

CONTENTS

Company Information	2
Directors' Review	3
Condensed Interim Balance Sheet	4-5
Condensed Interim Profit and Loss Account	6
Condensed Interim Statement of Comprehensive Income	7
Condensed Interim Cash Flow Statement	8
Condensed Interim Statement of Changes in Equity	9
Notes to and Forming Part of the Financial Information	10

COMPANY INFORMATION

Board of Directors

S. M. Mohsin	Chairman, Non Executive Director
Mr. Mujeeb Rashid	Chief Executive Officer & Managing Director
Mrs. Sitwat Mohsin	Non Executive Director
Mr. Mehdi Mohsin	Executive Director
Mr. Moaz Mohiuddin	Independent, Non Executive Director
Syed Faisal Imam	Non Executive Director
Ms. Umme Kulsum Imam	Non Executive Director
Mr. Jamal Nasim	Non Executive Director (NIT Nominee)

Audit Committee

Mr. Moaz Mohiuddin	Chairman
S. M. Mohsin	Member
Syed Faisal Imam	Member

Company Secretary/CFO

Mr. Atif Fayyaz

Auditors

A.F. Ferguson & Company
Chartered Accountants

Legal Advisors

Minto & Mirza
78-Mozang Road, Lahore.
Phone: (042) 36315469-70
Fax: (042) 36361531

Bankers

Habib Bank Limited
Askari Commercial Bank Limited
Standard Chartered Bank (Pakistan) Limited
MCB Bank Limited
National Bank of Pakistan

Share Registrar

Corplink (Private) Limited,
Wings Arcade, 1-K (Commercial)
Model Town, Lahore.
Phone : (042) 35839182, 35887262,
Fax:(042) 35869037

Corporate Office

39-A, D-1, Gulberg III, Lahore.
Phones: (042) 35872392-96,
Fax: (042) 35872398
E-Mail: ho@mitchells.com.pk
Website: www.mitchells.com.pk

Factory, Regional Sales

Office (Central) & Farms

Renala Khurd, District Okara, Pakistan.
Phones: (044) 2635907-8, 2622908
Fax: (044) 2621416
E-Mail: rnk@mitchells.com.pk,
rsoc@mitchells.com.pk

Regional Sales Office (North)

Plot No. 111, Street No. 10, I - 9/2,
Industrial Area, Islamabad.
Phones: 051-4443824-6
Fax : (051) 4443827
E-Mail: rson@mitchells.com.pk

Regional Sales Office (South)

Mehran VIP II, Ground Floor,
Plot 18/3 Dr. Dawood Pota Road, Karachi.
Phones: (021) 35212112, 35212712
& 35219675
Fax: (021) 35673588
E-Mail: rsos@mitchells.com.pk

DIRECTORS' REVIEW

The directors are pleased to submit the un-audited financial information of the company for the second quarter ended March 31, 2013.

Net sales of the company Rs.539 million show a satisfactory growth both over the corresponding period last year as well as the previous quarter.

Gross profit Rs.152 million reflects a good improvement in operating margins over last year thus resulting in growth of profit from operations to Rs.73 million from Rs.45 million last year. Profit before tax improved to Rs.69 million from Rs.38 million in the corresponding period last year.

The good operating results in the second quarter have thus helped to generate a 44 % growth in profit before tax for the half year ended 31st March from Rs.75 million last year to Rs.108 million this year.

For and on behalf of
the Board of Directors

Mujeeb Rashid
Chief Executive Officer &
Managing Director

Lahore: May 27, 2013

CONDENSED INTERIM BALANCE SHEET

AS AT MARCH 31, 2013 (UN-AUDITED)

	Note	March 31 2013 Rupees	September 30 2012 Rupees
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Authorised capital 20,000,000 (September 30, 2012: 10,000,000) ordinary shares of Rs 10 each		200,000,000	100,000,000
Issued, subscribed and paid up capital 6,300,000 (September 30, 2012: 5,040,000) ordinary shares of Rs 10 each		63,000,000	50,400,000
Reserves		9,635,878	9,635,878
Unappropriated profit		388,149,194	372,529,248
		460,785,072	432,565,126
NON-CURRENT LIABILITIES			
Deferred liabilities		103,532,885	93,012,838
CURRENT LIABILITIES			
Short term running finances		133,807,008	140,987,776
Creditors, accrued and other liabilities		137,151,655	146,322,898
Accrued finance cost on short term running finances		2,660,408	1,197,065
		273,619,071	288,507,739
CONTINGENCIES AND COMMITMENTS	5		
		837,937,028	814,085,703

The annexed notes 1 to 11 form an integral part of these condensed interim financial information.

	Note	March 31 2013 Rupees	September 30 2012 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	378,323,394	364,711,648
Intangible assets		1,211,933	1,285,370
Biological assets		8,790,500	9,505,667
		<u>388,325,827</u>	<u>375,502,685</u>
CURRENT ASSETS			
Stores, spares and loose tools		16,794,628	12,491,433
Stock in trade		311,139,522	342,532,608
Trade debts		56,241,113	59,816,430
Advances, deposits, prepayments and other receivables		35,190,092	11,387,684
Cash and bank balances		30,245,846	12,354,863
		449,611,201	438,583,018
		<u>837,937,028</u>	<u>814,085,703</u>

S. M. Mohsin
Chairman

Mujeeb Rashid
Chief Executive Officer & Managing Director



CONDENSED INTERIM PROFIT AND LOSS ACCOUNT

FOR THE QUARTER AND HALF YEAR ENDED MARCH 31, 2013 (UN-AUDITED)

	January to March		October to March	
	2013	2012	2013	2012
	Rupees	Rupees	Rupees	Rupees
Sales	538,960,908	451,667,818	1,022,576,925	964,772,021
Cost of sales	(386,788,999)	(340,419,466)	(751,182,168)	(733,207,387)
Gross profit	152,171,909	111,248,352	271,394,757	231,564,634
Administration expenses	(21,845,701)	(20,170,032)	(40,158,312)	(36,678,293)
Distribution and marketing expenses	(55,384,616)	(49,405,385)	(111,107,955)	(108,922,100)
Other operating expenses	(5,598,412)	(2,789,836)	(8,476,266)	(5,540,146)
Other operating income	4,004,218	6,004,612	6,047,614	6,991,251
Profit from operations	73,347,398	44,887,711	117,699,838	87,415,346
Finance cost	(3,607,686)	(6,524,987)	(9,725,782)	(12,512,792)
Profit before tax	69,739,712	38,362,724	107,974,056	74,902,554
Taxation	(28,572,090)	(5,334,518)	(41,954,110)	(18,123,459)
Profit for the period	41,167,622	33,028,206	66,019,946	56,779,095
Earnings per share - Basic and diluted	6.53	5.24	10.48	9.01

The annexed notes 1 to 11 form an integral part of these condensed interim financial information.

S. M. Mohsin
Chairman

Mujeeb Rashid
Chief Executive Officer & Managing Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER AND HALF YEAR ENDED MARCH 31, 2013 (UN-AUDITED)

	January to March		October to March	
	2013 Rupees	2012 Rupees	2013 Rupees	2012 Rupees
Profit for the half year ended March 31, 2013	41,167,622	33,028,206	66,019,946	56,779,095
Other comprehensive Income for the period	-	-	-	-
Total comprehensive income for the period	41,167,622	33,028,206	66,019,946	56,779,095

The annexed notes 1 to 11 form an integral part of these condensed interim financial information.

S. M. Mohsin
Chairman

Mujeeb Rashid
Chief Executive Officer & Managing Director



CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE HALF YEAR ENDED MARCH 31, 2013 (UN-AUDITED)

	Note	October to March	
		2013 Rupees	2012 Rupees
Cash flow from operating activities			
Cash from operations	8	158,339,048	60,668,562
Finance cost paid		(8,262,439)	(12,673,243)
Tax paid		(56,419,299)	(15,083,922)
Retirement and other benefits paid		(3,028,540)	(1,202,611)
Net cash from operating activities		90,628,770	31,708,786
Cash flows from investing activities			
Purchase of property, plant and equipment		(32,372,155)	(21,873,181)
Purchase of intangible assets		(58,000)	-
Sale proceeds of property, plant and equipment		2,674,222	3,759,736
Sale proceeds of livestock		1,484,200	819,700
Net cash used in investing activities		(28,271,733)	(17,293,745)
Cash flows from financing activities			
Dividend paid		(37,285,286)	(34,971,994)
Net cash used in financing activities		(37,285,286)	(34,971,994)
Net Increase/(decrease) in cash and cash equivalents		25,071,751	(20,556,953)
Cash and cash equivalents at beginning of the period		(128,632,913)	(141,214,810)
Cash and cash equivalents at end of the period	9	(103,561,162)	(161,771,763)

The annexed notes 1 to 11 form an integral part of these condensed interim financial information.

S. M. Mohsin
Chairman

Mujeeb Rashid
Chief Executive Officer & Managing Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED MARCH 31, 2013 (UN-AUDITED)

	Share capital	Share premium	General reserve	Accumulated profit	Rupees Total
Balance as at September 30, 2011	50,400,000	9,335,878	300,000	299,459,093	359,494,971
Final dividend for the year ended September 30, 2012 Rs. 7 per share	-	-	-	(35,280,000)	(35,280,000)
Total Comprehensive Income for the period	-	-	-	56,779,095	56,779,095
Balance as at March 31, 2012	50,400,000	9,335,878	300,000	320,958,188	380,994,066
Total Comprehensive Income for the period	-	-	-	51,571,060	51,571,060
Balance as at September 30, 2012	50,400,000	9,335,878	300,000	372,529,248	432,565,126
Transfer to reserve for issue of bonus shares	-	-	12,600,000	(12,600,000)	-
Issuance of bonus shares	12,600,000	-	(12,600,000)	-	-
Final dividend for the year ended September 30, 2012 Rs. 7.5 per share	-	-	-	(37,800,000)	(37,800,000)
Total Comprehensive Income for the period	-	-	-	66,019,946	66,019,946
Balance as at March 31, 2013	<u>63,000,000</u>	<u>9,335,878</u>	<u>300,000</u>	<u>388,149,194</u>	<u>460,785,072</u>

The annexed notes 1 to 11 form an integral part of these condensed interim financial information.

S. M. Mohsin
Chairman

Mujeeb Rashid
Chief Executive Officer & Managing Director



NOTES TO AND FORMING PART OF THE FINANCIAL INFORMATION
FOR THE QUARTER AND HALF YEAR ENDED MARCH 31, 2013 (UN-AUDITED)

1. This condensed interim financial information is un-audited and is being submitted to the shareholders as required by section 245 of the Companies Ordinance, 1984 and the listing regulations of the Karachi, Lahore and Islamabad Stock Exchanges.
2. The accounting policies adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of preceding annual published financial statements of the company for the year ended September 30, 2012.
3. This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 'Interim Financial Reporting' and has been reviewed by the auditors as required by the Code of Corporate Governance.
4. Income Tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year.

5. Contingencies and commitments

5.1 Contingencies

- (i) The company has issued guarantees in favour of Sui Northern Gas Pipelines Limited on account of payment of dues against gas consumption amounting to Rs. 17.200 million (September 30, 2012: Rs. 17.200 million).

5.2 Commitments

- (i) Letters of credit and purchase commitments for capital expenditure are Rs. 53.562 million (September 30, 2012: Rs. Nil).
- (ii) Letters of credit and purchase commitments other than capital expenditure are Rs. 28.209 million (September 30, 2012: Rs. 35 million).

	Note	March 31 2013 Rupees	September 30 2012 Rupees
6. Property, plant and equipment			
Operating fixed assets	6.1	346,188,888	351,429,726
Capital work-in-progress		32,134,506	13,281,922
		<u>378,323,394</u>	<u>364,711,648</u>
6.1 Operating fixed assets			
Opening book value		351,429,726	308,925,643
Add: Additions during the period (at cost)	6.1.1	13,519,572	80,367,191
		<u>364,949,298</u>	<u>389,292,834</u>
Less: Disposals during the period (at book value)	6.1.2	(1,388,746)	(2,929,760)
Depreciation charged during the period		(17,371,664)	(34,933,348)
		<u>(18,760,410)</u>	<u>(37,863,108)</u>
		<u>346,188,888</u>	<u>351,429,726</u>

	March 31 2013 Rupees	September 30 2012 Rupees
6.1.1 Detail of additions during the period		
Building on freehold land	1,691,888	1,391,187
Plant and machinery	4,557,639	70,567,922
Vehicles	5,182,415	6,002,845
Furniture, fixture and office equipment	12,646	385,998
Electric equipment and installations	1,700,100	1,284,359
Computer hardware	374,884	734,880
	13,519,572	80,367,191
6.1.2 Detail of disposals during the period		
Plant and machinery	-	638,183
Vehicles	1,388,746	2,291,577
	1,388,746	2,929,760
October to March		
	2013 Rupees	2012 Rupees
7. Transactions with related parties		
Relationship with the Company	Nature of transactions	
Associated undertakings	Purchase of goods	4,103,136
	Donations	5,632,348
		481,140
	500,000	
		481,140
	500,000	481,140
Period end balances		
Receivable from related parties	394,122	191,278
Payable to related parties	142,828	1,222,882

	October to March	
	2013 Rupees	2012 Rupees
8. Cash generated from operations		
Profit before tax	107,974,056	74,902,554
Adjustment for:		
Depreciation on property, plant and equipment	17,371,664	16,583,161
Amortization on intangibles	131,437	160,672
Profit on disposal of property, plant and equipment	(1,285,476)	(1,186,388)
Provision for doubtful debts	-	9,110,989
Material write off	-	9,165,106
Retirement and other benefits accrued	9,844,551	11,010,734
Profit on revaluation of live stock	(769,033)	(807,200)
Exchange gain	(622,102)	(1,070,718)
Finance cost	9,725,782	12,512,792
Profit before working capital changes	142,370,879	130,381,702
Effect on cash flow due to working capital changes:		
Increase in stores, spares and loose tools	(4,303,195)	(3,392,713)
Decrease/(Increase) in stock-in-trade	31,393,086	(53,758,127)
Decrease in trade debts	4,197,419	5,077,924
(Increase)/Decrease in advances, deposits prepayments and other receivables	(16,271,450)	10,844,990
Decrease/(Increase) in creditors, accrued and other liabilities	952,309	(28,485,214)
	15,968,169	(69,713,140)
	158,339,048	60,668,562
	March 2013 Rupees	March 2012 Rupees
9. Cash and cash equivalents		
Cash and bank balances	30,245,846	14,974,233
Short term running finances	(133,807,008)	(176,745,996)
	(103,561,162)	(161,771,763)
10. Date of authorisation		
These condensed interim financial information were authorised for issue on May 27, 2013 by the board of directors of the company.		
11. Corresponding figures		
Corresponding figures have been rearranged, wherever necessary, for the purposes of comparison. However, no significant re-arrangements have been made.		

S. M. Mohsin
Chairman

Mujeeb Rashid
Chief Executive Officer & Managing Director