

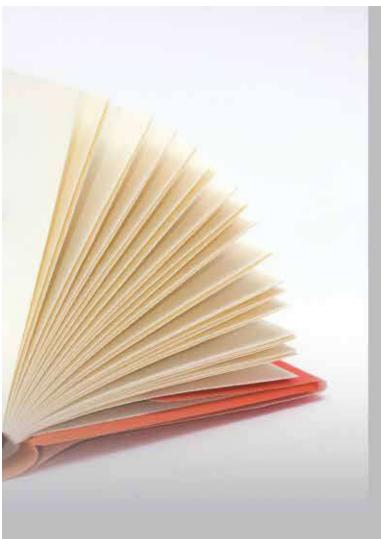


Annual Report 2016





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Board of Directors

Chairman Arif Habib Chief Executive Samad A. Habib Director Abdul Qadir Director Alamgir A. Sheikh Director Hassan Ayub Adhi Director Muhammad Kashif Habib Director Muhammad Ejaz Mohammed Siddig Khokhar Director Director Faisal Anees Bilwani

Chief Financial Officer & Company Secretary

Syed Muhammad Talha

Audit Committee

Abdul Qadir Chairman Member Muhammad Kashif Habib Member Muhammad Ejaz Secretary Owais Ahmed

HR & Remuneration Committee

Chairman Arif Habib Member Samad A. Habib Member Muhammad Ejaz



Auditors

Haroon Zakaria & Co. **Chartered Accountants**

Bankers

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

Registered Office

Arif Habib Center, 23, M.T.Khan Road, Karachi Pakistan - 74000,

Tel: 32460717-19 Fax: 32466824

Website: www.jcl.com.pk

Deloitte Yousuf Adil **Chartered Accountants**

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

Share Registrar

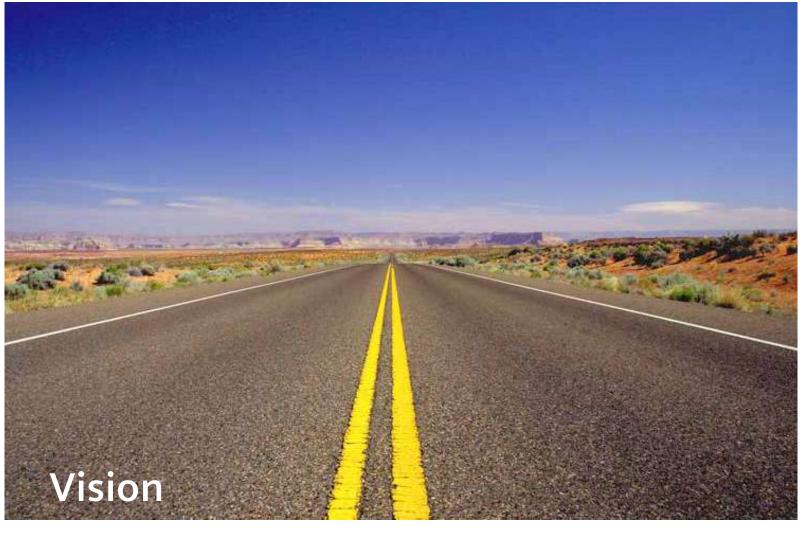
Central Depository Company of Pakistan Limited, CDC House, 99-B, Block 'B' S.M.C.H.S Shahrah-e-, Faisal, Karachi.

Site Office:

Naya Nazimabad, Manghopir Road, Karachi -75890

Tel: 92-21-32061997-98, 32061903-04, 36770141-42, Fax: 92-21-36770144

Website: www.nayanazimabad.com



The Company wishes to forge ahead, experiments with new ideas and challenge new frontiers. It will endeavor to achieve excellence in all its undertaking and intends to provide customer satisfaction by being efficient and competitive.



To become a profitable organization and exceed the expectations of our customers and stakeholders by developing and marketing high quality products at competitive prices through concentration on quality, business value and fair play.

To develop and promote the best use of human talent in a safe environment, as an equal opportunity employer while using advance technology for efficient and cost effective operations.

Notice of Annual General Meeting

For The Year Ended June 30, 2016

Notice is hereby given that 54th Annual General Meeting of Javedan Corporation Limited will be held at Beach Luxury Hotel, M.T Khan Road, Karachi on Tuesday, October 25, 2016 at 04:30 p.m. to transact the following business:

Ordinary Business

- 1. To confirm the minutes of Annual General Meeting of the shareholders held on October 26, 2015.
- 2. To receive, consider and adopt annual audited financial statements for the year ended June 30, 2016 together with the Reports of the Auditors and Director thereon.
- 3. To appoint Auditors for the year ending June 30, 2017 and to fix their remuneration.

Special Business

Amendment in the Memorandum of Association of the Company for the change in Object Clause in accordance with the guidelines provided by SECP for Real Estate Builders and developers.

To consider, and if thought fit, to pass the following resolution with or without modification (s) as special resolution to amend the Memorandum of Association of the company.

RESOLVED THAT the Company be and is hereby authorized to change in Object Clause of the Memorandum of Association of the Company as the company is carrying out the Real Estate Business and or to utilize Company's land for construction of Housing Scheme/ Industrial plotting/ in consideration of services rendered and its sale whether in cash or in installments or in consideration of services and in order to generate additional funds for repayment of borrowings and for achievement of this objective to do and effectuate all requisite acts, things and deeds that may be necessary and incidental to the purpose, including but not limited to obtaining of NOCs, permissions, approvals, etc. from all concerned federal, provincial and local governments including local bodies, revenue departments, civic and concerned bodies, municipal or land utilization agency as the case may be, planning, designing of construction plans, sale of housing units/ industrial plots on total or installment payment basis and division of land and converting the same into plots of various sizes and to sell and transfer the same for such considerations and on such terms and conditions as the Board of Directors may consider appropriate, including sale against consideration for services rendered by persons to the Company and to give effect thereto in its true letter and spirit.

FURTHER RESOLVED THAT the followings points are to be added in the Memorandum of Association of the Company:

- To carry on the business of the development of land for residential and commercial projects and Farm houses and other schemes both in urban and rural areas, planning and construction of commercial markets or multistoried buildings including offices, shopping centers, both inside and outside Pakistan with the permission of concerned authorities and subject to compliance with all relevant laws/rules.
- To lay out, develop, construct, build, erect, demolish, re-erect, alter, repair, model, re-model, improve, grade, curve, pave, macadamize, cement, maintain, levelling for paving works, devise, decorate, plan, to furnish labour, all kinds of materials to supervise, to act as valuers, appraisers, referees, assessors, carriers, to prepare estimates, designs, specifications, tender documents or models, to investigate into the condition of buildings and other structures or do

- any other work in connection with any building structure or scheme subject to permission from all concerned authorities and compliance with all relevant laws/rules.
- To acquire and take over any running business of developers and property of that business iii. including lands, buildings, machinery, contracts, privileges, rights, license, concessions with or without modifications subject to permission from all concerned authorities and compliance with all relevant laws/rules.
- To carry on the business of estimation, drawing up, quality surveying, supervision and iv. execution of construction works and installation and maintenance thereof.
- To carry on the business of construction, erection and maintenance with all its ancillary V. services for or in respect of bridges, roads, spillways, highways, reservoirs, seaports, water supply, apartments, multi-story flats, business offices, shops, markets, warehouses, industrial and commercial buildings and structure of all description and to equip the same or any part thereof with all or any conveniences, drainage and sewerage facilities, electric and gas installations and to deal with the same in any manner, whatsoever, subject to permission from all concerned authorities and compliance with all relevant laws/rules.

FURTHER RESOLVED THAT Chief Executive Officer, Chief Financial Officer and Company Secretary are authorized jointly or severally to take all steps necessary, ancillary and incidental for the change in the Memorandum of Association including but not limited to obtaining requisite approvals, and to take all necessary steps as may be required in this connection.

5. Amendment in the Articles of Association of the Company

The securities and Exchange Commission of Pakistan has issued the Companies (E-Voting) Regulations, 2016 on January 22, 2016 vide SRO 43(I) 2016 which allows both members and Non-members to take part in decision making in the general meeting of the company through electronic means through an intermediary.

In order to comply with the regulations, the existing Articles of Association of the Company needs to be amended.

To consider, and if thought fit, to pass the following resolution with or without modification (s) as special resolution to amend the Articles of Association of the company.

RESOLVED THAT pursuant to Section 28 and other applicable provisions, if any of the companies ordinance 1984 and any other law(s) the Articles of Association of the company be and is hereby amended as follows

By adding a new paragraph in the existing Article 53:

The Provisions and requirements for e-voting as prescribed by the SECP from time to time shall be deemed to be incorporated in these Articles of Association, irrespective of the other provisions of these Articles and notwithstanding anything contradictory therein.

FURTHER RESOLVED THAT the articles 53, 58 and 61 of the articles of the company be altered to read as under:

53. On a shows of hand every member present in person or by proxy shall have one vote. On a poll every member present in person or by proxy or through electronic means or his proxy shall have one vote for every share held by him, provided always that in case of election or removal of directors, the provisions of articles 69 and 70 respectively shall apply.

- 58. On a poll or through electronic means, votes may be given either personally (including without limitation, a representative of a company or corporation authorized under article 63) or by proxy.
- 61. An instrument appointing a proxy shall be in the form specified in regulation 39 of the table 'A' in the first schedule to the ordinance or schedule II of the Companies (E-Voting) Regulations, 2016 or in any other form which the Directors may approve.

TRANSMISSION OF ANNUAL ACCOUNTS 6

To consider, and if deemed fit pass the following ordinary resolution for getting shareholders' approval to circulate Annual Report through CD/DVD/USB.

RESOLVED THAT dissemination of information regarding Annual Audited Accounts to the shareholders in soft form i.e CD/DVD/USB as notified by the Securities and Exchange Commission of Pakistan vide its SRO No. 470(I)/2016 dated May 31, 2016 be and is hereby approved

FURTHER RESOLVED THAT Chief Executive Officer, Chief Financial Officer and Company Secretary are authorized jointly or severally to take all steps necessary, ancillary and incidental for the change in the Memorandum of Association including but not limited to obtaining requisite approvals, and to take all necessary steps as may be required in this connection.

Any Other Business

7. To transact any other business with the permission of the chair.

A statement as required under section 160(1)(b) of the Companies Ordinance, 1984 is being sent to the members along with the notice.

By Order of the Board

Karachi: October 04, 2016

Syed Muhammad Talha Company Secretary

Notes:

- 1. Share transfer books will remain closed from October 19, 2016 to October 25, 2016 (both days inclusive).
- All Members are entitled to attend and vote at the meeting. A member may appoint a proxy who 2. needs to be a Member of the Company.
- 3. Transfer received in order at the office of our Share Registrar M/s. Central Depository Company of Pakistan Limited, CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahra-e-Faisal, Karachi - 74400 at the close of the business on Thursday, October 18, 2016, will be considered in time for the determination of entitlement of shareholders to attend and vote at the meeting.
- Any change of addresses of Members should be notified immediately to the Company's Registered 4. Office or Share Registrar's Office.
- CDC Account Holders will further have to follow the under mentioned guidelines as laid down by the 5. Securities and Exchange Commission of Pakistan:

Attending the Meeting: a.

- In case of individuals, the account holder or sub-account holder and I or the person whose securities are in group account and their registration details are uploaded as per Regulations, shall authenticate his identity by showing his Original Computerized National Identity Card (CNIC) or original passport at the time of attending the meeting.
- In case of corporate entity, the Board of Directors' resolution / power of attorney with ii. specimen signature of the nominee shall be produced at the time of the meeting.

For Appointing Proxies: b.

- i. In case of individuals, the account holder or sub-account holder and / or the person whose securities are in group account and their registration details are uploaded as per Regulations, shall submit the proxy form as per requirement by the Company.
- ii. The proxy form shall be witnessed by two persons whose names, addresses and CNIC numbers shall be mentioned on the form.
- Attested copies of CNIC or the passport of the beneficial owners and the proxy shall be iii. furnished with the proxy form.
- The proxy shall produce his original CNIC or original passport at the time of the meeting. iv.
- In case of corporate entity, the Board of Director's resolution / power of attorney with V. specimen signature shall be submitted along with proxy form to the Company.

STATEMENT U/S 160(1)(b) OF THE COMPANIES ORDINANCE, 1984

The statement sets out the material facts pertaining to the special business to be transacted at the forthcoming Annual General Meeting of the Company to be held on Oct 25, 2016. The Directors in their meeting held on Sep 30, 2016 have recommended to the shareholders to pass Special resolution in respect of the following item;

A statement setting out all material facts with respect to the special business is furnished as under:

Item No 4 of the Agenda: Amendment in Memorandum of Association - Change in a. **Object Clause.**

The amendments to the Memorandum of Association of the Company are being carried out in order to give effect to the requirements of Real Estate Business. The details of amendments proposed in the Memorandum of Association is part of the resolution mentioned in the notice to the Annual General Meeting.

b. Item No 5 of the Agenda: Amendment in Articles of Association E-voting

The amendments to the Articles of Association of the Company are being carried out in order to give effect to the requirements of newly announced Companies (E-Voting) Regulations, 2016 by the Securities and Exchange Commission of Pakistan. The details of amendments proposed in the Articles of Association is part of the resolution mentioned in the notice to the Annual General Meeting.

Item No 6 of the Agenda: Dissemination of Information Regarding Annual Audited C. Accounts to the Shareholders through CD/DVD/USB

In order to implement SECP directives with respect to transmission/circulation of Information such as Annual Audited Accounts through CD/DVD/USB instead of hard copies, resolution is part to the notice for concurrence of shareholders to adopt the newly introduced mode of transmission.

INSPECTION OF DOCUMENTS

A copy of the Memorandum and articles of association of the Company being altered is available for inspection at the Company's Registered Office of the Company.



overview

JCL understands that retaining the confidence of its employees, shareholders, customers and other stakeholders is very important to the growth of its business.

JCL's Code of Ethics forms the foundation of how we conduct business and work together to achieve our goals. JCL is committed to achieving the highest level of ethical conduct and standards and we believe this is extremely important to the success of our Company.

Objectives:

JCL follows ethical and responsible business practices when conducting its operations

Responsibilities

To Our Employees:

To respect each other and to provide employees with a safe place to work, satisfying and rewarding employment, on-going professional development and an open team environment.

To Our Customers:

Our mission is to serve clients in an innovative, cost-effective and transparent manner. Our clients are our partners in business.

This means that we:

- Put clients at the center of everything we do;
- Interact with our clients in a fair, correct, transparent, professional and timely manner;
- Provide our clients with tailor-made services when appropriate;
- Develop effective solutions and services for our clients;
- Ensure that any information entrusted to us by our Clients is kept confidential, except when disclosure is authorized by them or required by applicable laws, rules or regulations. Even internally, this information will be shared strictly on a "need to know basis".



To Our Suppliers:

Create long-term supply chain relationships to ensure continued product and service excellence. We always try to build confidence, reliability and trust by ensuring fulfillment of our commitments with suppliers and service providers.

To Our Shareholders:

to steward our resources in a manner that will provide a very attractive return on investment.

Health, safety, environment & community

Ther Company is committed to promoting and providing a safe working environment for all employees and to complying with all applicable environmental regulations. JCL takes a proactive approach to health, safety and environmental matters. We also actively participate in contributing to the betterment of society. To the extent practical, JCL will be involved in community, education and donations programs.

Compliance with the laws of country

We always confine to the prevailing laws, Utmost care is taken by us to discharge all our legal responsibilities.

Internal control and financial reporting

Wehave implemented a very sound and reliable internal control system in our organization, which is well understood by all of our employees and parties dealing with us.

Financial planning is a core activity of our system through which we ensure efficient and effective utilization of financial and human resources.

Financial reporting system employed by us is very effective and transparent is being relied upon by society at large.



BOARD OF DIRECTOR'S



Mr. Arif Habib Chairman

Mr. Arif Habib is the Chairman of Javedan Corporation Limited. He is the Chief Executive of Arif Habib Corporation Limited. He is also the Chairman of Pakarab Fertilizers Limited, Fatima Fertilizer Company Limited, Fatimafert Limited, Aisha Steel Mills Limited, and Sachal Energy (Pvt.) Limited.

Mr. Arif Habib remained the elected President/Chairman of Karachi Stock Exchange for six times in the past and was a Founding Member and Chairman of the Central Depository Company of Pakistan Limited. He has served as a Member of the Privatization Commission, Board of Investment, Tariff Reforms Commission and Securities & Exchange Ordinance Review Committee. Over the years he has been nominated on the Board of Directors of a number of companies by the Government of Pakistan. Presently, he is a Director on the Boards of Pakistan International Airlines, Sui Northern Gas Pipelines Limited and Pakistan Engineering Company Limited.

Mr. Habib participates significantly in welfare activities. He is one of the trustees of Fatimid Foundation and Memon Health & Education Foundation as well as a director of Pakistan Centre for Philanthropy and Karachi Education Initiative.

Corporate Responsibilities

Arif Habib Corporation Limited (Chief Executive)

As Chairman

- Aisha Steel Mills Limited
- Arif Habib Consultancy (Pvt.) Limited
- Arif Habib Foundation
- Fatimafert Limited
- Fatima Fertilizer Company Limited
- Pakarab Fertilizers Limited
- Pakistan Business Council
- Sachal Energy Development (Pvt.) Limited

As Honorary Trustee / Director

- Fatimid Foundation
- Karachi Education Initiative
- Pakistan Veterans Cricket Association
- Memon Health and Education Foundation

As Director

- Arif Habib Real Estate Services (Pvt.) Limited
- Fatima Cement Limited
- International Builders and Developers (Pvt.) Limited
- International Complex Projects Limited
- NCEL Building Management Limited
- Pakistan Business Council
- Pakistan Centre for Philanthropy
- Pakarab Energy Limited
- Pakistan Engineering Company Limited
- Pakistan International Airlines Corporation
- Pakistan Opportunities Limited
- Sui Northern Gas Pipelines Limited



Mr. Samad A. Habib C.E.O

Mr. Samad A. Habib is the Chief Executive of Javedan Corporation Limited. Mr. Samad A. Habib has more than 15 years of experience, including 9 years of working in the financial services industry in various senior management roles.

He began his career with Arif Habib Corporation Limited (the holding company of Arif Habib Group) and has served the company in various executive positions including Executive Sales and Business Promotions, Company Secretary, Head of Marketing, etc.

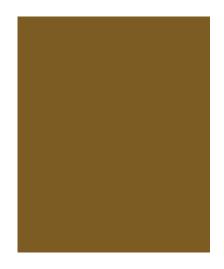
In September 2004, he was appointed as the Chairman and Chief Executive of Arif Habib Limited. As Chairman he was responsible for the strategic direction of the company and was actively involved in capital market operations and corporate finance activities such as serving corporate clients, institutional clients, high net worth individuals, and raising funds for clients through IPOs, private placements etc. He resigned from that position in January 2011.

Mr. Samad A. Habib holds a Master's degree in Business Administration.

Corporate Responsibilities

As Director

- Arif Habib Corporation Limited
- Arif Habib Equity (Pvt.) Limited
- Arif Habib Foundation
- Arif Habib Dolmen REIT Management Limited
- Arif Habib Real Estate Services (Pvt.) Limited
- MCB-Arif Habib Savings & Investments Limited
- International Complex Projects Limited
- Nooriabad Spinning Mills (Pvt.) Limited
- Pakarab Fertilizers Limited
- Pakistan Opportunities Limited
- Power Cement Limited
- REMMCO Builders & Developers Limited
- Rotocast Engineering Company (Pvt.) Limited
- Safemix Concrete Limited
- Sweetwater Dairies Pakistan (Pvt.) Limited



Mr. Muhammad Kashif Habib Director

Mr. Muhammad Kashif Habib is the Chief Executive of Power Cement Limited and Safemix Concrete Limited. Being a member of the Institute of Chartered Accountants of Pakistan (ICAP) he completed his articleship from A.F. Ferguson & Co. (a member firm of Price Waterhouse Coopers), where he gained experience of a diverse sectors serving clients spanning the Financial, Manufacturing and Services industries.

He has to his credit four years of experience in Arif Habib Corporation Limited as well as over five years' experience as an Executive Director in cement and fertilizer companies of the group.

Corporate Responsibilities

Power Cement Limited (Chief Executive) Safemix Concrete Limited (Chief Executive)

As Director

- Aisha Steel Mills Limited
- Arif Habib Foundation
- Arif Habib Real Estate Services (Pvt.) Limited
- Fatimafert Limited
- Fatima Fertilizer Company Limited
- Nooriabad Spinning Mills (Private) Limited
- Arif Habib Equity (Private) Limited

As Trustee

- Memon Health and Education Foundation
- Pakarab Fertilizers Limited
- REMMCO Builders & Developers Limited
- Reliance Sacks Limited
- Rotocast Engineering Company (Pvt.) Limited



Mr. Ejaz Director

Mr. Ejaz is the Chief Executive of Arif Habib Dolmen REIT Management Limited. He has over 20 years of experience in the fields of Treasury, Corporate Finance and Investment Banking. Mr. Ejaz has served in senior positions at leading local and international banks including Faysal Bank, Union Bank and Emirates NBD Bank.

He holds a Master's degree in Business Administration from the Institute of Business Administration where he is also a regular visiting faculty member. He is also a certified Financial Risk Manager.

Corporate Responsibilities

Arif Habib Dolmen REIT Management Limited (Chief Executive)

As Director

- Arif Habib Corporation Limited
- Aisha Steel Mills Limited
- Arif Habib Real Estate Services (Pvt.) Limited
- Power Cement Limited
- REMMCO Builders & Developers Limited
- Sachal Energy Development (Pvt.) Limited



Mr. Abdul Qadir Sultan Director

Mr. Abdul Qadir Sultan is a Qualified Chartered Accountant from the Institute of Chartered Accountants of Pakistan (ICAP). He is currently working as the Deputy Head of Compliance at Tameer MicroFinance Bank Limited (A subsidiary of the Telenor Group).

He completed his article ship from A.F.Ferguson & Co. one of the finest accountancy firms in Pakistan. He has a working experience of over 10 years in various diversified capacities. His last assignment was as the Head of Internal Audit at AKD Investment Management Limited (The Asset Management Company of the AKD Group managing a portfolio of over Rs. 5 billion). He is a certified director from ICAP and holds a diploma in Islamic Finance from CIMA (UK).

Mr. Sultan takes keen interest in the promotion of education, trade and industry and strongly advocates these causes through various professional, corporate and trade platforms. He is also a member of the PAIB Committee of ICAP and the Rotary Club of Karachi.



Alamgir A. Sheikh Director

Alamgir A. Sheikh is a President of PAKSITAN Billiards & Snooker Association, Vice President Marketing of Jubilee General Insurance and also Chairman of H Travels & Tours (Pvt.) Ltd. He has working experience in various diversified capacities.



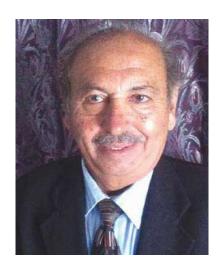
Faisal Anees Bilwani Director

Faisal Anees Bilwani is architect at Faisal Bilwani Associates. He has practical knowledge of dealing with Construction and real estate Business. He is a member of Pakistan Council of Architects and Town Planners (PCATP) and Licensed architect of Sindh Building Control Authority (SBCA) and Defence Housing Authority (DHA). He has done Local and international projects and has a vast experience of residential and commercial projects.



Mr. Hassan Ayub Director

Mr. Hassan Ayub is very young and energetic. He has practical knowledge of dealing with Construction and Real-Estate Business. He is currently associated with Defence property and also doing Automobile business. He has working experience in various diversified capacities.



Mr. Mohammed Siddig Khokhar Director

Mr. Muhammed Siddig Khokhar holds Master Degrees in Economics and in Islamic studies. Also acquired L.L.M. Degrees from Karachi University. He is the Members of Karachi Bar Association and enrolled with Sindh Bar Council. He is an Advocate High Court. and practising in the field of Civil, Criminal, Corporate and Labour matters. He is the partner in a Law house namely SANDHU AND SIDDOUE ASSOCIATES.

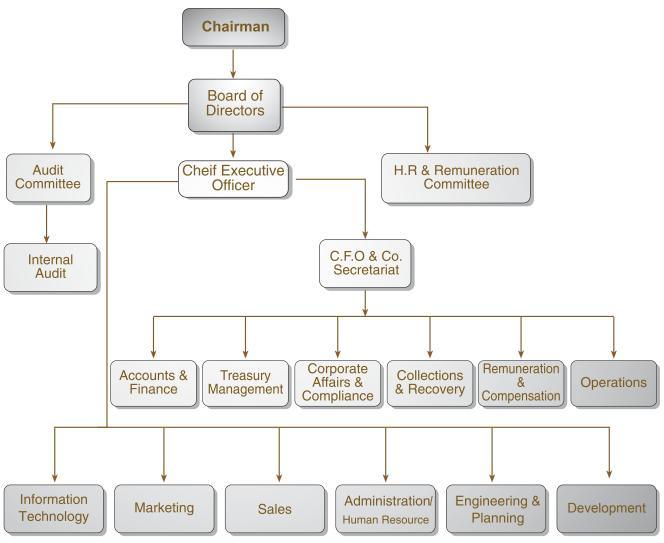
He has gained extensive experience in the area of Finance, Economics, Management and legal matters and attained the position of SENIOR ECONOMIST; in PCSIR Ministry of Science and Technology; Government of Pakistan, where he prepared many pre-feasibility reports, which were approved, recognized and implemented by the ECNEC, Government of Pakistan for commercial production.

He is well known critic on finance, accounts and various appraisals in the corporate world and his contribution in this respect has been appreciated by the higher ups. He has contributed many articles on economy, finance and budget etc in th various newspaper and magazines of high repute.

At present, he is the Director of Golden Arrow Selected Fund and Chairman, Audit Committee. He has also served the Board of First Dawood Investment Bank Limited as Director, nominated by National Investment Trust, He has remained an independent Director in Network Micro Finance Bank Limited (Now APNA MICROFINANCE BANK LTD).

Mr. Siddig Khokhar is the certified director by Securities and Exchange Commission of Pakistan and Insitute of Chartered Accountant of Pakistan as required under corporate governance.t





DIRECTORS' REPORT

The Directors of your Company have Pleasure to present before you the Annual Report of your Company along with the Audited financial statements for the year ended June 30, 2016.

Financial Review

Following is the summary of the financial results of your company for the year ended June 30, 2016 with the same period last year:

| Particulars | June 30, 2016 (Audited) | June 30, 2015 (Audited) | |
|---------------------------|----------------------------|----------------------------|--|
| | (Rupees in t | nousands) | |
| Net Sales | 1,227,915 | 1,260,588 | |
| Cost of sales | (292,961) | (424,149) | |
| Gross Profit | 934,954 | 836,439 | |
| Profit before taxation | 600,382 | 1,005,763 | |
| Profit after taxation | 695,616 | 800,521 | |
| EPS - Basic (in rupees) | 5.50 | 7.10 | |
| EPS - Diluted (in rupees) | 3.64 | 3.65 | |

The overall sales revenues are nearly same as compared to previous year. The recorded sales are of Phase-1 booked at the time of initial launch.

The Company earned a gross profit of Rs.935 million as compared to Rs.836 million earned during the last year. However, profit after tax is Rs.695 million as compared to Rs.800 million last year. The decline in profit after tax is mainly recording of lower other income i.e. Rs.44 million v/s Rs.526 million. Last year other income include the discounting income of Rs.348 million that represent the difference between the present value of long term receivables and gross long term receivables as long term receivables are required to be recorded at fair value in accordance with the applicable accounting standards.

Financial Turnaround of the Company

| Particulars | 2012 (Launching year) | 2016 |
|-----------------------------|-----------------------|---------------|
| | Ru | upees |
| Accumulated (Losses)/Profit | (4,736,311,000) | 373,482,000 |
| Issued Capital | 581,282,000 | 2,208,396,000 |
| Banking Obligations | 4,679,495,381 | 2,306,132,000 |
| Plots Prices in sq. yard | 7,200 | 22,000 |

A provision for accumulated dividend on preference shares amounting to Rs.503 million has been made in the accounts during the year under review and considering the debt servicing obligations, the company has passed over the dividend for the financial year under review.

Development Snapshot

The infrastructure development work in Block-A-1 is already complete and Block C is at finalization stages. Sewerage, Road work, laying of water lines, power cabling and communication network is in finishing stage. Electrical, communication and CCTV cable ducting layout plan has been designed by Electrical Consultant, KPA, while infrastructure development work conducted under the direction and supervision of Engineering Associates.





The Company has already given possession of plots to some customers who have paid their dues and are willing to start construction on immediate basis in accordance with the approved design / bye laws.

The Construction of Banglows are at advance stage and it is expected to start delivery of banglows soon and expected to complete by the end of current financial year.





Construction and broadening the access road to Naya Nazimabad are in progress. The construction work on 4000 road connecting to North Karachi has already started and expected to complete within six months. The Initiation of Green Line and Orange Line buses projects shall also help and improve the connectivity of the project with the City. A station of Sakhi Hasan, North Nazimabad of Green bus is just 2 KM away from Naya Nazimabad. The Company has planned 24 - hrs shuttle service between Naya Nazimabad and Sakhi Hasan covering 2 km distance between Naya Nazimabad and Sakhi Hasan green bus station.

Future Outlook

The visibility of infrastructure work of Naya Nazimabad has increased the market value and demand of plots and bungalows. The Company has been able to sell balance plots and houses in Block A, B, C and D at the start of the current financial year. The Company has also introduced Block M and N successfully with good market response. This will contribute significantly to the earnings of the Company in current financial year.

Corporate Social Responsibility (CSR)

Your company considers CSR as a fundamental sustainable business practice to contribute voluntary towards better society. Javedan Corporation Limited strives to be a good corporate citizen. We have always shown strong commitment and support for public health, sports and promotion of education that's why your company contributes generously to various social and charitable causes.

During the year, the Company has been awarded by National Forum for Environment and Health under the category of Environment and Waste Management Recycle and Community development Services. The following social initiatives during the year are as follows:

SHUKRIA PAKISTAN

Naya Nazimabad contributed in "SHUKRIA PAKISTAN" campaign, a humble attempt to thank our beloved country which has undoubtedly given us so much to us. The idea behind that campaign is to increase the awareness about the country. ARY Group took the initiative to promote the patriotism amongst the Pakistani Citizens with the help of Naya Nazimabad and other Sponsors.





Ramadan Cup Tournament 2016

JCL organized Ramadan Cup Cricket tournament at Naya Nazimabad Lawai Cricket stadium which was live telecasted on GEO super. The total prize money for the players was raised in order to motivate young cricketers and to facilitate them for better cricket and it is the highest prize money in the city. Many International Cricketers like Shoaib Malik, Umar Gul, Kamran Akmal, Khalid Latif, Adnan Akmal, Muhammad Sami e.t.c. participated in the Tournament which in turned become a star studded Tournament.





Launching of Home Ground Karachi Kings PSL

Naya Nazimabad expressed its full support with the heart favorite PSL Team, the Karachi Kings announced the launching of Naya Nazimabad Cricket Stadium a home ground for the team. The event was organized at Naya Nazimabad and was honored by the governor Sindh Dr. Ishrat-ul-Ibad as Chief Guest.



HEALTH AND SAFETY

It is the primary responsibility of a reputable organization to provide healthy and safe environment to its workers and employees at workplace. Your company always takes necessary measures to maintain and improve safe environment in compliance with International standards. The company has also arranged group insurance policy for all its employees and life insurance policy for all its allottees covering different aspects. The Company recognizes protection of environment as one of its highest priorities and every effort is made to conserve and protect the environment.

The Company submitted Environmental Monitoring Report prepared by M/s Environmental Management Consultants (EMC) for the Company on quarterly basis. This Environmental Monitoring Report follows the IEE conditions of monitoring the Project activities to check compliance against the legal requirements. Environmental Monitoring is an activity to be undertaken by the administration over the entire project cycle showing its commitment towards meeting environmental regulations / standards and good housekeeping practices as well as maintaining health and safety standards.

JCL sponsored 17th National Seniors Cup tournament, Nazimabad participated and sponsored the family event organized by Shaukat Khanam Memorial Trust at Port Grand to raise funds for the development of Shaukat Khanam Cancer Hospital in Peshawar.

JCL had also sponsored 35th Chief of Air Staff Open Golf Championship at Air men Golf Club.

The Company has also organized an event in the honor of old Cricket Legends where by Momentous were awarded to the Legends of Cricket who has not only uplifted the flag of the Country but also lightened as a Stars in the world arena.





ARY Pakistan Cup Hockey Tournament

Naya Nazimabad supported ARY's initiative to revive the eminence of hockey, the national game of Pakistan, and sponsored the tournament Pakistan Cup 2016. The tournament was played at National Hockey Stadium Karachi.

Corporate and Financial Reporting Framework

The Board of Directors of the company is fully cognizant of its responsibilities as laid down in the code of corporate governance issued by the Securities & Exchange Commission of Pakistan. The following statements are a manifestation of its commitment toward compliance with best practices of Code of Corporate Governance:

- The financial statements together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984. These statements prepared by the management of the Company present fairly the state of affairs results the results of its operations cash flows & changes in equity.
- The Company has maintained Proper books of account as required by the Companies b. Ordinance, 1984.
- Appropriate accounting policies have been consistently applied in preparation of financial С. statements and accounting estimates are based on reasonable and prudent judgment;
- d. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departures therefrom has been adequately disclosed and explained;
- e. The system of internal control is sound in design and has been effectively implemented and monitored:
- f. There are no significant doubts upon the company's ability to continue as a going concern:
- There has been no material departure from the best practice of corporate Governance, as q. detailed in Listing Regulations:
- As required by Code of Corporate Governance, we have included the following information in h. this report;
- i. Statement of Pattern of shareholding has been given separately in the annual report.
- į. Statement of shares held by Associated Undertakings and related persons has been given separately

- Statement of Board Meeting held during the year and attendance of each Director k.
- ١. Key operating and financial statistics for the last six years have been given separately

MODIFICATION IN AUDITORS' REPORT EMPHASIS

The auditors have drawn attention related to recoverability of deferred tax asset which depends on future profitability of the company. There is an inherent certainty in future Profitability as future events are always susceptible to change.

Attendance of Board of Directors' and Board Committee Meetings

During the year under review, four meetings of the Board of Directors were held. Attendance by each Director is as follows:

| Name of Directors | No. of Meetings Attended | | | |
|------------------------------|--------------------------|--|--|--|
| Mr. Arif Habib | 4 | | | |
| Mr. Samad A. Habib | 4 | | | |
| Mr. Abdul Qadir Sultan | 4 | | | |
| Mr. Muhammad Ejaz | 2 | | | |
| Mr. Kashif A. Habib | 3 | | | |
| Mr. Faysal Anees Bilwani | 2 | | | |
| Mr. Mohammad SiddiqueKhokhar | 4 | | | |
| Mr. Hasan Ayub | 0 | | | |
| Mr. Alamgir A. Sheikh | 3 | | | |
| Syed Ali Zulqarnain (R) | 0 | | | |

Leave of absence was granted to the directors who could not attend the Board meetings.

Audit Committee

The Board of Directors has established an Audit Committee in compliance with the Code of Corporate Governance, which comprises of the following members:

| Mr. Abdul Qadir | Chairman | Non-Executive Director |
|-------------------|----------|------------------------|
| Mr. Kashif Habib | Member | Non-Executive Director |
| Mr. Muhammad Ejaz | Member | Non-Executive Director |

The Audit Committee reviewed the quarterly, half-yearly and annual financial statements before submission to the Board and their publication. The Audit Committee also reviewed internal auditor's findings and held separate meetings with internal and external auditors as required under the Code of Corporate Governance.

During the year, four meetings of Audit Committee were held. Attendance by each director is as follows:

| Name of Directors | No. of Meetings Attended |
|---------------------|--------------------------|
| Mr. Abdul Qadir | 3 |
| Mr. Kashif A. Habib | 3 |
| Mr. Muhammad Ejaz | 3 |

Leave of absence was granted to the directors who could not attend the Audit Committee meetings.

Human Resource (HR) and Remuneration Committee

The Board of Directors has established HR and Remuneration Committee in compliance with the Code of Corporate Governance, which comprises of the following members:

| Mr. Arif Habib | Chairman | Non-Executive Director |
|--------------------|----------|-------------------------|
| Mr. Samad A. Habib | Member | Chief Executive Officer |
| Mr. Muhammad Ejaz | Member | Non-Executive Director |

Statutory Payments

All outstanding payments are of normal and of routine nature.

Statutory Compliance

During the year the Company has complied with all applicable provision, filed all returns / forms and furnished all the relevant `information as required under the Companies Ordinance 1984 and allied laws and rules, the Securities and Exchange Commission of Pakistan (SECP) Regulations and the Listing Regulations.

Internal Control

Your Company has adequate internal control procedures commensurate with the size of operations and the nature of the business. These controls ensure efficient use and protection of Company's financial and non-financial resources. Regular internal audit and checks ensure that responsibilities are executed effectively. The Audit Committee of the Board of Directors reviews the adequacy and effectiveness of internal control systems and suggests improvement for strengthening them, from time to time.

Code of Conduct for Employees of the Company

The following principles constitute the code of conduct for the employees

- Punctual, focused and faithful to the Company.
- Devotion of time & efforts to productive activities.
- Polite helpful & co-operative with other employees.
- Observing company policies & regulations.
- Avoiding of favouritism.
- Promote & protect the interest of the company.
- Deal fairly, professionally and equitably with other employees.
- Exercise prudence in using company resources.
- Observe confidentiality in company matters.
- Observe cost effective practices in daily activities.
- Avoid making personal gains.
- Teamwork & responsibility inspite of obstacles & difficulties

Memberships

Company is the member of Karachi Chamber of Commerce and Industry (KCCI) & Association of Builders and Developers (ABAD).

DIRECTOR'S TRAINING PROGRAM

During the year Mr. Abdul Qadir participated in Corporate Governance Leadership Skills - Director's Education program arranged by Institute of Chartered Accountant of Pakistan.

External Auditors

Present Auditors M/s. Haroon Zakaria & Company, Chartered Accountants, and M/s Yousuf Adil Saleem & Co., Chartered Accountants, being eligible, have offered themselves for reappointment in accordance with Section 252 of the Companies Ordinance, 1984 for the financial year ending June 30, 2017. The audit firm has confirmed that it has been awarded satisfactory rating under the Quality Control Review Program of the Institute of Chartered Accountants of Pakistan (ICAP) and the firm is fully compliant with the International Federation of Accountants (IFAC) guidelines on code of ethics, as adopted by the ICAP. The Audit Committee and Board of Directors have proposed their re-appointment by the shareholder of the company in the forthcoming Annual General Meeting of the company for the year ending 30 June 2017.

Secretarial Compliance Certificate

The Company Secretary has furnished a Secretarial Compliance Certificate a part of the Annual Return filed with the Commission to certify that the Secretarial & Corporate requirements of the Companies Ordinance, 1984, Memorandum & Articles of Association of the Company and the Listing Regulations has been duly complied with.

Pattern of Shareholding

A statement showing pattern of shareholding of the Company and additional information as at June 30, 2016 is annexed with report.

Trading in Company's Shares

The Directors, Chief Executive and Chief Financial Officer & Company Secretary and Head of internal Audit and their spouses and minor children did not carry out any transaction in the shares of the Company during the year.

Investment in Retirement Benefits

The company operates an approved funded gratuity scheme for all its eligible employees who have completed their minimum qualifying period of service with the company. The value of the investments of the gratuity fund is PKR Rs. 5.92 million

Acknowledgements

On behalf of the Board, I would like to thank our shareholders, banks and financial institutions who over the years have been critical in enabling the Company to deliver this project. The management of the Company would like to thank all the financial institutions, Securities and Exchange Commission of Pakistan, Pakistan Stock Exchange and customers. I also appreciate all the employees of the Company for their hard work put in by them for the project. I would also like to thank Sindh Board of Revenue and Lyari Development Authority, Sindh Building Control Authority, Environmental Protection Agency and above all Government of Sindh for their support to the project. May Allah bless us in our efforts. Ameen.

> Jaillau A. Haviv Chief Executive Sep. 30, 2016

Performance Review Report

We are pleased to present herewith the performance review report for the six years.

Key financial Data at a Glance

| | | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
|---------------------------------------|-------|-------|-------|---------|---------|---------|---------|
| Investment Measure | | | | | | | |
| Ordinary Share Capital | Rs/Mn | 1,293 | 1,166 | 583 | 581 | 581 | 581 |
| Preference share | | 914 | 1,120 | 1,120 | 1,127 | 1,127 | - |
| Reserves | Rs/Mn | 373 | (78) | (1,176) | (3,125) | (4,673) | (4,337) |
| Ordinary Share Holder's Equity | Rs/Mn | 2,581 | 2,208 | 527 | (1,416) | (2,952) | (3,744) |
| Dividend On Ordinary Shares | Rs/Mn | - | - | - | - | - | - |
| Dividend Per Ordinary Share | Rs | - | - | - | - | - | - |
| Profit/(Loss) Before Taxation | Rs/Mn | 600 | 1,005 | 842 | 723 | (746) | (558) |
| | | | | | | | |
| Profit/(Loss) After Taxation | Rs/Mn | 695 | 800 | 842 | 711 | (336) | (131) |
| | | | | | | | |
| Earning Per Share | Rs | 5.50 | 7.10 | 10.25 | 12.23 | (5.78) | (2.25) |
| | | | | | | | |
| Measurement Of Financial Status | | | | | | | |
| Current Assets to Current Liabilities | X :1 | 3.59 | 2.70 | 1.96 | 2.69 | 4.45 | 3.54 |
| | | | | | | | |
| Debt Equity Ratio | X :1 | 0.89 | 1.88 | 8.73 | 1.48 | (3.32) | 11.09 |
| Total Debt Ratio | X :1 | 0.32 | 0.38 | 0.46 | 0.43 | 0.41 | 0.41 |
| Sales | Rs/Mn | 1,227 | 1,260 | 1,876 | 2,395 | - | - |
| | | | | | | | |
| Cost of Goods Sold As % of Sales | % | 23.86 | 33.65 | 30.18 | 46.18 | - | - |
| Profit Before Taxation As % to Sales | % | 48.89 | 79.79 | 44.89 | 30.18 | - | - |
| Profit After Taxation As % to Sales | % | 56.65 | 63.50 | 44.89 | 29.68 | - | - |

DELOITTE YOUSUF ADIL Chartered Accountants Cavish Court, A-35, Block 7 & 8 KCHSU, Sharea Faisal Karachi - 75350 Pakistan

HAROON ZAKARIA & CO. **Chartered Accountants** 210 & 211 - Progressive Plaza Beaumont Road Karachi Pakistan

REVIEW REPORT TO THE MEMBERS ON STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

We have reviewed the enclosed Statement of Compliance with the best practices contained in the Code of Corporate Governance (the Code) prepared by the Board of Directors of Javedan Corporation Limited, (the Company) for the year ended June 30, 2016 to comply with the Regulations of Pakistan Stock Exchange Limited (formerly Karachi Stock Exchange Limited) where the Company is listed.

The responsibility for compliance with the Code is that of the Board of Directors of the Company (the Board). Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Code and report if it does not and to highlight any non-compliance with the requirement of the Code. A review is limited primarily to inquiries of the management personnel and review of various documents prepared by the management to comply with the Code.

As part of our audit of financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls, or to form an opinion on the effectiveness of such internal controls, the management's corporate governance procedures and risks.

The Code requires the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval its related party transactions distinguishing between transactions carried out on terms equivalent to those that prevail in arm's length transactions and transactions which are not executed at arm's length price and recording proper justification for using such alternate pricing mechanism. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out any procedures to determine whether the related party transactions were under taken at arm's length price or not.

Based on our review, nothing has come to our attention, which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the best practices contained in the Code as applicable to the Company for the year ended June 30, 2016.

Further, we highlight below instances of non-compliances with the requirements of the Code as reflected in the paragraph references where these are stated in the Statement of Compliance:

- Paragraph 6: As per the Code, the Board should ensure that significant policies have been formulated, which are in the process of development.
- ii) Paragraph 18: The meeting between audit committee and Head of Internal Audit without presence of CFO and external auditors could not be arranged during the year.

DELOITTE YOUSUF ADII **Chartered Accountants**

As the young say

Engagement Partner Nadeem Yousuf Adil

Karachi

Dated: September 30, 2016

Haroon Zalania & co

HAROON ZAKARIA & CO. **Chartered Accountants**

Engagement Partner Mohammad Igbal Abdul Aziz

Karachi

Dated: September 30, 2016

STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

FOR THE YEAR ENDED JUNE 30, 2016

This statement is being presented to comply with the requirements of Code of Corporate Governance (the Code) contained in the Regulations of Pakistan Stock Exchange Limited, for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of corporate governance.

The Company has applied the principles contained in the Code in the following manner:

1. The Company encourages representation of independent non-executive directors and directors representing minority interests on its Board of Directors (the Board). At present the Board includes:

| Category | Names |
|-------------------------|----------------------------|
| Independent Director | Mr. Muhammad Siddiq Khokar |
| | Mr. Abdul Qadir |
| | Mr. Alamgir A.Sheikh |
| Non-Executive Directors | Mr. Arif Habib |
| | Mr. Muhammad Ejaz |
| | Mr. Hasan Ayub |
| | Mr. Mohammad Kashif Habib |
| | Mr. Faisal Anees Balwani |
| Executive Directors | Mr. Samad A. Habib |

The independent director meets the criteria of independence under clause 5.19.1(b) of the Code.

- The directors have confirmed that none of them is serving as a director on more than seven listed 2. companies, including this Company.
- 3. All the resident directors of the Company are registered as taxpayers and none of them has defaulted in payment of any loans to a banking company, a DFI or an NBFI or, being a member of a stock exchange, has been declared as defaulter by that stock exchange.
- No casual vacancy occurred on the Board during the year. 4.
- 5. The Company has prepared a 'Code of Conduct' and has ensured that the appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures. The same is also available on company's website.
- The Board has developed a vision/mission statement, overall corporate strategy and significant 6. policies of the Company. However, few significant policies are in the process of development.
- 7. All the powers of the Board have been duly exercised and decisions on material transactions, including appointment and determination of remuneration and terms and conditions of employment of the CEO, other executive and non-executive directors, have been taken by the Board.

- 8. The meetings of the Board were presided over by the Chairman. Board met at least once in every quarter. Written notices of the Board meetings, along with agenda and working papers, were circulated at least seven days before the meetings. The minutes of the meetings were appropriately recorded and circulated.
- 9. In accordance with the criteria specified in clause 5.19.7 of the Code, one of the Directors participated in Directors' training program arranged by the Institute of Chartered Accountants of Pakistan during the year. Four of the Directors had already obtained training in prior years while one Director is exempt from training requirement as he has sufficient education and experience. The remaining Directors will be trained within the prescribed time period. All the Directors on the Board are fully conversant with their duties and responsibilities.
- 10. There has been no change in the position of Chief Financial Officer, the Company Secretory. Head of Internal Audit resigned during the year and was replaced by another professional who possesses requisite qualification and experience.
- The Directors' report for the year has been prepared in compliance with the requirements of the 11. Code and fully describes the salient matters required to be disclosed.
- The financial statements of the Company were duly endorsed by the Chief Executive Officer 12. (CEO) and Chief Financial Officer (CFO) before approval of the Board.
- 13. The Directors, CEO, and executives do not hold any interest in the shares of the Company other than that disclosed in the pattern of shareholding.
- The Company has complied with all the corporate and financial reporting requirements of Code. 14.
- 15. The Board has formed an Audit Committee which comprises of three members, of whom all are non-executive directors and chairman is independent.
- 16. The meetings of the Audit Committee were held at least once every quarter prior to approval of interim and final results of the Company and as required by the Code. The terms of reference of the committee have been formed and advised to the committee for compliance.
- 17. The Board has formed a Human Resource and Remuneration Committee. It comprises of three members, of whom two are non-executive directors including the chairman of the committee.
- The Board has set up an effective internal audit function which is considered suitably qualified 18. and experienced for the purpose and is conversant with the policies and procedures of the Company. The meeting between audit committee and Head of Internal Audit without presence of CFO and external auditors could not be arranged during the year.
- The statutory auditors of the Company have confirmed that they have been given a satisfactory 19. rating under the quality control review program of the ICAP, that they or any of the partners of the firm, their spouses and minor children do not hold shares of the Company and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on the code of ethics as adopted by the ICAP.
- The statutory auditors or the persons associated with them have not been appointed to provide 20. other services except in accordance with the Listing Regulations and auditors have confirmed that they have observed IFAC guidelines in this regard.

- The 'closed period', prior to the announcement of interim and final results, and business 21. decisions, which may materially affect the market price of the Company's securities, was determined and intimated to directors, employees and stock exchange.
- Material/price sensitive information has been disseminated among all market participants at 22. once through stock exchange.
- We confirm that all other material principles enshrined in the Code have been complied with. 23.

Karachi

Dated: September 30, 2016

Chief Executive Officer

DELOITTE YOUSUF ADIL Chartered Accountants Cavish Court, A-35, Block 7 & 8 KCHSU, Sharea Faisal Karachi - 75350 Pakistan

HAROON ZAKARIA & CO. **Chartered Accountants** 210 & 211 - Progressive Plaza Beaumont Road Karachi Pakistan

AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed balance sheet of Javedan Corporation Limited (the Company) as at June 30, 2016 and the related profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

It is the responsibility of the Company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

- in our opinion, proper books of account have been kept by the Company as required by the Companies Ordinance, 1984;
- b) in our opinion:
 - the balance sheet and profit and loss account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied;
 - the expenditure incurred during the year was for the purpose of the Company's business; and ii)
 - the business conducted, investments made and the expenditure incurred during the year iii) were in accordance with the objects of the Company;
- in our opinion and to the best of our information and according to the explanations given to us, the c) balance sheet, profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2016 and of the profit, its comprehensive income, its cash flows and changes in equity for the year then ended; and
- in our opinion, no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980(XVIII d) of 1980).

We draw attention to note 7.1 to the financial statements related to recoverability of deferred tax asset which depends on future profitability of the Company. There is an inherent uncertainty in future profitability as future events are always susceptible to change. Our opinion is not qualified in respect of this matter.

Ato the young say **DELOITTE YOUSUF ADIL Chartered Accountants**

Haroon Zalanis & co HAROON ZAKARIA & CO. **Chartered Accountants**

Engagement Partner Nadeem Yousuf Adil

Engagement Partner Mohammad Iqbal Abdul Aziz

Karachi Dated: September 30, 2016 Karachi Dated: September 30, 2016

BALANCE SHEET

As at June 30, 2016

| , | Note | 2016 Rupe | 2015 es in ' 000 |
|--|---------------------------|--|--|
| ASSETS Non-current assets Property and equipment Intangible assets Deferred taxation | 5 6 7 | 1,549,145 1,139 769,541 | 1,546,410 3,246 662,028 |
| Long term security deposits Total non-current assets | 8 | 4,331 2,324,156 | 3,440 2,215,124 |
| Current assets Trade debts Development properties Advances Trade deposits, short term prepayments and other receivables Cash and bank balances Total current assets Total assets | 9 10 11 12 13 | 1,198,664 8,276,668 445,204 781,741 34,086 10,736,363 13,060,519 | 3,118,767 7,961,582 52,180 663,695 112,854 11,909,078 14,124,202 |
| EQUITY AND LIABILITIES | | | |
| Authorised share capital Ordinary share capital | 14 | 1,700,000 | 1,200,000 |
| Preference share capital | 14 | 1,200,000 | 1,200,000 |
| Issued, subscribed and paid-up share capital Ordinary share capital Preference share capital | 14 14 | 1,293,683 914,713 | 1,166,526 1,120,213 |
| Reserves | 15 | 373,482 2,581,878 | (78,024) 2,208,715 |
| Surplus on revaluation of freehold land | 16 | 6,354,660 | 6,536,385 |
| Non-current liabilities Long term finance Liabilities against assets subject to finance lease Deferred liabilities Total non-current liabilities | 17 18 19 | 1,120,432 1,973 10,212 1,132,617 | 965,626 931 6,776 973,333 |
| Current liabilities Trade and other payables | 20 | 856,470 | 252,294 |
| Mark-up accrued Advance from customers Short term borrowings Current maturity of: | 21 22 23 | 82,052 865,570 734,700 | 337,018 625,573 2,288,563 |
| Long term finance Liabilities against assets subject to finance lease Total current liabilities | 17 18 | 451,000 1,572 2,991,364 | 901,527 794 4,405,769 |
| Contingencies and commitments | 24 | | |
| Total equity and liabilities | | 13,060,519 | 14,124,202 |

PROFIT AND LOSS ACCOUNT

For the year ended June 30, 2016

| | Note | 2016 2015Rupees in '000 | | |
|---|----------------|---|---|--|
| Sales Cost of sales | 25 10 | 1,227,915 (292,961) | 1,260,588 (424,149) | |
| Gross profit | | 934,954 | 836,439 | |
| Expenses | | | | |
| Administrative expenses Marketing and selling expenses Finance cost | 26 27 28 | (166,912) (34,877) (181,229) (383,018) | (146,393) (22,014) (188,560) (356,967) | |
| Other income | 29 | 48,446 | 526,291 | |
| Profit before taxation | | 600,382 | 1,005,763 | |
| Taxation | | | | |
| Current Prior year Deferred Profit after taxation | 30 7.1 | (12,279) - 107,513 95,234 695,616 | (12,606) 131,273 (323,909) (205,242) | |
| Earning per share | | | | |
| Basic | 31 | 5.50 | 7.10 | |
| Diluted | 31 | 3.64 | 3.65 | |

STATEMENT OF COMPREHENSIVE INCOME

For the year ended June 30, 2016

| | 2016 Rupe | 2015 es in '000 | |
|---|---------------------|--------------------|--|
| Profit after taxation | 695,616 | 800,521 | |
| Other comprehensive income | | | |
| Items that may be reclassified subsequently to profit and loss account | - | - | |
| Items that will not be reclassified subsequently to profit and loss account | | | |
| Actuarial loss on re-measurement of defined benefit obligation | (476) | (293) | |
| Total comprehensive income for the year | 695,140 | 800,228 | |

CASH FLOW STATEMENT

For the year ended June 30, 2016

| | Note | 2016 Rupee: | 2015 s in '000 |
|---|----------|------------------------|-----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Profit before taxation | | 600,382 | 1,005,763 |
| Adjustments: | | | |
| Depreciation | 26 | 8,595 | 9,028 |
| Amortization | 26 | 2,107 | 2,107 |
| Finance cost | 28 | 181,229 | 188,560 |
| Profit on deposits | 29 29 | (186) | (411) (348,683) |
| Income on unwinding of discount on trade debts Liabilities written-back | 29 | (5,696) | (144,486) |
| Provision in respect to employees' gratuity fund | 23 | 5,423 | 4,175 |
| (Gain) / Loss on disposal of property and equipment | | (613) | 61 |
| | | | |
| Cash flow from operating activities before working capital changes | | 791,241 | 716,114 |
| Working capital changes | | | |
| (Increase) / decrease in current assets | | | |
| Trade debts | | 1,920,103 | (537,918) |
| Development properties | | (315,086) | 312,468 |
| Advances Deposits, prepayments and other receivables | | (393,024) (118,046) | (30,679) (127,219) |
| Deposits, prepayments and other receivables | | 1,093,947 | (383,348) |
| | | .,055,5 | (555,515) |
| Increase / (decrease) in current liabilities | | | |
| Trade and other payables | | 103,690 | 67,167 |
| Advance from customers | | 239,997 | (159,672) |
| | | 343,687 1,437,634 | (92,505) (475,853) |
| Not seed managed from an autient | | | |
| Net cash generated from operations | | 2,228,875 | 240,261 |
| Income tax paid | | (9,799) | (13,276) |
| Finance cost paid Gratuity paid | | (436,193) (2,465) | (396,513) (411) |
| Long term deposits paid | | (891) | (411) |
| 201.g term deposits paid | | (33.1) | |
| Net cash generated from / (used in) operating activities | | 1,779,527 | (169,939) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Payment made for purchase of property and equipment | | (12,582) | (6,455) |
| Proceeds from sale of property and equipment | | 1,865 | 92 |
| Interest received | | 186 | 411 |
| Net cash used in investing activities | | (10,531) | (5,952) |
| | | | |

CASH FLOW STATEMENT

For the year ended June 30, 2016

| CASH FLOWS FROM FINANCING ACTIVITIES | | |
|---|---|---|
| Repayment of long-term finance-net Proceeds from / (repayment of) finance lease (Repayment of) / proceeds from short term borrowings-net Proceeds from right issue of shares Right share issue cost | (295,721) 1,820 (1,553,863) - - | (1,420,566) (477) 1,120,625 583,263 (1,589) |
| Net cash (used in) / generated from financing activities | (1,847,764) | 281,256 |
| Net (decrease) / increase in cash and cash equivalent | (78,768) | 105,365 |
| Cash and cash equivalents at beginning of the year | 112,854 | 7,489 |
| Cash and cash equivalents at end of the year 13 | 34,086 | 112,854 |

Note

2016

-----Rupees in '000------

2015

STATEMENT OF CHANGES IN EQUITY

For the year ended June 30, 2016

| | | | | | Revenue Reserves | | | |
|---|---------------------------|------------------|-----------------------------|--------------------|--------------------|---|--------------------|--|
| | Ordinary share capital | Share premium | Preference share capital | Capital reserve | General reserve | Unapproriated profit/ (accumulated losses) | Total | |
| | (Note 14.1) | (Note 14.2) | (Note 14.2) | (Note 15.1) | (Note 15.2) |) | | |
| Balance as at June 30, 2014 | 583,253 | | 1,120,253 | 11,966 | | (1,259,726) | 527,188 | |
| Total comprehensive income for the year ended June 30, 2015 | | | | | | | | |
| Profit for the year | - | - | - | - | - | 800,521 | 800,521 | |
| Other comprehensive income | - | - | - | - | - | (293) | (293) | |
| Total comprehensive income Transfer of surplus on revaluation of freehold land | - | - | - | - | - | 800,228 299,625 | 800,228 299,625 | |
| Transaction with the owners | | | | | | | | |
| Conversion of preference shares into ordinary shares | | | | | | | | |
| Dividend at 12% on conversion of preference shares into ordinary shares | 10 | 45 - | (40) | - | - | (15) | 15 (15) | |
| Issue of 1 right share for every 1 shares held | 583,263 | - | - | - | - | - | 583,263 | |
| Right share issue cost | - | - | - | - | - | (1,589) | (1,589) | |
| Balance as at June 30, 2015 | 1,166,526 | 7,987 | 1,120,213 | 11,966 | 63,500 | (161,477) | 2,208,715 | |
| Total Comprehensive income for the year ended June 30, 2016 | | | | | | | | |
| Profit for the year | - | - | - | - | - | 695,616 | 695,616 | |
| Transfer of surplus on revaluation of freehold land Other comprehensive income | - | - | - | - | - | (476) | (476) | |
| Total comprehensive income Transfer of surplus on revaluation of freehold land | - | - | - | - | - | 695,140 181,725 | 695,140 181,725 | |
| Transaction with the owners | | | | | | | | |
| Conversion of preference shares into ordinary shares | 127,157 | 170,789 | (205,500) | - | - | - | 92,446 | |
| Dividend at 12% on conversion of preference shares into ordinary shares | - | - | - | - | - | (92,446) | (92,446) | |
| Dividend on Preference Shares at 12% | - | - | - | - | - | (503,702) | (503,702) | |
| Balance as at June 30, 2016 | 1,293,683 | 178,776 | 914,713 | 11,966 | 63,500 | 119,240 | 2,581,878 | |

For the year ended June 30, 2016

1 STATUS AND NATURE OF BUSINESS

- Javedan Corporation Limited (the Company) was incorporated in Pakistan on June 8, 1961, as a 1.1 public limited company under the repealed Companies Act, 1913 (now Companies Ordinance, 1984) and is listed on Pakistan Stock Exchange Limited (previously Karachi Stock Exchange Limited). The registered office of the Company is located at Arif Habib Center, 23, M.T Khan Road, Karachi.
- The Company has ceased its cement business since July 01, 2010 and management has 1.2 developed business diversification strategy for utilizing the Company's land for developing a housing scheme, "Naya Nazimabad", which includes bungalows, open plots, flat sites and commercial sites. The housing project is located at Manghopir, Karachi. The Company's layout plan of the project was approved by Lyari Development Authority and has obtained sale NOC from Sindh Building Control Authority. The company is also the member of Association of Builders and Developers of Pakistan(ABAD).

2. **BASIS OF PREPARATION**

2.1 **Statement of compliance**

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Ordinance, 1984, provisions and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except for:

- recognition of certain employee benefits at present value.
- freehold land appearing in property and equipment.

2.3 **Functional and presentation currency**

These financial statements are presented in Pakistani Rupees which is the Company's functional and presentation currency. All financial information presented in Pakistani Rupees has been rounded off to the nearest rupee.

New / revised standards that became effective for the year 2.4

The following new / revised standards are effective for the year ended June 30, 2016. These standards are, either not relevant to the company's operations or are not expected to have significant impact on the company's financial statements other than certain additional disclosures:

- IFRS 10 'Consolidated Financial Statements'
- IFRS 11 'Joint Arrangements'
- IFRS 12 'Disclosure of Interests in Other Entities'
- IAS 27 (Revised 2011) 'Separate Financial Statements'
- IAS 28 (Revised 2011) 'Investments in Associates and Joint Ventures'

For the year ended June 30, 2016

IFRS 13 'Fair Value Measurement' also became effective in the current year. IFRS 13 consolidates the guidance on how to measure fair value, which was spread across various IFRSs, into one comprehensive standard. It introduces the use of an exit price, as well as extensive disclosure requirements, particularly the inclusion of non-financial instruments into the fair value hierarchy. The application of IFRS 13 did not have an impact on the financial statements of the company, except for certain additional disclosures.

Amendments to published approved accounting standards that are not yet effective 2.5

The following amendments to approved accounting standards are effective for accounting periods beginning on or after the date mentioned against each of them. These amendments are either not relevant to the company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures:

| | | Effective Date (accountingperiods beginning on or after) |
|---|---|--|
| - | Amendments to IFRS 2 'Share-based Payment' - Clarification on the classification and measurement of share-based payment transactions | January 1, 2018 |
| - | Amendments to IFRS 10 'Consolidated Financial Statements', IFRS 12 'Disclosure of Interests in Other Entities' and IAS 28 'Investments in Associates and Joint Ventures' - Applying the consolidation exception | January 1, 2016 |
| - | Amendments to IFRS 11 'Joint Arrangements' - Amendments regarding the accounting for acquisitions for an interest in a joint venture | January 1, 2016 |
| - | Amendments to IAS 1 'Presentation of Financial Statements' - Amendments as a result of the disclosure initiative | January 1, 2016 |
| - | Amendments to IAS 7 'Statement of Cash Flows' - Amendments as a result of the disclosure initiative | January 1, 2017 |
| - | Amendments to IAS 12 'Income Taxes' - Recognition of deferred tax assets for unrealized losses | January 1, 2017 |
| - | Amendments to IAS 16 'Property, Plant and Equipment' and IAS 38 'Intangible Assets' - Clarification of acceptable methods of depreciation and amortization | January 1, 2016 |
| - | Amendments to IAS 16 'Property, Plant and Equipment' and IAS 41 'Agriculture' - Bearer plants | January 1, 2016 |
| - | Amendments to IAS 27 'Separate Financial Statements' – equity method in separate financial statements | January 1, 2016 |

For the year ended June 30, 2016

- 2.6 In addition to the above, the following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan:
 - IFRS 1 First Time Adoption of International Financial Reporting Standards
 - IFRS 9 Financial Instruments
 - IFRS 14 Regulatory Deferral Accounts
 - IFRS 15 Revenue from Contracts with Customers
 - IFRS 16 Leases

SIGNIFICANT ACCOUNTING POLICIES 3

3.1 **Property and equipment**

Operating fixed assets

Owned

Operating fixed assets except freehold land are stated at cost less accumulated depreciation and impairment loss, if any. Freehold land is stated at revalued amount, being the fair value at the date of revaluation, revaluation is performed with sufficient regularity such that the carrying amount does not differ in materially from that which would be determined using the fair value at the reporting date.

Assets' residual values and their useful lives are reviewed and adjusted at each reporting date, if significant and appropriate.

Depreciation is charged to income applying the reducing balance method at the rates specified in the note 5.1. Depreciation on all additions is charged from the month in which the asset is available for use and no depreciation is charged from the month of disposal.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit and loss account during the financial year in which they are incurred.

Assets are derecognised when disposed or when no future economic benefits are expected from its use or disposal. Gains or losses on disposal of assets, if any, are recognised in profit and loss account, as and when incurred.

Assets held under finance lease

Assets subject to finance lease are recorded at lower of present value of minimum lease payments at the inception of lease term and their fair value on that date.

Assets subject to finance lease are depreciated over their expected useful lives on the same basis as owned assets.

For the year ended June 30, 2016

3.2 Intangibles

Intangibles are stated at cost less accumulated amortization and any identified impairment loss. Amortization on additions is charged from the month in which an asset is available for use, while no amortization is charged for the month in which the asset is disposed off. Amortization is charged based on straight line method at the rates specified in note 6.

Gains and losses arising from the retirement or disposal of assets are recognized in profit and loss account.

3.3 **Development properties**

Property acquired or being constructed for sale in the ordinary course of business, rather than to be held for rental or capital appreciation, is classified as development properties and is measured at the lower of cost and net realisable value.

Cost includes:

- Freehold and leasehold rights for land
- Amounts paid to contractors for construction
- Borrowing costs, planning and design costs, costs of site preparation, professional fees for legal services, property transfer taxes, construction overheads and other related costs
- Development charges paid to Lyari Development Authority at the rate of Rs. 234 per square yard in respect of outer development work

Net realisable value is the estimated selling price in the ordinary course of the business, based on market prices at the reporting date and discounted for the time value of money if material, less costs to completion and the estimated costs of sale.

The cost of sales recognised in profit and loss on disposal is determined with reference to the costs incurred on the property sold and an allocation of any non-specific costs based on the total land sold in relation to total land held.

Trade debts and other receivables 3.4

Trade and other receivables are amounts due from customers in the ordinary course of business. If collection is expected in one year or less, they are classified as current assets. If not, they are presented as non-current assets. Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less provision for impairment.

Cash and cash equivalents 3.5

Cash and cash equivalents for cash flow purposes include cash in hand, current and deposit accounts held with banks and book overdraft if any.

For the year ended June 30, 2016

Interest bearing loans and borrowings 3.6

All loans and borrowings are initially recognised at fair value less directly attributable transaction costs. After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method. However, at initial recognition the fair value and amount outstanding were not significantly different hence the liability is recorded at outstanding payable.

3.7 Trade and other payables

Liabilities for creditors and other amounts payable are carried at cost, which is the fair value of the consideration to be paid in the future for the goods and I or services received, whether or not billed to the Company.

Employees retirement benefits 3.8

Deferred liabilities- defined benefit plan 3.8.1

The Company operates an approved funded gratuity scheme for all its eligible employees who have completed their minimum qualifying period of service with the Company. Provisions are made in the financial statements to cover obligation on the basis of actuarial valuation carried out annually by an independent actuary, using the projected unit credit Method. Actuarial gain/losses are recognised in 'statement of comprehensive income' in the year in which they arise and past service cost are recognised immediately in profit and loss account.

The amount recognized in the balance sheet represent the present value of the defined benefit obligation at the reporting date less the fair value of plan assets.

3.8.2 **Compensated absences**

The Company accounts for all accumulated compensated absences when employees render services that increase their entitlement to future compensated absences.

Taxation 3.9

3.9.1 Current

The charge for current taxation is based on taxable income at the current rate of taxation after taking into account applicable tax credit, rebates and exemptions available, if any, or minimum tax on turnover or Alternate Corporate Tax (ACT), whichever is higher. The charge for the current tax also includes adjustments where necessary, relating to prior years which arise from assessment finalised during the year.

Deferred 3.9.2

Deferred income tax is provided using the balance sheet liability method for all temporary differences at the reporting date between tax base of assets and liabilities and their carrying amounts for financial reporting purposes. The amount of deferred tax provided is based on the expected manner of realization or the settlement of the carrying amounts of assets and liabilities, using the tax rates enacted or substantively enacted at the reporting date.

For the year ended June 30, 2016

Deferred income tax asset is recognized for all deductible temporary differences and carry forward of unused tax losses, if any, to the extent that it is probable that taxable profit for the foreseeable future will be availablagainst which such temporary differences and tax losses can be utilized.

The carrying amount of deferred tax asset is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable income will be available to allow all or part of deferred tax asset to be utilized.

3.10 **Provisions**

Provisions are recognized when the Company has a present (legal or constructive) obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made of the amount of the obligation. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

3.11 **Financial instruments**

Financial assets and liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument and de-recognized when the Company loses control of the contractual rights that comprise the financial asset and in case of financial liability when the obligation specified in the contract is discharged, cancelled or expired. Any gain or loss on recognition/ derecognition of the financial assets and financial liabilities is taken to profit and loss account.

3.12 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the financial statements only when there is a legally enforceable right to set-off the recognized amounts and the Company intends either to settle on a net basis or to realize the assets and to settle the liabilities simultaneously.

3.13 **Impairment**

3.13.1 Financial assets

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

Any impairment loss arising on financial assets is recognised in profit and loss account.

3.13.2 Non-financial assets

The Company assesses at each reporting date whether there is any indication that assets, other than deferred tax asset, may be impaired. If such indication exists, the carrying amounts of such assets are reviewed to assess whether they are recorded in excess of their recoverable amount.

For the year ended June 30, 2016

Where carrying values exceed the respective recoverable amount, assets are written down to their recoverable amounts and the resulting impairment loss is recognized in profit and loss account. The recoverable amount is the higher of an asset's 'fair value less costs to sell' and 'value in use.

Where impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the extent of the carrying amount that would have been determined (net of amortization or depreciation) had no impairment loss been recognized. Reversal of impairment loss is recognized as income.

3.14 Revenue recognition

3.14.1 Revenue from sales of development properties

Revenue from the sale of properties is recognized when the equitable interest in a property vests in a buyer and all the following conditions have been satisfied:

- The Company has transferred to the buyer the significant risks and rewards of ownership in property;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the property sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

3.14.2 Other revenue

Revenue from other source is recognized on the following basis:

- Profit on deposits is recognized on a time proportionate basis, by reference to the principal outstanding and at the applicable effective interest rate.
- Gain on sale of fixed assets is recorded when title is transferred in favour of transferee.
- Income from sale of scrap is recorded which coincide to the time of dispatch of items to customers when risks and rewards are transferred.
- Revenue on plots and bungalows cancelled during the period is recognized to the extent of amount forfeited at the time when the cancellation request is approved.
- Miscellaneous income is recognized on occurrence of transactions.

Foreign currencies 3.15

Transactions in currencies other than Pak Rupees are recorded at the rates of exchange prevailing on the date of transaction. Monetary assets and liabilities that are denominated in foreign currencies are translated into Pak Rupees at the rates prevailing on the reporting date.

For the year ended June 30, 2016

Exchange differences arising on translation are included in profit and loss account.

3.16 **Borrowing cost**

Borrowing costs directly attributable to the acquisition or construction of qualifying assets are capitalized. All other borrowing costs are recognized as an expense in the period in which they are incurred. Qualifying assets are assets that necessarily take substantial period of time to get ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from borrowing costs eligible for capitalization.

Dividends 3.17

Dividend distribution to the Company's shareholders is recognized as a liability in the year in which the dividends are approved by the competent authority.

3.18 **Share capital**

Ordinary shares are classified as equity and are recorded at their face value.

3.18 Earnings per share

The Company presents basic and diluted earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year.

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary share holders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS 4.

The preparation of financial statements in conformity with the approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The areas where assumptions and estimates are significant to the Company's financial statements or where judgment is exercised in application of accounting policies are as follows:

- (i) Review of useful life and residual value of property, plant and equipment (note 3.1 and 5);
- (ii) Review of net realizable value of development properties (note 3.3 and 10);
- (iii) Revenue recognition (note 3.14 and 25); and
- (iv) Provision for taxation including deferred tax asset (note 3.9, 7 and 30)

For the year ended June 30, 2016

Note 2016 2015 -----Rupees in '000-----

PROPERTY AND EQUIPMENT 5

Operating fixed assets

1,549,145

1,546,410

Operating fixed assets 5.1

| , | | COST | | | | | AC | ACCUMULATED DEPRECIATION | | | Written |
|------------------------------|---------------------------|------------------------|--------------|-----------|---------------------------|-----------|---------------------------|--------------------------|--------------|---------------------------|---|
| Particulars | As at July 01, 2015 | Revaluation Surplus | Additions | Disposals | As at June 30, 2016 | Rate % | As at July 01, 2015 | Charge for the year | Disposals | As at June 30, 2016 | down value as at June 30, 2016 |
| | | Ri | upees in '00 | 00 | | | | Ru _l | pees in '000 | | |
| Owned | | | | | | | | | | | |
| Free hold land | 1,498,599 | - | - | - | 1,498,599 | _ | - | - | - | _ | 1,498,599 |
| Buildings on free-hold land | 33,117 | - | 150 | - | 33,267 | 10 | 11,672 | 2,154 | - | 13,826 | 19,441 |
| Buildings on lease-hold land | 1,171 | - | - | - | 1,171 | 10 | 1,129 | 4 | - | 1,133 | 38 |
| Furniture and fixtures | 6,303 | - | 606 | - | 6,909 | 10 | 2,064 | 1,326 | - | 3,390 | 3,519 |
| Office equipment | 17,032 | - | 2,075 | (67) | 19,040 | 10 to 33 | 7,976 | 2,331 | (44) | 10,263 | 8,777 |
| Computer equipment | 13,739 | - | 1,214 | - | 14,953 | 33 | 10,423 | 346 | - | 10,769 | 4,184 |
| Vehicles | 11,351 | - | 5,906 | (1,999) | 15,258 | 20 | 5,592 | 1,475 | (770) | 6,297 | 8,961 |
| Leased | | | | | | | | | | | |
| Vehicles | 9,365 | - | 2,631 | - | 11,996 | 20 | 5,411 | 959 | - | 6,370 | 5,626 |
| | 1,590,677 | - | 12,582 | (2,066) | 1,601,193 | | 44,267 | 8,595 | (814) | 52,048 | 1,549,145 |
| , | | | COST | | | | ACCUMULATED DEPRECIATION | | | ON | Written |
| Particulars | As at July 01, 2014 | Revaluation Surplus | Additions | Disposals | As at June 30, 2015 | Rate % | As at July 01, 2014 | Charge for the year | Disposals | As at June 30, 2015 | down value as at June 30, 2015 |
| | | Ri | upees in '00 | 00 | | | | Rup | ees in '000 | | |
| Owned | | | | | | | | | | | |
| Free hold land | 1,038,636 | 459,963 | - | - | 1,498,599 | - | - | - | - | - | 1,498,599 |
| Buildings on free-hold land | 33,117 | - | - | - | 33,117 | 10 | 9,278 | 2,394 | - | 11,672 | 21,445 |
| Buildings on lease-hold land | 1,171 | - | - | - | 1,171 | 10 | 1,124 | 5 | - | 1,129 | 42 |
| Furniture and fixtures | 3,128 | - | 3,377 | (202) | 6,303 | 10 | 337 | 1,825 | (98) | 2,064 | 4,239 |
| Office equipment | 17,032 | - | - | - | 17,032 | 10 to 33 | 7,411 | 565 | - | 7,976 | 9,056 |
| Computer equipment | 13,739 | = | - | - | 13,739 | 33 | 8,221 | 2,202 | - | 10,423 | 3,316 |
| Vehicles | 8,347 | = | 3,078 | (74) | 11,351 | 20 | 4,568 | 1,049 | (25) | 5,592 | 5,759 |
| | | | | | | | | | | | |
| Leased | | | | | | | | | | | |
| Leased Vehicles | 9,365 | - | - | - | 9,365 | 20 | 4,423 | 988 | - | 5,411 | 3,954 |

For the year ended June 30, 2016

5.2 Details of disposals of assets are as follows;

| Description | Cost | Depreciation | Sale Proceeds | WDV | Gain/ Loss on | Mode of Disposal | Particular of Purchaser |
|-----------------------|-------|--------------|------------------|-------|------------------|------------------------|----------------------------|
| Vehicles | | | | | | | |
| Suzuki bolan - Hiroof | 481 | 412 | 400 | 69 | 331 | Negotiation | Muhammad Ali |
| Suzuki Pickup - Ravi | 418 | 358 | 330 | 60 | 270 | Negotiation | Muhammad Ali |
| Terios KID Daihatsu | 1,100 | - | 1,100 | 1,100 | - | Sale and Lease back | e Orix Leasing |
| Computer equipment | | | | | | | |
| | 67 | 44 | 35 | 23 | 12 | | |
| | | | | | | | |
| | 2,066 | 814 | 1,865 | 1,252 | 613 | | |

Had there been no revaluation the cost of freehold land would be amounting to Rs.430.257 5.3 (2015: Rs. 430.257) million.

6 **INTANGIBLE ASSETS**

| | | Cost | | | A | mortizatio | n | Net book value |
|-------------------|--------------------------|--|--------------------------|-----------|--------------------------|---------------------------------|-------------------------------------|--------------------------|
| | As at July 1, 2015 | Addition during the year Rupees in 'O | As at July 1, 2016 | Rate % | As at July 1, 2015 | During the year Rupees | As at July 1, 2016 in '000 | As at July 1, 2016 |
| Computer software | 4,998 | - | 4,998 | 20 | 3,583 | 1,000 | 4,583 | 415 |
| Rights | 5,534 | - | 5,534 | 20 | 3,703 | 1,107 | 4,810 | 724 |
| | 10,532 | | 10,532 | | 7,286 | 2,107 | 9,393 | 1,139 |
| | | Cost | | | A | mortizatio | n | Net book value |
| | 2014 | Addition during the year Rupees in '0 | As at July 1, 2015 | Rate % | As at July 1, 2014 | During the year Rupees | As at July 1, 2015 | As at July 1, 2015 |
| | | nupees III C | ,00 | | | Rupees | 111 000 | |
| Computer software | 4,998 | - | 4,998 | 20 | 2,583 | 1,000 | 3,583 | 1,415 |
| Rights | 5,534 | - | 5,534 | 20 | 2,596 | 1,107 | 3,703 | 1,831 |
| | 10,532 | _ | 10,532 | | 5,179 | 2,107 | 7,286 | 3,246 |

7

NOTES TO THE FINANCIAL STATEMENTS

For the year ended June 30, 2016

| | 2016 Rupe | 2015 es in ' 000 - |
|---|---------------------|------------------------------|
| DEFERRED TAXATION | | |
| Deferred tax asset arising in respect of: | 4 000 | 550 |
| Liabilities against subject to finance lease Goodwill | 1,099 92,431 | 552 190,825 |
| Gratuity | 3,166 | 2,168 |
| Minimum tax Assessed tax losses | 56,259 704,867 | 52,292 833,577 |
| | 857,822 | 1,079,414 |
| Less: Deferred tax liabilities arising in respect of: Accelerated depreciation allowance on | | |
| property and equipment | (1,233) | (1,374) |
| Assets subject to finance lease | (1,744) (2,977) | (1,265) (2,639) |
| Less: Deferred tax asset un-recongized | (85,304) 769,541 | (414,747) 662,028 |

Movement in deferred tax asset: 7.1

| | July 1, 2014 | Recognized in profit and loss account | Unrecognized deferred tax arisen during the year | June 30, 2015 | Recognized in profit and loss account | Unrecognized deferred tax arisen during the year | June 30, 2016 |
|--|-----------------|--|---|------------------|--|---|------------------|
| | | Rupees in | '000 | | Rupe | es in '000 | |
| Deferred tax liabilities arising in respect of: | | | | | | | |
| Accelerated tax depreciation Assets subject to finance | (2,013) | 639 | - | (1,374) | 141 | - | (1,233) |
| lease | (1,680) | 415 | - | (1,265) | (479) | - | (1,744) |
| | (3,693) | 1,054 | - | (2,639) | (338) | - | (2,977) |
| Less: deferred tax assets arising in respect of: | | | | | | | |
| Liabilities subject to finance | | | | | | | |
| lease | 749 | (197) | - | 552 | 547 | - | 1,099 |
| Goodwill | 304,128 | (113,303) | - | 190,825 | (98,394) | - | 92,431 |
| Gratuity | 924 | 1,244 | - | 2,168 | 998 | - | 3,166 |
| Trade debts | 122,817 | (122,817) | - | - | - | - | - |
| Minimum tax impact | 39,686 | 12,606 | - | 52,292 | 3,967 | - | 56,259 |
| Alternate Corporate Tax | 123,880 | (123,880) | - | - | - | - | - |
| Assessed tax losses | 943,193 | (109,616) | - | 833,577 | (128,710) | - | 704,867 |
| | 1,535,377 | (455,963) | - | 1,079,414 | (221,592) | - | 857,822 |
| Less: Deferred tax not | | | | | | | |
| recognized | (545,747) | 131,000 | | (414,747) | 329,443 | | (85,304) |
| | 985,937 | (323,909) | | 662,028 | 107,513 | | 769,541 |

For the year ended June 30, 2016

During the year the Company has recognized deferred tax income amounting to Rs. 107.513 million (2015: Nil) on the assumption that company will be able to recover such deferred tax asset from future profitability.

The Company has also prepared future profitability projections to assess recoverability of the deferred tax assets which has been recognized. These projections contain assumptions related to future sale of the land and estimates of associated cost of sale and also other expenditures.

Note

10.2

10.1

(30,896)1,129,454

12,272,736

(2,389,634)

(1,606,434)

8,276,668

2016

2015

| | Note | Rupe | es in '000 |
|-----|--|--------------------------------|-----------------------------------|
| 8 | Long Term Security Deposits | | |
| | K - Electric Orix Leasing Pakistan Limited Others | 1,819 516 1,996 4,331 | 1,819 176 1,444 3,440 |
| 9 | TRADE DEBTS - Considered good | | |
| | Trade debts - Net 9.1 | 1,198,664 | 3,118,767 |
| 9.1 | It includes receivable from M/s Arif Habib Corporation Limited re (2015 Rs:1,540.52) and one other related party amounting to F million which is past due. | | 9 |
| | Note | 2016 Rupe | 2015 es in ' 000 |
| 10 | DEVELOPMENT PROPERTIES | | |
| | Land | | |
| | Land for development | 8,151,484 8,151,484 | 8,151,484 8,151,484 |
| | Development expenditure | 4.074.640 | 4.440.750 |
| | Opening balance Add: Incurred during the year | 1,971,642 1,020,156 | 1,449,763 521,879 1,971,642 |
| | Borrowing costs related to land | 2,991,798 | |
| | Opening balance Add: Capitalized during the year 28 | 1,054,004 106,346 | 789,259 264,745 |

Less: Mark-up previously capitalized waived-

Transferred to cost of sales to date

Transferred to development charges recoverable from customer to date

off by the sponsors

1,054,004

11,177,130

(2,096,673)

(1,118,875)

7,961,582

For the year ended June 30, 2016

- 10.1 This includes cost of sales charged to profit and loss account for the year ended June 30, 2016 amounting to Rs. 293 million (2015: Rs. 424 million).
- 10.2 During the year, Sponsors has waived markup on their loans amounting to Rs. 30.896 million capitalized in previous years.

| | | Note | 2016 Rupe | 2015 es in '000 |
|----|--|------|---------------------|--------------------|
| 11 | ADVANCES | | | |
| | Considered good | | | |
| | Advances to suppliers | | 67,521 | 12,649 |
| | Advances to contractors | 11.1 | 359,245 | 33,637 |
| | Advances against services and expenses | | 18,438 | 5,894 |
| | | | 445,204 | 52,180 |

During the year the Company has entered into several contracts with different contractors for the 11.1 construction of bungalows and infrastructure work.

> Note 2016 2015 -----Rupees in '000-----

12 **DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES**

Deposits

| | 225 2,680 3,345 61 6,311 | 225 2,680 3,345 46 6,296 |
|------|---|--|
| | 2,007 | 2,143 |
| | | |
| | - | 556 |
| 12.1 | 4,703 574 767,500 646 773,423 | 4,703 574 648,789 634 654,700 |
| | 12.1 | 2,680 3,345 61 6,311 2,007 - - 4,703 574 767,500 646 |

For the year ended June 30, 2016

| | | Note | 2016 Rupe | 2015 es in ' 000 |
|------|---|--------------|--|--|
| 12.1 | Development charges recoverable from customer | | | |
| | Opening balance Transfer from development properties Less: Development charges received | 10 | 648,789 487,559 (368,848) 767,500 | 521,132 410,198 (282,541) 648,789 |
| 13 | CASH AND BANK BALANCES | | | |
| | Cash in hand | | 495 | 1,576 |
| | Cash at banks in Current accounts Deposit accounts | 13.1 13.2 | 21,161 12,430 33,591 34,086 | 104,978 6,300 111,278 |

- This includes balance amounting to Rs. Nil (2015: Rs. 20 million) which is under lien as security 13.1 for long term loan obtained from Bank Islami Pakistan Limited.
- These carry markup at the rate ranging between 4% to 6% per annum (2015: 6% to 7.5% per 13.2 annum).

SHARE CAPITAL 14

| 2016 | 2015 | | 2016 | 2015 |
|-------------|-------------|--|-----------|-----------|
| Number | of Share | Authorized Share Capital | Rupee | s in '000 |
| 170,000,000 | 120,000,000 | Ordinary shares of Rs. 10 each | 1,700,000 | 1,200,000 |
| 120,000,000 | 120,000,000 | 12% Redeemable, cumulative and convertible preference shares of Rs.10 each | 1,200,000 | 1,200,000 |

For the year ended June 30, 2016

14.1 Issued, subscribed and paid-up ordinary share capital

| 2016 | 2015 | | 2016 | 2015 |
|--------------|--------------|--|-----------|-----------|
| Numbe | r of Share | Authorized Share Capital | Rupee | s in '000 |
| 8,600,000 | 8,600,000 | Issued for cash | 86,000 | 86,000 |
| 47,200,000 | 47,200,000 | Issued under the financial restructuring arrangement | 472,000 | 472,000 |
| 200,000 | 200,000 | Issued as fully paid bonus shares | 2,000 | 2,000 |
| (54,268,643) | (54,268,643) | Shares cancelled due to merger | (542,686) | (542,686) |
| 27,332,729 | 27,332,729 | Shares issued in lieu of merger | 273,327 | 273,327 |
| 87,390,414 | 87,390,414 | Right shares issued | 873,904 | 873,904 |
| 12,913,899 | 198,156 | Shares issued on conversion from preference shares | 129,138 | 1,981 |
| 58,326,328 | - | Right shares issued | 583,263 | - |
| 129,368,399 | 116,652,656 | | 1,293,683 | 1,166,526 |
| | | | 2016 | 2015 |
| | | | Rupee | s in '000 |

14.1.1 Shares held by associated undertakings

Arif Habib Corporation Limited 11,880 48,818 International Complex Project Limited 36,273 48,153 48,818

14.1.2 The ordinary share holders are entitled to receive all distributions including dividends and other entitlements in the form of bonus and right shares as and when declared by the Company. All shares carry one vote per share without restriction.

14.2 Issued, subscribed and paid-up preference share capital

| 2016 | 2015 | | 2016 | 2015 |
|--------------|-------------|--|-----------|-----------|
| Numbe | r of Share | Authorized Share Capital | Rupee | s in '000 |
| 112,021,300 | 112,025,300 | 12% Redeemable, cumulative and convertible preference shares of Rs.10 each | 1,120,213 | 1,120,253 |
| (20,550,000) | (4,000) | Shares cancelled on conversion into ordinary shares | (205,500) | (40) |
| 91,471,300 | 112,021,300 | | 914,713 | 1,120,213 |

For the year ended June 30, 2016

14.2.1 On December 23, 2011 the Company issued 112,771,300 12% non-voting, listed, cumulative, convertible, redeemable and non-participatory preference shares otherwise than rights at Rs. 10 each against conversion of loan of its sponsors / shareholders. The preference shares are redeemable at outstanding par value plus any accumulated and unpaid dividend and / or accrued dividend.

The preference shares are convertible into ordinary shares at conversion price of 80% of the weighted average of closing price of the ordinary share (adjusted for any bonus or right shares announced by the Company subsequent to the issue) quoted in the daily quotation of Pakistan Stock Exchange Limited during the three months immediately prior to the relevant conversion date in a ratio to be determined by dividing the aggregate face value of the preference shares plus any accumulated dividends and/or accrued dividend by the conversion price.

Further, the redeemable preference shares have been treated as part of equity on the following basis:

- The shares were issued under the provision of Section 86 of the Companies Ordinance, 1984 (the Ordinance) read with Section 90 of the Ordinance and the Companies Share Capital (Variation in Rights and Privileges) Rules, 2000.
- The financial capital of the Company and the issue of the shares were duly approved by the shareholders of the Company at the Extraordinary General Meeting held on May 07, 2011.
- Return of allotment of shares was filed under section 73(1) of the Ordinance.
- The Company is required to set-up a reserve for the redemption of preference shares, under section 85 of the Ordinance, in respect of the shares redeemed which effectively makes redeemable preference shares as part of equity.
- Dividend on the shares is appropriation of profit both under the Ordinance and the tax laws.
- The requirements of the Ordinance take precedence over the requirements of International Financial Reporting Standards.
- The preference shareholders have the right to convert these shares into ordinary shares.
- **14.2.2** During the year, 20,550,000 (2015: 4,000) preference shares were converted into 12,715,743 (2015: 1,005) ordinary shares at conversion price of 80% of the weighted average closing price of the ordinary shares quoted in the daily quotation of Pakistan Stock Exchange Limited during the three months immediately prior to the relevant conversion date in a ratio of aggregate face value of the preference shares plus accumulated dividends thereon to conversion price.

For the year ended June 30, 2016

| | | | 2016 | 2015 |
|----|---|----------------|---|---|
| 15 | RESERVES | | Rupe | es in '000 |
| | Capital reserves | | | |
| | Tax holiday reserve Share premium Revenue reserve | 15.1 14.2.2 | 11,966 178,776 190,742 | 11,966 7,987 19,953 |
| | General reserves Unappropriated profit / (accumulated losses) | 15.2 | 63,500 119,240 182,740 373,482 | 63,500 (161,477) (97,977) (78,024) |

- This was created under section 15BB of the repealed Income Tax Act, 1922. Under the aforesaid 15.1 section, the Company was required to set aside a fixed percentage of the tax exempted, due to tax holidays, as a reserve not distributable to the shareholders.
- 15.2 This represents reserve created out of profit up to the period 1994-1995 for future contingencies and dividends.

| 2016 | | 2015 |
|--------|----|------|
| Rupees | in | '000 |

16 SURPLUS ON REVALUATION OF FREEHOLD LAND

As at July 1

| Development properties Property and equipment | 16.1 | 5,468,043 1,068,342 | 5,767,668 608,379 |
|--|------|------------------------|------------------------|
| | | 6,536,385 | 6,376,047 |
| Addition during the year Transfer of surplus on revaluation of freehold | | - | 459,963 |
| land to retained earnings Net change in revaluation surplus during the year | 16.2 | (181,725) (181,725) | (299,625) 160,338 |
| As at June 30 | | 6,354,660 | 6,536,385 |
| Represented by: | | | |
| Development properties Property and equipment | | 5,286,318 1,068,342 | 5,468,043 1,068,342 |
| | | 6,354,660 | 6,536,385 |

For the year ended June 30, 2016

16.1 The Company carried out revaluation of its free hold land from M/s. Younus Mirza and Company on January 5, 2009, who determined the fair value of freehold land on the basis of market value as of December 24, 2008 amounting to Rs. 5.20 billion resulting in surplus on revaluation amounting to Rs. 4.50 billion. Again on June 25, 2010, the Company carried out revaluation from M/s. Joseph Lobo (Private) Limited who determined the fair value of freehold land under market value basis, amounting to Rs. 8.38 billion resulting a surplus on revaluation amounting to Rs. 3.18 billion.

Although the freehold land has been reclassified as inventory in the current assets of the company, the surplus on revaluation of freehold land has been retained because of the restriction as per Section 235 of Companies Ordinance, 1984, and is transferred to equity as and when realized on sale of freehold land.

16.2 During last year 56.62 acres related to freehold land was revalued by professional valuer M/s. Harvester Services (Private) Limited according to which the fair value of the land was determined to Rs. 678.99 million resulting in the revaluation surplus of Rs. 459.96 million.

During the year 2014, the Company carried revaluation of its commerical land and amenities from professional valuer M/s. Harvester Services (Private) Limited according to which the fair value of the land was determined to Rs. 1,823.47 million resulting in the revaluation surplus of Rs. 608.379 million.

- 16.3 In accordance with the requirements of IFRS 13 Fair value measurement, the Company classifies its Property, Plant and Equipment in terms of following fair value hierarchy:
 - Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities:
 - Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
 - Level 3: Fair value measurements using Inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs).

Details of the Company's Property, Plant and Equipment in terms of fair value hierarchy, explained above, at June 30, 2016 is as follows.

| | Level 1 | Level 2 | Level 3 | Total |
|--|---------|-----------|---------|-----------|
| | | Rupees | in '000 | |
| Non-financial asset measured at fair value Operating fixed assets - Freehold Land | - | 1,498,599 | - | 1,498,599 |
| Total | - | 1,498,599 | - | 1,498,599 |

For the year ended June 30, 2016

16.2 During the year the Company transferred Rs. 181.7 million (2015: Rs. 299.62 million) from surplus on revaluation of freehold land to retained earnings on the basis of sale of 32.26 acres (2015: 53 acres) of land.

| | | Note | 2016 | 2015 |
|----|--|------------------|-------------------------------------|-----------------------------------|
| | | | Rupe | es in '000 |
| 17 | LONG TERM FINANCE - SECURED | | | |
| | From banking companies | | | |
| | Allied Bank Limited Medium term finance facility Debt asset swap arrangement | 17.1.1 17.1.2 | 391,345 391,345 | 200,000 361,266 561,266 |
| | National Bank of Pakistan Term Finance Certificates | 17.2 | 876,962 | 905,887 |
| | Faysal Bank Limited Term Finance Certificates | | 1,268,307 | 200,000 1,667,153 |
| | Bank Islami Pakistan Limited Term Finance Diminishing Musharka | 17.3.1 17.3.2 | 103,125 | 200,000 |
| | Total long term financing Current maturity of long term finance | | 1,571,432 (451,000) 1,120,432 | 1,867,153 (901,527) 965,626 |

For the year ended June 30, 2016

17.1 Facility obtained from Allied Bank Limited

17.1.1 Medium term finance facility

During the year company has paid Rs. 200 million to settle Medium Term Finance Certificate (TFCs)

17.1.2 Debt asset swap arrangement

Accrued markup up to February 23, 2011 (effective date) amounting to Rs. 87.769 million plus the markup on the medium term finance facility for the grace period from February 23, 2011 to August 23, 2012 calculated at fixed rate 15% equivalent to Rs. 273.497 million (total Rs. 361.266 million) was agreed to settled by the Company in kind through transferring equivalent value of its 75 acres land to the bank on August 23, 2012. Transfer charges were borne by the bank. All legal expenses, documentation and related charges, government excise, levies and surcharge have been paid by the Company.

"The Company was required to buy back the land acquired by the bank on February 24, 2014, i.e. after 3 years from the transaction date at acquisition cost of Rs. 361.26 million inflated at the rate of 12% with effect from February 23, 2011 plus transfer charges, legal charges etc.

The sale and buy back of land has not been carried out. Further, the bank through its correspondence has claimed Rs. 589.903 million by charging mark up on orignal amount of Rs. 361.266 million. The company has agreed to pay Rs. 474.345 million against the claimed amount and has paid Rs.83 million, as first installment leaving the balance amount of Rs. 391.345 million payable at year end, while agreeing to pay 5 equal semi annual installments of Rs. 78.2 million each.

The Company is in negotiation with the Bank to settle the outstanding liability at Rs.391.345 million and not to demand additional mark up on the overdue mark up, as it is not in accordance with prevailing banking regulations. As the Company is expecting favourable settlement, therefore, the difference liability amounting to Rs.115.557 million has not been recorded in these financial statements.

17.2 Facility obtained from National Bank of Pakistan

17.2.1 **Term Finance Certificates**

During the year, the Company has paid two semi annual installments of Rs.14.46 million, as in previous year, the Company has restructured the previously issued Privately Placed Term Finance Certificate (TFCs) amounting to Rs. 1,255 million. According to revised agreement, total amount of facility was reduced to Rs. 920.35 million and accordingly the Company has made repayment of the differential amount of facility amounting to Rs. 304.65 million. The remaining amount of the facility is to be paid in 4 semi annual installments of Rs. 14.46 million @ KIBOR +2.5% commencing from October 31, 2014 and thereafter 10 semi annual installments of Rs. 86.25 as per revised agreement.

The facility is secured

Pledge of 35 million shares of Arif Habib Corporation Limited;

For the year ended June 30, 2016

- b) Mortgage over 41.3 acers of land comprising of commercial plots for an amount of Rs. 1.988 million.
- Mortgage over 16.14 acers of land comprising of residential plots for an amount of Rs. c) 235.480 million.

17.3 Facility obtained from Bank Islami Pakistan Limited

- The Company has loan facility from Bank Islami Pakistan Limited (BIPL) amounting to Rs 200 17.3.1 million at a markup rate of 3 Months KIBOR + 2.5% per annum (subject to floor and cap of 11%) and 20% respectively). The Company has repaid one quarterly installment of Rs.55.625 million and two quarterly installments of Rs. 20.625 million each. The remaining amount of the facility is payable in five quaterly installments of Rs. 20.625 million each and is secured against exclusive charge on the Company's land of 27.09 acres located at Manghopir, Karachi.
- 17.3.2 During the year, the Company has obtained loan facility by entering into diminishing musharka agreement with Bank Islami Pakistan Limited (BIPL) amounting to Rs. 200 million at the rate of KIBOR + 3%, the loan amount is payable in 8 quarterly installments of Rs. 25 million each after grace period of 1 year and is secured against charge on the company's land of 17,280 sq yards located at Manghopir, Karachi.

18 LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE

| | | 2016 | | | 2015 | | |
|--|------------------------------|---|--------------------------|---|-----------------------------|---|--------------------------|
| | Minimum lease payments | Financial charges for future periods | Principal outstanding | | linimum lease ayments | Financial charges for future periods | Principal outstanding |
| | | Rupees in '00 | 0 | | F | Rupees in '000 |) |
| Not later than one year | 1,953 | 381 | 1,572 | | 1,053 | 259 | 794 |
| Later than one year but not later than five years | 2,160 | 187 | 1,973 | | 1,024 | 93 | 931 |
| | 4,113 | 568 | 3,545 | _ | 2,077 | 352 | 1,725 |

18.1 The Company has entered into lease agreements with financial institutions for lease of vehicles. Lease rentals are payable in monthly installments. Financial charges included in lease rentals are determined on the basis of discount factors applied at the rates ranging from 8.87% to 16% per annum (2015: 12.86% to 16% per annum). At the end of lease term, the Company has option to acquire the assets, subject to adjustment of security deposits.

19 **DEFINED BENEFIT PLAN**

19.1 **General description**

General description of the approved funded gratuity scheme and accounting policy for recognising actuarial gains and losses is disclosed in note 3.8 to the financial statements.

For the year ended June 30, 2016

19.2 **Principal actuarial assumptions**

The latest actuarial valuation for defined benefit plan scheme was carried out as at June 30, 2016 using the Projected Unit Credit Method (PUCM). The following significant assumptions were used for the actuarial valuation:

| | 2016 | 2015 |
|--|----------------------------------|----------------------------------|
| Discount rate % Expected rate of increase in salary levels % Expected rate of return on plan assets % Average retirement age of the employee | 7.25 7.25 7.25 60 years | 9.75 9.75 9.75 60 years |
| | | |

Mortality rates assumed were based on the SLIC 2001-2005 mortality table.

The expected return on plan assets is based on the prevailing bank rate.

| | N | lote | 2016 Rupe | 2015 es in '000 |
|------|---|--------------|---|---|
| 19.3 | Reconciliation of amount payable to defined benefit plan | า | | |
| | 3 | 19.4 19.6 | 15,295 (5,083) 10,212 | 12,957 (6,181) 6,776 |
| 19.4 | Movement in present value of defined benefit obligation | 1 | | |
| | Present value of obligation as at July 1 Current service cost Interest cost Benefits paid Actuarial gain on measurement of obligation Present value of obligation as at June 30 | | 12,957 4,894 1,087 (3,610) (33) | 9,452 3,885 1,182 (1,060) (502) |
| 19.5 | Movement in payable to defined benefit plan | | | |
| | Other comprehensive income Contributions to the fund | 19.9 | 6,776 5,423 476 (2,463) | 2,719 4,175 293 (411) |
| | Closing liability | | 10,212 | 6,776 |

For the year ended June 30, 2016

| For the year ended Julie 30, 2016 | | | | | | |
|-----------------------------------|---|-----------------------|-----------------|---|---|--|
| | | | Note | 2016 Rupees | 2015 s in '000 | |
| 19.6 | Movement in the fair value of pla | an assets | | | | |
| | Fair value of plan assets as at July 1 Return on plan assets Contributions Benefits paid Actuarial loss on measurement of p | | | 6,181 2,463 558 (3,610) (509) | 6,733 892 411 (1,060) (795) | |
| | Fair value of plan assets as at June | 30 2016 | 19.3 | 5,083 | 6,181 | |
| 19.7 | Actual return on plan assets during | the year was Rs | . 0.509 million | (June 2015: Rs. | 0.795 million). | |
| 19.8 | The plan assets comprise of the f | ollowing | | | | |
| | | 201 | 16 | 20 | 15 | |
| | Particulars | Rupees in '000 | % | Rupees in '000 | % | |
| | Bank balances | | | | | |
| | MCB Bank Limited Al-Baraka Bank Limited | 382 5,541 5,923 | 6 94 100 | 382 4,348 4,730 | 8 92 100 | |
| 19.8.1 | These carry mark-up at rates rangin | ng from 4% to 6 | % (2015: 6.5% | to 7%). | | |
| | | | | 2016 Rupees | 2015 s in '000 | |
| 19.9 | The amount recognised in the pr | ofit and loss ac | count is as fo | llows: | | |
| | Current service cost Interest cost on defined benefit ob Interest income on plan assets | ligation | | 4,894 1,087 (558) 5,423 | 3,885 1,182 (892) 4,175 | |
| 19.10 | Actuarial loss on remeasurement | of obligation / | / plan assets c | omprise of | | |
| | | 2016 | 2015 | 2016 | 2015 | |
| | | Plan as | sets | n measurement of Obligation | | |
| | Townsteen and disease of | Rupeesi | | Rupees in | | |
| | Experience adjustment | (509) | (795) | 33 | 502 | |

For the year ended June 30, 2016

19.11 The plan exposes the company to the following risks:

> Longevity risks: The risk arises when the actual lifetime of retirees is longer than expectation. This risk is measured at the plan level over the entire retiree population.

> Investment risks: The risk of the investment underperforming and not being sufficient to meet the liability. This is managed by formulating an investment policy and guidelines based on which investments are made after obtaining approval from trustees of fund.

> Salary increase risks: The risk that the final salary at the time of cessation of service is higher than what was assumed. Since the benefit is calculated on the final salary, the benefit amount increaes similarly.

> Withdrawal risks: The risk that the actual mortality / withdrawal experience is different. The effect depends upon the beneficiaries service/age distribution and benefit.

19.12 Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected rate of salary increase. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant:

Sensitivity analysis

Impact on defined benefit obligation

| | Change in % | Increase in assumption Rupees | Decrease in in '000 |
|----------------------------------|-------------------|-------------------------------|---------------------------|
| Discount rate Salary growth rate | 1 | 14,323 | (16,414) |
| | 1 | 16,403 | (14,314) |

- 19.13 The expected gratuity expense for the year ending June 30, 2017 works out to Rs. 6.353 million.
- The weighted average duration of the benefit obligation at June 30, 2016 is 7 years (2015: 7 19.14 vears).

For the year ended June 30, 2016

| 20 | TRADE AND OTHER PAYABLES | Note | 2016 2015Rupees in '000 | |
|----|--|------|---|---|
| | Creditors Accrued liabilities Retention money payable Power Cement Limited - a related party Withholding tax payable Dividend accrued on preference shares Unclaimed dividend Income tax payable | | 12,695 309,208 5,995 541 9,096 503,702 2,834 12,399 856,470 | 13,034 209,298 13,073 3,185 951 - 2,834 9,919 252,294 |
| 21 | MARKUP ACCRUED | | | |
| | Accrued markup on long term finance Accrued markup on short term borrowings | 21.1 | 63,099 18,953 82,052 | 110,877 226,141 337,018 |

This includes markup payable to related party amounting to Rs.Nil (2015: Rs. 208.867 million). 21.1

22 **ADVANCE FROM CUSTOMERS**

This represents amount received from customers in respect of booking of plots and bungalows as per respective payment plans on which sales have not been recognized since such transactions does not meet the recognition criteria. This includes amount received from related parties amounting to Rs. 102.37 million (2015: Rs. 102.37 million).

| | | Note | 2016 Rupee | 2015 es in '000 |
|----|---|-------------|----------------------|----------------------|
| 23 | SHORT TERM BORROWINGS | | | |
| | From banking companies - secured | | | |
| | Summit Bank Limited Sindh Bank Limited | 23.1 23.2 | 135,000 599,700 | 135,000 403,563 |
| | | | 734,700 | 538,563 |
| | Related parties - unsecured | | | |
| | Loan from sponsors International Complex Projects Limited - associated compa | 23.3 any | - | 500,000 1,250,000 |
| | | | 734,700 | 2,288,563 |

For the year ended June 30, 2016

- 23.1 This represents short-term running finance and term finance obtained from Summit Bank amounting to Rs. 85 million and Rs. 50 million respectively. Both facilities carry markup at the rate of 3 months KIBOR + 4% and are secured by mortgage over 35.55 acres inclusive of margin and personal guarantee of Mr. Arif Habib (sponsor).
- 23.2 The facility carries fixed markup rate of 11% per annum payable in quarterly installments and is secured by token mortgage of Rs. 0.1 million and remaining as equitable mortgage of land measuring 97,520 sq. yards for 796 plots owned by the Company in "Naya Nazimabad". Beside this the facility is also secured by personal quarantee of all sponsoring directors of the Company. The available finance facility amounting to Rs. 600 million (2015: Rs. 400 million) and unavailed facility at year end is Rs 0.3 (2015: Rs.nil) million.
- 23.3 During the year company has adjusted loans of sponsors and associated companies against sale of commercial plots as fully explained in note 25.1 to these financial statements.

24 **CONTINGENCIES AND COMMITMENTS**

24.1 **Contingencies**

- Guarantees issued by commercial banks on behalf of the Company amounting to Rs. 6 a) million (June 30, 2015: Rs. 6 million).
- b) In 2003 the Company received Form PT-13 from Excise and Taxation Officers, assessing authority Deputy District Officer Property Tax (O) Division (DDO) demanding Gross Annual Rental Value (GARV) amounting to Rs. 28.078 million U/S 9(b) of the Urban Immoveable Property Tax Act, 1958. The Company filed objections with the concerned authority with the view that Company factory does not fall with in the jurisdiction of Deputy District Officers (Property Tax) (O) Division and proposed assignment made in respect of Company factory is without jurisdiction. The concerned authority reduced the GARV to Rs. 5.722 million and thereafter, issue a show cause notice regarding outstanding amount including penalty aggregating Rs. 7.108 million. The Company has filed Constitution Petition in the Honorable High Court of Sindh. The case is still pending. The management of the Company is confident that the case will be decided in favour of the Company for the reason mentioned above. Hence no provision is made in these financial statements.
- Town Municipal Administration Gadap, Karachi sent a notice requiring the Company to get c) a trade license and deposit Rs. 8.625 million as trade license fee for the year 2001 to 2006. The Company filed a constitution petition before the High Court of Sindh to declare that respondents have no jurisdiction to impose and recover trade license fee on the ground that the City District Government and Town Municipal Administration Gadap, can not legally impose the trade license fee in the absence of bye-laws required to be framed under the provision of Section 192 of Sindh Local Government Ordinance, 2001. The case is still pending. Based on legal advise the management is confident that case will be decided in the favor of the Company and hence no provision is made in these financial statements.
- From 1993-94 to 1998-99, the excise duty was levied and recovered from the Company d) being wrongly worked out on retail price based on the misinterpretation of sub-section 2 of Section 4 of the Central Excise Act, 1944 by the Central Board of Revenue. Such erroneous basis of working of excise duty has been held, being without lawful authority, by the Honorable Supreme Court of Pakistan as per its judgment dated February 15, 2007 in the civil appeal Nos. 1388 & 1389 of 2002, civil appeal Nos. 410 to 418 of 2005, civil

For the year ended June 30, 2016

appeal No. 266 of 2006, civil appeal No. 267 of 2006 and civil appeal No. 395 of 2006. Accordingly, the Company has filed an application to the Collector of Federal Excise and Sales Tax to refund the excess excise duty amounting to Rs. 564.813 million. The case is pending before Collector. The management is confident that the final outcome of the case will be in favour to the Company.

- The Company is a party to various cases for different pieces of land. These cases pertain to e) title, possession and encroachment of land. The Company's legal counsel has determined that the financial impact of these cases is not material as of reporting date. Further, they also expect that the outcome of these cases to be in favour of the Company. Considering the legal counsel's best estimate of the financial impact and the expectation of favourable outcome, no provision has been made in these financial statements.
- f) The Company has filed constitutional petition before the Honourable High Court of Sindh (the Court) vide Constitutional Petition No. 2564 of 2014 challenging vires of Workers Welfare Ordinance, 1971. The Court has admitted constitutional petition for regular hearing and issued interim stay order from recovery of WWF impugned demand by Federal Board of Revenue for the tax year 2013. The management is expecting positive outcome of the petition and therefore no liability in this regard has been recorded for the tax years 2013, and 2014, amounting to Rs. 14.46 million, and Rs. 16.85 million respectively.
- Contingency related to Allied Bank Limited mark up is disclosed in note 17.1.2 to these q) financial statements.
- Contingencies related to tax are disclosed in note 30 to these financial statements. h)

| | | 2016 Rupee | 2015 s in '000 |
|------|---|----------------------|-----------------------------|
| 24.2 | Commitments | | |
| | Dividend on preference shares Guarantee in favour of Sindh Building Control Authority (SBCA) | 6,960 6,960 | 482,248 6,960 489,208 |

| 24.2.1 | During the current year the company has recorded accrual of dividend on preference shares. | | | |
|--------|--|----------------|---------------------------------------|-------------------------------------|
| 25 | SALES | Note | 2016 Rupe | 2015 es in ' 000 |
| | Sale of plots Less: Sales return | 25.1 & 25.2 | 2,760,070 (1,532,155) 1,227,915 | 1,401,099 (140,511) 1,260,588 |

For the year ended June 30, 2016

25.1 During the Current year, an agreement is made between the company with its associated companies and sponsors according to which 112,083 square yards of commercial plots amounting to Rs.1.389 billion which were sold in previous years by the Company to Arif Habib Corporation, have been transferred to ICPL and sponsors at agreed terms.

Further, 6,577 square yards of commercial and 42,442 square yards of flat site are sold to sponsors and associated companies at agreed terms for a sale consideration amounting to Rs.809 million.

As per terms of the said agreement, the Company has adjusted total receivable on account of sale / transfer to sponsors and associated companies against previous loan liability of Company. The associated companies and sponsors have also waived off interest of Rs.30.896 million on these loans in favour of the company.

25.2 It includes Rs.143.447 million on account of cancellation of allotment of plots during the year.

| | | Note | 2016 Rupe | 2015 es in '000 |
|----|------------------------------------|----------------|---------------------|--------------------|
| 26 | ADMINISTRATIVE EXPENSES | | | |
| | Salaries, wages and other benefits | 26.1 & 26.2 | 70,996 | 60,903 |
| | Fees and subscriptions | | 6,192 | 8,051 |
| | Depreciation | 5.1 | 8,595 | 9,028 |
| | Amortization | 6 | 2,107 | 2,107 |
| | Vehicle running expenses | | 12,068 | 10,449 |
| | Legal and professional | | 2,898 | 5,148 |
| | Repair and maintenance | | 9,046 | 4,079 |
| | Rent, rates and taxes | | 4,270 | 3,442 |
| | Utilities | | 25,446 | 23,515 |
| | Donation | 26.3 | 3,589 | 1,298 |
| | Communication | | 3,885 | 3,729 |
| | Travelling and conveyance | | 1,631 | 817 |
| | Insurance | | 2,452 | 2,900 |
| | Printing and stationery | | 2,452 | 2,237 |
| | Auditors' remuneration | 26.4 | 1,703 | 1,666 |
| | Entertainment | | 2,243 | 1,785 |
| | Meetings and conventions | | 407 | 367 |
| | General expenses | | 6,932 | 4,872 |
| | | | 166,912 | 146,393 |

- 26.1 This includes an amount of Rs.5.42 million (2015: Rs. 4.17 million) in respect of employees retirement benefits.
- 26.2 Number of employees as at June 30, 2016 is 379 (2015: 247) which includes contractors employees totalling 252 (2015: 153) and average number of employees during the year 2016 were 300.
- 26.3 No director(s) or their spouse had any interest in any donees to which donations were made.

For the year ended June 30, 2016

| | | Note | 2016 Rupe | 2015 es in '000 |
|------|---|-----------|---|---|
| 26.4 | Auditors' Remuneration | | | |
| | Deloitte Yousuf Adil | | | |
| | Fee for: annual audit review of half yearly financial information review of compliance with code of corporate governance Other services | | 477 174 53 150 854 | 474 157 52 150 833 |
| | Haroon Zakaria & Co. | | | |
| | Fee for: annual audit review of half yearly financial information review of compliance with code of corporate governance Other services | | 477 174 53 145 849 1,703 | 474 157 52 150 833 1,666 |
| 27 | MARKETING AND SELLING EXPENSES | | | |
| | Sales promotion activities | 27.1 | 34,877 | 22,014 |
| 27.1 | These include media buying cost, TV commercial produprinting material cost, Ramadan Peace Cup Tournament are a result of advertisement campaign launched to promote | nd Pakist | an Day Celebi | |
| | | Note | 2016 | 2015 |

| Note | 2016 | 2015 |
|------|--------|-----------|
| | Rupees | s in '000 |

28 FINANCE COST

| Mark-up on long term financing | | 220,408 | 199,017 |
|--|----|---------------------------------|---------------------------------|
| Mark-up on short term borrowings | | 65,641 | 242,277 |
| Mark-up on finance lease | | 220 | 217 |
| Bank charges | | 1,306 | 11,794 |
| Less: Amount capitalized in the cost of qualifying asset - net | 10 | 287,575 (106,346) 181,229 | 453,305 (264,745) 188,560 |

For the year ended June 30, 2016

| | | Note | 2016 | 2015 es in '000 |
|------|---|----------|---|---|
| 29 | OTHER INCOME | | Rupee | :5 111 000 |
| | Income from Financial assets | | | |
| | Income from cancellation of bookings Profit on deposits Income on unwinding of discount on trade debts Liabilities written back Miscellaneous | | 25,529 186 - 5,696 17,035 48,446 | 24,459 411 348,683 144,486 7,823 525,862 |
| | Income from non-financial assets | | | |
| | Sale of scrap | | 48,446 | 429 526,291 |
| 30 | TAXATION | | | |
| | Current tax | | | |
| | For the year Prior year | 30.5 | 12,279 - | 12,606 (131,273) |
| | Deferred tax | 7.1 | 12,279 (107,513) (95,234) | (118,667) 323,909 205,242 |
| 30.1 | Relationship between accounting profit and tax expense fo | or the y | ear is as follov | VS: |
| | | | | es in '000 |
| | Accounting profit for the year | | 600,382 | 1,005,763 |
| | Tax rate | | 32% | 33% |
| | | | 2016 Rupe | 2015 es in '000 |
| | Tax expense on accounting profit | | 192,122 | 331,902 |
| | Effect of minimum tax Effect of prior year | | 12,279 | 12,606 (131,273) |
| | Effect of permanent difference Effect of reduction in opening deferred tax resulting | | 1,184 | 428 |
| | from reduction in tax rate Effect of utilization of brought forward tax loss against inco Effect of deferred tax asset recognized on deductible | ome | (2,884) (97,832) | 64 |
| | temporary differences Effect of unrecognized deferred tax assets | | (200,103) | (8,485) |
| | Effect of diffeeogrifzed deferred tax assets | | (95,234) | 205,242 |

Note

2016

2015

For the year ended June 30, 2016

- 30.2 Alternate Corporate Tax (ACT) was applicable on the Company at rate of 17% of accounting income after certain adjustments as mentioned in section 113 (c) of Income tax Ordinance 2001 through Finance Act 2014. Accordingly, the Company had made a provision for ACT for the year ended June 30, 2014. However, the Company last year obtained stay order from the Honourable High Court of Sindh against applicabliity of ACT. Therefore, the provision against ACT amounting to Rs 131.273 million was reversed in prior year relating to tax year 2014. The Company has recognized liablility for tax years 2015 and 2016 based on minimum tax under section 113. Management is confident that the case will be decided in favour of the Company and therefore no provision against ACT has been recognised aggregating to Rs. 344 million relating to tax years 2014 to 2016.
- 30.3 Income tax assessments of the Company have been finalized up to and including tax year 2015. However, the Commissioner of Income tax may, at any time during the period of five years from the date of filing of return, select the deemed assessment for audit.
- 30.4 Assistant Commissioner Inland Revenue (ACIR) raised a demand of Rs. 1,003 million under section 122(1) for tax year 2012 by disallowing certain items. The Company filed an appeal there against before the Commissioner Inland Revenue [(CIR(appeals)] who vide order dated May 29, 2015, reduced demand to Rs.106.027 million. The Company has filed an appeal against the order of CIR(appeals) before the Tribunal, which is in process. The management is confident that the case will be decided in favour of the Company. Accordingly, no provision for additional demand has been recognised in these financial statements.
- 30.5 For assessment year 2008, 2009 and 2010, the Company has received notices of demand under section 132(2) of the Income Tax Ordinance, 2011 from Commissioner Inland Revenue raising demand of Rs. 39.791 million, 80.257 million and 194.035 million for tax year 2008, 2009 and 2010 respectively. Appeals against these orders are pending adjudication before Appellate Tribunal Inland Revenue. The management is confident that case will be decided in the favour of the Company, therefore no provision has been made in these financial statements.
- 30.6 Taxation authorities have passed assessment order in respect of tax year 2014 and made certain disallowances and additions resulting in an additional tax demand of Rs. 533.7 million. The company has filed appeals against the order before CIR (Appeals) which is pending adjudication. Based on views of its tax advisor, the management is confident that appeal will be decided in the favour of the Company, therefore no provision has been made in these financial statements in this respect.

2015 -----Rupees in '000-----

31 **EARNINGS PER SHARE**

Basic

| Profit after tax (Rupees in '000) | 695,616 | 800,521 |
|--|---------------------|---------------------|
| Weighted average number of ordinary shares | 126,564,456 | 112,704,678 |
| Earnings per share - (In Rupees) | 5.50 | 7.10 |
| Diluted | | |
| Profit after tax (Rupees in '000) | 695,616 | 800,521 |
| Weighted average number of ordinary shares | 19 <u>1,107,820</u> | 21 <u>9,524,590</u> |
| Earnings per share - (In Rupees) | 3.64 | 3.65 |

For the year ended June 30, 2016

| 31 | EARNINGS PER SHARE | 2016 Rupe | 2015 es in '000 |
|----|--|---------------------|--------------------|
| | Basic | | |
| | Profit after tax (Rupees in '000) | 695,616 | 800,521 |
| | Weighted average number of ordinary shares | 126,564,456 | 112,704,678 |
| | Earnings per share - (In Rupees) | 5.50 | 7.10 |
| | Diluted | | |
| | Profit after tax (Rupees in '000) | 695,616 | 800,521 |
| | Weighted average number of ordinary shares | 91,107,820 | 219,524,590 |
| | Earnings per share - (In Rupees) | 3.64 | 3.65 |

31.1 On December 23, 2011 the Company issued 112,771,300 12% non-voting, listed, cumulative, convertible, redeemable and non-participatory preference shares otherwise than rights at Rs. 10 each against conversion of loan of its sponsors / shareholders. The preference shares are redeemable at outstanding par value plus any accumulated and unpaid dividend and / or accrued dividend.

The preference shares are convertible into ordinary shares at conversion price of 80% of the weighted average of closing price of the ordinary share (adjusted for any bonus or right shares announced by the Company subsequent to the issue) quoted in the daily quotation of Pakistan Stock Exchange Limited during the three months immediately prior to the relevant conversion date in a ratio to be determined by dividing the aggregate face value of the preference shares plus any accumulated dividends and/or accrued dividend by the conversion price.

REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES 32

Aggregate amounts charged in the financial statements are as follows:

| | Chief Executive Officer | | Execut | tives |
|-------------------------|-------------------------|---------|--------------|--------|
| | 2016 | 2015 | 2016 | 2015 |
| | Rupeesi | in '000 | Rupees in '(| 000 |
| Managerial remuneration | 7,855 | 7,816 | 33,285 | 24,791 |
| Medical expenses | 785 | 782 | 3,329 | 2,479 |
| Bonus | 655 | 545 | 2,901 | 1,752 |
| | 9,295 | 9,143 | 39,515 | 29,022 |
| Number of Persons | 1 | 1 | 30 | 24 |

The Chief Executive Officer and other executives have also been provided with Company maintained cars.

The Directors have not drawn any remuneration from the Company.

For the year ended June 30, 2016

| Note | 2016 | 2015 |
|------|--------|---------|
| | Runees | in '000 |

33 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

33.1 Financial instrument by category

Loans and receivables

| Security deposits Trade debts Deposits and other receivables Cash and bank balances | 4,331 1,198,664 774,457 34,086 2,011,538 | 3,440 3,118,767 653,595 112,854 3,888,656 |
|--|--|---|
| Financial liabilities at amortized cost | | |
| Long term financing Liabilities against assets subject to finance lease Short term borrowings Trade and other payables Mark-up accrued | 1,571,432 3,545 734,700 834,975 82,052 | 1, 867,153 1,725 2,288,563 241,424 337,018 |
| | 3,226,704 | 4,735,883 |

33.2 Financial risk management

The Board of Directors has overall responsibility for the establishment and oversight of the Company's financial risk management. The responsibility includes developing and monitoring the Company's risk management policies. To assist the Board in discharging its oversight responsibility, management has been made responsible for identifying, monitoring and managing the Company's financial risk exposures. The Company's exposure to the risks associated with the financial instruments and the risk management policies and procedures are summarized as follows:

33.3 Credit risk and concentration of credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss, without taking into account the fair value of any collateral. Concentration of credit risk arises when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations of credit risk indicate the relative sensitivity of the Company's performance to developments affecting a particular industry. The Company does not have any significant exposure to a single customer.

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as follows:

For the year ended June 30, 2016

| Rupe | es in '000 |
|-----------|---|
| 4,331 | 3,440 |
| 1,198,664 | 3,118,767 |
| 774,457 | 653,595 |
| 33,591 | 111,278 |
| 2,011,043 | 3,887,080 |
| | 4,331 1,198,664 774,457 33,591 |

2016

2015

The Company is exposed to credit risk from its operating activities primarily for trade debts and other receivables, deposits and balances with banks and financial institutions, and other financial instruments.

Aging of past due but not impaired trade debts are as follows:

| | · | | 2016 Rupe | 2015 es in '000 |
|------------------------------------|---|--------|-----------------------------|-----------------------------------|
| Not past due Past due 1-90 days | | 33.3.1 | 1,198,664 - 1,198,664 | 2,711,348 407,419 3,118,767 |

33.3.1 The Company believes that it is not exposed to major concentration of credit risk as the trade debts relates to sale of land to various customers and such sales can be cancelled by the Company on non payment of overdue balances.

The credit risk on liquid funds is limited because the counter parties are banks with reasonably high credit ratings. The names and credit ratings of major banks, where the Company maintains bank balances as per latest ratings are as follows:

| | Rating | Credit r | ating |
|-----------------------------------|---------|------------|-----------|
| Name of bank | agency | Short-term | Long-term |
| Al-Baraka Bank (Pakistan) Limited | PACRA | A1 | Α |
| Allied Bank Limited | PACRA | A1+ | AA+ |
| Askari Bank Limited | JCR-VIS | A-1+ | AA |
| Bank Al-falah Limited | PACRA | A1+ | AA |
| Bank Islami Pakistan Limited | PACRA | A1 | A+ |
| Habib Bank Limited | JCR-VIS | A-1+ | AAA |
| MCB Bank Limited | PACRA | A1+ | AAA |
| Meezan Bank Limited | JCR-VIS | A-1+ | AA |
| National Bank of Pakistan | PACRA | A1+ | AAA |
| NIB Bank Limited | PACRA | A1+ | AA- |
| Sindh Bank Limited | JCR-VIS | A-1+ | AA |
| Summit Bank Limited | JCR-VIS | A-1 | Α |
| United Bank Limited | JCR-VIS | A-1+ | AAA |
| Bank of Punjab | PACRA | A1+ | AA- |

For the year ended June 30, 2016

33.4 Liquidity risk

Liquidity risk reflects the Company's inability in raising funds to meet commitments. Liquidity risk arises because of the possibility that the Company could be required to pay its liabilities earlier than expected or difficulty in raising funds to meet commitments associated with financial liabilities as they fall due. The Company's approach to manage liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The Company's liquidity management involves projecting cash flows and considering the level of liquid assets necessary to fulfil its obligation, monitoring balance sheet liquidity ratios against internal and external requirements and maintaining debt financing plans.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows:

| 2016 | Carrying amount | Contractual cash flows | Six months or less | Six to twelve months | One to two years | Two to five years |
|---|--------------------|------------------------|--------------------------|----------------------------|------------------------|-------------------------|
| Financial liabilities | | | | | | |
| Long term finance Liabilities against assets | 1,571,432 | (1,571,432) | (220,231) | (230,769) | (399,663) | (720,769) |
| subject to finance lease | 3,545 | (3,545) | (1,084) | (489) | (1,064) | (907) |
| Trade and other payables | 834,975 | (834,975) | (828,980) | (5,995) | - | - |
| Short term borrowings | 734,700 | (734,700) | (734,700) | - | - | - |
| Mark-up accrued | 82,052 | (82,052) | (82,052) | - | - | - |
| | | | | | | |
| | 3,226,704 | (3,226,704) | (1,867,047) | (237,253) | (400,727) | (721,676) |
| 2015 | Carrying amount | Contractual cash flows | Six months or less | Six to twelve months | One to two years | Two to five years |
| Financial liabilities | | | | | | |
| Long term finance Liabilities against assets | 1,867,153 | (2,450,282) | (929,960) | (281,402) | (368,223) | (870,697) |
| subject to finance lease | 1,725 | (1,797) | (617) | (437) | (541) | (202) |
| Trade and other payables | 241,424 | (241,424) | (228,351) | (13,073) | - | - |
| Short term borrowings | 2,288,563 | (2,288,563) | (2,288,563) | - | - | - |
| Mark-up accrued | 337,018 | (337,018) | (337,018) | - | - | - |
| | | | | | | |
| | 4,735,883 | (5,319,084) | (3,784,509) | (294,912) | (368,764) | (870,899) |

For the year ended June 30, 2016

33.5 Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments.

Currency risk a)

Foreign currency risk arises mainly where receivables and payables exist due to transactions with foreign undertakings. The Company is not exposed to foreign currency risk as the Company is not involved in the foreign currency transactions.

Interest rate risk b)

The interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company does not have significant interest bearing assets. Majority of the interest rate risk arises from Company's long-term financing and short-term borrowings. At the reporting date the interest rate profile of the Company's interest bearing financial liabilities

| Fixed rate instruments | 2016 Rupe | 2015 es in '000 |
|--|---------------------|--------------------|
| Financial assets - Deposit accounts | 12,430 | 6,300 |
| Financial liabilities - Short term loans | 599,700 | 403,563 |
| Variable rate instruments | | |
| Financial liabilities - Long term and short term loans - Liabilities against assets subject to finance lease | 1,706,432 3,545 | 3,752,153 1,725 |

Fair value sensitivity analysis for fixed rate instruments

The Company does not account for any fixed rate financial assets and liabilities at fair value through profit and loss. Therefore, a change in interest rates at the reporting date would not affect profit and loss account.

Cash flow sensitivity analysis for variable rate instruments

This analysis assumes that all other variables, in particular foreign currency rates, remain constant. A change of 100 basis points in interest rates at the reporting date would have increased / (decreased) equity and profit or loss as follows:

For the year ended June 30, 2016

| | 2016 Rupee: | 2015 s in '000 |
|-----------------------|-----------------------|-------------------|
| As at June 30, 2016 | | |
| Cash flow sensitivity | <u>17,100</u> | 17,100 |
| As at June 30, 2015 | | |
| Cash flow sensitivity | 37,539 | (37,539) |

c) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. At the reporting date, the Company is not exposed to this risk.

33.6 Capital risk management

The Company's objective when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure the Company may adjust the amount of dividends paid to shareholders, issue new shares and take other measures commensurate with the circumstances.

Consistent with others in the industry, the Company monitors capital on the basis of the its gearing ratio. This is calculated as net debt divided by total capital plus net debt. Net debt is calculated as total borrowings from financial institutions less cash and bank balances. Total capital is calculated as equity as shown in the balance sheet and net debt.

Profit and loss 100 bp

| | Increase (Decrease) | |
|------------------------|---------------------|-----------|
| Total borrowings | 2,309,677 | 4,157,441 |
| Cash and bank balances | (34,086) | (112,854) |
| Net debt | 2,275,591 | 4,044,587 |
| Total equity | 2,581,878 | 2,208,715 |
| Total capital | 4,857,469 | 6,253,302 |
| Gearing ratio | 47% | 65% |

For the year ended June 30, 2016

33.7 Fair value of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

TRANSACTIONS WITH RELATED PARTIES 34

The related parties comprise associated undertakings, key management personnel and post employment benefit plan. The Company carries out transactions with various related parties as per agreements. Amounts due from / to related parties are shown under 'Trade debts (refer note 9); 'deposit, prepayments and other receivables' (refer note 12); 'contribution to employees' gratuity fund' (refer note 19); 'trade and other payables' (refer note 20); 'mark-up accrued' (refer note 21.1); 'advance from customers' (refer note 22); 'short term borrowing' (refer note 23); 'administrative expenses' (refer note 26.1) and 'remuneration of chief executive, directors and executives' (refer note 32). Other significant transactions with related parties are as follows:

For the year ended June 30, 2016

| Associates | 2016 Rupe | 2015 es in '000 |
|--|---|--|
| Purchase of cement (OPC/SRC) Payments made for purchase of cement Purchase of concrete Payments made for purchase of concrete Sale of plots Cancellation of plot sales Loan received Loan repaid / adjusted Mark-up expense capitalised Mark-up paid Amount received for Amenities | 69,062 68,521 67,931 67,986 1,450,000 1,389,000 320,000 1,570,000 13,001 13,001 120,000 | 18,211 20,866 7,471 3,427 200,576 - 1,637,000 387,000 16,109 16,144 |
| Key management personnel | | |
| Sale of residential plots Sale of Commercial Plots Loan received Loan repaid / adjusted Mark-up expense capitalised | 159,840 300,000 430,000 430,000 | 995,000 1,623,200 174,153 |
| Other related party | | |
| Sale of residential plots Sale of commercial plots Receipts against Sale of residential plots Loan received Mark-up waived Loan repaid / adjusted | - 600,000 - 100,000 30,896 600,000 | 208,123 - 60,000 540,000 - 40,000 |

35 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on Septmber 30, 2016 by the Board of Directors of the Company.

GENERAL 36

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

Pattern of Shareholding

- 1. Incorporation Number 0001313
- 2.
- Name of the Company JAVEDAN CORPORATION LIMITED
 Pattern of holding of the shares held by the shareholders as at June 30, 2016 3.

| # Of Shareholders | Sh | areholdings' | Slab | Total Shares Held |
|-------------------|----------|--------------|----------|----------------------------------|
| 2002 | 1 | to | 100 | 54,423 |
| 562 | 101 | to | 500 | 153,088 |
| 308 | 501 | to | 1000 | 243,793 |
| 350 | 1001 | to | 5000 | 946,276 |
| 88 | 5001 | to | 10000 | 727,009 |
| 30 | 10001 | to | 15000 | 384,389 |
| 22 | 15001 | to | 20000 | 416,000 |
| 20 | 20001 | to | 25000 | 482,500 |
| 8 | 25001 | to | 30000 | 233,500 |
| 5 | 30001 | to | 35000 | 171,895 |
| 6 | 35001 | to | 40000 | 234,022 |
| 4 | 40001 | to | 45000 | 174,500 |
| 2 | 45001 | to | 50000 | 100,000 |
| 3 | 50001 | to | 55000 | 159,000 |
| 2 | 55001 | to | 60000 | 117,500 |
| 1 | 60001 | to | 65000 | 62,528 |
| | | | 70000 | |
| 3 | 65001 | to | | 207,500 |
| 1 | 75001 | to | 80000 | 76,000 |
| 1 | 95001 | to | 100000 | 100,000 |
| 1 | 100001 | to | 105000 | 105,000 |
| 2 | 105001 | to | 110000 | 219,000 |
| 1 | 115001 | to | 120000 | 117,000 |
| 3 | 120001 | to | 125000 | 373,500 |
| 1 | 155001 | to | 160000 | 160,000 |
| 1 | 160001 | to | 165000 | 160,500 |
| 1 | 195001 | to | 200000 | 200,000 |
| 2 | 200001 | to | 205000 | 407,583 |
| 1 | 215001 | to | 220000 | 220,000 |
| 1 | 285001 | to | 290000 | 286,500 |
| 4 | 295001 | to | 300000 | 1,198,500 |
| 1 | 395001 | to | 400000 | 400,000 |
| 1 | 415001 | to | 420000 | 416,000 |
| 1 | 600001 | to | 605000 | 600,117 |
| 1 | 775001 | to | 780000 | 776,000 |
| 1 | 1100001 | to | 1105000 | 1,104,500 |
| 1 | 1395001 | to | 1400000 | 1,400,000 |
| 1 | 1495001 | to | 1500000 | 1,500,000 |
| 1 | 2135001 | to | 2140000 | 2,138,000 |
| 1 | 2475001 | to | 2480000 | 2,480,000 |
| 1 | 2655001 | to | 2660000 | 2,658,000 |
| 1 | 2920001 | to | 2925000 | 2,924,934 |
| 1 | 3170001 | to | 3175000 | 3,174,000 |
| 1 | 4655001 | to | 4660000 | 4,656,277 |
| 1 | 4890001 | to | 4895000 | 4,892,800 |
| 1 | 5380001 | to | 5385000 | 5,380,953 |
| 1 | 5465001 | to | 5470000 | 5,466,546 |
| 1 | 6655001 | to | 6660000 | 6,657,132 |
| 1 | 7565001 | to | 7570000 | 7,569,829 |
| 1 | 11875001 | | 11880000 | |
| · | | to | | 11,879,533 |
| 1 | 18525001 | to | 18530000 | 18,529,272 |
| 3 457 | 36270001 | to | 36275000 | 36,273,000 129,368,399 |

CATEGORIES OF SHAREHOLDERS

| Shareholders Category | Number of Share Held | Percentage |
|---|-------------------------|------------|
| | | |
| Banks, development finance institutions, non-banking finance companies, insurance companies, takaful, modarabas and pension funds | 21,908,593 | 16.94 |
| Directors, Chief Executive Officer and their spouse(s) and minor children | 35,044 | 0.03 |
| Associated Companies, undertakings and related parties | 48,152,533 | 37.21 |
| NIT and ICP | 13,773 | 0.01 |
| Mutual Funds | 7,372,800 | 5.70 |
| Others | 2,846,739 | 2.20 |
| Individuals | 49,038,917 | 37.91 |
| Grand Total | 129,368,399 | 100.00 |

CATEGORIES OF SHAREHOLDERS

| S.No | ShareHolders Category | Number of Share Held | Percentage |
|------|---|----------------------|------------|
| 1 | Banks, Development Finance Institutions, | | |
| | Non-Banking Finance Companies, | | |
| | Insurance Companies, Takaful, Modarabas | | |
| | and Pension Funds | | |
| | MCB BANK LTD | 1,200 | |
| | BANK OF BAHAWALPUR LTD | 10 | |
| | COMMECE BANK LTD | 11 | |
| | SILKBANK LIMITED | 3,174,000 | |
| | ASKARI BANK LIMITED | 200,000 | |
| | AUSTRALASIA BANK LIMITED | 4,100 | |
| | SUMMIT BANK LIMITED | 18,529,272 | |
| | Total | 21,908,593 | 16.94 |
| 2 | Directors, Chief Executive Officer and their spouse(s) and minor children | | |
| | ABDUS SAMAD HABIB | 34,895 | |
| | HASSAN AYUB | 5 | |
| | ABDUL QADIR | 100 | |
| | MUHAMMAD SIDDIQ KHOKHAR | 44 | |
| | Total | 35,044 | 0.03 |
| | Associated Companies, undertakings and related parties | | |
| | ARIF HABIB CORPORATION LIMITED | 11,879,533 | |
| | INTERNATIONAL COMPLEX PROJECT LIMITED | 36,273,000 | |
| | Total | 48,152,533 | 37.21 |
| ļ | NIT and ICP | | |
| | IDBL (ICP UNIT) | 100 | |
| | PAKISTAN REINSURANCE COMPANY LIMITED | 118 | |
| | NATIONAL BANK OF PAKISTAN | 13,555 | |
| | Total | 13,773 | 0.01 |
| 5 | Mutual Funds | | |
| | GOLDEN ARROW SELECTED STOCKS FUND LIMITED | 4,892,800 | |
| | CDC - TRUSTEE AKD OPPORTUNITY FUND | 2,480,000 | |
| | Total | 7,372,800 | 5.7 |
| 5 | Others | | |
| | ICON SECURITIES (PRIVATE) LIMITED | 160,500 | |
| | SAFEWAY FUND LIMITED | 1,400,000 | |
| | ABA ALI HABIB SECURITIES (PVT) LIMITED - MF | 5,000 | |
| | M/S. SHERIAR F IRANI-INV.TRUST LTD | 10 | |
| | MESSRS DADA LTD | 110 | |
| | PAKISTAN SHIPPING AGENCY | 330 | |
| | M/S ADAMJEE SONS LTD | 110 | |
| | M/S H M INVESTMENT LTD | 110 | |
| | | 50 | |
| | VALIKA WOLLEN MILLS LTD | :10 | |
| | VALIKA WOLLEN MILLS LTD MOHAMMADI INVESTMENT TRUST LTD | | |
| | | 4,800 150 | |

CATEGORIES OF SHAREHOLDERS

| S.No | ShareHolders Category | Number of Share Held | Percentage |
|------|--|----------------------------|------------|
| | IBRAHIM ALI BHAI FOUNDATION | 200 | |
| | ARIF HABIB EQUITY (PVT) LIMITED | 1 | |
| | TRUSTEES OF AMINIA MUSLIM GIRLS SCHOOL | 4,400 | |
| | IGI FINEX SECURITIES LIMITED | 1 | |
| | CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED. | 2 | |
| | FAZAL REHMAN FOUNDATION | 25,000 | |
| | PAKISTAN STOCK EXCHANGE LIMITED | 66 | |
| | PRUDENTIAL DISCOUNT & GUARANTEE HOUSE LIMITED | 25,000 | |
| | HASSAN ALI & CO (PVT) LIMITED | 2,000 | |
| | TRUSTEES OF AMINIA MUSLIM GIRLS SCHOOL | 4,400 | |
| | SARFRAZ MAHMOOD (PRIVATE) LTD | 500 | |
| | MAPLE LEAF CAPITAL LIMITED | 1 | |
| | DALAL SECURITIES (PVT) LTD. | 5,000 | |
| | MULTILINE SECURITIES (PVT) LIMITED | 4,300 | |
| | S.Z. SECURITIES (PRIVATE) LIMITED | 300 | |
| | TIME SECURITIES (PVT.) LTD. | 54,000 | |
| | FIRST NATIONAL EQUITIES LIMITED | 1 | |
| | DARSON SECURITIES (PVT) LIMITED | 2,500 | |
| | MOHAMMAD MUNIR MOHAMMAD AHMED KHANANI SECURITIES (PVT.) LTD. | 5,000 | |
| | ISMAIL ABDUL SHAKOOR SECURITIES (PRIVATE) LIMITED | 17 | |
| | Y.H. SECURITIES (PVT.) LTD. | 220,000 | |
| | SALIM SOZER SECURITIES (PVT.) LTD. | 10,000 | |
| | AKD CAPITAL LIMITED | 776,000 | |
| | PRUDENTIAL DISCOUNT & GUARANTEE HOUSE LIMITED | 25,000 | |
| | GUJRAT STEEL (PRIVATE) LIMITED | 5,000 | |
| | PEARL SECURITIES LIMITED - MF | 23,000 | |
| | | | |
| | ICON SECURITIES (PRIVATE) LIMITED | 38,000 | |
| | ARIF HABIB LIMITED - MF | 45,000 2,846,739 | 2.20 |
| , | . e.i. i | | |
| , | Individuals | 40.740.447 | |
| | Local - Individuals | 48,740,417 | |
| | Foreign Investors | 298,500 | |
| | Total | 49,038,917 | 37.91 |
| | Share holders holding 5% or more | | |
| | INTERNATIONAL COMPLEX PROJECTS LTD | 36,273,000 | |
| | SUMMIT BANK LIMITED | 18,529,272 | |
| | ARIF HABIB CORPORATION LIMITED | 11,879,533 | |
| | SHUNAID QURESHI | 10,227,830 | |
| | ABDUL GHANI | 11,082,066 | |
| | Total | 87,991,701 | 68.02 |

JAVEDAN CORPORATION LIMITED

FINANCIAL CALENDAR

For the year ended June 30, 2016

For the Financial year ending June 30, 2016 financial result will be announced as per the following tentative schedule:

| 1st Quarter ending on September 30, 2016 | October 25, 2016 |
|--|--------------------|
| 2nd Quarter ending on December 31, 2016 | February 24, 2017 |
| 3rd Quarter ending on March 31, 2017 | April 28, 2017 |
| 4th Quarter ending on June 30, 2017 | September 29, 2017 |

Form of Proxy

54th Annual General Meeting

The Company Secretary Javedan Corporation Limited Arif Habib Centre 23, M.T. Khan Road Karachi.

| I/we | | of | | being a member(s) |
|------------------------|--------------------|-----------------|---|------------------------|
| of Javedan Corporation | on Limited holding | | | ordinary shares as per |
| CDC A/c. No | hereby appoint I | Mr./Mrs./Miss | | |
| | | | | |
| | | | | or failing him/her |
| Mr./Mrs./Miss | | | | of (full address) |
| Annual General Meet | | neld on October | vote for me/us and on my/o 25, 2016 and/or any adjou | • |
| Witnesses: | • | | | |
| | | | Signature on | |
| | | | Rs. 5/- | |
| CNIC No.: | | | Revenue Stamp | |
| Signature : | | | L | l |
| 2. Name : | | | | |
| Address: | | | | |
| CNIC No.: | | | | |
| Signature : | | | | |

NOTES:

- 1. A member entitled to attend and vote at the meeting may appoint another member as his / her proxy who shall have such rights as respects attending, speaking and voting at the meeting as are available to a member.
- 2. Proxy shall authenticate his/her identity by showing his/her original CNIC / passport and bring folio number at the time of attending the meeting.
- 3. In order to be effective, the proxy Form must be received at the office of our Registrar M/s. Central Depository Company of Pakistan, Share Registrar Department, CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahra-e-Faisal, Karachi, not later than 48 hours before the meeting duly signed and stamped and witnessed by two persons with their signature, name, address and CNIC number given on the form.
- 4. In the case of individuals attested copies of CNIC or passport of the beneficial owners and the proxy shall be furnished with the proxy Form.
- 5. In the case of proxy by a corporate entity, Board of Directors resolution/power of attorney and attested copy of the CNIC or passport of the proxy shall be submitted alongwith proxy Form.

پراکسی فارم سالانه جزل اجلاس

کمپنی سیریٹری جاویدان کارپوریشن کمیٹڈ عارف حبیب سینٹر 1،23مئی خان روڈ کراچی۔

گواہان:

دستخط۵روپے ر بو بنیواسٹیمپ

نوط:

- وہ رُکن جسے بیا جلاس بیا اجلاس میں ووٹ کاحق حاصل ہے وہ کسی ناگز برصور تحال میں اپنی جگہ کسی دوسر ہے (مخصوص) رُکن کو بیرق دے سکتا ہے کہ وہ رُکن اُس کی پراکسی استعمال کرتے ہوئے، اُس کے بجائے اجلاس میں شریک ہوسکتا ہے، خطاب کرسکتا ہے یا ووٹ کا اندراج کرسکتا ہے۔
- پراکسی ثابت کرنے کے لئے اُسے اپنااصل پاسپورٹ اور فولیونمبر سے دکھا نالازمی ہے تا کہ اجلاس میں شرکت کی اجازت سے قبل اُس کی شناخت کی جاسکے۔
- مئوثر بنانے کے لئے، پراکسی فارم ہمارے رجسڑا رکے دفتر (ایم/ایس) سینٹرل ڈیپوزیٹری کمپنی آف پاکستان، شیئر رجسڑار ڈیپارٹمنٹ، ہی ڈی ہی ہاؤس، B-99،الیس،ایم، ہی، ایجی،الیس،شاہراہ فیصل، کراچی، پاکستان، میں اجلاس سے کم از کم 48 گھنٹے قبل وصول ہونالازمی ہے۔فارم میں تمام مطلوبہ معلومات، رُکن کے دستخط اور مہر، نیز دوگواہان کی بنیادی معلومات یعنی نام ہے، دستخط اور شناختی کارڈ نمبر کا اندراج ضروری ہے۔
 - ، انفر دی رُکن کی صورت میں اصل اونراور پراکسی کے شناختی کارڈیا پاسپورٹ کی نصدیق شدہ نقول منسلک کرنالازمی ہے۔
- ۔ پراکسی کے کارپوریٹ ہونے کی صورت میں بورڈ آف ڈائیریکٹر کی قرار داد، پاور آف اٹارنی، شناختی کارڈ اور پاسپورٹ کی تصدیقی شدہ نقول، براکسی فارم کے ساتھ نسلک کرنا ضروری ہے۔

سمینی کے شیئر کا کاروبار

ڈائر یکٹرز، چیف ایگزیکٹو، چیف فنانشل آفیسر اور سمپنی کے سیکریٹری اورانٹرنل آڈٹ کے سربراہ،اوران کے از دواج، نابالغ بیجے اس سال میں سمپنی کے کوئی بھی شیئر حاصل نہیں کریں گے۔

سر مایہ کاری اور ریٹائر میٹ کے فوائد

کمپنی ان ملاز مین کے لیے گریجو ئٹی اسکیم چلاتی ہے جنہوں نے کم از کم کمپنی میں رہتے ہوئے اپنا کوالیفائنگ ملاز مت کاوقت مکمل کیا ہے۔ گریجو نُحبٹی فنڈ کی سرمایہ کاری5.92 ملین پاکستانی رویے ہے۔

اعتراف

بورڈ کی جانب سے میں شیئر ہولولڈرز، بینک اور مالیاتی اداروں کا شکریہ ادا کرنا چاہتا ہوں، جنہوں نے سالہا سال ممپنی کے اس پروجیکٹ کو کامیاب کرنے میں مدد کی۔ تمپنی کی مینیجبیٹ مالیاتی اداروں، سیکیورٹی اینڈ ایجینج تمپیش آف یاکتنان ایٹاک ایجینج کی شکر گزار ہے۔ میں اپنی تمپنی کے تمام ملاز مین جنہوں نے اس پر وجیکٹ یہ بہت محنت کی انہیں سر اہتا ہوں۔ میں سندھ روینیو بورڈ، لیاری ڈولپمینٹ اتھار ٹی، سندھ بلڈنگ کنٹر ول اتھارٹی، انوائر یمینٹل پروٹیکشن ایجنسی اور سب سے بڑھ کر حکومت سندھ کاشکریہ ادا کرناچا ہتا ہوں، جس نے اس پروجیکٹ کے لیے مد د کی۔اللہ ہمیں ہماری کو ششوں میں کا میاب کرے۔ آمین

صرائے حبیب

چىف ايگزيكڻو 30ستمبر 2016

ممبرشب

سمپنی کراچی چیمبر آف کامر س اینڈ انڈسٹری اور ایسوسیشن آف بلڈرز اینڈ ڈولپر زکی ممبر ہے۔

ڈائر یکٹر زٹریننگ پروگرام

اس سال مسٹر عبدالمجید نے کارپوریٹ گورننس لیڈرشپ اسکلز میں شرکت کی۔ ڈائر یکٹر ایجو کیشن پروگرام جو کہ انسٹیٹیوٹ آف جارٹرڈ آکائونٹٹ یا کستان کی جانب سے تھا۔

بيروني آڏيڻر ز

موجو دہ آڈیٹر زایم/ایس ہارون اینڈ کمپنی، چارٹرڈ اکائونٹنٹس اور ایم/ایس یوسف عادل سلیم اینڈ کو، چارٹرڈ اکاؤنٹنٹس اس کے اہل ہیں کہ انہیں کمپنیوں کے آرڈیننس1984 کے سیکشن252 کے تحت انہیں 30جون 2017 کے مالی سال کی پیشکش کی۔ آڈٹ فرم نے اس کی تصدیق کی اسے کوالٹی روپویروگرام کے تخت انسٹیٹیوٹ آف جارٹرڈ آکاؤنٹنٹس آف پاکستان کی جانب سے مطمئن کرنے والا ابوارڈ دیا گیااور آئی سی بی کی جانب سے فراہم کر دہ کوڈ آف انتھکس کی گائیڈلا کنزاورانٹر نیشنل فیڈریشن آف اکاؤنٹنٹس کی مطیع ہے۔

آڈیٹ کمپٹی اور بورڈ آف ڈائکٹر زنے بیر کہاہے کہ 30 جون 2017 میں ہونے والی سالانہ کمپٹی کی میٹنگ میں حصص داروں یا حصص رکھنے والے انہیں دوباره مقرر کریں۔

سيرير بل كميلائنس سر تفيك

کمپنی کے سیریٹری نے ایک سیریٹریل کمپلائنس سرٹیفیکٹ تیار کیا ہے جو کہ اینول ریٹر ن فائلڈ کمیشن کے ساتھ ہے جو کہ کمپنی آرڈیننس کے سیریٹریل اور کارپوریٹ ضروریات کے لیے ہے۔میمیورینڈ م اور آرٹیکل آف ایسوسیشن آف دی تمپنی اور قواعد بھی اس میں شامل ہیں۔

حصص داری کاطریقه کار

بیان کمپنی کے حصص دار / شیئر ہولڈنگ کے باری میں بتاتا ہے اور مزید معلومات 30 جون 2016 کی رپورٹ کے ضمیمے کے ساتھ ہے۔

بورڈ کی سالانہ کار کر د گی جانچ

ا یک مکمل بورڈ اپنے بورڈ میمبر زکے ساتھ موثر انداز میں جانچ کر تاہے، جو کہ کہ مختلف شعبہ جات میں کمزور یوں کی جانچ کر تاہے جس میں باہر کے سہولٹکاریی آئی سی جی کی ذھے داریاں بھی لی جاتی ہیں۔بورڈ کار کر دگی کے حوالے سے جانچ کرتاہے جس میں بورڈ کمپنسیشن بورڈ اور سی ای کمپنسیشن، اسٹیر ٹجک پلاننگ، بورڈ کے طریقہ کار، بورڈ کے انٹر ایکشن، بورڈ معلومات، بورڈ کمیٹیاں اور بورڈ اور سی ای کااثر جانجا جا تاہے۔

ادائگی کا نفاذ

تمام اعلیٰ معاوضے مناسب اور روٹین کی نوعیت کے ہیں۔

قانونی منشا

سال کے دوران کمپنی نے تمام شر اکط کو پورا کیا، تمام رٹرن / فارم اور جو متعلقہ معلومات تھی اسے 1984 کے کمپنی آرڈیننس کے تحت اور اقرار نامے قواعد وضوابط کے ساتھ سیکیورٹی اور ایکیچینج کمیثن آف پاکستان (ایس ای سی پی) کے حکم اور فراہم کر دہ احکام تحت مکمل کیا۔

اندروني اختيار

آپ کی کمپنی کو آپریشنز کے سائز اور تجارت کی نوعیت پر مکمل طوریہ اندرونی کنٹر ول ہے، یہ کمپنی کے مالیاتی اور غیر مالیاتی وسائل کا تحفظ اور بہتر استعال کرتی ہے، مستقل اندرونی آڈٹ اور جانچ موثر ذہبے داری کا استعال کرتی ہے۔ بورڈ آف ڈائر یکٹر زکی سمیٹی وقت بہ وقت اندرونی کنٹر ول سسٹم کی نظر ثانی کر کے اس کے اثرات کو دیکھتی ہے اور بہتری کے مشورے دیتی ہے۔

سمینی کے قواعد وضوابط

ملازموں کے لیے مندرجہ ذیل تواعد وضوابط بنائے گئے ہیں

_ یابند، دهیان دینے والا اور سمپنی سے وفادار

_وقت وقف كرنا، تعمير اتى اقدام الثمانا

۔ نرم گو مد د گار ، دیگر ملاز موں سے تعاون کرنا

۔ تمپینی کے قواعد وضوابط کامشاہدہ کرنا

۔ پیندید گی ہے اجتناب کرنا

۔ تمپنی کے مفاد کا تحفظ کرنااور فروغ دینا

دیگر ملاز موں سے بہتر انداز سے، پیشہ ورانہ طوریہ پیش آنا

۔ دانائی سے تمپنی کے وسائل کو استعمال کرنا

کمپنی کے معاملات کوراز داری سے دیکھنا اور رکھنا

_روزم ه کی ہونے والی سر گر میوں کو دیکھنا

۔ ذاتی مفادات حاصل کرنے سے اجتناب کرنا

۔مشکلات اور رکاوٹیں پیدا کرنے کی بجائے ساتھ مل کر کام کرنا

آڙ ڪ

بورڈ آف ڈرائر کیٹر زنے ایک آڈٹ کمیٹی بھی تشکیل دی ہے۔جو کہ کوڈ آف کارپوریٹ کی منشاکے مطابق ہے۔جس میں مندرجہ ذیل رکن ہیں۔

| نان ایگزیکٹوڈائیریکٹر | چئير مين | محترم عبدلقادر |
|-----------------------|----------|-------------------|
| نان ایگزیکٹوڈائیریکٹر | ركن | محرم كاشف ال حبيب |
| نان ایگزیکٹوڈائیریکٹر | ركن | محرّم محمر اعجاز |

آڈٹ کمیٹی نے سال کے چوشے ماہ، چھ ماہ، اور سالانہ مالیاتی نظر ثانی کی جو کہ بورڈ کو جمع کرانے اور شائع کرنے سے قبل تھی۔ آڈٹ کمیٹی نے کوڈ آف گور ننس کے مطابق اندرونی اور بیرونی آڈیٹر زسے الگ الگ میٹنگس کی اور نظر ثانی کی۔

اس سال آڈٹ کمیٹی کی چار میٹنگ ہوئی۔ ہر ڈائر کیٹر کی حاضری مندر جہ ذیل ہے۔

| میٹنگ میں شمولیت (حاضری) | ڈائیر یکٹر |
|--------------------------|-------------------|
| 3 | محترم عبدلقادر |
| 3 | محرم كاشف ال حبيب |
| 3 | محرّم محمد اعجاز |

جو ڈائر یکٹر بورڈ کی میٹنگ میں شامل نہ ہو سکااسے چھٹی فراہم کی گئے۔

ہیومن ریسورس (ایچ آر)اور ریمونریشن کمیٹی۔

بورڈ آف ڈائر یکٹر زامچ آر اور ریمونریشن کمیٹی کوڈ آف کارپوریٹ گورننس کے ساتھ تشکیل دی جس میں مندر جہ اراکین تھے۔

| نان ایگزیکٹوڈائیریکٹر | چئير ملين | محترم عبد لقادر |
|-----------------------|-----------|------------------|
| چيف انگزيکڻو آفيسر | ركن | محرم صداے حبیب |
| نان ایگزیکٹوڈائیریکٹر | ركن | محترم محمد اعجاز |

ا کچ آر اور ریمونریش کمیٹی کا کام اعلیٰ در جے کے اسپیشلسٹ کو جاو دال کارپوریشن کمیٹٹر میں روز گار دینااور اس بات کی یقین دہانی کر انا کہ بیہ جگہ ان کے کام کرنے کے لیے بہتر اور موضوع ہے۔ ا پچے۔ کوڈ آف کاربوریٹ گورننس کی ضرورت مطابق ہم نے مندرجہ معلومات اس رپورٹ میں شامل کی ہے۔ آئی۔ سالانہ ربورٹ میں اسٹیک ہولڈنگ کی اسٹیمینٹ کاطریقہ کارالگ سے دیا گیا ہے۔

ہے۔اسٹیٹمبنٹ آف شیئر جو کہ ایسوسیٹڈ انڈر گئنگ کی جانب سے ہوئی اورلو گوں کے متعلق ہے اسے الگ دیا گیا ہے۔

کے۔ بورڈ میٹنگ جواس سال ہوئی اس کا اسٹیٹمینٹ اور ہر ڈائر بکٹر کی حاضری بھی ہے۔

آئی۔ پچھلے چیو سالوں میں ہونے والی اعداد وشار اور اہم چیزیں اس میں دی گی ہیں۔

آڈیٹر کی رپورٹ میں اصلاح تائید

آڈیٹر نے حاصل ہونے والی ٹیکس ریکوری کی جانب توجہ دلائی جو کہ مستقبل میں سمپنی کو فائدہ پہنچاسکتی ہے۔

بورڈ آف ڈرائر یکٹر زاور بورڈ آف تمیٹی میٹنگ کی حاضری

اس سال کے کیے گئے رویو میں بورڈ آف ڈار ئر یکٹر ز کی چار میٹنگس ہوئی ہیں۔ جس میں ہر ڈائر یکٹر کی حاضری اس طرح ہے۔۔۔

| المحترم عارف حبیب عبد لقادر سلطان عبد لقادر سلطان عبد القادر سلطان عبد القادر سلطان عبد القادر سلطان عبد لقادر سلطان عبد لقادر سلطان عبد القباد المحترم محمد اعجاز عبیب محترم کاشف الے حبیب محترم فیصل انیس بلوانی عبد القبال کو کر معد ایق کھو کر عبد الیوب محترم حسن الیوب عبد الیوب عبد الیوب محترم حسن الیوب محترم عبد الیوب الیوب محترم عبد الیوب محترم | | T |
|---|--------------------------|------------------------|
| محترم صدائے حبیب 4 4 محترم عبد لقادر سلطان محترم محمد اعجاز محترم کاشف اے حبیب محترم فیصل انیس بلوانی محترم محمد میں بلوانی محترم محمد میں کھو کر محترم حسن ابیب محترم حسن ابیب محترم عالم گیرائے شیخ محترم عالم گیرائے شیخ | میٹنگ میں شمولیت (حاضری) | ڈا <i>ئیر</i> کٹر ز |
| عرت م عبد لقادر سلطان 2 محترم عبد لقادر سلطان 2 محترم محمد اعجاز 3 عبیب محترم کاشف اے حبیب محترم فیصل انیس بلوانی 4 محترم محمد مراق کھو کر 4 محترم حسن الیوب محترم حسن الیوب محترم حسن الیوب 3 محترم حسن الیوب 3 محترم عالم گیرا اے شیخ | 4 | محترم عارف حبيب |
| عرام محمد اعباز عرام محمد اعباز عرام محمد من المعالم علام عرام عالم كرا المحرد من اليوباني عرام عالم كرا المحرد من اليوب علم كرا من اليوب عرام عرام كرا من اليوب عرام كرام عالم كرا المحرد من اليوب عرام كرا من كرا م | 4 | محرّ م صداے عبیب |
| عمر م کاشف اے حبیب عمر م فیصل انیس بلوانی محر م محمر م محمر مصدیق کھو کر محر م مسن ایوب محر م عالم گیرائے شخ | 4 | محترم عبدلقا در سلطان |
| محترم فیصل انیس بلوانی 4 محترم محمد صدیق کھو کر 4 محترم حسن ایوب و کر 0 محترم حسن ایوب 3 محترم عالم گیرائے شیخ | 2 | محترم محمد اعجاز |
| محترم محمد صدیق کھو کر محترم حسن الیوب محترم عالم گیرائے شخ | 3 | محترم كاشف الصحبيب |
| محترم حسن ابوب محترم عالم گیرا ہے شیخ علام کیرا ہے شیخ | 2 | محترم فيصل انيس بلواني |
| محترم عالم گیراے ثیخ | 4 | محترم محمر صديق كھو كر |
| | 0 | محترم حسن ايوب |
| عل او شد | 3 | محترم عالم گیراے شیخ |
| سید کل دو هر ین (R) | 0 | سيد على ذولقر نين (R) |

جو ڈائر کیٹر بورڈ کی میٹنگ میں شامل نہ ہو سکااسے چھٹی فراہم کی گئی۔

بی۔ کمپنی نے اکاؤنٹس بکس کمپنیز آرڈیننس1984 کے تحت بر قرارر کھاہے۔

سی۔ مالیاتی گوشواروں کی تیاری میں مناسب اکاونٹس کے طریقے کار اپنائے جاتے ہیں، مالیاتی تفصیلات کی تیاری مناسب اور دانشمندانہ فیصلوں پر مبنی ہوتی ہے۔

ڈی۔ مالیاتی گوشوارے کی نتاری میں پاکستان میں لا گو ہونے والے بین الا قوامی فنانشل رپورٹنگ اور اکاونٹنگ کے معیارات کی مکمل پیروی کی گئی ہے۔

ای۔ کمپنی میں اندرونی کٹٹرول کے نظام کوموثر طریقے سے لا گو کیا گیا ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔

الف۔ کمپنی کے پاس اپنے آپریشنز کو جاری رکھنے کے لئے مناسب انتظام موجو دہے، اور اس بات میں کوئی شک نہیں ہے کہ مستقبل میں بھی ایساہی رہے گا۔

جی۔ پاکستان اسٹاک ایکیچنج کے تمام قابلِ اطلاق کارپوریٹ گورننس کے بہترین اصولوں پر عمل کیا جارہاہے اور کسی بھی اصول کی عدم تغمیل نہیں کی گئے۔۔

صحت وتحفظ

کسی بھی مشہور ادارے کی بنیادی ذہے داری ہے کہ وہ اپنے کام کرنے والوں اور ملاز مین کو صحت مند اور محفوظ ماحول کام کرنے والی جگہ فراہم کرے۔ آپ کی ممپنی ہمیشہ عالمی معیار کو نظر میں رکھتے ہوئے بہتر ماحول کوہر قرار رکھنے کے لیے ضروری اقدامات کرتی ہے۔ سمپنی نے تمام ملازمین کے لیے گروپ انشورنس اور لا کف انشورنس اپنے تمام الاٹی کے لیے دیگر پہلوؤں کو نظر میں رکھتے ہوئے کیے ہیں۔

کیمنی نے انوائر ومینٹ مانیٹرنگ رپورٹ جمع کرا دی ہے جو کہ انوائر ومینٹ مینیجمپینٹ کنسلٹنٹ (ای ایم سی) نے تیار کی ہے جو کہ کمپنی کی جار ماہی ر پورٹ ہے۔ یہ انوائر مینٹل مانیٹرنگ رپورٹ آئی ای ای کنڈیشنر پراجیکٹ کی جو سر گر میاں ہیں انہیں قانونی ضروریات کے طوریہ مانیٹر کرتی ہے۔ انوائرومینٹل مانیٹرنگ ایک ایس سرگرمی ہے جو کہ مکمل پروجیکٹ کے انتظامیہ کی مخلیصانہ رویے کو ماحولیاتی قواعد و معیار جو کہ گھر اور اس کے ساتھ ساتھ صحت وصفائی کے معیار پر پورااتریں پریابند کرتی ہے۔

جے سی ایل نے سترویں نیشنل سینئر کی ٹورنامینٹ کے لیے تعاون کیا۔ ناظم آباد نے حصہ لیاور فیملی ابونٹ کا انعقاد نشوکت خانم میموریل ٹرسٹ نے بورٹ گرانڈید کیا، جس کا مقصد پیثاور میں شوکت خانم ہیتال کے لیے فنڈ جمع کرنا تھا۔

ج سی ایل نے ایئر مین گولف کلب میں 35ویں ایئر اسٹاف اوپن گولف چمئیپینکن شپ کے لیے تعاون کیا۔

کمپنی کرکٹ لیجنڈ ز کو خراج پیش کرنے کے لیے ایک ایونٹ کا انعقاد کیا، جہاں کرکٹ لیجنڈ ز کو اہم ابوارڈ دیے گئے، جنہوں نے نہ صرف ملک کا حجنڈ ا ااونحار کھابلکہ ساری دنیاکے ستارے بینے۔

اے آروائے کب ہاکی ٹورنامنٹ

نیانا ظم آبادنے اے آروائے کے ہاکی کی اہمیت، پاکستان کے قومی کھیل کے حوالے سے اس اقدام کو سر اہااور سپورٹ کیا۔اور 2016 کے ٹورنامینٹ پاکستان کپ کے لیے تعاون کیا۔ یہ ٹور نامینٹ ٹیشنل ہاکی اسٹیڈیم کراچی میں کھیلا گیا۔

کار بوریٹ اینڈ فنائشیل رپورٹنگ فریم ورک

تمپنی کے ڈائیر مکٹر زیا کشان اسٹاک ایکیچینج (پی ایس امکس) کے ضابطوں کے تحت اپنی ذمے داریوں سے پوری طرح آگاہ ہیں اور اس ضمن میں کاربوریٹ گورننس کے ضابطوں کو بورا کرنے کے لئے ہر ممکن اقد امات کئے جارہے ہیں۔

ایک. مالیاتی تفصیلات (گوشوارے)، نوٹس کے ساتھ، کمپنی آرڈیننس 1984 کے قواعد کے مطابق تیار کئے جاتے ہیں، یہ تفصیلات کمپنی کی انتظامیہ تیار کرتی ہے جس میں معمالات، نتائج، آپریش کیش فلو، اور ایکوٹی میں کسی بھی قشم کی تبدیلی اور دیگر معلومات شامل ہوتی ہیں

مستقبل کی پیش بنی

نیاناظم آباد میں تعمیراتی کام نے مارکیٹ کی قدر وقیمت اور بٹکلوں کی قیمتوں میں بھی اضافہ کر دیاہے۔ سمپنی اس مالی سال کے ابتدامیں بیچے ہوئے پلاٹس بلاک اے، بی، سی اور ڈی میں فروخت کرنے کے قابل ہو گئی۔ مارکیٹ کے اچھے رسپانس کی وجہ سے بلاک ایم اور این کامیابی سے متعارف کرائے

کاربوریٹ ساجی ذمے داری

سکمپنی کارپوریٹ ساجی ذمے داری کو تجارتی حوالے سے رضاکارانہ طوریہ معاشرے کی بنیادی بات سمجھتی ہے۔ جاوادں کارپوریٹ لمیٹڈ نے ہمیشہ اچھا کارپوریٹ سٹیزن بننے اور اس کے فروغ کی کوشش کی ہے۔ ہم نے ہمیشہ عوام کی صحت، کھیل اور تعیلم کو فروغ دینے کے لیے پائیدار سچائی سے حمایت کی ہے۔ یہ وجہ ہے آپ کی ممپنی دل کھول کر مختلف ساجی اور امدادی مقاصد پر کام کرتی ہے۔

اسی سال سمپنی کو نیشنل فورم فار انوائر ومینٹ (ماحولیات) اور صحت کے لیے ماحولیاتی کیٹیگری اور ویسٹ مینیجمینٹ ریبائیکل اور کمیونٹی ترقیاتی خدمات په ايوار دسے نوازاہے۔

اس سال مندر جبر ساجی اقد امات لیے گئے۔

شكربه ياكستان

نیاناظم آباد شکر یہ پاکستان مہم کا حصہ رہا، یہ ہمارے پیارے ملک کے لیے ایک عاجزنہ کوشش تھی، جس نے بلاشک ہمیں بہت کچھ دیا ہے۔اس مہم کے چھے ملک کے بارے میں آگاہی پھیلانا تھا۔اے آروائے نے پاکستانی شہریوں میں حب الوطنی کو فروغ دینے کے لیے اقدامات کیے نیاناظم آباد اور دیگر تعاون کرنے والوں نے بھر پور ساتھ دیا۔

ر مضان کپ ٹور نامینٹ

ہے ہی ایل لوائی کر کٹ اسٹیڈیم میں رمضان کپ کر کٹ ٹور نامنٹ کا انعقاد کیا، جو کہ جیوسپریہ لائیو نشر کیا گیا۔ اس کے انعام کی رقم کوبڑھایا گیا تا کہ نوجوان کر کٹرز کو حوصلہ ملے اور انہیں بہتر کر کٹ کی سہولیات ملیں اور یہ شہر میں باب تک دیا گیاسب سے بڑاانعام تھا۔ اس میں کتنے ہی بین الا قوامی کر کٹر ز جبیبا کہ شعیب ملک، عمر گل، کامر ان اکمل، خالد لطیف، عدنان، اکمل، محمد سلیم، وغیرہ نے حصہ لیا، بیرٹورنامینٹ ایک اسٹار ٹورنامنٹ میں تبدیل

ہوم گراؤنڈ کراچی کنگزیی سی ایل کا آغاز

نیاناظم آباد نے پی سی ایل کی پیندیدہ ٹیم کی دل ہے مکمل حمایت کی، کراچی کنگز نے نیاناظم آباد کر کٹ اسٹیڈیم کو ٹیم کے لیے ہوم گراؤنڈ کا اعلان کیا۔ نیاناظم آباد میں اس تقریب کاانعقاد ہوااور اس کے مہمان خصوصی گور نرسندھ ڈاکٹر عشرت العباد تھے۔

تمپنی کامالیاتی ٹرن آراونڈ (مالیاتی گوشوراہ)

| 2016 | 2012لانچنگ سال (شر وعاتی | مندرجات |
|---------------|--------------------------|--------------------------------|
| | سال) | |
| 373,482,000 | 4,736,311,000 | مجموعي نفع نقصان |
| 2,208,396,000 | 581,282,000 | جاری کر ده سرمایی |
| 2,306,132,000 | 4,679,495,381 | بینک زمے داری |
| 22,000 | 7,200 | ىلاڭ كى قىمتىن فى اسكوئر يار ۋ |

جمع شدہ خاص منافع (خاص خصص کی مد میں) جو کہ 503 ملین روپے ہے، سال کے دوران اکاونٹ میں کروا دیا گیا ہے جو کہ زیر نظر ثانی ہے، اور واجب الادا قرض ادائگی کے ذمرے میں ہے، کمپنی تمام منافع جائزہ سال کے حق میں منتقل کر چکی ہے۔

ترقباتي تصوير

بلاک ای 1 میں تر قیاتی ڈھانچہ پہلے سے ہی مکمل ہو چکاہے اور بلاک سی آخری مر احل میں ہے۔ نکاسی آب، سڑک کا کام، یانی کی لائین بچھانا، بجلی اور کمیو نیکلیشن نیٹ درک کے کام آخری مراحل میں ہیں۔ بجلی، کمیو نیکلیشن اور سی سی ٹی وی کیبل کی منصوبہ بندیالیٹر کل کنساٹنٹ، کے پی کے نے تیار کی ہے، جبکہ انفرااسٹر کچر کاتر قیاتی کام انجنیئر نگ ایسوسیٹرز کی رہمنائی اور نظر ثانی میں کیاجارہاہے۔

کمپنی نے چندلو گوں کو بلاٹ حوالے کر دیے ہیں، جنہوں نے بقایاجات دیے ہیں اور جو جلد ہی منظور شدہ ڈزائین / یا تواعد کے تحت تعمیرات کراناجا ہتے ہیں۔

بنگلوں کی تعمیر کافی بہتر مراحلے میں ہے اور امید ہے کہ جلد ہی بنگلوز دے دیے جائیں گے اور امید ہے موجو دہ مالی سال تک بیہ کاروائی پوری ہو جائے گی۔

نیاناظم آباد تک سڑک کی تغمیر اور کشادگی کا کام جاری ہے۔ 4 ہنر ارسڑ کوں کا کام نارتھ ناظم آباد سے جوڑنے سے پہلے ہی شروع کیا جاچا ہے اور امید ہے کہ جھے ماہ میں مکمل ہو جائے گا۔شہر سے جوڑنے کے لیے گرین لائین اور اور نج لائین پر اجیکٹ مد د گار ثابت ہوں گے۔ سخی حسن، نارتھ ناظم آباد کی گرین بس کااسٹیشن نیاناظم آباد سے صرف دو کلومیٹر دور ہے۔ سمپنی نے نیاناظم آباد اور سخی حسن کے دو کلومیٹر کافاصلہ طے کرنے کے لیے شٹل سروس 24 گھنٹوں کے لیے شروع کرنے کامنصوبہ بنایاہے۔

ڈائر یکٹر ز کی شیئر ہولڈرز کوربورٹ عزيز شيئر ہولڈرز

کمپنی ڈائر کیٹرز آپ کے سامنے سالانہ رپورٹ پیش کرنے پر مسرت محسوس کر رہی ہے جو کہ 30 جون 2016 کی آڈٹ کی ہوئی مالی اسٹیمپینٹ میں شامل ہے۔

مالياتى نظر ثاني مندر جہ ذیل آپ کی سمپنی کے 30 جون 2016 تک مالیاتی نتائج کا خلاصہ ہے جس میں گذشتہ سال بھی شامل ہے۔

| 30 جون 2015 (آڈٹ شدہ) | 30 جون 2016 (آڈٹ شدہ) | مندرجات |
|-----------------------|-----------------------|-----------------------------|
| روپے (ہزار میں) | | |
| 1,260,588 | 1,227,915 | نیٹ سیلز (کل فروخت) |
| 424,149 | 292,961 | كاسٹ آف سيز (فروخت كى لاگت) |
| 836,439 | 934,954 | گروس پرانٹ (کل منافع) |
| 1,005,763 | 600,382 | منافع ٹیکس ادائگی ہے پہلے |
| 800,521 | 695,616 | منافع ٹیکس ادائگی کے بعد |
| 7.10 | 5.50 | EPS-Basic (in rupees) |
| 3.65 | 3.64 | EPS-diluted (in rupees) |

مجموعی طور یہ سیلزر یوینیووہی ہے جو کہ پچھلے سال رہا۔ اس سال کی سیل فیز۔ 1 کی شروع (لانچنگ کے وقت) میں ہی بک کرلی گئی تھی۔

پچھلے سال 836 ملین روپے کمائی کی بنسبت کمپنی نے گراس منافعہ 935 ملین روپے کمایا ہے۔ جبکہ پچھلے سال کے 800 ملین روپے کی بنسبت ٹیکس کے بعد منافعہ 695 ملین رویے ہے۔ منافعے میں ٹیکس لگنے بعد کمی خاص طوریہ دوسری آمدن ہے جو کہ 44 ملین رویے بمقابلہ 526 ملین رویے کی ہے. پچھلے سال 348 ملین روپے کی رعایتی آ مدنی ہے۔جو کہ موجو دہ قدر کے طویل مدتی واجب الا دااور کل آ مدن کے طویل مدتی واجب الا داہے جبکہ طویل مدتی واجب الا دااکائونٹ کے معیار کو نظر میں رکھتے ہوئے فیئر ویلیور پکارڈ کی گئی۔

