Company Information

BOARD OF DIRECTORS
Mr. Humayun N. Shaikh
Chairman
Mr. Ahmed Jaudet Bilal
Chief Executive Officer
Mr. Ahmed H. Shaikh
Mr. Khalid A. H. Al Sagar
Mr. Irfan Nazir Ahmad
Mr. Muhammad Faisal Muzammil
Mr. Khaleequ Rehman
Syed Owais Magrabi

COMPANY SECRETARY
Mr. Muhammad Ijaz Haider

CHIEF FINANCIAL OFFICER
Mr. Abid Amin

AUDIT COMMITTEE
Mr. Khalid A. H. Al Sagar
Mr. Irfan Nazir Ahmad
Mr. Muhammad Faisal Muzammil
Syed Owais Magrabi

LEGAL ADVISOR
Mr. Ghulam Muhammad Kundi

AUDITORS
KPMG Taseer Hadi & Co.
Chartered Accountants, Lahore

BANKERS
JS Bank Limited
Faysal Bank Limited
National Bank of Pakistan

BANKERS (Cont’d)
Standard Chartered Bank (Pakistan) Limited
Albaraka Bank Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Summit Bank Limited
Silk Bank Limited
KASB Bank Limited
Allied Bank Limited
Bank Alfalah Limited
The Bank of Punjab
Bank Islami Pakistan Limited
Askari Bank Limited
Pak Libya Holding Company (Pvt.) Limited
Soneri Bank Limited

REGISTERED OFFICE
Ismail Aiwan-e-Science
Off Shahrah-e-Roomi Lahore, 54600
Ph: +92 (0)42 111-786-645
Fax: +92 (0)42 3576-1791

PROJECT LOCATIONS

Unit I
Agritech Limited.
Iskanderabad,
District Mianwali.
Ph: +92 (0)459 392346-49

Unit II
Hazara Phosphate Fertilizers (Pvt.) Ltd.
Hattar Road,
Haripur.
Ph: +92 (0)995 616124-5
Directors' Review

The directors of Agritech Limited (“the Company”) are pleased to present the nine months ended March 31, 2012 report with the unaudited interim financial statements of the Company for the nine months ended March 31, 2012.

The Company's principal business is the manufacturing and marketing of Nitrogenous Fertilizer products.

Agritech, through its subsidiary Hazara Phosphate Fertilizers (Pvt.) Limited (HPFL), is also engaged in the manufacturing and marketing of Phosphate fertilizers which makes the Company a diversified fertilizer player.

The Third quarter is expectedly a low season for fertilizer sales and production. The Company's production was effected due to gas load management program operated by GOP. During the period urea plant produced 25% of rated capacity which resulted in reduction in production of 23,424 MT.

Govt. imposed Gas development Cess on Urea from Jan 1, 2012 which increased the per bag cost by Rs. 300. This was transferred to customers and the current price per bag of Urea is now Rs.1,790 inclusive of GST.

Hazara Phosphate has now developed into high potential business with a promising future. Post acquisition from the government of Pakistan, the technological breakthrough changes coupled with strong distribution channel development has enabled the business to start delivering un-precedent performance.

Consolidated Results

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales - Net</td>
<td>4,175,933,225</td>
<td>3,972,332,783</td>
</tr>
<tr>
<td>Operating Profit</td>
<td>785,115,544</td>
<td>536,899,800</td>
</tr>
<tr>
<td>Finance cost</td>
<td>1,901,195,599</td>
<td>1,316,780,062</td>
</tr>
<tr>
<td>Loss before taxation</td>
<td>(1,116,080,055)</td>
<td>(779,880,262)</td>
</tr>
<tr>
<td>Loss after taxation</td>
<td>(712,748,212)</td>
<td>(101,762,549)</td>
</tr>
<tr>
<td>Earnings per share</td>
<td>(1.70)</td>
<td>(0.26)</td>
</tr>
</tbody>
</table>
Directors' Review

Operating Financial Results of Agritech Limited (Stand Alone)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales - Net</td>
<td>3,070,017,976</td>
<td>2,742,730,650</td>
</tr>
<tr>
<td>Operating Profit</td>
<td>362,421,931</td>
<td>376,208,135</td>
</tr>
<tr>
<td>Finance cost</td>
<td>1,991,109,834</td>
<td>1,333,304,679</td>
</tr>
<tr>
<td>Loss before taxation</td>
<td>(1,463,144,926)</td>
<td>(899,739,153)</td>
</tr>
<tr>
<td>Loss after taxation</td>
<td>(1,006,393,867)</td>
<td>(382,303,710)</td>
</tr>
<tr>
<td>Earnings per share</td>
<td>(2.68)</td>
<td>(0.97)</td>
</tr>
</tbody>
</table>

Operating Financial Results of HAZARA Phosphate Fertilizers Limited (Stand Alone)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales - Net</td>
<td>1,457,214,021</td>
<td>1,229,602,133</td>
</tr>
<tr>
<td>Operating Profit</td>
<td>281,487,707</td>
<td>102,715,545</td>
</tr>
<tr>
<td>Finance cost</td>
<td>1,072,051</td>
<td>1,167,355</td>
</tr>
<tr>
<td>Profit before taxation</td>
<td>347,077,575</td>
<td>119,858,887</td>
</tr>
<tr>
<td>Profit after taxation</td>
<td>293,658,887</td>
<td>280,541,157</td>
</tr>
<tr>
<td>Earnings per share</td>
<td>15.34</td>
<td>14.65</td>
</tr>
</tbody>
</table>

Future Outlook

The oversupply situation of Urea in next quarter will further impact the sales due to excess urea imports by GOP. The closing stock of the Urea will reach 1.0 million tons at the start of Kharif sowing season despite gas curtailments to the network based plants. Moreover, the Government's decisions to import another 300,000 tons of Urea will result in acute oversupply of Urea during the entire Kharif 2012. Continuous gas availability to network plants during summer will remain the biggest challenge for the fertilizer industry.

Due to current price difference of Rs. 190/bag between imported and domestic urea (the price delta of domestic & imported urea came down from Rs 490/bag in Feb 2012), the urea sale is likely to remain skewed to imported urea till the depletion of imported urea stocks. Kharif 2012 offtakes is expected to remain around 2.6-2.7 Million tons, almost at the same level of last year or may witness some decline due to demand destruction as a consequence of high urea prices and low farmer liquidity. High input prices particularly
Directors' Review

of fertilizers is likely to affect the farmers' ability hence depress the urea industry's growth. Urea industry during 3rd quarter (Jan-Mar 2012) declined by 15% to 0.99 million tons from 1.17 million tons last year.

The phosphates segment was impacted by decline in international DAP prices at the start of the year 2012, DAP offtakes recovered in Mar 2012 and it is expected that phosphates will have a positive offtakes outlook during Kharif 2012. However, any sharp rebound in international DAP prices will result in domestic DAP prices to increase hence depleting farmers ability to consume optimal phosphates for Kharif crops. Current DAP price is around Rs. 3,800 per bag which came down from Rs. 4200 per bag during Rabi. The demand for lower cost phosphates alternatives like SSP looks promising during the Kharif season.

The Company has successfully converted overdue mark-up till July 31, 2011 into Preference Shares and PPTFCs.

Agritech Limited and Hazara Phosphate Fertilizers Limited are in the process of being merged pursuant to a Scheme of Amalgamation and Merger filed with the Lahore High Court. The merger is in process and the shareholders' approval (under the supervision of COURT) for the said merger has been passed in a EOGM. The Court Order giving effect to the merger is expected to be issued during next quarter.

The sale process of the company is expected to materialize shortly since the signing off of the related documentation has already been initiated and hopefully would be reflected in the next quarter results subject to necessary Corporate and Regulatory approvals.

The Board would like to avail this opportunity to thank our valued customers and the financial institutions whose faith and support over the years has fostered strong relationships which have played a pivotal role in the growth of the company.

The board also wishes to place on record its appreciation for the employees of the Company. All this has been possible with their hard work and commitment.

On behalf of the Board

Lahore
April 30, 2012

Chief Executive Officer
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Condensed Interim Consolidated Financial Information
## Condensed Interim Consolidated Balance Sheet (Un-audited)

**As at March 31, 2012**

<table>
<thead>
<tr>
<th>Note</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Un-Audited</td>
<td>Audited</td>
</tr>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td><strong>EQUITY AND LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Share capital and reserves</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Issued, subscribed and paid up capital</td>
<td>5,517,642,690</td>
<td>3,924,300,000</td>
</tr>
<tr>
<td>Reserves</td>
<td>9,000,000</td>
<td>9,000,000</td>
</tr>
<tr>
<td>Accumulated profit</td>
<td>4,302,652,643</td>
<td>4,947,083,119</td>
</tr>
<tr>
<td><strong>Surplus on revaluation of property, plant and equipment</strong></td>
<td>9,829,295,333</td>
<td>8,880,383,119</td>
</tr>
<tr>
<td><strong>Subordinated loan</strong></td>
<td>3,993,536,514</td>
<td>4,105,671,174</td>
</tr>
<tr>
<td><strong>Non-current liabilities</strong></td>
<td>340,000,000</td>
<td>340,000,000</td>
</tr>
<tr>
<td>Redeemable capital - Secured</td>
<td>11,188,474,808</td>
<td>9,640,111,042</td>
</tr>
<tr>
<td>Long term finances - Secured</td>
<td>7,211,729,323</td>
<td>6,576,509,402</td>
</tr>
<tr>
<td>Liabilities against assets subject to finance lease - Secured</td>
<td>90,172,722</td>
<td>140,438,153</td>
</tr>
<tr>
<td>Long term payables - Unsecured</td>
<td>31,135,199</td>
<td>31,135,199</td>
</tr>
<tr>
<td>Staff retirement benefits</td>
<td>26,846,429</td>
<td>20,372,547</td>
</tr>
<tr>
<td>Deferred taxation - net</td>
<td>2,522,461,035</td>
<td>2,973,657,218</td>
</tr>
<tr>
<td><strong>Current liabilities</strong></td>
<td>21,076,819,516</td>
<td>19,382,223,361</td>
</tr>
<tr>
<td>Current maturity of non current liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Short term borrowings</td>
<td>634,947,141</td>
<td>1,680,609,341</td>
</tr>
<tr>
<td>Trade and other payables</td>
<td>3,145,973,120</td>
<td>3,169,436,002</td>
</tr>
<tr>
<td>Interest/mark-up accrued on borrowings</td>
<td>2,662,956,789</td>
<td>2,699,174,761</td>
</tr>
<tr>
<td>Preference dividend payable</td>
<td>2,522,132,046</td>
<td>3,499,895,917</td>
</tr>
<tr>
<td><strong>Contingencies and commitments</strong></td>
<td>43,816,924</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>9,009,826,020</td>
<td>11,049,116,021</td>
</tr>
<tr>
<td>ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Non-current assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>36,732,738,985</td>
<td>36,283,420,061</td>
</tr>
<tr>
<td>Intangible asset</td>
<td>2,599,599,004</td>
<td>2,592,443,038</td>
</tr>
<tr>
<td>Long term advances</td>
<td>27,559,752</td>
<td>28,663,924</td>
</tr>
<tr>
<td>Long term deposits - Unsecured, considered good</td>
<td>42,835,609</td>
<td>16,467,788</td>
</tr>
<tr>
<td>Non-current assets held for sale</td>
<td>713,092,558</td>
<td>713,092,558</td>
</tr>
<tr>
<td><strong>Current assets</strong></td>
<td>40,115,825,908</td>
<td>39,634,087,369</td>
</tr>
<tr>
<td>Stores, spares and loose tools</td>
<td>2,163,751,682</td>
<td>2,085,938,729</td>
</tr>
<tr>
<td>Stock-in-trade</td>
<td>618,945,511</td>
<td>395,045,393</td>
</tr>
<tr>
<td>Trade receivables - unsecured, considered good</td>
<td>95,143,678</td>
<td>68,801,870</td>
</tr>
<tr>
<td>Advances, deposits, prepayments and other receivables</td>
<td>854,923,710</td>
<td>1,022,618,671</td>
</tr>
<tr>
<td>Due from related parties - Unsecured, considered good</td>
<td>295,631,313</td>
<td>317,158,570</td>
</tr>
<tr>
<td>Current taxation</td>
<td>46,863,861</td>
<td>112,880,472</td>
</tr>
<tr>
<td>Cash and bank balances</td>
<td>52,391,720</td>
<td>120,862,801</td>
</tr>
<tr>
<td><strong>Current assets</strong></td>
<td>4,127,651,475</td>
<td>4,123,300,306</td>
</tr>
<tr>
<td><strong>ASSETS</strong></td>
<td>44,243,477,383</td>
<td>43,757,393,875</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 15 form an integral part of this condensed interim consolidated financial information.
Condensed Interim Consolidated Profit and Loss Account (Un-audited)

*For the nine months ended March 31, 2012*

<table>
<thead>
<tr>
<th></th>
<th>01 July 2011 to 31 March 2012</th>
<th>01 January 2012 to 31 March 2012</th>
<th>01 July 2010 to 31 March 2011</th>
<th>01 January 2011 to 31 March 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td><strong>Sales - net</strong></td>
<td>4,175,933,225</td>
<td>1,059,024,071</td>
<td>3,972,332,783</td>
<td>659,968,603</td>
</tr>
<tr>
<td><strong>Cost of sales</strong></td>
<td>(3,007,366,949)</td>
<td>(974,903,047)</td>
<td>(3,025,862,705)</td>
<td>(685,560,906)</td>
</tr>
<tr>
<td><strong>Gross profit</strong></td>
<td>1,168,566,276</td>
<td>84,121,024</td>
<td>946,470,078</td>
<td>(25,592,303)</td>
</tr>
<tr>
<td><strong>Administrative expenses</strong></td>
<td>(353,328,769)</td>
<td>(80,513,043)</td>
<td>(272,967,649)</td>
<td>(100,402,739)</td>
</tr>
<tr>
<td><strong>Selling and distribution expenses</strong></td>
<td>(171,327,868)</td>
<td>(43,833,999)</td>
<td>(194,578,750)</td>
<td>(57,386,901)</td>
</tr>
<tr>
<td><strong>Net other income</strong></td>
<td>141,205,905</td>
<td>128,913,810</td>
<td>57,976,121</td>
<td>21,388,803</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Profit from operations</strong></td>
<td>785,115,544</td>
<td>88,687,792</td>
<td>536,899,800</td>
<td>(161,993,140)</td>
</tr>
<tr>
<td><strong>Finance cost</strong></td>
<td>(1,901,195,599)</td>
<td>(911,070,421)</td>
<td>(1,316,780,062)</td>
<td>(473,131,995)</td>
</tr>
<tr>
<td><strong>Loss before taxation</strong></td>
<td>(1,116,080,055)</td>
<td>(822,382,629)</td>
<td>(779,880,262)</td>
<td>(635,125,135)</td>
</tr>
<tr>
<td><strong>Taxation</strong></td>
<td>403,331,843</td>
<td>220,728,811</td>
<td>678,117,713</td>
<td>330,776,647</td>
</tr>
<tr>
<td><strong>Profit / (loss) after taxation</strong></td>
<td>(712,748,212)</td>
<td>(601,653,818)</td>
<td>(101,762,549)</td>
<td>(304,348,488)</td>
</tr>
<tr>
<td><strong>Earning / (loss) per share</strong></td>
<td>(1.70)</td>
<td>(1.42)</td>
<td>(0.26)</td>
<td>(0.78)</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 15 form an integral part of this condensed interim consolidated financial information.
## Condensed Interim Consolidated Statement of Comprehensive Income (Un-audited)

*For the nine months ended March 31, 2012*

<table>
<thead>
<tr>
<th></th>
<th>01 July 2011 to 31 March 2012</th>
<th>01 January 2012 to 31 March 2012</th>
<th>01 July 2010 to 31 March 2011</th>
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<td>(601,653,818)</td>
<td>(101,762,549)</td>
<td>(304,348,488)</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total comprehensive income (loss) for the period</td>
<td>(712,748,212)</td>
<td>(601,653,818)</td>
<td>(101,762,549)</td>
<td>(304,348,488)</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 15 form an integral part of this condensed interim consolidated financial information.
## Condensed Interim Consolidated Cash flow Statement (Un-audited)

*For the nine months ended March 31, 2012*

<table>
<thead>
<tr>
<th>Note</th>
<th>31 March 2012</th>
<th>31 March 2011</th>
<th>Un-Audited Rupees</th>
<th>Un-Audited Rupees</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flows from operating activities</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash generated from operations</td>
<td>II</td>
<td>1,070,068,776</td>
<td>1,338,109,973</td>
<td></td>
</tr>
<tr>
<td>Finance cost paid</td>
<td></td>
<td>(1,738,263,356)</td>
<td>(1,098,652,012)</td>
<td></td>
</tr>
<tr>
<td>Tax paid</td>
<td></td>
<td>15,468,060</td>
<td>36,737,449</td>
<td></td>
</tr>
<tr>
<td>Interest Received</td>
<td></td>
<td>106,272,042</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td><strong>Net cash (used in)/generated from operating activities</strong></td>
<td></td>
<td>(546,454,478)</td>
<td>276,195,410</td>
<td></td>
</tr>
<tr>
<td>Cash flows from investing activities</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital expenditure including purchase of property, plant and equipment</td>
<td></td>
<td>(1,081,483,087)</td>
<td>(2,820,364,144)</td>
<td></td>
</tr>
<tr>
<td>Long Term advances</td>
<td></td>
<td>1,104,172</td>
<td>(43,459)</td>
<td></td>
</tr>
<tr>
<td>Long term deposits</td>
<td></td>
<td>(26,380,998)</td>
<td>855,406</td>
<td></td>
</tr>
<tr>
<td>Proceeds from disposal of property, plant and equipment</td>
<td></td>
<td>3,486,386</td>
<td>4,930,572</td>
<td></td>
</tr>
<tr>
<td>Interest received</td>
<td></td>
<td>-</td>
<td>149,449,723</td>
<td></td>
</tr>
<tr>
<td>Loan to related party</td>
<td></td>
<td>(207,465,202)</td>
<td>126,108,031</td>
<td></td>
</tr>
<tr>
<td><strong>Net cash used in investing activities</strong></td>
<td></td>
<td>(1,310,738,729)</td>
<td>(2,539,063,871)</td>
<td></td>
</tr>
<tr>
<td>Cash flows from financing activities</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Long term finances obtained</td>
<td></td>
<td>124,708,213</td>
<td>4,016,696,694</td>
<td></td>
</tr>
<tr>
<td>Loan for associates</td>
<td></td>
<td>228,992,453</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Issuance of preference shares</td>
<td></td>
<td>1,593,342,690</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Redemption of redeemable capital</td>
<td></td>
<td>(667,251)</td>
<td>(704,499)</td>
<td></td>
</tr>
<tr>
<td>Repayment of liabilities against assets subject to finance lease</td>
<td></td>
<td>(38,168,871)</td>
<td>(40,083,904)</td>
<td></td>
</tr>
<tr>
<td>Transaction costs incurred on restructuring process</td>
<td></td>
<td>(96,022,226)</td>
<td>(128,426,284)</td>
<td></td>
</tr>
<tr>
<td>Net increase in short term borrowings</td>
<td></td>
<td>77,735,139</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td><strong>Net cash generated from financing activities</strong></td>
<td></td>
<td>1,889,920,147</td>
<td>3,847,482,007</td>
<td></td>
</tr>
<tr>
<td>Net increase/(decrease) in cash and cash equivalents</td>
<td></td>
<td>32,726,940</td>
<td>1,584,613,546</td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents at the beginning of period</td>
<td></td>
<td>(1,759,436,572)</td>
<td>(4,701,221,606)</td>
<td></td>
</tr>
<tr>
<td><strong>Cash and cash equivalents at the end of period</strong></td>
<td></td>
<td>(1,726,709,632)</td>
<td>(3,116,608,060)</td>
<td></td>
</tr>
</tbody>
</table>

The annexed notes 1 to 15 form an integral part of this condensed interim consolidated financial information.
### Condensed Interim Consolidated Statement of Changes in Equity (Un-audited)

For the nine months ended 31 March 2012

<table>
<thead>
<tr>
<th>Share Capital</th>
<th>Reserves</th>
<th></th>
<th></th>
<th></th>
<th></th>
<th>Totalequity</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Ordinary Shares</td>
<td>Preference Shares</td>
<td>Revenue reserve</td>
<td>Available for sale financial assets</td>
<td>Total reserves</td>
<td>Accumulated profit</td>
</tr>
<tr>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td>Balance as at 30 June 2010 - Audited</td>
<td>3,924,300,000</td>
<td>-</td>
<td>9,000,000</td>
<td>-</td>
<td>9,000,000</td>
<td>4,738,565,770</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Transfer from surplus on revaluation of property, plant and equipment incremental depreciation</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>for the period - net of deferred tax</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Balance as at 31 March 2011 - Unaudited</td>
<td>3,924,300,000</td>
<td>-</td>
<td>9,000,000</td>
<td>-</td>
<td>9,000,000</td>
<td>4,701,565,469</td>
</tr>
<tr>
<td>Balance as at 30 June 2011 - Audited</td>
<td>3,924,300,000</td>
<td>-</td>
<td>9,000,000</td>
<td>-</td>
<td>9,000,000</td>
<td>4,947,083,119</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Preference shares issued during the period</td>
<td>1,593,342,690</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Transfer from surplus on revaluation of property, plant and equipment incremental depreciation</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>for the period - net of deferred tax</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Preference dividend for the period ended 31 March 2012</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Balance as at 31 March 2012 - Unaudited</td>
<td>3,924,300,000</td>
<td>1,593,342,690</td>
<td>9,000,000</td>
<td>-</td>
<td>9,000,000</td>
<td>4,302,652,643</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 15 form an integral part of this condensed interim consolidated financial information.

Lahore

CHIEF EXECUTIVE

DIRECTOR
Condensed Interim Consolidated Notes to the Financial Information (Un-audited)
for the nine months ended 31 March 2012

1 Status and nature of business
The Group comprises the following Companies:

 Agritech Limited ('AGL') - parent Company
 Agritech Limited was incorporated on December 15, 1959 as an unlisted Public Limited Company under the Companies Ordinance, 1984 and was a wholly owned subsidiary of National Fertilizer Corporation of Pakistan (Private) Limited ('NFC'), a Government owned Corporation, until July 15, 2006. Subsequently, 100% shares of the Company were acquired by Azgard Nine Limited ('ANL') as a part of privatization process of the Government of Pakistan as stipulated in the Share Purchase Agreement dated July 15, 2006. On April 12, 2010 the Company was listed on Karachi Stock Exchange ('KSE') vide KSE Notification No. KSEU-1940. The registered office of the Company is situated at Ismail Aiwan-e-Science, Off Sharah-e-Roomi, Lahore. The principal business of the Company is the production and sale of urea fertilizer.

 Hazara Phosphate Fertilizers (Private) Limited ('HPFL') - Subsidiary
 Hazara Phosphate Fertilizers (Private) limited ('HPFL') - Subsidiary HPFL was incorporated on June 11, 1985 as a Private Limited Company under the Companies Ordinance, 1984 and was a wholly owned subsidiary of National Fertilizer Corporation of Pakistan (Private) Limited, a Government owned Corporation, until November 28, 2008. Subsequently, 100% shares of HPFL were acquired by AGL as a part of privatization process of the Government of Pakistan as stipulated in the Share Purchase Agreement dated November 28, 2008. The registered office of HPFL is situated at Haripur. The principal business of HPFL is the production and sale of Granulated Single Super Phosphate fertilizer.

2 Basis of preparation
2.1 Statement of compliance
The condensed interim consolidated financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. The disclosures in the condensed interim consolidated financial information do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended June 30, 2011.

2.2 Financial liabilities and continuing operations
The worldwide and nationwide recessionary trends and other economic conditions have perpetuated general credit and liquidity crisis. These circumstances are being faced by all the industrial and business sectors in Pakistan. The Company, in previous year as well as in current period under review, also faced operational issues due to extended gas load shedding in winter and gas curtailment by Government of Pakistan for shifting the gas towards power sector to reduce electricity load shedding. Additionally, the Company has faced massive devaluation of the Pak Rupee over the past couple of years which increased urea project cost manifold, with high interest/mark-up rates resulting in substantially high finance costs on project finance and acquisition loans. This has perpetuated temporary, liquidity issues, as referred to in note 13 to the financial statements.

During the current period the Company has entered into a second round of Rescheduling with the providers of debt finances and agreements in this respect have been signed with effect from July 31, 2011 and August 26, 2011. With the successful rescheduling of the Company's debts the management of the Company envisages that sufficient financial resources will be available for the continuing operations of the Company. The fertilizer sector is likely to remain robust in coming years. The trend indicates that the sales will continue to grow with improved operational profitability inspite of high finance costs and other factors.

3 Estimates
The preparation of the condensed interim consolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing the condensed interim consolidated financial information the significant judgments made by the management in applying accounting policies, key estimates and uncertainty includes:

- Residual value and useful life estimation of fixed assets
- Taxation
- Retirement and other benefits
- Provisions and contingencies

4 Significant accounting policies
4.1 The accounting policies and methods of computation adopted in the preparation of the interim consolidated financial information are generally based on the same policies and methods as applied in preparation of the annual financial statements for the year ended June 30, 2011.

4.2 In addition to above, following amendments to the International Financial Reporting Standards/ International Accounting Standards are mandatory for the first time for the financial year beginning on or after January 01, 2012, however, the adoption of these amendments is either not yet effective or the amendments did not have any significant impact on the financial information of the company.
Condensed Interim Consolidated Notes to the Financial Information (Un-audited)

for the nine months ended March 31, 2012

5 Subordinated loan - unsecured

This represents loan obtained by the Company from JS Infocom Limited ("JS") to finance the acquisition of Hazara Phosphate Fertilizer (Private) Limited. The loan is subordinated to all long term and short term finances obtained. Subsequent to the reporting date, the Company is in the process of negotiating the restructuring and conversion of the subordinate loan facility obtained from JS into a secured Privately Placed Term Finance Certificates issued as Redeemable Capital under Section 120 of the Companies Ordinance (1984) of 8 years tenor (inclusive of 2 years grace period) carrying mark-up rate of 6 month KIBOR plus 1.95% per annum, to be secured by a ranking charge over all present and future total assets whether current or fixed including immovable assets of the Company with a 25% margin.

| Note | Term Finance Certificates - I | 6.1 | 1,498,602,000 | 1,498,760,400 |
|      | Term Finance Certificates - II | 6.2 | 6,894,286,800 | 6,894,480,000 |
|      | Term Finance Certificates - III | 6.3 | 495,345,100 | 495,460,751 |
|      | Privately Placed Term Finance Certificates - IV | 6.4 | 553,825,000 | - |
|      | Privately Placed Term Finance Certificates - V | 6.5 | 618,085,000 | - |
|      | Sukkuks | 6.6 | 1,599,800,000 | 1,600,000,000 |
| Total | | | 11,660,543,900 | 10,488,701,151 |

Deferred notional income

(119,433,780) -

Transaction costs

(259,996,856) (236,126,979)

Current maturity presented under current liabilities

(92,638,456) (612,463,130)

11,188,474,808 9,640,111,042

6 Redeemable capital - Secured

6.1 TFCs - I have been rescheduled during the period by way of second supplemental trust deed entered on August 26, 2011 effective from July 31, 2011. As per terms of the rescheduling agreement the principal redemption of TFCs is structured to be in fifteen unequal installments. First two installments were just token payments due on July 31, 2010 and August 31, 2010 which have been paid, remaining installments are to be paid semi annually starting from November 20, 2013.

6.2 TFCs - II have been rescheduled during the period by way of second supplemental trust deed entered on August 26, 2011 effective from July 31, 2011. As per terms of the rescheduling agreement the principal redemption of TFCs is structured to be in fifteen unequal installments. First two installments were just token payments due on July 31, 2010 and August 31, 2010 which have been paid, remaining installments are to be paid semi annually starting from July 14, 2013.

6.3 TFCs - III have been rescheduled during the period by way of second supplemental trust deed entered on August 26, 2011 effective from July 31, 2011. As per terms of the rescheduling agreement the principal redemption of TFCs is structured to be twenty eight unequal installments. First two installments were just token payments due on October 31, 2010 and November 30, 2010, remaining installments are to be paid quarterly starting from September 01, 2013.

6.4 These represents restructuring of outstanding markup amounting to Rs. 553.83 million related to long term debts into the said issue. The restructuring agreement was entered on October 28, 2011 effective from July 01, 2011. These were issued during the period by the way of private placements with a consortium of institutional investors. The total issue comprised of 310,765 TFCs having face value of Rs.5,000.

6.5 These represents restructuring of outstanding markup amounting to Rs. 618.69 million related to long term debts into the said issue. The restructuring agreement was entered on October 28, 2011 effective from July 01, 2011. These were issued during the period by the way of private placements with a consortium of institutional investors. The total issue comprised of 123,737 TFCs having face value of Rs.5,000.
Condensed Interim Consolidated Notes to the Financial Information (Un-audited)  
for the nine months ended March 31, 2012

6.6  Sukkuks have been rescheduled during the period by way of second master addendum to transaction documents entered into dated August 26, 2011 effective from July 31, 2011. As per terms of the rescheduling agreement the principal redemption of these certificates is structured to be in fifteen unequal installments. First two installments were just token payments due on July 31, 2010 and August 31, 2010, remaining installments are to be paid semi annually starting from August 06, 2013.

7  Long term finances - Secured

These represent long term finances utilized under markup arrangements from banking companies.

<table>
<thead>
<tr>
<th>Note</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Un-audited Rupees</td>
<td>Auditor Rupees</td>
</tr>
<tr>
<td>Syndicate Term Finance - I</td>
<td>7.2</td>
<td>3,000,000,000</td>
</tr>
<tr>
<td>Syndicate Term Finance - II</td>
<td>7.3</td>
<td>475,000,000</td>
</tr>
<tr>
<td>Syndicate Term Finance - III</td>
<td>7.4</td>
<td>3,026,389,549</td>
</tr>
<tr>
<td>KASB Bank Limited - Term Finance</td>
<td>7.5</td>
<td>300,000,000</td>
</tr>
<tr>
<td>National Bank of Pakistan - Term Finance</td>
<td>7.6</td>
<td>633,892,669</td>
</tr>
<tr>
<td>Dubai Islamic Bank Limited - Term Finance</td>
<td>7.7</td>
<td>365,000,000</td>
</tr>
<tr>
<td>Syndicate Term Finance - I to short term</td>
<td>7.1</td>
<td>7,799,482,218</td>
</tr>
<tr>
<td>Current maturity presented under current liabilities</td>
<td>7.2</td>
<td>7,686,729,323</td>
</tr>
<tr>
<td>Reclassification of Syndicate Term Finance - I to short term</td>
<td>7.3</td>
<td>(475,000,000)</td>
</tr>
<tr>
<td>Transaction Cost</td>
<td>7.4</td>
<td>(1,012,934,086)</td>
</tr>
<tr>
<td>Total</td>
<td>7,211,729,323</td>
<td>6,576,509,402</td>
</tr>
</tbody>
</table>

7.1 Transaction costs

As at beginning of the period / year  | 85,330,517 |
Incurred during the period / year   | 40,952,726  |
Amortized during the period / year  | (13,530,348)  |
As at end of the period / year      | 112,752,895  |

7.2 The finance has been obtained from a consortium of banking companies to finance the revamping of operational efficiencies of the Company's plant and is secured by charge over property, plant and equipment of the Company. This facility has been again rescheduled during the period by way of Second Supplemental Syndicated Term Finance Agreement entered on August 26, 2011 effective from July 31, 2011. As per rescheduling terms principal is payable in thirteen unequal semi annual installments starting from December 30, 2013. The finance carries mark-up at six months KIBOR plus a spread of 2.25% per annum, payable semi-annually.

7.3 The finance has been obtained from a consortium of various banking companies to finance the acquisition of HPFL and is secured by charge over property, plant and equipment of the Company. The finance carries mark-up at three months KIBOR plus a spread of 3.25% per annum, payable quarterly. The finance is repayable in equal quarterly installments with the first installment due after fifteen months from the date of disbursement on February 28, 2010. At the reporting date the installments of principal amounting to Rs. 256 million were overdue and accordingly the entire outstanding has been classified as current liability.

7.4 The finance represents restructuring of various short term facilities and overdue letters of credit amounting to Rs. 3,026 million in to long term facility. This facility has been rescheduled during the period by way of First Supplemental Syndicated Term Finance Agreement entered on August 26, 2011 effective from July 31, 2011. The finance is secured by charge over property, plant and equipment. The finance carries mark-up at six months KIBOR plus a spread of 2.25% per annum, payable semi-annually. As per rescheduling terms, the loan is repayable in eight equal semi annual installments starting from September 25, 2013.

7.5 This term finance facility has been obtained from KASB Bank Limited to meet working capital requirements and is secured against ranking charge over fixed assets of the Company including Plant, Machinery & equipment (excluding land and building). This facility has been again rescheduled during the period by way of First Supplemental Term Finance Agreement entered on August 26, 2011 effective from July 31, 2011. As per rescheduling terms the principal is repayable in fourteen unequal semi annual installments starting from June 30, 2013. The finance carries mark-up at six months KIBOR plus a spread of 2.50% per annum, payable semi annually.

7.6 This facility has been obtained from National Bank of Pakistan to finance cost overrun for successful completion and commissioning of revamp project and is secured against ranking charge over fixed assets of the Company including Plant, Machinery & equipment (excluding land, building). This facility has been rescheduled during the period effective from August 20, 2011. As per financing agreement terms the principal is repayable in eight equal semi annual installments starting from November 08, 2013. The finance carries mark-up at six months KIBOR plus a spread of 2.25% per annum, payable semi-annually.
for the nine months ended 31 March 2012

8  Contingencies and commitments

8.1  Contingencies

There is no material change in contingencies from the preceding annual publish financial statements of the company for the year ended June 30, 2011.

8.2  Commitments

8.2.1 Commitments under irrevocable letters of credit for:

- purchase of raw material, stores, spares and loose tools
- purchase of plant and machinery

Closing book value

9  Fixed assets

9.1  Property, plant and equipment

<table>
<thead>
<tr>
<th></th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>opening book value</td>
<td>84,118,505</td>
<td>-</td>
</tr>
<tr>
<td>add: Additions during the period/year</td>
<td>185,462,316</td>
<td>12,370,251</td>
</tr>
<tr>
<td>transfer in during the period/year</td>
<td>12,651,608</td>
<td>32,189,296</td>
</tr>
<tr>
<td>less: Disposals during the period/year - net book value</td>
<td>65,170,547</td>
<td>716,711,652</td>
</tr>
<tr>
<td>depreciation charged during the period/year</td>
<td>559,837,654</td>
<td>639,079,781</td>
</tr>
<tr>
<td>closing book value</td>
<td>12,691,382,271</td>
<td>36,732,738,985</td>
</tr>
</tbody>
</table>

9.1.1 Additions during the period/year

<table>
<thead>
<tr>
<th>Owned assets</th>
<th>9.1.1</th>
<th>9.1.1</th>
</tr>
</thead>
<tbody>
<tr>
<td>buildings on freehold land</td>
<td>-</td>
<td>2,358,624</td>
</tr>
<tr>
<td>plant and machinery</td>
<td>14,554,054</td>
<td>4,006,655</td>
</tr>
<tr>
<td>residential colony assets</td>
<td>4,603</td>
<td>-</td>
</tr>
<tr>
<td>furniture, fixtures and office equipment</td>
<td>16,238,315</td>
<td>2,262,411</td>
</tr>
<tr>
<td>vehicles and rail transport</td>
<td>7,000</td>
<td>1,462,000</td>
</tr>
<tr>
<td>tools and other equipment</td>
<td>76,790</td>
<td>1,109,995</td>
</tr>
<tr>
<td>electrical and other installations</td>
<td>-</td>
<td>375,566</td>
</tr>
<tr>
<td>catalyst</td>
<td>16,694,624</td>
<td>-</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>leased assets</th>
<th>9.1.1</th>
<th>9.1.1</th>
</tr>
</thead>
<tbody>
<tr>
<td>plant and machinery</td>
<td>137,816,930</td>
<td>-</td>
</tr>
<tr>
<td>vehicles</td>
<td>70,000</td>
<td>795,000</td>
</tr>
<tr>
<td>total</td>
<td>185,462,136</td>
<td>12,370,251</td>
</tr>
</tbody>
</table>
Transactions with related parties

Related parties comprise holding company, associated undertakings, key management personnel (including chief executive and directors) and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties and continues to have a policy whereby all such transactions are carried out at arm’s length with the exceptions as approved by the Board of Directors.

Detail of transactions and balances with related parties are as follows:

<table>
<thead>
<tr>
<th>10.1</th>
<th>Transactions with related parties</th>
</tr>
</thead>
<tbody>
<tr>
<td>10.1.1</td>
<td>Holding company</td>
</tr>
<tr>
<td>Mark-up income</td>
<td>47,886,696</td>
</tr>
<tr>
<td>Mark-up expense</td>
<td>88,555,218</td>
</tr>
<tr>
<td>Temporary loan</td>
<td>(21,527,256)</td>
</tr>
<tr>
<td>10.1.2</td>
<td>Associated company</td>
</tr>
<tr>
<td>Mark-up on long term loan</td>
<td>41,228,595</td>
</tr>
<tr>
<td>Mark-up expense on redeemable capital</td>
<td>10,942,068</td>
</tr>
<tr>
<td>10.1.3</td>
<td>Post employment benefit plans</td>
</tr>
<tr>
<td>Contribution to employees provident fund</td>
<td>13,030,407</td>
</tr>
<tr>
<td>Contribution to employees gratuity fund</td>
<td>6,986,666</td>
</tr>
<tr>
<td>10.1.4</td>
<td>Key management personnel</td>
</tr>
<tr>
<td>Short term employee benefits</td>
<td>71,890,711</td>
</tr>
<tr>
<td>Post employment benefits</td>
<td>30,779,701</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>10.2</th>
<th>Balances with related parties</th>
</tr>
</thead>
<tbody>
<tr>
<td>10.2.1</td>
<td>Holding company</td>
</tr>
<tr>
<td>Temporary loan</td>
<td>295,631,313</td>
</tr>
<tr>
<td>Redeemable capital</td>
<td>266,081,964</td>
</tr>
<tr>
<td>Mark-up receivable</td>
<td>67,549,055</td>
</tr>
<tr>
<td>10.2.2</td>
<td>Associated company</td>
</tr>
<tr>
<td>Redeemable capital</td>
<td>113,343,615</td>
</tr>
<tr>
<td>Mark-up payable</td>
<td>156,600,460</td>
</tr>
<tr>
<td>10.2.3</td>
<td>Post employment benefit plans</td>
</tr>
<tr>
<td>Payable to provident fund</td>
<td>13,173,711</td>
</tr>
<tr>
<td>Payable to gratuity trust</td>
<td>26,846,429</td>
</tr>
</tbody>
</table>
### Condensed Interim Consolidated Notes to the Financial Information (Un-audited)

**for the nine months ended March 31, 2012**

<table>
<thead>
<tr>
<th></th>
<th>01 July 2011 to 31 March 2012 Un-Audited</th>
<th>01 July 2010 to 31 March 2011 Un-Audited</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash flow from operating activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loss before tax</td>
<td>(1,116,080,057)</td>
<td>(779,880,262)</td>
</tr>
<tr>
<td><strong>Adjustment for non-cash and other items:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Depreciation on property, plant and equipment</td>
<td>559,837,655</td>
<td>491,630,612</td>
</tr>
<tr>
<td>- Profit on disposal of property, plant and equipment</td>
<td>61,684,161</td>
<td>(274,909)</td>
</tr>
<tr>
<td>- Provision of doubtful Balance</td>
<td>10,721,857</td>
<td></td>
</tr>
<tr>
<td>- Recoveries from doubtful balances</td>
<td>(4,490,887)</td>
<td></td>
</tr>
<tr>
<td>- Notional income</td>
<td>(133,876,209)</td>
<td></td>
</tr>
<tr>
<td>- WPPF &amp; WWF</td>
<td>26,274,808</td>
<td></td>
</tr>
<tr>
<td>- Amortization of transaction costs</td>
<td>59,172,399</td>
<td>22,351,839</td>
</tr>
<tr>
<td>- Finance cost</td>
<td>1,933,009,486</td>
<td>2,525,605,108</td>
</tr>
<tr>
<td><strong>Operating profit before changes in working capital</strong></td>
<td>1,347,953,812</td>
<td>2,206,293,505</td>
</tr>
<tr>
<td><strong>Changes in working capital</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(Increase) / decrease in current assets:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Stores, spares and loose tools</td>
<td>(77,812,952)</td>
<td>12,498,360</td>
</tr>
<tr>
<td>- Stock-in-trade</td>
<td>(223,900,118)</td>
<td>227,304,467</td>
</tr>
<tr>
<td>- Trade debts</td>
<td>(32,572,778)</td>
<td>194,117,465</td>
</tr>
<tr>
<td>- Advances, deposits, prepayments and other receivables</td>
<td>109,735,028</td>
<td>(417,687,659)</td>
</tr>
<tr>
<td>- Staff Retirement benefits</td>
<td>6,473,882</td>
<td></td>
</tr>
<tr>
<td><strong>(218,076,938)</strong></td>
<td></td>
<td><strong>16,232,633</strong></td>
</tr>
<tr>
<td><strong>Increase / (decrease) in current liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Trade and other payables</td>
<td>(59,808,098)</td>
<td>(884,416,165)</td>
</tr>
<tr>
<td><strong>Cash generated from operations</strong></td>
<td>1,070,068,776</td>
<td>1,338,109,973</td>
</tr>
<tr>
<td><strong>Cash and cash equivalents</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Short term borrowings - secured</td>
<td>(1,779,101,352)</td>
<td>(3,177,510,384)</td>
</tr>
<tr>
<td>Cash and bank balances</td>
<td>52,391,720</td>
<td>60,902,324</td>
</tr>
<tr>
<td><strong>(1,726,709,632)</strong></td>
<td><strong>(3,116,608,060)</strong></td>
<td></td>
</tr>
</tbody>
</table>

### Overdue financial liabilities

The Company in previous year as well as in current period faced operational issues due to revamp of existing plant and machinery and extended gas load shedding from SNGPL. As a result, the Company is facing liquidity shortfall due to which it was unable to meet its obligations in respect of various debt finances. The details are as follows:
Condensed Interim Consolidated Notes to the Financial Information (Un-audited)
for the nine months ended March 31, 2012

<table>
<thead>
<tr>
<th>Nature of Liability</th>
<th>Principal Rupees</th>
<th>Interest / mark up Rupees</th>
<th>Total Rupees</th>
</tr>
</thead>
<tbody>
<tr>
<td>Redeemable capital</td>
<td>234,502</td>
<td>850,312,873</td>
<td>850,547,375</td>
</tr>
<tr>
<td>Long term finances</td>
<td>256,250,000</td>
<td>746,480,227</td>
<td>1,002,730,227</td>
</tr>
<tr>
<td>Short term borrowings</td>
<td>782,407,000</td>
<td>129,385,016</td>
<td>911,882,016</td>
</tr>
<tr>
<td>Bills payable</td>
<td>548,275,460</td>
<td>70,995,620</td>
<td>619,271,080</td>
</tr>
<tr>
<td></td>
<td><strong>1,587,256,962</strong></td>
<td><strong>1,797,173,736</strong></td>
<td><strong>3,384,430,698</strong></td>
</tr>
</tbody>
</table>

14 Date of authorization

This interim financial information was authorized for issue by the Board of Directors of the Company on April 30, 2012

15 General

15.1 Figures have been rounded off to the nearest of Rupee.
Condensed
Interim
Financial
Information
Condensed Interim Unconsolidated Balance Sheet (Un-audited)

As at March 31, 2012

<table>
<thead>
<tr>
<th>Note</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td>Share capital and reserves</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Issued, subscribed and paid-up capital</td>
<td>5,517,642,690</td>
<td>3,924,300,000</td>
</tr>
<tr>
<td>Reserves</td>
<td>3,126,688,038</td>
<td>3,126,688,038</td>
</tr>
<tr>
<td>Accumulated profit</td>
<td>2,713,325,939</td>
<td>3,651,402,070</td>
</tr>
<tr>
<td>Surplus on revaluation of fixed assets</td>
<td>11,357,656,667</td>
<td>10,702,390,108</td>
</tr>
<tr>
<td>Subordinated loan - unsecured</td>
<td>3,993,536,514</td>
<td>4,105,671,174</td>
</tr>
<tr>
<td>Non-current liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Redeemable capital - secured</td>
<td>6,118,474,808</td>
<td>9,640,111,042</td>
</tr>
<tr>
<td>Long term finances - secured</td>
<td>7,211,729,323</td>
<td>6,576,509,402</td>
</tr>
<tr>
<td>Liabilities against assets subject to finance lease - secured</td>
<td>88,763,001</td>
<td>157,416,284</td>
</tr>
<tr>
<td>Long term payables - unsecured</td>
<td>31,135,199</td>
<td>31,135,199</td>
</tr>
<tr>
<td>Staff retirement benefits</td>
<td>26,846,428</td>
<td>20,372,547</td>
</tr>
<tr>
<td>Deferred taxation - net</td>
<td>2,251,186,332</td>
<td>2,740,838,277</td>
</tr>
<tr>
<td>Current liabilities</td>
<td>20,798,135,091</td>
<td>19,146,382,751</td>
</tr>
<tr>
<td>Current maturity of non-current liabilities</td>
<td>633,096,085</td>
<td>1,678,758,469</td>
</tr>
<tr>
<td>Short term borrowings</td>
<td>3,145,973,120</td>
<td>3,169,436,002</td>
</tr>
<tr>
<td>Trade and other payables</td>
<td>2,029,613,959</td>
<td>2,070,387,769</td>
</tr>
<tr>
<td>Due to related parties - unsecured</td>
<td>666,645,033</td>
<td>437,652,580</td>
</tr>
<tr>
<td>Interest / mark-up accrued on borrowings</td>
<td>2,522,132,047</td>
<td>3,499,895,917</td>
</tr>
<tr>
<td>Preference dividend payable</td>
<td>43,816,924</td>
<td>-</td>
</tr>
<tr>
<td>Contingencies and commitments</td>
<td>9,041,277,168</td>
<td>10,856,130,736</td>
</tr>
<tr>
<td>ASSETS</td>
<td>45,530,605,440</td>
<td>45,150,574,769</td>
</tr>
<tr>
<td>Non-current assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>34,704,635,328</td>
<td>34,223,031,751</td>
</tr>
<tr>
<td>Intangible assets</td>
<td>2,599,599,004</td>
<td>2,592,443,038</td>
</tr>
<tr>
<td>Long term investment</td>
<td>4,503,252,438</td>
<td>4,503,252,438</td>
</tr>
<tr>
<td>Long term advances</td>
<td>27,559,752</td>
<td>28,663,924</td>
</tr>
<tr>
<td>Long term deposits - unsecured, considered good</td>
<td>24,612,097</td>
<td>13,830,963</td>
</tr>
<tr>
<td>Non-current assets held for sale</td>
<td>713,092,558</td>
<td>713,092,558</td>
</tr>
<tr>
<td>Current assets</td>
<td>42,572,751,177</td>
<td>42,074,314,672</td>
</tr>
<tr>
<td>Stores, spares and loose tools</td>
<td>2,083,613,248</td>
<td>2,019,442,828</td>
</tr>
<tr>
<td>Stock in trade</td>
<td>163,557,748</td>
<td>54,540,771</td>
</tr>
<tr>
<td>Trade receivables - unsecured, considered good</td>
<td>79,616,022</td>
<td>47,585,257</td>
</tr>
<tr>
<td>Advances, deposits, prepayments and other receivables</td>
<td>251,960,553</td>
<td>440,625,710</td>
</tr>
<tr>
<td>Due from related party - unsecured, considered good</td>
<td>295,631,313</td>
<td>317,158,570</td>
</tr>
<tr>
<td>Current taxation</td>
<td>46,863,861</td>
<td>100,435,464</td>
</tr>
<tr>
<td>Cash and bank balances</td>
<td>36,611,518</td>
<td>96,471,497</td>
</tr>
<tr>
<td></td>
<td>2,957,854,263</td>
<td>3,076,260,097</td>
</tr>
<tr>
<td></td>
<td>45,530,605,440</td>
<td>45,150,574,769</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 16 form an integral part of this condensed interim unconsolidated financial information.
## Condensed Interim Unconsolidated Profit and Loss Account (Un-audited)

*For the nine months ended March 31, 2012*

<table>
<thead>
<tr>
<th></th>
<th>01 July 2011 to 01 January 2012 to 31 March 2012</th>
<th>01 January 2012 to 01 July 2011 to 31 March 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Un-Audited Rupees</td>
<td>Un-Audited Rupees</td>
</tr>
<tr>
<td>Sales - net</td>
<td>3,070,017,976</td>
<td>2,742,730,650</td>
</tr>
<tr>
<td>Cost of sales</td>
<td>(2,226,307,207)</td>
<td>(1,937,179,072)</td>
</tr>
<tr>
<td>Gross profit</td>
<td>843,710,769</td>
<td>805,551,578</td>
</tr>
<tr>
<td>Selling and distribution expenses</td>
<td>(164,851,493)</td>
<td>(189,810,539)</td>
</tr>
<tr>
<td>Administrative and general expenses</td>
<td>(316,437,345)</td>
<td>(239,532,904)</td>
</tr>
<tr>
<td>Operating profit</td>
<td>362,421,931</td>
<td>376,208,135</td>
</tr>
<tr>
<td>Finance cost</td>
<td>(1,991,109,834)</td>
<td>(1,333,304,679)</td>
</tr>
<tr>
<td>Net other income</td>
<td>165,542,977</td>
<td>57,357,391</td>
</tr>
<tr>
<td>Loss before taxation</td>
<td>(1,463,144,926)</td>
<td>(899,739,153)</td>
</tr>
<tr>
<td>Taxation</td>
<td>456,751,059</td>
<td>517,435,443</td>
</tr>
<tr>
<td>Loss after taxation</td>
<td>(1,006,393,867)</td>
<td>(382,303,710)</td>
</tr>
<tr>
<td>Loss per share</td>
<td>(2.68)</td>
<td>(0.97)</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 16 form an integral part of this condensed interim unconsolidated financial information.
Condensed Interim Unconsolidated Statement of Comprehensive Income (Un-audited)

For the nine months ended March 31, 2012

<table>
<thead>
<tr>
<th></th>
<th>01 July 2011 to 31 March 2012</th>
<th>01 January 2012 to 31 March 2012</th>
<th>01 July 2010 to 31 March 2011</th>
<th>01 January 2011 to 31 March 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Un-Audited</td>
<td>Un-Audited</td>
<td>Un-Audited</td>
<td>Un-Audited</td>
</tr>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td>Loss after taxation</td>
<td>(1,006,393,867)</td>
<td>(593,412,201)</td>
<td>(382,303,710)</td>
<td>(579,023,855)</td>
</tr>
<tr>
<td>Other comprehensive income for the period</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total comprehensive loss for the period</td>
<td>(1,006,393,867)</td>
<td>(593,412,201)</td>
<td>(382,303,710)</td>
<td>(579,023,855)</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 16 form an integral part of this condensed interim unconsolidated financial information.
Condensed Interim Unconsolidated Cash flow Statement (Un-audited)

*For the nine months ended March 31, 2012*

<table>
<thead>
<tr>
<th>Note</th>
<th>31 March 2012 (Un-Audited) Rupees</th>
<th>31 March 2011 (Un-Audited) Rupees</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td><strong>Cash flow from operating activities</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Cash generated from operations 12</td>
<td>676,490,013</td>
</tr>
<tr>
<td></td>
<td>Interest / markup paid</td>
<td>(1,737,191,304)</td>
</tr>
<tr>
<td></td>
<td>Interest income received</td>
<td>106,272,043</td>
</tr>
<tr>
<td></td>
<td>Taxation</td>
<td>20,670,717</td>
</tr>
<tr>
<td></td>
<td>Net cash (used in) / generated from operating activities</td>
<td>(933,758,531)</td>
</tr>
<tr>
<td></td>
<td><strong>Cash flow from investing activities</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Capital expenditure</td>
<td>(930,943,219)</td>
</tr>
<tr>
<td></td>
<td>Long term advances</td>
<td>1,104,172</td>
</tr>
<tr>
<td></td>
<td>Long term deposits</td>
<td>(10,781,134)</td>
</tr>
<tr>
<td></td>
<td>Loan to related party</td>
<td>2,657,387</td>
</tr>
<tr>
<td></td>
<td>Due from related party</td>
<td>21,527,257</td>
</tr>
<tr>
<td></td>
<td>Net cash used in investing activities</td>
<td>(916,435,537)</td>
</tr>
<tr>
<td></td>
<td><strong>Cash flows from financing activities</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Long term finances obtained</td>
<td>124,708,213</td>
</tr>
<tr>
<td></td>
<td>Due to related party</td>
<td>228,992,453</td>
</tr>
<tr>
<td></td>
<td>Redemption of redeemable capital</td>
<td>(667,251)</td>
</tr>
<tr>
<td></td>
<td>Issuance of preference shares</td>
<td>1,593,342,690</td>
</tr>
<tr>
<td></td>
<td>Repayment of liabilities against assets subject to finance lease</td>
<td>(36,556,907)</td>
</tr>
<tr>
<td></td>
<td>Transaction costs incurred</td>
<td>(96,022,226)</td>
</tr>
<tr>
<td></td>
<td>Net increase in short term borrowings</td>
<td>77,735,138</td>
</tr>
<tr>
<td></td>
<td>Net cash generated from financing activities</td>
<td>1,891,532,110</td>
</tr>
<tr>
<td></td>
<td>Net increase in cash and cash equivalents</td>
<td>41,338,042</td>
</tr>
<tr>
<td></td>
<td>Cash and cash equivalents as at beginning of the period</td>
<td>(1,783,827,876)</td>
</tr>
<tr>
<td></td>
<td>Cash and cash equivalents as at end of the period 13</td>
<td>(1,742,489,834)</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 16 form an integral part of this condensed interim unconsolidated financial information.
## Condensed Interim Unconsolidated Statement of Changes in Equity (Un-audited)

*For the nine months ended March 31, 2012*

<table>
<thead>
<tr>
<th>Share capital</th>
<th>Reserves</th>
<th>Available for sale financial assets</th>
<th>Total reserves</th>
<th>Unappropriated profit</th>
<th>Total equity</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Ordinary shares</td>
<td>Preference shares</td>
<td>Revenue reserve</td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td>As at 01 July 2010</td>
<td>3,924,300,000</td>
<td>-</td>
<td>9,000,000</td>
<td>3,077,504,807</td>
<td>3,086,504,807</td>
</tr>
<tr>
<td>Total comprehensive income for the period ended 31 March 2011</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Transfer of incremental depreciation from surplus on revaluation of fixed assets</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>As at 31 March 2011</td>
<td>3,924,300,000</td>
<td>-</td>
<td>9,000,000</td>
<td>3,077,504,807</td>
<td>3,086,504,807</td>
</tr>
<tr>
<td>As at 01 July 2011</td>
<td>3,924,300,000</td>
<td>-</td>
<td>9,000,000</td>
<td>3,117,688,038</td>
<td>3,126,688,038</td>
</tr>
<tr>
<td>Preference shares issued during the period</td>
<td>-</td>
<td>1,593,342,690</td>
<td>-</td>
<td>-</td>
<td>1,593,342,690</td>
</tr>
<tr>
<td>Total comprehensive loss for the period ended 31 March 2012</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Transfer of incremental depreciation from surplus on revaluation of fixed assets</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Preference dividend for the period ended 31 March 2012</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>As at 31 March 2012</td>
<td>3,924,300,000</td>
<td>1,593,342,690</td>
<td>9,000,000</td>
<td>3,117,688,038</td>
<td>4,720,030,728</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 16 form an integral part of this condensed interim unconsolidated financial information.

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Lahore  
Chief Executive  
Director
Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)
for the nine months ended March 31, 2012

1 Status and nature of business

Agritech Limited was incorporated on December 15, 1959 as an unlisted Public Limited Company under the Companies Ordinance, 1984 and was a wholly owned subsidiary of National Fertilizer Corporation of Pakistan (Private) Limited (NFC), a Government owned Corporation, until July 15, 2006. Subsequently, 100% shares of the Company were acquired by Azgard Nine Limited (ANL) as a part of privatization process of the Government of Pakistan as stipulated in the Share Purchase Agreement dated July 15, 2006. On April 12, 2010 the Company was listed on Karachi Stock Exchange ("KSE") vide KSE Notification No. KSE/N-1940. The registered office of the Company is situated at Ismail Aiwan-e-Science, Off Sharah-e-Roomi, Lahore. The principal business of the Company is the production and sale of urea fertilizer.

During the current period the Boards of Directors of the Company and Hazara Phosphate Fertilizers (Private) Limited (wholly owned subsidiary) have approved the merger of both the Companies with effect from July 01, 2011. The Company has subsequent to reporting date, filed a petition with the Lahore High Court ("the Court") for approval. The condensed interim financial information, however, does not reflect the effect of merger which will be accounted for after the Court approves the merger scheme.

2 Basis of preparation

2.1 Statement of compliance

The condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. The disclosures in the condensed interim financial information do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended June 30, 2011.

2.2 Financial liabilities and continuing operations

The worldwide and nationwide recessionary trends and other economic conditions have perpetuated general credit and liquidity crisis. These circumstances are being faced by all the industrial and business sectors in Pakistan. The Company, in previous year as well as in current period under review, also faced operational issues due to extended gas load shedding in winter and gas curtailment by Government of Pakistan for shifting the gas towards power sector to reduce electricity load shedding. Additionally, the Company has faced massive devaluation of the Pak Rupee over the past couple of years which increased urea project cost manifold, with high interest/ mark-up rates resulting in substantially high finance costs on project finance and acquisition loans which has perpetuated temporary liquidity issues as referred to in note 35 to the financial statements. Due to these factors, the Company has incurred a loss before tax of Rs. 1,463.14 million during the nine months period ended March 31, 2012 and, as of that date, its current liabilities exceeded current assets by Rs. 6,083.42 million. These conditions also cast significant doubt about the Company's ability to continue as a going concern. The assumption that the Company would continue as a going concern is based on the expectation of future profitability and positive cash flows from operating activities which in turn depend on the availability of gas as per allocation.

Further, during the current period the Company has entered into a second round of rescheduling / restructuring with the providers of debt finances and agreements in this respect have been signed with effect from July 31, 2011 and 26 August 2011. With the successful rescheduling / restructuring of the Company's debts the management of the Company envisages that sufficient financial resources will be available for the continuing operations of the Company.

The fertilizer sector is likely to remain robust in coming years. The trend indicates that the sales will continue to grow with improved operational profitability inspite of high finance costs and other factors.

3 Estimates

The preparation of the condensed interim unconsolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing the condensed interim unconsolidated financial information the significant judgments made by the management in applying accounting policies, key estimates and uncertainty includes:

- Residual value and useful life estimation of fixed assets
- Taxation
- Retirement and other benefits
- Provisions and contingencies

4 Significant accounting policies

4.1 The accounting policies and methods of computation adopted in the preparation of the interim financial information are generally based on the same policies and methods as applied in preparation of the annual financial statements for the year ended June 30, 2011.

4.2 In addition to above, following amendments to the International Financial Reporting Standards/ International Accounting Standards are mandatory for the first time for the financial year beginning on or after 1 January 2012, however, the adoption of these amendments is either not yet effective or the amendments did not have any significant impact on the financial information of the company.
Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)
for the nine months ended March 31, 2012

- IAS 12 (amendment) - Deferred Tax on Investment Property
- IAS 19 (amendment) - Employee Benefits
- IAS 1 (amendment) - Presentation of items of other comprehensive income
- IFRS 7 (amendment) - Transfers of Financial Assets
- IAS 32 (amendment) - Offsetting Financial assets and Financial liabilities
- IFRS 7 (amendment) - Offsetting Financial assets and Financial Liabilities

5 Subordinated loan - unsecured

This represents loan obtained by the Company from JS Infocom Limited ("JS") to finance the acquisition of Hazara Phosphate Fertilizer (Private) Limited. The loan is subordinated to all long term and short term finances obtained. Subsequent to the reporting date, the Company is in the process of negotiating the restructuring and conversion of the subordinated loan facility obtained from JS into a secured Privately Placed Term Finance Certificates issued as Redeemable Capital under Section 120 of the Companies Ordinance (1984) of 8 years tenor (inclusive of 2 years grace period) carrying mark-up rate of 6 month KIBOR plus 1.95% per annum, to be secured by a ranking charge over all present and future total assets whether current or fixed including immovable assets of the Company with a 25% margin.

<table>
<thead>
<tr>
<th>Note</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Un-audited</td>
<td>Audited</td>
</tr>
<tr>
<td>Rupees</td>
<td>Rupees</td>
<td></td>
</tr>
<tr>
<td>Term Finance Certificates - I</td>
<td>6.1</td>
<td>1,498,602,000</td>
</tr>
<tr>
<td>Term Finance Certificates - II</td>
<td>6.2</td>
<td>6,894,286,800</td>
</tr>
<tr>
<td>Term Finance Certificates - III</td>
<td>6.3</td>
<td>495,345,100</td>
</tr>
<tr>
<td>Privately Placed Term Finance Certificates - IV</td>
<td>6.4</td>
<td>553,825,000</td>
</tr>
<tr>
<td>Privately Placed Term Finance Certificates - V</td>
<td>6.5</td>
<td>618,685,000</td>
</tr>
<tr>
<td>Sukkuks</td>
<td>6.6</td>
<td>1,599,800,000</td>
</tr>
<tr>
<td></td>
<td>11,660,543,900</td>
<td>10,488,701,151</td>
</tr>
<tr>
<td>Transaction costs</td>
<td>(259,996,856)</td>
<td>(236,126,979)</td>
</tr>
<tr>
<td></td>
<td>11,400,547,044</td>
<td>10,252,574,172</td>
</tr>
<tr>
<td>Deferred notional income</td>
<td>(119,433,780)</td>
<td></td>
</tr>
<tr>
<td>Current maturity presented under current liabilities</td>
<td>(92,638,456)</td>
<td>(612,463,130)</td>
</tr>
<tr>
<td></td>
<td>11,188,474,808</td>
<td>9,640,111,042</td>
</tr>
</tbody>
</table>

6 Redeemable capital - Secured

6.1 TFCs - I have been rescheduled during the period by way of second supplemental trust deed entered on August 26, 2011 effective from July 31, 2011. As per terms of the rescheduling agreement the principal redemption of TFCs is structured to be in fifteen unequal installments. First two instalments were just token payments due on July 31, 2010 and August 31, 2010 which have been paid, remaining installments are to be paid semi annually starting from November 29, 2013.

6.2 TFCs - II have been rescheduled during the period by way of second supplemental trust deed entered on August 26, 2011 effective from July 31, 2011. As per terms of the rescheduling agreement the principal redemption of TFCs is structured to be in fifteen unequal installments. First two instalments were just token payments due on July 31, 2010 and August 31, 2010 which have been paid, remaining installments are to be paid semi annually starting from July 14, 2013.

6.3 TFCs - III have been rescheduled during the period by way of second supplemental trust deed entered on August 26, 2011 effective from July 31, 2011. As per terms of the rescheduling agreement the principal redemption of TFCs is structured to be twenty eight unequal installments. First two installments were just token payments due on October 31, 2010 and November 30, 2010, remaining installments are to be paid quarterly starting from September 01, 2013.

6.4 These represents restructuring of outstanding markup amounting to Rs. 553.83 million related to long term debts into the said issue. The restructuring agreement was entered on October 28, 2011 effective from July 31, 2011. These were issued during the period by the way of private placements with a consortium of institutional investors. The total issue comprised of 110,765 TFCs having face value of Rs.5,000.

6.5 These represents restructuring of outstanding markup amounting to Rs. 618.69 million related to long term debts into the said issue. The restructuring agreement was entered on October 28, 2011 effective from July 31, 2011. These were issued during the period by the way of private placements with a consortium of institutional investors. The total issue comprised of 123,737 TFCs having face value of Rs.5,000.

6.6 Sukkuks have been rescheduled during the period by way of second master addendum to transaction documents entered into dated August 26, 2011 effective from July 31, 2011. As per terms of the rescheduling agreement the principal redemption of these certificates is structured to be in fifteen unequal installments. First two installments were just token payments due on July 31, 2010 and August 31, 2010, remaining installments are to be paid semi annually starting from August 06, 2013.
Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)
for the nine months ended March 31, 2012

7 Long term finances

Syndicate Term Finance - I 7.2 3,000,000,000 3,000,000,000
Syndicate Term Finance - II 7.3 475,000,000 475,000,000
Syndicate Term Finance - III 7.4 3,026,389,549 3,026,389,549
KASB Bank Limited - Term Finance 7.5 300,000,000 300,000,000
National Bank of Pakistan - Term Finance 7.6 633,092,669 508,384,456
Dubai Islamic Bank Limited - Term Finance 7.7 365,000,000 365,000,000

7.1 Transaction costs

<table>
<thead>
<tr>
<th>Note</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td>7.1</td>
<td>(112,752,895)</td>
<td>(85,320,517)</td>
</tr>
<tr>
<td></td>
<td>7,686,729,323</td>
<td>7,589,443,488</td>
</tr>
</tbody>
</table>

Current maturity presented under current liabilities

Reclassification of Syndicate Term Finance - I to short term

31 March 2012 30 June 2011

<table>
<thead>
<tr>
<th>Note</th>
<th>Un-audited</th>
<th>Audited</th>
</tr>
</thead>
<tbody>
<tr>
<td>7.1</td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td></td>
<td>112,752,895</td>
<td>(85,320,517)</td>
</tr>
<tr>
<td></td>
<td>7,686,729,323</td>
<td>7,589,443,488</td>
</tr>
</tbody>
</table>

7.2 The finance has been obtained from a consortium of banking companies to finance the revamping of operational efficiencies of the Company's plant and is secured by charge over property, plant and equipment of the Company. This facility has been again rescheduled during the period by way of Second Supplemental Syndicated Term Finance Agreement entered on August 26, 2011 effective from July 01, 2011. As per rescheduling terms principal is payable in thirteen unequal semi annual installments starting from December 30, 2013. The finance carries mark-up at six months KIBOR plus a spread of 2.25% per annum, payable semi-annually.

7.3 The finance has been obtained from a consortium of various banking companies to finance the acquisition of HPFL and is secured by charge over property, plant and equipment of the Company. The finance carries mark-up at three months KIBOR plus a spread of 3.25% per annum, payable quarterly. The finance is repayable in equal quarterly installments with the first installment due after fifteen months from the date of disbursement on February 28, 2010. At the reporting date the installments of principal amounting to Rs. 256 million were overdue and accordingly the entire outstanding has been classified as current liability.

7.4 The finance represents restructuring of various short term facilities and overdue letters of credit amounting to Rs. 3,026 million in to long term facility. This facility has been rescheduled during the period by way of First Supplemental Syndicated Term Finance Agreement entered on August 26, 2011 effective from July 01, 2011. The finance is secured by charge over property, plant and equipment. The finance carries mark-up at six months KIBOR plus a spread of 2.25% per annum, payable semi-annually. As per rescheduling terms, the loan is repayable in eight unequal semi annual installments starting from September 25, 2013.

7.5 This term finance facility has been obtained from KASB Bank Limited to meet working capital requirements and is secured against ranking charge over fixed assets of the Company including Plant, Machinery & equipment (excluding land and building). This facility has been again rescheduled during the period by way of First Supplemental Term Finance Agreement entered on August 26, 2011 effective from July 31, 2011. As per rescheduling terms the principal is repayable in fourteen unequal semi annual installments starting from June 30, 2013. The finance carries mark-up at six months KIBOR plus a spread of 2.50% per annum, payable semi-annually.

7.6 This facility has been obtained from National Bank of Pakistan to finance cost overrun for successful completion and commissioning of revamp project and is secured against ranking charge over fixed assets of the Company including Plant, Machinery & equipment (excluding land, building). This facility has been again rescheduled during the period effective from August 20, 2011. As per financing agreement terms the principal is repayable in eight equal semi annual installments starting from November 08, 2013. The finance carries mark-up at six months KIBOR plus a spread of 2.25% per annum, payable semi-annually.

7.7 This Term Finance represents restructuring of short term Istisna facility amounting of Rs. 365 million into long term facility during last year under the restructuring agreement entered on June 07, 2011. The finance is secured by charge over property, plant and equipment. The finance carries mark-up at six months KIBOR plus a spread of 2.25% per annum, payable semi-annually. The loan is repayable in six unequal semi annual installments starting from December 01, 2013.
8 Contingencies and commitments

8.1 Contingencies

There is no material change in contingencies from the preceding annual publish financial statements of the company for the year ended June 30, 2011.

8.2 Commitments

8.2.1 Commitments under irrevocable letters of credit for:
- purchase of raw material, stores, spares and loose tools 84,118,505 -
- purchase of plant and machinery - -
84,118,505

9 Fixed assets

Property, plant and equipment

9.1

<table>
<thead>
<tr>
<th>Note</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td></td>
<td>Un-audited</td>
<td>Audited</td>
</tr>
<tr>
<td>Opening book value</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Add: Additions during the period/ year</td>
<td>178,513,453</td>
<td>7,427,704</td>
</tr>
<tr>
<td>Transfer in during the period/ year</td>
<td>12,651,608,140</td>
<td>-</td>
</tr>
<tr>
<td>Less: Disposals during the period/ year - net book value</td>
<td>64,745,460</td>
<td>716,610,621</td>
</tr>
<tr>
<td>Depreciation charged during the period/ year</td>
<td>515,255,146</td>
<td>583,020,612</td>
</tr>
<tr>
<td>Closing book value</td>
<td>34,698,115,987</td>
<td>22,447,995,000</td>
</tr>
</tbody>
</table>

9.1.1 Additions during the period/ year

Owned assets

<table>
<thead>
<tr>
<th>Asset category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Buildings on freehold land</td>
<td>-</td>
</tr>
<tr>
<td>Plant and machinery</td>
<td>7,931,342</td>
</tr>
<tr>
<td>Residential colony assets</td>
<td>4,603</td>
</tr>
<tr>
<td>Furniture, fixtures and office equipment</td>
<td>15,982,164</td>
</tr>
<tr>
<td>Vehicles and rail transport</td>
<td>7,000</td>
</tr>
<tr>
<td>Tools and other equipment</td>
<td>76,790</td>
</tr>
<tr>
<td>Electrical and other installations</td>
<td>-</td>
</tr>
<tr>
<td>Catalyst</td>
<td>16,694,624</td>
</tr>
</tbody>
</table>

Leased assets

<table>
<thead>
<tr>
<th>Asset category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Plant and machinery</td>
<td>137,816,930</td>
</tr>
<tr>
<td>Vehicles</td>
<td>-</td>
</tr>
</tbody>
</table>

178,513,453 7,427,704
Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)

*for the nine months ended March 31, 2012*

<table>
<thead>
<tr>
<th></th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Un-audited</td>
<td>Audited</td>
</tr>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td><strong>10 Investments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost of investments</td>
<td>1,385,564,400</td>
<td>1,385,564,400</td>
</tr>
<tr>
<td>Add:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fair value adjustments</td>
<td>3,117,688,038</td>
<td>3,117,688,038</td>
</tr>
<tr>
<td></td>
<td>4,503,252,438</td>
<td>4,503,252,438</td>
</tr>
<tr>
<td><strong>11 Transactions with related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Related parties comprise holding company, subsidiary company, associated undertakings, key management personnel (including chief executive and directors) and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties and continues to have a policy whereby all such transactions are carried out at arm's length with the exceptions as approved by the Board of Directors.</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Detail of transactions and balances with related parties are as follows:</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>01 July 2011 to 01 July 2010 to</td>
<td>31 March 2012 31 March 2011</td>
</tr>
<tr>
<td></td>
<td>Un-audited</td>
<td>Un-audited</td>
</tr>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td><strong>11.1 Transactions with related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>11.1.1 Holding company</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mark-up income</td>
<td>47,886,696</td>
<td>119,884,136</td>
</tr>
<tr>
<td>Mark-up expense</td>
<td>30,018,201</td>
<td>88,555,218</td>
</tr>
<tr>
<td>Temporary loan</td>
<td>(21,527,256)</td>
<td>(20,100,697)</td>
</tr>
<tr>
<td><strong>11.1.2 Subsidiary company</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Temporary loan</td>
<td>228,992,453</td>
<td>(220,445,524)</td>
</tr>
<tr>
<td><strong>11.1.3 Associated company</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mark-up on long term loan</td>
<td>41,228,595</td>
<td>40,756,033</td>
</tr>
<tr>
<td>Mark-up expense on redeemable capital</td>
<td>59,605,676</td>
<td>10,942,068</td>
</tr>
<tr>
<td><strong>11.1.4 Post employment benefit plans</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contribution to employees provident fund</td>
<td>12,688,309</td>
<td>12,201,102</td>
</tr>
<tr>
<td>Contribution to employees gratuity fund</td>
<td>6,986,666</td>
<td>10,349,567</td>
</tr>
<tr>
<td><strong>11.1.5 Key management personnel</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Short term employee benefits</td>
<td>68,465,710</td>
<td>30,042,864</td>
</tr>
<tr>
<td>Post employment benefits</td>
<td>176,788,375</td>
<td>1,158,822</td>
</tr>
<tr>
<td><strong>11.1.5.6 Contributions to employees gratuity fund</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>31 March 2012</td>
<td>30 June 2011</td>
<td></td>
</tr>
<tr>
<td>Un-audited</td>
<td>Audited</td>
<td></td>
</tr>
<tr>
<td>Rupees</td>
<td>Rupees</td>
<td></td>
</tr>
<tr>
<td><strong>11.2 Balances with related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>11.2.1 Holding company</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Temporary loan</td>
<td>295,631,313</td>
<td>317,158,570</td>
</tr>
<tr>
<td>Redeemable capital</td>
<td>266,081,964</td>
<td>266,081,964</td>
</tr>
<tr>
<td>Mark-up receivable</td>
<td>67,549,055</td>
<td>125,521,696</td>
</tr>
<tr>
<td><strong>11.2.2 Subsidiary company</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Temporary loan</td>
<td>(666,645,033)</td>
<td>(437,652,580)</td>
</tr>
<tr>
<td><strong>11.2.3 Associated company</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mark-up on Redeemable capital</td>
<td>113,343,615</td>
<td>76,926,502</td>
</tr>
<tr>
<td>Mark-up on long term loan</td>
<td>156,600,460</td>
<td>115,371,594</td>
</tr>
</tbody>
</table>
Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)
for the nine months ended March 31, 2012

11.2.4  Post employment benefit plans

<table>
<thead>
<tr>
<th></th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Payable to provident fund</td>
<td>12,867,702</td>
<td></td>
</tr>
<tr>
<td>Payable to gratuity trust</td>
<td>26,846,429</td>
<td>20,372,547</td>
</tr>
</tbody>
</table>

01 July 2011 to 01 July 2010 to
31 March 2012 31 March 2011
Un-audited Un-audited

Rupees Rupees

12  Cash flow from operating activities

Loss before taxation  
(1,463,144,926)  (899,739,153)

Adjustments for non-cash and other items:

<table>
<thead>
<tr>
<th>Description</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest / markup expense charged to profit and loss</td>
<td>1,931,937,435</td>
<td>2,542,139,720</td>
</tr>
<tr>
<td>Amortization of transaction costs</td>
<td>59,172,399</td>
<td>22,351,839</td>
</tr>
<tr>
<td>Depreciation</td>
<td>515,255,146</td>
<td>449,798,830</td>
</tr>
<tr>
<td>Provision for doubtful balances</td>
<td>10,721,857</td>
<td></td>
</tr>
<tr>
<td>Recoveries from doubtful balances</td>
<td>(4,490,887)</td>
<td></td>
</tr>
<tr>
<td>Notional income</td>
<td>(133,876,208)</td>
<td></td>
</tr>
<tr>
<td>Gain on disposal of fixed assets</td>
<td>62,088,074</td>
<td>(274,909)</td>
</tr>
<tr>
<td></td>
<td>2,392,508,415</td>
<td>2,960,876,597</td>
</tr>
</tbody>
</table>

Operating profit before changes in working capital  
929,363,489  2,061,137,444

Changes in working capital

(Increase) / decrease in current assets:

<table>
<thead>
<tr>
<th>Description</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Stores, spares and loose tools</td>
<td>(64,170,420)</td>
<td>4,749,427</td>
</tr>
<tr>
<td>Stock in trade</td>
<td>(109,016,977)</td>
<td>(94,733,943)</td>
</tr>
<tr>
<td>Trade receivables</td>
<td>(38,261,735)</td>
<td>225,261,977</td>
</tr>
<tr>
<td>Advances, deposits, prepayments and other receivables</td>
<td>(7,124,415)</td>
<td>(187,859,091)</td>
</tr>
<tr>
<td></td>
<td>(218,573,547)</td>
<td>(52,581,630)</td>
</tr>
</tbody>
</table>

Increase / (decrease) in current liabilities:

<table>
<thead>
<tr>
<th>Description</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade and other payables</td>
<td>(40,773,810)</td>
<td>(691,210,913)</td>
</tr>
<tr>
<td>Staff retirement benefits</td>
<td>6,473,881</td>
<td></td>
</tr>
<tr>
<td>Cash used in operations</td>
<td>676,490,013</td>
<td>1,317,344,901</td>
</tr>
</tbody>
</table>

13  Cash and cash equivalents

<table>
<thead>
<tr>
<th>Description</th>
<th>31 March 2012</th>
<th>30 June 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Short term borrowings - secured</td>
<td>(1,779,101,352)</td>
<td>(3,177,510,384)</td>
</tr>
<tr>
<td>Cash and bank balances</td>
<td>36,611,518</td>
<td>42,934,038</td>
</tr>
<tr>
<td></td>
<td>(1,742,489,834)</td>
<td>(3,134,576,346)</td>
</tr>
</tbody>
</table>
Condensed Interim Unconsolidated Notes to the Financial Information (Un-audited)
for the nine months ended March 31, 2012

14 Overdue financial liabilities

The Company in previous year as well as in current period faced operational issues due to revamp of existing plant and machinery and extended gas load shedding from SNGPL. As a result, the Company is facing liquidity shortfall due to which it was unable to meet its obligations in respect of various debt finances. The details are as follows:

<table>
<thead>
<tr>
<th>Nature of Liability</th>
<th>Principal Rupees</th>
<th>Interest / mark up Rupees</th>
<th>Total Rupees</th>
</tr>
</thead>
<tbody>
<tr>
<td>Redeemable capital</td>
<td>234,502</td>
<td>850,312,873</td>
<td>850,547,375</td>
</tr>
<tr>
<td>Long term finances</td>
<td>256,250,000</td>
<td>746,480,227</td>
<td>1,002,730,227</td>
</tr>
<tr>
<td>Short term borrowings</td>
<td>782,497,000</td>
<td>129,385,016</td>
<td>911,882,016</td>
</tr>
<tr>
<td>Bills payable</td>
<td>548,275,460</td>
<td>70,995,620</td>
<td>619,271,080</td>
</tr>
<tr>
<td></td>
<td><strong>1,587,256,962</strong></td>
<td><strong>1,797,173,736</strong></td>
<td><strong>3,384,430,698</strong></td>
</tr>
</tbody>
</table>

15 Date of authorization

This interim financial information was authorized for issue by the Board of Directors of the Company on April 30, 2012.

16 General

16.1 Figures have been rounded off to the nearest of Rupee.