CONTENTS

Zeal Pak Cement Factory Limited

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Ashraf Ali Jatoi	Chairman
Mr. Jehangir Akbar	Chief Executive
Mr. Mushtaq Ahmed Jatoi	Director
Mr. Muhammad Moosa	Director
Mr. Abdul Hameed Baig	Director
Engr. B. V. Seetlani	Director
Mr. Syed Ali Abbas Rizvi	Director
Mr. Sarwar Khan	Director

AUDIT COMMITTEE

Mr. Syed Ali Abbas Rizvi	Chairman
Mr. Ashsraf Ali Jatoi	Member
Mr. Abudl Hameed Baig	Member

COMPANY SECRETARY

Mr. M. Asghar Khan

CHIEF FINANCIAL OFFICER

Mr. Nouman Maqbool

STATURORY AUDITORS

S. M. Suhail & Co
Chartered Accountants

BANKERS

The Bank of Punjab
Allied Bank of Pakistan Limited
National Bank of Pakistan
MCB Bank Limited
Meezan Bank Limited

REGISTERED OFFICE

4th Floor, Panorama Centre, Building No. 2,
Raja Ghazanfar Ali Khan Road, Saddar - Karachi.
E-mail: zpcfl@yahoo.com
Website: www.zealpak.com.pk

FACTORY

Tando Mohammad Khan Road,
S.I.T.E. Hyderabad.

Zeal Pak Cement Factory Limited

DIRECTOR'S REPORT
TO THE SHAREHOLDERS

The Directors of your Company are pleased to present the Quarterly Report for the nine months period ended March 31st, 2015.

MARKETING

During the period under review, the sales revenue of the Company stood at Rs. 249.160 million as compared to Rs. 229.293 million of the corresponding period of the previous year. The sale of Cement and Pure Slag during the quarterly under review was 49,203.47 tonnes as compared to 81,004.97 tonnes for the same period of last year.

PRODUCTION

The production of Cement stood at 23,400 tonnes as compared to 37,821 tonnes during the corresponding period of the previous year. The production of Pure Slag during the current period was 26,089 tonnes as compared to 42,746 tonnes in the same quarter of last year.

FINANCIAL

During the period the Company has reported a loss after taxation amounting to Rs. 220.830 million as compared to Rs. 169.346 million during the same period in the last year.

FUTURE PROSPECTS

The management is making efforts for the improving operational and financial results by increasing production and sale and by reducing cost of production and financial charges.

ACKNOWLEDGEMENT

The Board would like to place on record their appreciation to customers and employees of the Company for their continued support, co-operation and dedication.

For and on behalf of Board

JEHANGIR AKBAR
Chief Executive

Karachi June 30, 2016

Zeal Pak Cement Factory Limited
INTERIM CONDENSED BALANCE SHEET (UNAUDITED)
AS AT MARCH 31, 2014

	Note	Un-audited March 31, 2015	Audited June 30, 2014
		(Rupees in '000)	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
427,838,526 (2014: 427,838,526) Ordinary shares of Rs. 10/- each		4,278,385	4,278,385
Issued, subscribed and paid-up-capital	5	4,278,385	4,278,385
Capital reserve		10,904	10,904
Accumulated (Loss)		(6,791,902)	(6,584,563)
		(2,502,613)	(2,295,274)
Surplus on Revaluation of property, plant & equipment		1,134,336	1,100,497
NON-CURRENT LIABILITIES			
Long Term Deposits		6,564	6,564
Long Term Financing		1,913,952	1,163,961
Deferred and other liabilities		18,104	16,305
CURRENT LIABILITIES			
Trade and other payable		3,686,281	3,093,964
Accrued interest / mark-up		-	56,575
Short term borrowings		436	779
Provision for taxation		19,367	17,752
		3,706,084	3,169,070
CONTINGENCIES & COMMITMENTS	6		
		4,276,427	**3,161,123**
ASSETS			
NON CURRENT ASSETS			
Property, Plant and equipment	7	3,812,641	2,734,277
Long-term deposits		7,575	7,575
CURRENT ASSETS			
Stores, spares and loose tools		108,357	112,126
Stock-in-trade		26,350	15,090
Trade debts		58,625	55,048
Loans and advances		51,250	40,645
Trade deposits and short term prepayments		16,560	15,783
Other receivables		96,560	85,837
Taxes recoverable		94,250	88,712
Cash and bank balances		4,260	6,030
		456,212	419,271
		4,276,427	**3,161,123**

The annexed notes form an integral of these financial statements.

Chief Executive **Director**

Zeal Pak Cement Factory Limited

INTERIM CONDENSED PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2015

	Note	Half Year Ended		Quarter Ended	
		March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
		(Rupees in '000)		(Rupees in '000)	
Sales - Net		249,160	229,293	117,817	43,911
Cost of Sales	10	459,351	370,355	156,694	101,946
Gross (Loss)		(210,191)	(141,062)	(38,877)	(58,035)
Administrative expenses		(7,120)	(23,755)	(3,882)	(4,549)
Distribution cost		(740)	(1,878)	(218)	(360)
		(7860)	(25,633)	(4,100)	(4,909)
Other Operating (Loss)/Incomef		1,840	611	508	117
		(6,020)	(25,022)	(3,592)	(4,792)
Operation (Loss)		(216,211)	(166,084)	(42,469)	(62,872)
Finance Cost		(3,004)	(2,005)	(1,003)	(384)
Loss before taxation		(219,215)	(168,089)	(43,472)	(63,211)
Taxation		(1,615)	(1,257)	(302)	(241)
(Loss) after taxation		(220,830)	(169,346)	(43,774)	(63,452)
(Loss) per share (Rs) Basic	10	(0.51)	(0.40)	(0.10)	(0.15)

The annexed notes form an integral of these financial statements.

Chief Executive **Director**

Zeal Pak Cement Factory Limited

INTERIM CONDENSED CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2015

	Note	March 31, 2015	March 31, 2014
		(Rupees in '000)	
Cash Flow From Operation Activities			
(Loss) before taxation		(219,215)	(168,089)
Adjustment for non cash charges and other items:			
Depreciation		43,920	53,696
Provision for staff retirement benefits		1,799	1,201
Finance cost		3,004	2,005
		(170,492)	(111,187)
Working Capital changes			
(Increase) / decrease in current assets			
Stores, spares and loose tools		3,769	11,981
Stock in trade		(11,260)	(4,310)
Trade debts		(3,577)	(6,260)
Loans and advances		(10,605)	(1,959)
Trade deposits and prepayments		(777)	(326)
Other receivables		(10,723)	(402)
Taxes recoverable		(5,536)	(2,006)
		(38,711)	(3,282)
(Decrease) / Increase in current liabilities			
Trade and other payable		548,386	273,534
		339,183	159,065
Payments for			
Finance cost		(59,579)	(44,546)
Income tax		-	(2,514)
		(59,579)	(47,060)
Net Cash outflow from operating activities		323,535	112,005
Cash Flow From Investing Activities			
Capital work in progress		(1,122,284)	(146,293)
Net cash (outflow) from investing activities		(1,122,284)	(146,293)
Cash Flow From Financing Activities			
Long term financing		797,322	235,371
Deffered Liabilities		-	-
		-	-
Net Cash (Out flow) from Financing Activities		797,322	235,371
Net increase / (decrease) in cash & cash equivalent		(1,427)	201,083
Cash & cash equivalent at the beginning of the period		5,251	(190,882)
Cash & cash equivalents at the end of the period		**3,824**	**10,201**

The annexed notes form an integral of these financial statements.

Chief Executive **Director**

Zeal Pak Cement Factory Limited

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2015

	Nine Months Ended		Quarter Ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	(Rupees in '000)		(Rupees in '000)	
(Loss) after taxation	(220,830)	(169,346)	(43,774)	(63,452)
Transfer from surplus on revaluation of property, plant and equipment --net of deferred tax	13,491	25,932	4,497	8,644
Total Comprehensive Income/(Loss)	(207,339)	(143,414)	(39,277)	(54,808)

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

Chief Executive

Director

Zeal Pak Cement Factory Limited

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2015

	Share Capital	Capital Reserve	Accumulated (Loss)	Total
	(Rupees in '000)			
Balance as on July 01, 2013	4,278,385	10,904	(6,270,382)	(1,981,093)
Total Comprehensive loss for the nine months ended March 31, 2014	-	-	(143,414)	(143,414)
Balance as on March 31, 2014	4,278,385	10,904	(6,413,796)	(2,124,507)
Balance as on July 01, 2014	4,278,385	10,904	(6,584,563)	(2,295,274)
Total Comprehensive loss for the nine months ended March 31, 2015	-	-	(207,339)	(207,339)
Balance as on March 31, 2015	4,278,385	10,904	(6,791,902)	(2,502,613)

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

Chief Executive **Director**

Zeal Pak Cement Factory Limited

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEARLY ENDED DECEMBER 30, 2014

1. COMPANY AND ITS OPERATION

Zeal Pak Cement Factory Limited (The Company) was incorporated in Pakistan as a public limited company on 9th May 1957 under Companies Act 1913 (now Companies Ordinance, 1984) and its shares are quoted on Pakistan Stock Exchange (Formallly Karachi Stock Exchange). The Company is principally engaged in the manufacturing and sale of Cement, Clinker, Paper Bags and Slag Cement. The registered office of the company is situated at the 4th Floor, Panorama Centre, Building No.2 Doctors Plaza, Raja Ghazanfar Ali Khan Road, Saddar - Karachi.

2. BASIS OF PRESENTATION

This interim condensed financial information is un-audited and have been prepared in accordance with the requirements of international Accounting Standards, IAS 34 "Interim Financial Reporting". This interim condensed financial information is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation these condensed financial statements are the same as were applied in preparation of the last annual published financial statements of the company, except amendments in the international Accounting Standard 1 (Revised)' which became for the financial periods beginning on or after 1 January 2009. The application of this standard has resulted in certain increased disclosures including the statement of other comprehensive income which has been reflected in the Company's condensed interim financial information.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of this interim condensed financial information is conformily with approved accounting standards requires management to make estimates, assumptions and use of judgment that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimated, assumption and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

Judgement and estimates made by the management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at end for the year ended June 30 2014

Chief Executive **Director**

4.2 The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at end for the year ended June 30, 2014.

5. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

		Un-audited March 31, 2015	Audited June 30, 2014
		(Rupees in '000)	
2,400,000	(2014: 2,400,000) Ordinary shares of Rs. 10/- each fully paid in cash	24,000	24,000
1,956,000	(2014: 1,956,000) Ordinary shares of Rs. 10/- each issued as fully paid bonus shares	19,560	19,560
4,356,000	(2014: 4,356,000) Ordinary shares of Rs. 10/- each fully paid in cash	43,560	43,560
161,288,000	(2014: 161,288,000) Ordinary shares of Rs. 10/- paid in cash, issued at discount of Rs. 6/- per share	1,612,880	1,612,880
5,242,608	(2014: 5,242,608) Ordinary shares of Rs. 10/- issued to PSCIL on merger	52,426	52,426
226,340,000	(2014: 226,340,000) Ordinary shares of Rs. 10/- issued to RCPL on merger	2,263,400	2,263,400
26,255,918	(2014: 26,255,918) Ordinary shares of Rs. 10/- issued to ZPIL on merger	262,559	262,559
427,838,526	Total Issued, Subscribed and Paid-Up Capital	4,278,385	4,278,385

6. CONTINGENCIES AND COMMITMENTS

There are no significant changes in the status of contingencies and commitments and they are the same as disclosed in the last published annual financial statements for the year ended June 30, 2014.

7. PROPERTY PLANT AND EQUIPMENT

	Un-audited March 31, 2015	Audited June 30, 2014
	(Rupees in '000)	
Opening written down Value	1,434,715	1,500,830
Less: Depreciation charged for the period	43,920	66,115
	1,390,795	1,434,715
Capital Work in Progress	2,421,846	1,299,562
	3,812,641	**2,734,277**

Chief Executive **Director**

8. COST OF SALES

	Nine Months Ended March 31, 2015	Nine Months Ended March 31, 2014	Quarter Ended March 31, 2015	Quarter Ended March 31, 2014
	(Rupees in '000)		(Rupees in '000)	
Raw & packing material consumed	165,450	149,520	105,132	15,916
Stores and spare parts consumed	8,956	3,986	2,101	1,010
Fuel and power	185,233	152,240	29,016	64,965
Salaries, wages and benefits	42,567	29,426	8,910	9,809
Repair and maintenance	4,296	2,165	1,599	722
Rent, rates and taxes	415	466	415	226
Depreciation	35,135	32,251	5,855	8,489
Other expenses	24,505	6,106	3,800	1,903
	466,567	376,160	156,828	103,040
Add/(Less) inventory adjustment	(7,216)	(5,805)	(3,066)	(1,094)
	459,351	370,355	153,762	101,946

9. (LOSS) PER SHARE (Rs.)- BASIC

The basic loss per share of the Company, which is based on:

	(Rupees in '000)			
Loss after taxation for the year	(220,830)	(169,346)	(43,774)	(63,452)
	Number of Shares		Number of Shares	
Weighted average number of Ordinary shares	427,838,526	427,838,526	427,838,526	427,838,526
Total Loss Per Share - Basic	(0.52)	(0.40)	(0.10)	(0.15)

10. DATE OF AUTHORIZATION FOR ISSUE

The interim condensed financial statement are authorized for issue on 30th June 2016 by the Board of Directors of the Company.

11. GENERAL

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

Chief Executive **Director**