


**LEINER PAK GELATINE LIMITED.**  
**BALANCE SHEET AS AT 30TH JUNE, 2006**

	<u>30/06/2006</u>	<u>30/06/2005</u>
	(Rs.000,s)	(Rs.000,s)
<b>SHARE CAPITAL</b>		
Authorised Capital 10,000,000 Ordinary Share of Rs.10/-each	<u>100,000</u>	<u>100,000</u>
Issued,Subscribed and Paid up	75,000	75,000
<b>UNAPPROPRIATED PROFIT</b>	<u>70,736</u>	<u>56,239</u>
<b>SHAREHOLDERS EQUITY</b>	<u>145,736</u>	<u>131,239</u>
<b>SURPLUS ON REVALUATION OF FIXED ASSETS</b>	8,873	8,873
<b>NON CURRENT LIABILITIES</b>		
Liabilities Against Assets Subject to Finance Lease	1,170	2,009
Long Term Liabilities	1,250	6,250
Deferred Taxation	<u>1,214</u>	<u>895</u>
<b>TOTAL</b>	<u><u>158,243</u></u>	<u><u>149,266</u></u>
Represented by:		
<b>FIXED ASSETS - TANGIBLE</b>		
At cost less Depreciation	104,686	106,351
<b>LONG TERM DEPOSITS</b>	759	1,567
<b>CURRENT ASSETS</b>		
Stock and Stores	120,694	114,130
Trade Debtors (Unsecured-considered goods)	14,634	23,683
Advances, Deposits & Prepayments	21,875	31,521
Letters of Credits	1,409	1,279
Cash and Bank Balance	1,786	2,111
	<u>160,398</u>	<u>172,724</u>
<b>LESS:-</b>		
<b>CURRENT LIABILITIES</b>		
Current Maturity of		
Long Term Loan	90	650
Liabilities Against Assets Subject to Finance Lease	2,009	2,781
Short term Finance Secured	56,938	51,672
Creditors and Accrued Liabilities	42,987	62,627
Unclaimed Dividend	5,576	5,144
Proposed Dividend	-	8,502
	<u>107,600</u>	<u>131,376</u>
<b>NET CURRENT ASSETS</b>	<u>52,798</u>	<u>41,348</u>
<b>CONTINGENCIES AND COMMITMENTS</b>		
<b>NET ASSETS</b>	<u><u>158,243</u></u>	<u><u>149,266</u></u>

The above accounts should be read in conjunction with the annexed notes:

LAHORE:  
Dated : September 29, 2006

  
KH:IMTIAZ AHMED  
Chief Executive  
& Managing Director


  
KH:IJAZ AHMED  
Director

**LEINER PAK GELATINE LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30TH JUNE, 2006**

	30/06/2006	30/06/2005
	(Rs.000,s)	(Rs.000,s)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit for the year ( before tax )	20,488	14,838
Adjustments for Depreciation	10,591	10,769
	31,079	25,607
<b>CHANGES IN WORKING CAPITAL:</b>		
Decrease/(increase) in Current Assets		
<b>OPERATING EXPENSES</b>		
Stock and Stores	(6,564)	(28,556)
Advances,Deposits and Prepayments	6,412	724
Trade Debtors	9,049	9,080
Letters of Credits	(130)	(655)
	8,767	(19,407)
(Decrease)/Increase in Current Liabilities:		
Creditors and Accrued Liabilities	(19,640)	23,121
	(10,873)	3,714
Cash Generated from Operations	20,206	29,321
Income Tax Paid	(2,437)	(3,121)
<b>NET CASH INFLOW FROM OPERATION</b>	17,769	26,200
<b>CASH FROM INVESTING ACTIVITIES</b>		
Fixed Assets Acquired	(8,927)	(9,402)
Long Term Deposit	808	72
<b>Net Cash outflow from Investing Activities</b>	(8,119)	(9,330)
<b>CASH FROM FINANCING ACTIVITIES</b>		
Short Term Running Finance	5,266	(1,437)
Long Term Liabilities	(5,560)	(6,306)
Finance Lease	(1,611)	(2,918)
Dividend Paid	(8,070)	(6,174)
<b>Net Cash outflow from Financing Activities</b>	(9,975)	(16,835)
<b>Net Increase/(Decrease) in cash and Cash Equivalents</b>	(325)	35
<b>Cash and Cash Equivalents at the Beginning of the Year</b>	2,111	2,076
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	1,786	2,111

LAHORE:  
Dated : September 29, 2006

  
KH: IMTIAZ AHMED  
Chief Executive  
& Managing Director

  
KH: IJAZ AHMED  
Director

**LEINER PAK GELATINE LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30TH JUNE 2006**

	<u>30/06/2006</u>	<u>30/06/2005</u>
	(Rs.000s)	(Rs.000s)
SALES	265,847	229,823
COST OF GOODS SOLD	203,487	176,796
	62,360	53,027
GROSS PROFIT		
<u>OPERATING EXPENSES</u>		
ADMINISTRATIVE EXPENSES	30,084	25,588
FINANCIAL EXPENSES	6,404	5,155
SELLING AND DISTRIBUTION EXPENSES	6,022	6,576
WORKERS PROFIT PARTICIPATION FUND	1,078	781
	43,588	38,100
OTHER INCOME	18,772	14,927
	1,716	(89)
	20,488	14,838
PROFIT BEFORE TAXATION		
PROVISION FOR TAXATION	(5,991)	(4,455)
	14,497	10,383
PROFIT AFTER TAXATION		
ACCUMULATED PROFIT BROUGHT FORWARD	56,239	54,358
	70,736	64,741
PROPOSED DIVIDEND	-	(8,502)
	70,736	56,239
ACCUMULATED PROFIT CARRIED FORWARD		
EARNING PER SHARE	1.933	1.384

The above accounts should be read in conjunction with the annexed notes.

LAHORE:  
Dated : September 29, 2006

  
KH. IMTIAZ AHMED  
Chief Executive  
& Managing Director

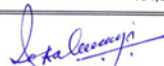
  
KH. IJAZ AHMED  
Director

**LEINER PAK GELATINE LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30TH JUNE, 2006**

PARTICULAR	SHARE CAPITAL	RESERVES		SHARE HOLDERS EQUITY
	ORDINARY SHARES FULLY PAID IN CASH	REVENUE RESERVES / UN-APPROPRIATED PROFITS	SURPLUS ON REVALUATION OF FIXED ASSETS	
	(Rs.000's)	(Rs.000's)	(Rs.000's)	
BALANCE AS ON 01-07-2004	75,000	54,358	8,873	138,231
PROFIT DURING THE YEAR	-	10,383	-	10,383
PROPOSED DIVIDEND		(8,502)	-	(8,502)
BALANCE AS ON 30-06-2005	75,000	56,239	8,873	140,112
PROFIT DURING THE YEAR	-	14,497	-	14,497
BALANCES AS AT 30-06-2006	75,000	70,736	8,873	154,609

LAHORE:  
Dated : September 29, 2006

  
KH:IMTIAZ AHMED  
Chief Executive  
& Managing Director

  
KH:IJAZ AHMED  
Director