	-	-
Cost of sales	-	-
Gross (Loss) / Profit	-	-
Loss before taxation	(160,114)	(138,202)
Provision for taxation	(2)	(6)
Loss after taxation	(160,116)	(138,208)
EPS (in rupees)	(2.75)	(2.38)

During the period under review, your Company made a loss of Rs. 160.116 million. This loss represents the Administration & Selling expense of Rs. 53.9 million and Finance Cost of Rs. 107.5 million.

Your Company has not recognized revenue during the period despite of the fact that the Company has received Rs. 1,170.88 million from the customers against sale of Plots / Bungalows. As per professional opinion by the technical committee of ICAP as well as Deloitte, we can only recognize revenue when the transfer of the risks and rewards of ownership coincides with the transfer of the legal title or the passing of possession to the buyer. Hence, revenue is not recognized during the period.

### Development Work in Progress

The Company has already engaged National Engineering Services (Pvt.) Limited for infrastructure design including project management, road works, water supply network, waste water network, storm drainage, power distribution and natural gas supply etc.

## Javedan Corporation Limited

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The Company has short listed National Engineering & Transportation Company (Pvt.) Limited for earth work and infrastructure development including leveling and grading. Further, the Company is in the process of finalizing the contractor for construction of bungalows of the phase I.



### Future Outlook

#### Naya Naziabad Apartments & Commercial Plots

After the tremendous success in the launch of plots and bungalows, in order to meet the overwhelming market demand, Naya Nazimabad (NN) Apartments are being planned for a tentative launch during November 2012. A total of around 400 apartments are in design stage.



In addition, Commercial plots will also be offered to potential investors as well as end-users from end of this calendar year. A highly beautiful Crescent Commercial area is in design & development stage.

#### Naya Nazimabad Club House

The Management of the Company has initiated developing the plans for a Club House with all the leisure amenities including an International Standard Cricket Stadium, state-of-the-art Gym, Swimming, Dining & Banquet facilities, Bowling, Tennis, Horse Riding & other healthy activities.



The recent development also includes the development of Education and Health Zone which will provide modern educational and clinical facilities".

#### Naya Nazimabad Lawai Stadium

The launching of the Cricket Ground is a part of Naya Nazimabad Club which will be one of the contemporary Club Houses in Karachi. The cricket stadium has been developed into grassy lush green ground with three pitches. The floods lights with 4 pylons (25 Arena Vision each pole) have also been installed and as rightly said by the Chairman,

*"Naya Nazimabad Lawai Stadium is a great achievement and is a reward of a lot of hard work by Naya Nazimabad management team. This is the gift to the city of Karachi in general and the future residents of Naya Nazimabad in particular".*

#### Acknowledgement

The Company strongly believes that its success is driven by the commitment and dedication of its employees. We acknowledge the contribution of each and every member of the Company in areas of expertise. We would also like to express our thanks to the customers for their trust in our products and look forward to their continued patronage. We also thank our shareholders, banks and financial institutions for their support, guidance and confidence reposed in our enterprise and stand committed to do our best to ensure full reward of their investment in the coming years. May Allah bless us in our efforts. A'meen!

For and on behalf of the Board

**Samad A. Habib**  
Chief Executive Officer

Karachi: October 25, 2012



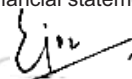
**CONDENSED INTERIM  
BALANCE SHEET (UN-AUDITED)**

AS AT SEPTEMBER 30, 2012

		(Un-audited) September 30, 2012	(Audited) June 30, 2012
<b>ASSETS</b>	<b>Note</b>	<b>(Rupees in '000)</b>	
<b>Non-Current Assets</b>			
Property and equipment	6	55,215	55,643
Intangible assets		8,646	9,154
Deferred taxation	7	842,841	842,841
Long term security deposits		<u>3,863</u>	<u>3,863</u>
		910,565	911,501
<b>Current Assets</b>			
Land for development	8	9,788,934	9,662,113
Advances		13,228	24,760
Deposits, prepayments and other receivables	9	35,296	33,558
Interest accrued		278	322
Tax refunds due from Government		6,811	6,417
Cash and bank balances		<u>25,119</u>	<u>31,476</u>
		9,869,667	9,758,646
<b>Total Assets</b>		<u>10,780,232</u>	<u>10,670,147</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
<b>Authorized Capital</b>			
120,000,000 Ordinary shares of Rs.10/ each		<u>1,200,000</u>	<u>1,200,000</u>
120,000,000 12% Redeemable, cumulative, convertible and listed preference shares of Rs.10 each		<u>1,200,000</u>	<u>1,200,000</u>
<b>Issued, subscribed and paid-up capital</b>			
<b>Ordinary shares capital</b>		581,282	581,282
<b>Preference shares capital</b>		1,127,713	1,127,713
<b>Reserves</b>		<u>(4,820,961)</u>	<u>(4,660,845)</u>
		<u>(3,111,966)</u>	<u>(2,951,850)</u>
<b>Surplus on Revaluation of Freehold Land</b>		7,695,071	7,695,071
<b>Non-Current Liabilities</b>			
Long term finances	10	3,545,586	3,734,191
Liabilities against assets subject to finance lease		-	-
		3,545,586	3,734,191
<b>Current Liabilities</b>			
Advance from customers	11	1,170,898	993,615
Short term borrowings	12	208,000	203,000
Trade and other payables	13	113,659	113,006
Mark-up accrued		494,225	392,742
Current maturity of :			
Non-current liabilities		662,500	487,500
Liabilities against assets subject to finance lease		2,259	2,872
		2,651,541	2,192,735
<b>Contingencies and Commitments</b>	14	-	-
<b>Total Equity and Liabilities</b>		<u>10,780,232</u>	<u>10,670,147</u>

The annexed notes form an integral part of these condensed interim financial statements.

  
Chief Executive

  
Director

Quarterly report 2012

**CONDENSED INTERIM  
PROFIT AND LOSS ACCOUNT - (UN-AUDITED)  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2012**

	Note	First Quarter Ended	
		September 30, 2012 (Un-audited)	September 30, 2011 (Un-audited)
		(Rupees in '000)	
Revenue		-	-
<b>Expenses</b>			
Marketing and selling expenses		<b>(18,293)</b>	-
Administrative expenses	15	<b>(35,704)</b>	(25,010)
		<b>(53,998)</b>	(25,010)
Other operating income		<b>1,413</b>	1,215
<b>Loss from operations</b>		<b>(52,585)</b>	(23,795)
Finance cost		<b>(107,529)</b>	(114,407)
<b>Loss before taxation</b>		<b>(160,114)</b>	(138,202)
Taxation		<b>(2)</b>	(6)
<b>(Loss) after taxation</b>		<b>(160,116)</b>	(138,208)
Earning per share per share	16	<b>(2.75)</b>	(2.38)

The annexed notes form an integral part of these condensed interim financial statements.

  
Chief Executive

  
Director

Quarterly report 2012

**CONDENSED INTERIM  
STATEMENT OF COMPREHENSIVE INCOME - (UN-AUDITED)  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2012**

	<b>First Quarter Ended</b>	
	<b>September 30, 2012</b>	<b>September 30, 2011</b>
	<b>(Rupees in '000)</b>	
(Loss) after taxation	<b>(160,116)</b>	(138,208)
Other comprehensive income	-	-
<b>Total comprehensive (loss)</b>	<b><u>(160,116)</u></b>	<b><u>(138,208)</u></b>

The annexed notes form an integral part of these condensed interim financial statements.

  
Chief Executive

  
Director

Quarterly report 2012

**CONDENSED INTERIM  
CASH FLOW STATEMENT - (UN-AUDITED)  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2012**

	Quarter Ended	
	September 30, 2012	September 30, 2011
	(Rupees in '000)	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(160,114)	(138,202)
<b>Adjustments for non-cash items and other charges</b>		
Depreciation	1,847	972
Amortization	508	-
Finance cost	107,529	114,407
Interest income	(882)	(624)
Gain on scrap sale	-	(591)
<b>Cash used in operating activities before working capital changes</b>	<u>(51,112)</u>	<u>(24,038)</u>
<b>(Increase) / decrease in current assets</b>		
Development properties	(78,525)	(44,934)
Advances	11,532	(7,708)
Trade debts	-	1,092
Deposits, prepayments and other receivables	(1,739)	9,157
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	653	(13,984)
Advance from customers	177,283	-
	<u>109,204</u>	<u>(56,377)</u>
<b>Net cash generated from operations</b>	<u>58,092</u>	<u>(80,415)</u>
Income tax paid	(393)	(6)
Finance cost paid (including borrowing cost)	(54,343)	(26,294)
<b>Net cash used in operating activities</b>	<u>3,357</u>	<u>(106,715)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(1,419)	(438)
Proceeds from miscellaneous Income	-	592
Interest received	925	617
<b>Net cash used in investing activities</b>	<u>(494)</u>	<u>771</u>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term finance - net	(13,607)	(16,667)
Proceeds from Sponsors loan	-	40,000
Principal repayment of Finance lease	(613)	(519)
Proceeds from short term borrowings-net	5,000	81,550
<b>Net cash generated from financing activities</b>	<u>(9,220)</u>	<u>104,364</u>
<b>Net increase/ (decrease) in cash and cash equivalent</b>	<u>(6,357)</u>	<u>(1,580)</u>
<b>Cash and cash equivalent at beginning of the period</b>	<u>31,476</u>	<u>10,901</u>
<b>Cash and cash equivalent at end of the period</b>	<u>25,119</u>	<u>9,321</u>

The annexed notes form an integral part of these condensed interim financial statements.

  
Chief Executive

  
Director

Quarterly report 2012

**CONDENSED INTERIM  
STATEMENT OF CHANGES IN EQUITY - (UN-AUDITED)  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2012**

	Ordinary Share capital	Preference Share capital	Reserve			Total
			Capital	Revenue		
			Tax holiday	General	Accumulated losses	
(Rupees in '000)						
<b>Balance as at June 30, 2011</b>	581,282	-	11,966	63,500	(4,400,568)	(3,743,820)
Loss for the quarter and three months ended September 30, 2011	-	-	-	-	(138,208)	(138,208)
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	-	(138,208)	(138,208)
<b>Balance as at September 30, 2011</b>	<b>581,282</b>	<b>-</b>	<b>11,966</b>	<b>63,500</b>	<b>(4,538,776)</b>	<b>(3,882,028)</b>
<b>Balance as at June 30, 2012</b>	581,282	1,127,713	11,966	63,500	(4,736,311)	(2,951,851)
<b>Comprehensive Income</b>						
Loss for the quarter and three months ended September 30, 2012	-	-	-	-	(160,116)	(160,116)
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	-	(160,116)	(160,116)
<b>Balance as at September 30, 2012</b>	<b>581,282</b>	<b>1,127,713</b>	<b>11,966</b>	<b>63,500</b>	<b>(4,896,427)</b>	<b>(3,111,966)</b>

The annexed notes form an integral part of these condensed interim financial statements.

  
Chief Executive

  
Director

Quarterly report 2012



**NOTES TO THE CONDENSED INTERIM  
FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2012**

**1 STATUS AND NATURE OF BUSINESS**

- 1.1** Javedan Corporation Limited (the Company) was incorporated in Pakistan on June 08, 1961, as a public limited company under the repealed Companies Act, 1913 (now Companies Ordinance, 1984) and is listed on Karachi Stock Exchange. Registered office of the Company is located at Arif Habib center, 23, M.T Khan Road, Karachi.
- 1.2** The Company has ceased its cement business since July 01, 2010 and management has developed business diversification strategy for utilizing the company's land for developing a housing scheme, "Naya Nazimabad", which will include bungalows, open plots, flat sites and commercial sites. The housing project is located at Manghopir, Karachi.
- 1.3** During the current period, the Company has incurred loss before taxation of Rs. 160.114 (Sep. 30, 2011: Rs. 138.208) million and its accumulated losses stand at Rs. 4,896.427 (Sep. 30, 2011: Rs. 4,538.776) million resulting in negative shareholders' equity of Rs. 3,111.966 (Sep. 30, 2011: Rs. 3,882.028) million. Accumulated losses of the Company pertain to the cement business which has been ceased. Moreover, the management of the Company has taken the following steps / measures to improve the financial and operational condition of the Company:
- First phase of Naya Nazimabad housing scheme (the project) has been launched during the year with positive response from customers from whom Rs. 1,170.898 million have been received as advance against booking of bungalows and open plots;
  - The Company has strong financial support from its sponsors and is confident about the viability of the scheme.
  - The Company has entered into agreement with banking companies according to which long term finance relating to TFCs along with outstanding markup has been rescheduled /settled in the form of Debt /Asset swap by selling portion of land to them.
  - The Company has converted the sponsors loan into preference shares.
  - The forecasted profit and loss account shows that the accumulated losses will wipe out; and
  - Revised projected cash flows of the project indicate that the Company will have adequate cash inflows to pay off its banking loans when due and incur land development expenditures.

**2 BASIS OF PREPARATION**

- 2.1** These condensed interim financial information of the Company for the first quarter ended September 30, 2012 have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.
- 2.2** These condensed interim financial information are presented in Pakistani Rupees which is also the Company's functional currency and figures presented in these condensed interim financial information have been rounded off to the nearest thousand of Rupees.

Quarterly report 2012

### 3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies, applied in the preparation of this condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2012.

### 4 ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of the condensed interim financial information in conformity with approved accounting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

### 5 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2012.

	Note	September 30, 2012	June 30, 2012
(Rupees in '000)			
<b>6 PROPERTY AND EQUIPMENT</b>			
Operating fixed assets	6.1	<b>43,385</b>	43,813
Civil work	6.3	<b>11,830</b>	11,830
		<u><b>55,215</b></u>	<u>55,643</u>
<b>6.1 Operating Fixed Assets</b>			
Opening written down value		<b>43,813</b>	27,606
Additions during the period	6.2	<b>1,419</b>	30,880
Disposals during the period - cost		-	(156,302)
Depreciation charge for the period		<b>(1,847)</b>	(7,158)
Depreciation charge on disposal		-	148,787
Closing written down value		<u><b>43,385</b></u>	<u>43,813</u>
<b>6.2 Additions during the period</b>			
Furniture, fixtures and equipments		<b>1,119</b>	15,333
Buildings and roads on free-hold land		<b>240</b>	15,547
Other Assets		<b>60</b>	-
		<u><b>1,419</b></u>	<u>30,880</u>
<b>6.3 Civil work</b>			
Balance as at July 01		<b>11,830</b>	10,124
Additions during the period		-	3,307
Transferred during the period		-	(1,601)
		<u><b>11,830</b></u>	<u>11,830</u>

Quarterly report 2012

	September 30, 2012	June 30, 2012
Note	(Rupees in '000)	
<b>7 DEFERRED TAXATION</b>		
<b>Taxable temporary differences:</b>		
Accelerated tax depreciation for tax purposes	(637)	(637)
Assets subject to finance lease	(1,887)	(1,887)
	<u>(2,524)</u>	<u>(2,524)</u>
<b>Deductible temporary differences:</b>		
Liabilities subject to finance lease	1,005	1,005
Minimum tax impact	8,312	8,312
Advances	195	195
Assessed tax losses	1,437,501	1,437,501
	<u>1,447,013</u>	<u>1,447,013</u>
	<u>1,444,489</u>	<u>1,444,489</u>
Less: Deferred tax asset not recognized	7.1 (601,648)	(601,648)
	<u>842,841</u>	<u>842,841</u>

7.1 Deferred tax asset as at June 30, 2012 to the extent of Rs. 601.648 million (June 30, 2011: Rs. 434.550 million) has not been recognized as the Company does not expect to generate sufficient taxable profits against which such benefits can be utilized. However, the recognized deferred tax asset would be recovered as per the projections discussed in note 1.3 to the financial statements.

	September 30, 2012	June 30, 2012
Note	(Rupees in '000)	
<b>8 LAND FOR DEVELOPMENT</b>		
<b>Land for development</b>		
Opening balance	8,548,907	8,548,907
Land development expenditure		
Opening balance	753,560	475,926
Incurred during the period	78,525	277,634
	<u>832,085</u>	<u>753,560</u>
	<u>9,380,992</u>	<u>9,302,467</u>
<b>Related borrowing costs</b>		
Opening balance	359,646	118,147
Capitalized during the period	48,296	241,499
	<u>407,942</u>	<u>359,646</u>
	<u>9,788,934</u>	<u>9,662,113</u>

	September 30, 2012	June 30, 2012
	(Rupees in '000)	
<b>9 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b>		
<b>Deposits</b>		
Guarantee margin	12,844	12,844
With contractor	4,843	4,843
Security deposit with KBCA	3,379	3,386
Others	7	-
	<b>21,073</b>	21,073
<b>Prepayments</b>		
Prepaid rent and insurance	1,756	227
<b>Other receivables - considered good Related parties (Associated undertakings)</b>		
International Builders and Developers (Pvt.) Limited	524	524
Employees Gratuity Fund Trust	928	718
	<b>1,452</b>	1,242
Sales tax refundable	9,737	9,737
Excise duty refundable	574	574
Others	705	705
	<b>11,016</b>	11,016
	<b>35,296</b>	33,558
<b>10 LONG TERM FINANCES</b>		
<b>Allied Bank Limited</b>		
Medium term finance facility	1,200,000	1,208,333
ABL debt asset swap arrangement	361,266	334,316
	<b>1,561,266</b>	1,542,649
<b>National Bank of Pakistan</b>		
Term Finance Certificates	1,225,000	1,225,000
<b>Faysal Bank Limited</b>		
Term Finance Certificates	604,167	604,167
FBL debt asset swap arrangement	74,260	74,260
	<b>678,427</b>	678,427
	<b>3,464,693</b>	3,446,076
<b>Term loans - Secured</b>		
KASB Bank Limited	33,333	50,000
BankIslami Pakistan	187,500	218,750
	<b>220,833</b>	268,750
<b>Related parties</b>		
Arif Habib Corporation Limited - Secured	460,000	460,000
<b>Long term accrued markup</b>		
ABL debt asset swap arrangement	49,333	36,496
FBL debt asset swap arrangement	13,227	10,369
	<b>62,560</b>	46,865
Current portion shown under current liabilities	<b>(662,500)</b>	(487,500)
	<b>3,545,586</b>	3,734,191

Quarterly report 2012

**11 ADVANCE FROM CUSTOMERS**

This represents amount received from customers in respect of booking of plots and bungalows as per the payment plan which includes sale of plots and bungalows.

	Note	September 30, 2012	June 30, 2012
<b>(Rupees in '000)</b>			
<b>12 SHORT TERM BORROWINGS</b>			
Summit Bank Limited - Secured	12.1	120,000	120,000
<b>Related parties</b>			
Loan from Director - Unsecured	12.2	88,000	83,000
		<b>208,000</b>	<b>203,000</b>

**12.1** This represents short-term running finance and term finance obtained from Summit Bank amounting to Rs. 85 million and Rs. 35 million respectively. Both facilities carry markup at the rate of 3 months KIBOR + 4% and are secured by mortgage over 35.62 acres.

**12.2** This loan was provided by Mr. Arif Habib. It carries markup at the rate of 3 months KIBOR + 3% and is repayable on demand.

		September 30, 2012	June 30, 2012
<b>(Rupees in '000)</b>			
<b>13 TRADE AND OTHER PAYABLES</b>			
Creditors		4,683	1,172
Accrued liabilities		90,071	103,858
Retention money payable		3,505	4,086
Al-Abbas Cement Industries Limited - Related Party		182	108
Arif Habib Limited		93	-
Withholding tax payable		1,787	948
Dividend payable		2,834	2,834
Fund received on behalf of AHCL against offer for sale of preference shares		10,503	-
		<b>113,659</b>	<b>113,006</b>

**14 CONTINGENCIES AND COMMITMENTS**

**14.1 Contingencies**

There were no changes in contingencies since the last audited financial statements.



	September 30, 2012	June 30, 2012
Note	(Rupees in '000)	
<b>14.2 Commitments</b>		
<b>Capital Commitments</b>		
Dividend on preference shares @ 12%	104,923	70,814
Land for development and civil works	101,000	30,914
	<u>205,923</u>	<u>101,728</u>

	September 30, 2012	September 30, 2011
Note	(Rupees in '000)	
<b>15 ADMINISTRATIVE EXPENSES</b>		
Salaries / wages and other benefits	16,137	11,189
Printing and stationery	975	68
Travelling and conveyance	470	83
Communication	587	141
Legal and professional charges	1,438	445
Rent, rates and taxes	633	628
Utilities	5,034	8,550
Repair and maintenance	572	999
Depreciation	1,847	972
Amortization	508	-
Fee and subscription	811	440
Vehicle running expenses	1,658	461
Entertainment	244	233
Donation	15.1 3,699	21
Insurance	449	311
Purchase Services - Transportation	505	469
General expenses	138	-
	<u>35,704</u>	<u>25,010</u>

15.1 This includes an amount of Rs. 2.3 million provided as donation to flood victims.

**16 LOSS PER SHARE**  
**- Basic and diluted**

Loss after taxation	<u>(160,116)</u>	<u>(138,208)</u>
Loss attributable to ordinary shareholders	<u>(160,116)</u>	<u>(138,208)</u>
Ordinary shares	<u>58,128,172</u>	<u>58,128,172</u>
Loss per share - Rupees	<u>(2.75)</u>	<u>(2.38)</u>

	September 30, 2012	September 30, 2011
<b>17 TRANSACTION WITH RELATED PARTIES</b>		
Sales of Scrap material	-	686
Amount received from employee Gratuity fund	-	3,500
Loan received from sponsors	<b>5,000</b>	40,000
Loan received from related party	-	81,550
Purchase of cement	<b>378</b>	-
Fund received against offer for sale of preference shares	<b>10,503</b>	-

**18 DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial information was authorized for issue on October 25, 2012 by the Board of Directors of the Company.

**19 GENERAL**

Figures have been rounded off to the nearest of thousand rupees.

  
Chief Executive

  
Director



If undelivered please return to:  
JAVEDAN CORPORATION LIMITED  
Naya Nazimabad Manghopir Road, Karachi-75890