

Ravi Ravon Limited
Annual Report 1998

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BOARD OF DIRECTORS

CHAIRMAN

DR. MUHAMMAD AMJAD

CHIEF EXECUTIVE

MR. IFTIKHAR MAHMOOD RANDHAWA

DIRECTORS

MR. NAVEED AHMAD
SYED MUKHTAR HALDER SHAH
MR. MUHAMMAD SHAFI
MR. ZAHID AHMAD
DR. MASOOD FAIZULLAH
DR. ZAFARULLAH SHEIKH

SECRETARY

MR. LIAQAT ALI KHAN

BANKERS

UNITED BANK LIMITED
INDUSTRIAL DEVELOPMENT BANK OF PAKISTAN

AUDITORS

FORD, RHODES, ROBSON, MORROW
Chartered Accountants

REGISTERED OFFICE & WORKS

KALA SHAH KAKU
District Sheikhpura

NOTICE OF MEETING

Notice is hereby given that the 37th Annual General Meeting of the Shareholders of the Company will be held at Faletti's Hotel, Lahore, on Tuesday, January 26, 1999 at 3.00 p.m. under the Chairmanship of the Chief Executive to transact the following business.

1. To confirm the minutes of the last Annual General Meeting held on 30-03-1998.
2. To receive and adopt the accounts of the Company for the year ended June 30, 1998 together with the Auditors' and Directors' report thereon.
3. To appoint Auditors for the year 1998-99 and to fix their remuneration.

M/s. Ford, Rhodes, Robson, Morrow, Chartered Accountants, the retiring Auditors, being eligible offer themselves for re-appointment.

4. To transact any other business of the Company that may be placed before the meeting with the permission of the Chairman.

The Share Transfer Books of the Company will remain closed from 24th January to 26th January 1999 (Both days inclusive).

by Order of the Board

Lahore:
Dated: 01-01-1999.

LIAQAT ALLI KHAN
Secretary
Corporate Affairs

NOTES:

1. A member entitled to attend and vote at this meeting may appoint another member as his/her proxy to attend the meeting and vote instead of him/her. Proxies in order to be effective must be received by the Company not less than 48 hours before the meeting.
2. Shareholders are requested to promptly notify the Company of any changes in their addresses.

CHIEF EXECUTIVE'S REVIEW FOR SHAREHOLDERS

I on behalf of the Board of Directors present the 37th Annual Report together with audited

accounts for the year ended 30th June 1998. During the year under review Company sustained loss of Rs. 206.865 million.

I had informed you in my last year's review for the shareholders that the operations of the Company have been closed down following the decision of Cabinet Committee on Privatization (CCOP). The Committee had also decided in the same meeting to pick up all liabilities of the Company which as on 31-5-1997 stood at Rs. 840 million and relieve the employees by offering them GHs/vss before re-offering Ravi Rayon Ltd. for privatization. As administrative measures workers who had not taken GHS were transferred to FCCCL. High Court, however, granted them 'Stay' and their case is now being heard in NIRC. Apart from these 98 workers, 40 executives remain on roll. Funds for their release under VSS are awaited from Privatization Commission.

As a result of forementioned reasons all production activities of the Company remained suspended and burden of fixed overheads such as salaries and wages for remaining 40 officers and 98 workers of the Company, utility bills and other expenses. were financed through borrowings from the holding Corporation, M/s. Federal Chemical & Ceramics Corporation Limited.

Net sales out of the stocks during the year under review were Rs. 74.214 million as compared to last year sales of Rs. 464.918 million. Inventories of Finished Goods have now almost exhausted. The entire requirement of funds is, therefore, being met through borrowings from FCCCL.

The plant and machinery, due to long period of closure had started showing signs of rust and structural damage. However, in order to preserve valuable hardware of your Company, FCCCL has very kindly given a special grant of Rs. 2.4 million. With the help of these funds essential maintenance from point of view of preserving the plant and machinery has been carried out and completed by November, 1998 which will prevent any permanent damage being done to the plants for some time.

ACKNOWLEDGEMENT

We are grateful to Federal Chemical & Ceramics Corporation Limited, Ministry of Industries and Production, and Privatization Commission, for providing necessary support and extending their help in guiding the affairs of the Company. Their valuable guidance and financial help gave us support in dealing with various difficulties.

AUDITORS

The present Auditors M/s. Ford, Rhodes, Robson, Morrow, retire and being eligible offer themselves for re-appointment as Auditors for the year 1998-99.

PATTERN OF SHAREHOLDERS

The pattern of shareholding is annexed.

For and on behalf of the Board

IFTIKHAR MAHMOOD RAM

Chief Executive

AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed Balance Sheet of Ravi Rayon Limited as at June 30, 1998 and the related Profit and Loss Account and Statement of Sources and Application of Funds, together with the notes forming part thereof, for the year then ended and we state that we have obtained information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and, after due verification thereof, we report that .

(a) in our opinion, proper books of account have been kept by the company as required by the Companies Ordinance, 1984;

(b) in our opinion:

(i) 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;

(ii) the expenditure, incurred during the year was for the purpose of company's business; and

(iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the company;

(c) (i) The going concern basis used for the preparation of financial statements is not appropriate because the company's manufacturing operation was shut down in July 1997 and most of the employees were laid off as explained in Note-1 to the financial statements. Further there is no concrete evidence available which suggests that the company would reactivate its operation in the foreseeable future. Consequently, adjustment may be required to the recorded assets amounts and classification of liabilities. The financial statements do not disclose this fact.

(ii) Except for the omission of the information included in paragraph (c) (i) above, in our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet, Profit and Loss Account and Sources and Application of Funds, together with the notes forming part thereof, 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, 1998 and of the loss and the changes in sources and application of funds for the year then ended; and

(d) in our opinion no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1

Lahore:
Date: 08-12-1998

FORD, RHODES, ROBSON,
Chartered Accountants

BALANCE SHEET AS AT JUNE 30, 1998

	Notes
SHARE CAPITAL AND RESERVES	
Share Capital	
Authorised	
15,000,000 ordinary shares or Rs. 10 each	
Issued, subscribed and paid up	4
ACCUMULATED LOSS	
LONG TERM LOANS	5
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DEFERRED LIABILITIES	8
CURRENT LIABILITIES	
Long Term Loans:-	
Current maturity	5
Overdue	5
Current maturity and overdue of liabilities against	
assets subject to finance lease	7
Short term loans and running finances	9
Creditors, accruals and other liabilities	10
Provision for Sales-tax	
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LONG TERM LOANS AND ADVANCES	13
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Stock-in-trade	16
Trade debtors	17
Loans and advances	18
Deposits and prepayments	19
Income tax refundable	
Cash and bank balances	20

Auditors' Report of even date is attached hereto.

Lahore:
Date: 08-12-1998

FORD, RHODES, ROBSON,
Chartered Accountants

The attached notes form an integral part of these accounts.

IFTIKHAR MAHMOOD RANDHAWA
Chief Executive

DR. ZAFARULLAH SHEKHAN
Director

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 1998

	Notes
NET SALES	21
COST OF SALES	22
GROSS LOSS	
OPERATING EXPENSES	
Administrative, selling and general	23
Financial	24

OPERATING LOSS	
OTHER INCOME/CHARGES	25
LOSS BEFORE TAXATION	
TAXATION	26
LOSS AFTER TAXATION	
ACCUMULATED LOSS BROUGHT FORWARD	
ACCUMULATED LOSS CARRIED FORWARD	

The attached notes form an integral part of these accounts.

IFTIKHAR MAHMOOD RANDHAWA
Chief Executive

DR. ZAFARULLAH SHEKH
Director

**STATEMENT OF SOURCES AND APPLICATION OF FUNDS
(CASH FLOW) FOR THE YEAR ENDED JUNE 30, 1998**

CASH FLOW FROM OPERATING ACTIVITIES

Net (Loss) after taxation
 Adjustment for:
 Depreciation
 Profit on sale of Fixed Assets
 Provision against expired work-in-process
 Provision against Spares in Transit
 Provision against Raw Material in Transit

(Increase)/Decrease in Current Assets
 Stores Spares & Loose Tools
 Stock in Trade
 Trade Debtors
 Loans and Advances
 Deposits and Prepayments
 Income Tax Refundable

Increase/(Decrease) in Current Liabilities
Short Term Loans
Creditors, Accruals and other Liabilities
Provision for Taxes

NET CASH FROM OPERATING ACTIVITIES

CASH FLOW FROM INVESTING ACTIVITIES

Purchase of Fixed Assets
Sale proceeds from disposal of Fixed Assets
Long Term Loans and Advances
Long Term Deposits

NET CASH FROM INVESTING ACTIVITIES

CASH FLOW FROM FINANCING ACTIVITIES

Repayment of obligation under Finance Lease

**NET INCREASE/(DECREASE) IN CASH
AND BANK BALANCE**

CASH AND BANK BALANCES

AT THE BEGINNING OF THE YEAR

CASH AND BANK BALANCE

AT THE END OF THE YEAR

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED JUNE 30, 1998

1. THE COMPANY AND ITS OPERATIONS

The Company is a public limited company quoted on the stock exchanges. The majority of its share capital is held by the Federal Government through Federal Chemical and Ceramics Corporation Limited (FCCCL) and certain financial institutions owned by the Government.

The Company is engage in manufacture of Acetate Rayon Yarn. Major intermediate products are Alcohol, Acetic Acid, Acetone, Acetic Anhydride, Bleached Linters and Yeast. Due to heavy losses the management of the company, on the instructions of Government of Pakistan shut down its manufacturing operations in July 1997. A Golden Handshake Scheme fully funded by Government of Pakistan, was announced to all the employees who opted and were paid during the year except 98 workers and 40 officers of the Company.

2. COMPLIANCE WITH - I A S

These accounts comply with International Accounting Standards, wherever, applicable in all material aspects.

3. ACCOUNTING POLICIES

(i) Revenue recognition -

Sales are recorded upon delivery of goods to the carrier.

(ii) Fixed assets -

Company owned fixed assets

Fixed assets are stated at historical cost less accumulated depreciation, except freehold land and capital work-in-progress which are stated at cost. Depreciation is calculated at rates mentioned in Note-11 according to the reducing balance method. Acquisitions during the year are depreciated for a full year irrespective of the date of purchase and no depreciation is charged on assets in the year of their disposal.

All repairs and maintenance expenditure is charged to income currently and material betterments are capitalised.

Profits or losses on disposal of fixed assets are recognized as income or expenses respectively in the year of occurrence.

Leased assets

Leased assets held under finance lease are stated at cost less depreciation at the rates and basis applicable to company owned assets. The outstanding obligations under the lease less finance charges allocated to future periods are shown as a liability. The financial charges are calculated at the interest rates implicit in the lease and are charged to the profit and loss account.

(iii) Investments

Investments are stated at cost. Provision for diminution in value of investments is deducted from cost wherever applicable.

(iv) Stores, spares and stock-in-trade

These are valued at lower of cost and net realizable value. The cost is determined as follows:

Stores, tools and engineering stores	- at moving average cost.
Raw materials	- at moving average cost.
Work-in-process	- at annual average cost of m
Finished goods	- at annual average cost of m
Stores and raw material in transit	- at cost.
Other inventories	- at moving average cost.

Cost of manufacture denotes factory cost of production without addition of administrative and other overheads.

(v) Employees severance benefits -

All the employees of the Company are members of the contributory provident fund.

The Company also maintains a funded gratuity scheme approved by tax authorities for all its employees based on length of service.

(vi) Taxation -

The charge for taxation is based on income as adjusted for tax purposes and after taking into account all tax credits and rebates.

The Company accounts for deferred taxes arising on all major timing differences according to the liability method.

(vii) Overall valuation policy -

The accounts are stated at historical cost without any effect for the changes in purchasing power of money.

(viii) Associated companies -

Companies under the common control of Federal Chemical and Ceramics Corporation Limited have been treated as associated companies..

(ix) Development expenditure-

Development expenditure on new products or processes is deferred and amortized over the period of expected benefit.

Other accounting policies are disclosed wherever relevant in the following notes.

4. SHARE CAPITAL

Authorised -

15,000,000 ordinary shares of Rs. 10 each

Issued, subscribed and paid up -

8,408,850 ordinary shares of Rs. 10 each

issued for cash

948,710 ordinary shares of Rs. 10 each

issued for consideration other than cash

4.1 Federal Chemical & Ceramics Corporation Ltd. FCCCL held 3,776,894 (1997: 3,776,894) ordinary shares of Rs. 10 each as at June 30, 1998.

5. LONG TERM LOANS

United Bank Limited

Government of Pakistan

Less: Overdue

5.1 There is an agreement to create a second charge on the fixed assets of the Company to secure loans from U.B.L. which carry interest at rates from 10% to 12% and are repayable in 10 years ending in July, 1994.

5.2 The Government of Pakistan had issued bonds of Rs. (thousands) 144,674 to Industrial Development Bank of Pakistan during the year 1995-96 in order to settle the company's loan and the amount of interest outstanding in pursuance of the guarantee issued in 1963. This loan is free of interest.

6. APPLICATION MONEY FOR PARTICIPATION TERM CERTIFICATES

In a financial restructuring ordered by the Government of Pakistan the loan of National Development Finance Corporation and part of the loan from United Bank Limited, would be converted into Participation Term Certificates. The PTCs would be issued on the following terms:-

(i) they will not share in profit until after senior loan creditors, i.e. IDBP and UBL have repaid in full.

(ii) their share in profits when eligible, will be a maximum of 15% after setting aside 15% dividend to the existing stock holders.

(iii) they will share in losses and be extinguished proportionately immediately after issue.

(iv) they will be repaid in 10 to 12 annual installments after repayment of the principal creditors.

The P.T.Cs will be issued after completion of necessary formalities. In the meanwhile full amounts due, as decided by the Government, have been transferred to Application Money for Participation Term Certificates Accounts.

National Development Finance Corporation
United Bank Limited

**7. LIABILITIES AGAINST ASSETS SUBJECT TO
FINANCE LEASE**

The rate of interest used as the discounting factor (i.e. implicit in the lease) 25% per a
The amount of future payments and the periods during which they would fall due were:

Year ending June 30,

1998

1999

Less: Financial charges

Less: Current and overdue portion
shown under current liabilities

7.1 During the year the Company settled its all lease obligations.

8. DEFERRED LIABILITIES

Deferred tax

9. SHORT TERM LOANS AND RUNNING FINANCES

United Bank Limited (Note: 9.1)

National Development Finance Corporation (Note: 9.2)

9.1 The cash finance limit of Rs. (thousands) 57,500 is secured by floating charge on asse
and hypothecation of stock and stores and carries mark-up at the rate of Rs. 0.60 per
thousand per day. The mark-up and the re-purchase price are repayable within a period
of six months.

9.2 The working capital finance limit of Rs. (thousands) 10,000 is secured by pledge of
stocks and carries mark-up at the rate of Rs. 0.87 per thousand per day. The mark-up
and the re-purchase price are repayable within a period of one year.

**10. CREDITORS, ACCRUALS AND
OTHER CURRENT LIABILITIES**

Amount payable to employees under
Voluntary Separation Scheme (Note 10.1)
Creditors
Amount payable to FCCCL (Note 10.2)
Accrued expenses
Deposits payable on demand
Advance payments
Interest accrued on secured loans
Unclaimed dividends
Due to Gratuity Fund
Due to Provident Fund Trust (Note 10.3)
Due to Govt. of Pakistan (Note 10.4)

10.1 Amount payable to employees under Voluntary Separation Scheme:
Balance at the beginning of the year
Add: Funds received from the Govt. of
Pakistan during the year (Note: 10.1.1)

Less: Amount paid to employees during the year
Amount paid back to Govt. of Pakistan
Bank charges

Balance at the end of the year

10.1.1 The Golden Handshake Scheme (GHS - 1997) was offered during the year under which 1411 employees opted. This scheme was fully funded by the Government of Pakistan.

10.2 Amount payable to FCCCL

Current Account (Note 10.2.1)
Service & consultancy charges (Note 10.2.2)

10.2.1 The interest @ 18% (1997: 14%) per annum is payable to Federal Chemical and

Ceramics Corporation Limited on the outstanding balance.

10.2.2 Service charges Rs. (thousands) 9,013 (1997: Rs. (thousands) 7,200 are payable annually for providing consul/and/and experts advisory services.

10.3 This represents the amount payable for the year to the Provident Fund Trust for those employees who have not received GHS.

10.4 This represents the amounts paid by the Government of Pakistan against the company's liabilities for provident fund Rs. (thousand) 42,748 for gratuity Rs. (thousands) 101,105 and for retirement/terminal benefits Rs. (thousands) 41,585 in relation for those employees who opted for Golden hand Shake Scheme.

11. OPERATING ASSETS

	To July 01, 1997	COST Additions/ Adjustments
Freehold land (Note 11.1)	683	
Roads	759	
Freehold Building		
- Factory	26,398	
- Office	8,489	
Plant & machinery	308,744	
Tools and equipment	2,004	
Furniture & Fixture	3,018	
Office equipment	2,709	
Vehicles (Note: 11.2)	6,218	

1998	359,022	
	=====	
1997	357,770	
	=====	

11.1 It represents other than the factory land at Kala Shah Kaku. The ownership and value factory land has not yet been determined and booked in these accounts. The previous management had estimated the value of such land not to exceed Rs. (thousand) 500.

11.2 These include vehicles costing Rs. (thousands) 1,013 having accumulated depreciation of Rs. (thousands) 446 transferred from assets subject to finance lease to owned assets during the year.

11.3 The total charge for the year for depreciation has been allocated as follows:

Manufacturing expenses (Note: 22)
Administrative, selling and
general expenses (Note: 23)

12. LONG TERM INVESTMENT

Unlisted, at average cost
National Bank of Pakistan
Chief Executive Mr. Muhammad Ahmed
Mian Sumroo
46,750 shares of Rs. 10 each

13. LONG TERM LOANS AND ADVANCES

Ravi Engineering Ltd.
Advance account
Cash account

Provision for doubtful loans and advances

Advance account
Cash account

Outstanding for more than
three years
Others

Maximum balance due at the end

of any month during the year

The above advances are unsecured and are expected to be repaid by the Government of Pakistan as Ravi Engineering Limited was Privatized in January 1996.

14. LONG TERM DEPOSITS

United Bank Limited (UBL)
15 years certificates of deposit (Note: 14.1)
Accrued interest on above certificates
Leasing company
Utility companies

Less: Current maturity - UBL
15 years certificates of deposits
Principal
Interest

14.1 These deposits were under lien of United Bank Limited (UBL) against guarantee issued by them to Sui Northern Gas Pipelines Limited. In November 1997 UBL encashed the deposits amounting to Rs (thousands) 3,612 alongwith the interest accrued thereon to Sui Northern Gas Pipelines Limited against their guarantee issued to them.

15. STORES, SPARES AND LOOSE TOOLS

Stores
Spares

Spares in transit (Note: 15.1)
Less: Provision for deterioration in value (Note: 25)

Loose tools

15.1 These represent spare parts imported but not released due to non-payment of custom du

16. STOCK IN TRADE

Raw material
Finished goods

Work in process
Less: Provision against expired work-in-process (Note: 25)

Raw material in transit
Less: Provision for expired stocks (Note: 25)

Fair price shop

17. DEBTORS

Trade - unsecured
Considered good

Considered doubtful
Less: Provision for doubtful debts

Others
Sale of investment in REL (Note: 17.1)
Provision

17.1 The company is in process of obtaining the sales proceeds of its shares in REL from Government of Pakistan. Pending confirmation of this, full provision there against has been made thereagainst.

18. LOANS AND ADVANCES

Considered good -
Employees -
Executives (Note: 18.1)
Others
Suppliers

Considered doubtful
Employees
Suppliers

Less: Provision for doubtful debts

18.1 Maximum balance due at the end of
any month during the year

19. DEPOSITS AND PREPAYMENTS

Current portion of deposits with UBL
Excise duty deposits
Prepayments

20. CASH AND BANK BALANCES

In hand
At banks
On current accounts
On PLS accounts.,
On deposit accounts

21. NET SALES

Acetate Rayon Yarn
Intermediate Products

Gross sales

22. COST OF SALES

Raw material consumed

Salaries, wages and benefits

Stores and spares consumed

Maintenance expenses

Travelling and conveyance

Research and development

Postage, telecommunication, printing and stationery

Insurance

Gas, power and water

Excise duty on alcohol

Other manufacturing expenses

Depreciation

Add: Opening work-in-process

Less: Closing work-in-process

Cost of goods manufactured

Add: Opening stock of finished goods

Less: Closing stock of finished goods

Cost of goods sold

23. ADMINISTRATIVE, SELLING AND GENERAL EXPENSES

Salaries, wages and benefits

Travelling and conveyance
Postage, telecommunication, printing and stationery
Motor running
Auditors remuneration (Note 23.1)
Legal and professional charges
Service & consultancy charges-holding corporation (Note 10.2.2)
Rent, rates and taxes
Publicity, research and experiments
Freight and insurance
Provision for doubtful trade debtors
Depreciation
Others

23.1 Auditors remuneration comprises of:

Audit fee
Special audit fee
Stock check fee
Expenses reimbursed

24. FINANCIAL EXPENSES

Interest, mark-up and charges on-
Secured long term loans
Short term borrowing
Bank charges
Central excise duty on loans
Interest payable on current account
with FCCCL (Note 10.2.1)

25. OTHER INCOME/CHARGES

Income-
Profit on bank deposits
Miscellaneous income
Profit on sale of fixed assets
Gain on foreign exchange

Charges-

Retirement benefits

Provision against spares in transit (Note: 15)

Provision against raw material in transit (Note: 16)

Provision against expired work-in-process

26. TAXATION

For the year - Current

26.1 Current taxation represents minimum tax under section 80D of the Income Tax Ordinance 1979.

26.2 Tax losses at year end, subject to finalization of pending assessments and appeal effects by the tax department, are estimated at Rs. 541.852 million (1997: Rs. 276.058 million).

26.3 The tax department has levied Additional Tax of Rs. (thousands) 1,736 for the assessment years 1991-92 to 1994-95 for which the Company has filed an appeal with the Income Tax Appellate Tribunal. Pending the outcome of the appeal, no provision has been made therefore.

27. PROFIT ON DISPOSAL OF FIXED ASSETS

	Cost	Book Value	Sale Price
Vehicle	317	203	
Vehicle	317	203	
Vehicle	353	24	
	-----	-----	
	987	430	
	=====	=====	

28. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

	1998	1997	1998
Number	8	8	
			(Rupees in thousands)
Meeting fee	5	7	
Salary	-	-	
Company's contribution to provident fund	-	-	
Housing	-	-	
Medical	-	-	
Other benefits	-	-	
	5	7	

The Chief Executive and 3 Executives are provided with free use of company owned and maintained cars having fuel ceiling. In addition, the above are also provided with residential telephones.

29. CONTINGENCIES AND COMMITMENTS

I) Contingencies:-

a) Letters of credit outstanding

b) Counter guarantees issued to UBL
on guarantees in favour of
third parties

c) In relation to employees unclaimed salaries, the Company has a policy to write back those to income which are unclaimed for more than three financial years. During the year Rs. 91 thousands (1997 Rs: 11 thousands) were written back to income. However, as per rules, the Company is committed to repay the amount, if claimed, irrespective of the time limitation.

d) Litigation

e) The Company has received show-cause notices

aggregating to Rs. (thousands) 22,705 in respect of alleged sales tax on Acetate Rayon Yarn and Rs. (thousands) 26,386 on Intermediate products. The Company does not accept this liability and is contesting the show-cause notices.

f) The Company may have a liability against demurrage penalties etc. to the custom authorities for not clearing the stores and spare parts having the import value of Rs. (thousands) 11,063 which have been lying at the Karachi dockyard since 1992.

ii) Capital commitments

30. AGGREGATE TRANSACTIONS WITH ASSOCIATED UNDER TAKINGS

FCCCL - Holding Corporation
-Interest charges
- Service & consultancy charges

31. PLANT CAPACITY AND ACTUAL PRODUCTION

Acetate Rayon Yarn-

Capacity
Production

Capacity is based on 3 shifts for 330 working days in a year at the rate of 10 metric ton production per day. Short fall in production is due to decline in domestic demand and shut down of its manufacturing operations.

32. FIGURES

- in these accounts have been rounded off to the nearest thousand of rupees.
- of the previous year have been re-arranged wherever necessary for the purposes of comparison.

IFTIKHAR MAHMOOD RANDHAWA
Chief Executive

DR. ZAFARULLAH SHEKH
Director

PATTERN OF SHARE HOLDING AS ON JUNE 30, 1998

NO. OF SHARE HOLDERS	SHAREHOLDING FROM	TO	TOTAL SHARES HELD
1,930	1	100	115,063

1,240	101	500	343,066
395	501	1,000	334,560
72	1,001	5,000	173,598
41	5,001	10,000	362,500
1	10,001	15,000	14,750
8	15,001	20,000	140,940
1	20,001	25,000	20,700
4	25,001	30,000	114,200
1	35,001	40,000	38,900
1	70,001	75,000	73,800
1	130,001	135,000	135,000
1	195,001	200,000	198,140
1	230,001	235,000	230,289
1	425,001	430,000	426,450
1	945,001	950,000	948,710
1	1,905,001	1,910,000	1,910,000
1	3,775,001	3,780,000	3,776,894
-----			-----
3,761			9,357,560
=====			=====

CATEGORIES OF SHAREHOLDERS

PARTICULARS	NO. OF SHARE HOLDERS	SHARES HELD
Individuals	3,729	
Investment Companies	5	
Insurance Companies	8	
Financial Institutions	16	
* Corporations (FCCCL)	1	
Corporate Law Authority	1	
** Others	1	
(Abandoned Properties)		

	3,761	
	=====	

* Federal Chemical & Ceramics Corporation Ltd.

** Administrator, Abandoned Properties,
Government of Pakistan, Islamabad.