

Sitara Chemical Industries Limited
Third Quarter Report
March 31, 2013



bringing chemicals for

Life



Contents

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



Company Information



Board of Directors

Chairman
Chief Executive Officer
Directors

Haji Bashir Ahmed
Mr. Muhammad Adrees
Mr. Imran Ghafoor
Mr. Haseeb Ahmed
Mr. Muhammad Khalil
Mr. Ijaz Hussain
Mr. Mazhar Ali Khan

Company Secretary

Mr. Mazhar Ali Khan

Chief Financial Officer

Mr. Anwar-ul-Haq (FCA)

Audit Committee

Chairman
Members

Mr. Imran Ghafoor
Haji Bashir Ahmed
Mr. Muhammad Khalil

Head of Internal Audit

Mr. Zakir Hussain (ACA)

Auditors

M/s. M. Yousuf Adil Saleem & Company
Chartered Accountants

Legal Advisor

Mr. Sahibzada Muhammad Arif

Bankers

Meezan Bank Limited
National Bank of Pakistan
Allied Bank Limited
United Bank Limited
Bank Alfalah Limited
Dubai Islamic Bank Pakistan Limited
The Bank of Punjab
MCB Bank Limited
Standard Chartered Bank Pakistan Limited
First Habib Bank Modaraba
Saudi Pak Industrial and Agricultural
Investment Company (Pvt.) Limited
Al-Baraka Islamic Bank B.S.C. (E.C.)
Askari Commercial Bank Limited
Faysal Bank Limited
Habib Bank Limited
Burj Bank Limited (formaly Dawood Islamic Bank Limited)
Bank Islami Pakistan Limited
Barclays Bank PLC Pakistan
Pak Oman Investment Company Limited
Silk Bank Limited
Summit Bank Limited (formaly Arif Habib Bank Ltd)
Habib Metropolitan Bank Limited
Bank Al-Habib Limited
Soneri Bank Limited

Registered Office

601-602 Business Centre, Mumtaz Hasan Road,
Karachi- 74000

Factories

28/32 KM, Faisalabad - Sheikupura Road, Faisalabad.

Directors' Review



First of all we wish to thank the Praise Worthy Allah and are pleased to present the un-audited Condensed Interim Financial Statements for the Third Quarter ended March 31, 2013.

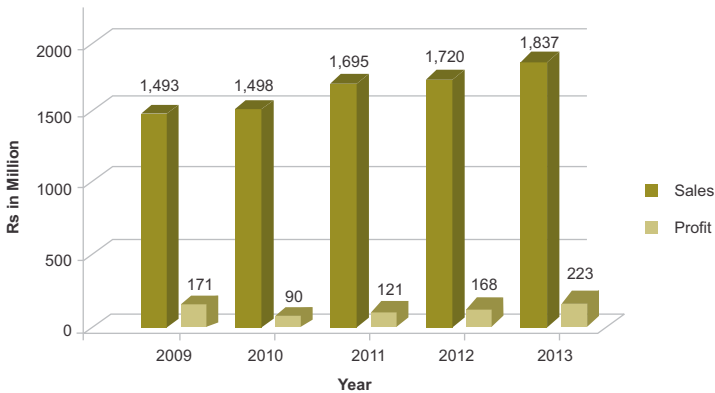
Cumulative profit before tax for first nine months of Financial Year 2013 of your company increased by 66% comparing to corresponding period of the last year and closed at Rs.1,043 Millions against Rs. 626 Millions in the corresponding period of last year. Comparing the performance during the Quarter, PBT increased by 33% and ended up at Rs.223 Millions against Rs.168 Millions during corresponding period of the last year. Net sales was higher by 7% and was Rs.1,837 Millions, whereas, in corresponding period same remained Rs.1,720 Millions. Resultantly, EPS for the quarter ended computed at Rs.7.10 against Rs.6.86 in the corresponding period of the last year and for the nine months EPS remained at Rs.35.30 against Rs.21.53 for the corresponding nine months of the last year.

Since last few years when our country trapped in circle of power shortage, third quarter operational results of your company always exhibits mismatched results when compared with results of other three quarters of the same year. During this quarter, trend could not be changed due to inhabitant acute gas and power shortage faced by the company during winter season. However, a considerable saving was achieved through substitution of operations of furnace based boiler with coal boiler which contributed to some extent in cost saving but other than steam we could not kept ourselves harmless and un-affected by the situation faced by whole industry in Pakistan.

Future Outlook:

Gas and electricity situation improved in the end of March 2013 and company resumed its production to maximum level. For the year end we are expecting manifold improvements in overall performance of your company. Further, by the grace of Almighty Allah medium and long term prospects for your company are also projected better than previous years and we are looking more promising results.

Graphical history of quarterly sales and net profit before tax is given hereunder:



MUHAMMAD ADREES
(CHIEF EXECUTIVE OFFICER)

Faisalabad: April 10, 2013

CONDENSED INTERIM BALANCE SHEET

(UN-AUDITED)

AS AT MARCH 31, 2013



		March 31, 2013 Un-Audited (Rupees in thousand)	June 30, 2012 Audited (Rupees in thousand)
NON - CURRENT ASSETS			
Property, plant and equipment	4	6,174,905	6,339,937
Investment property	5	2,828,291	2,820,036
Long-term investments		77,523	67,608
Long-term loans and advances		821,194	827,493
Long-term deposits		110,347	110,297
		10,012,260	10,165,371
CURRENT ASSETS			
Stores, spare parts and loose tools		389,397	366,962
Stock-in-trade		1,089,063	902,721
Trade debts		852,441	796,203
Loans and advances		128,164	132,415
Trade deposits and short-term prepayments		7,879	6,680
Other receivables		27,552	9,079
Other financial assets		138,201	116,179
Advance income tax		221,493	305,188
Cash and bank balances		299,390	79,862
		3,153,580	2,715,289
		13,165,840	12,880,660
SHARE CAPITAL AND RESERVES			
Share capital		214,294	214,294
Reserves		1,360,813	1,338,984
Un-appropriated profits		3,494,085	2,849,608
		5,069,192	4,402,886
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
		1,399,676	1,466,066
NON - CURRENT LIABILITIES			
Long-term financing	6	941,700	1,334,776
Long-term deposits		41,101	12,200
Deferred liabilities		1,309,318	1,385,030
		2,292,119	2,732,006
CURRENT LIABILITIES			
Trade and other payables		1,880,400	1,522,591
Profit / financial charges payable		66,176	92,938
Short term borrowings		1,523,302	1,544,904
Current portion of long term financing		566,192	862,779
Sales tax payable		31,072	16,069
Income tax		337,711	240,421
		4,404,853	4,279,702
CONTINGENCIES AND COMMITMENTS			
	7	13,165,840	12,880,660

The annexed selected notes 1 to 17 form an integral part of this condensed interim financial

**CONDENSED INTERIM PROFIT AND LOSS
ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2013**



	Note	Nine months ended		Quarter ended	
		March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
(Rupees in thousand)					
Sales - net	8	6,090,523	5,349,748	1,836,996	1,720,064
Cost of sales	9	4,444,230	3,910,903	1,466,091	1,295,478
Gross profit		1,646,293	1,438,845	370,905	424,586
Other operating income		22,501	23,391	334	6,582
		1,668,794	1,462,236	371,239	431,168
Distribution cost		87,825	88,072	22,004	31,539
Administrative expenses		95,396	158,049	31,085	50,942
Other operating expenses		70,322	55,500	8,989	15,381
Finance cost		382,583	523,976	110,986	163,630
Share of loss / (profit) of associates - net of tax		(9,915)	(9,099)	(25,254)	(1,075)
Impairment loss on investment		-	19,465	-	3,087
		626,211	835,963	147,810	263,504
Profit before taxation		1,042,583	626,273	223,429	167,664
Provision for taxation	10	286,142	164,808	71,235	20,716
Profit after taxation		756,441	461,465	152,194	146,948
Earnings per share - basic and diluted (Rupees)	11	35.30	21.53	7.10	6.86

The annexed selected notes 1 to 17 form an integral part of this condensed interim financial information.

MUHAMMAD ADREES
(CHIEF EXECUTIVE OFFICER)

HASEEB AHMED
(DIRECTOR)

**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2013**



	Nine months ended		Quarter ended	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
	(Rupees in thousand)			
Profit after taxation	756,441	461,465	152,194	146,948
Other comprehensive income for the period - net of tax				
Gain/(loss) on re-measurement of available for sale financial assets	21,927	(7,653)	636	(14,600)
Gain/(loss) realized on sale of available for sale financial assets during the period	(98)	14,395	108	14,695
Share of other comprehensive income of associate	-	7	-	33
	21,829	6,749	744	128
Total comprehensive income for the period	778,270	468,214	152,938	147,076

The annexed selected notes 1 to 17 form an integral part of this condensed interim financial information.



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

	Reserves							Total
	Capital		Revenue			Total Reserves		
	Share Premium	Reserve on re-measurement of available for sale investments	Share of other comprehensive income of associate	Sub Total	General Reserve	Un-Appropriated Profit	Total Reserves	
Balance as at July 01, 2011	97,490	9,717	5	107,212	1,225,000	2,239,905	3,572,117	3,786,411
Total comprehensive income								
Profit for the nine months ended March 31, 2012	-	-	-	-	-	461,465	461,465	461,465
Gain on re-measurement of available for sale financial assets	-	(7,653)	-	(7,653)	-	-	(7,653)	(7,653)
Gain realized on sale of available for sale financial assets during the period	-	14,395	7	14,395	-	-	14,395	14,395
Share of other comprehensive income of associate	-	6,742	-	6,749	-	461,465	468,214	468,214
Transfer to un-appropriated profit on account of incremental depreciation	-	-	-	-	-	36,316	36,316	36,316
Distribution to owners								
Final dividend for the year ended June 30, 2011	-	-	-	-	-	(133,934)	(133,934)	(133,934)
Balance as at March 31, 2012	97,490	16,459	12	113,961	1,225,000	2,603,752	3,942,713	4,157,007
Balance as at July 01, 2012	97,490	16,494	-	113,984	1,225,000	2,849,608	4,188,592	4,402,886
Total comprehensive income								
Profit for the nine months ended March 31, 2013	-	-	-	-	-	756,441	756,441	756,441
Gain on re-measurement of available for sale financial assets	-	21,927	-	21,927	-	-	21,927	21,927
Gain realized on sale of available for sale financial assets during the period	-	(98)	-	(98)	-	-	(98)	(98)
Share of other comprehensive income of associate	-	-	-	-	-	-	-	-
Transfer to un-appropriated profit on account of incremental depreciation	-	21,829	-	21,829	-	756,441	778,270	778,270
Distribution to owners								
Final dividend for the year ended June 30, 2012	-	-	-	-	-	59,471	59,471	59,471
Balance as at March 31, 2013	97,490	38,323	-	135,813	1,225,000	3,494,085	4,854,898	5,069,192

The annexed selected notes 1 to 17 form an integral part of this condensed interim financial information.



MUHAMMAD ADREES
(CHIEF EXECUTIVE OFFICER)



HASEB AHMED
(DIRECTOR)

**CONDENSED INTERIM CASH FLOW
STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2013**



	Note	Nine months ended	
		March 31, 2013	March 31, 2012
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating cash flow before working capital changes	14	1,828,045	1,507,842
Changes in working capital (Increase) / decrease in current assets			
Stores, spare parts and loose tools		(22,435)	(42,519)
Stock-in-trade		(186,342)	(130,771)
Trade debts		(56,238)	(50,701)
Loans and advances		4,251	(57,197)
Trade deposits and short-term prepayments		(1,199)	10,568
Tax refund from government		-	(3,199)
Other receivables		(18,473)	(18,920)
Other financial assets		(22,022)	-
Decrease in current liabilities			
Trade and other payables		361,103	368,689
		58,645	75,950
Cash generated from operations		1,886,690	1,583,792
Finance cost paid		(409,345)	(518,785)
Employee benefits paid		(2,657)	(2,070)
Taxes paid		(165,983)	(153,096)
Profit received on bank deposits		5,319	7,909
		(572,666)	(666,042)
Net cash from operating activities		1,314,024	917,750
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(262,089)	(237,878)
Proceeds from disposal of property, plant and equipment		2,869	6,222
Proceeds from disposal of available for sale investments - net		-	56,687
Purchase of investment property		(8,255)	(31,411)
Long-term loans and advances		6,299	19,732
Long term deposits		(50)	(134)
Sales tax payable		15,003	(7,557)
Dividend income received		5,526	3,617
Net cash used in investing activities		(240,697)	(190,722)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of long-term financing		(689,663)	(745,400)
Short term financing - net		(21,602)	540,303
Long term deposits		28,901	(10,519)
Dividend paid		(171,435)	(52,879)
Net cash used in financing activities		(853,799)	(268,495)
Net increase in cash and cash equivalents		219,528	458,533
Cash and cash equivalents at beginning of period		79,862	140,777
Cash and cash equivalents at end of the period		299,390	599,310

The annexed selected notes 1 to 17 form an integral part of this condensed interim financial information.


MUHAMMAD ADREES
(CHIEF EXECUTIVE OFFICER)


HASEEB AHMED
(DIRECTOR)

**SELECTED EXPLANATORY NOTES TO THE
CONDENSED INTERIM FINANCIAL
INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2013**



1 LEGAL STATUS AND OPERATIONS

- 1.1** Sitara Chemical Industries Limited ("the Company") was incorporated in Pakistan on September 08, 1981 as a public limited company under Companies Act, 1913 (now Companies Ordinance, 1984). The company is currently listed on all Stock Exchanges in Pakistan. The principal activities of the Company are operation of Chlor Alkali plant and yarn spinning unit. The registered office of the Company is situated at 601-602, Business Centre, Mumtaz Hasan Road, Karachi, in the province of Sindh and the manufacturing facilities are located at 28/32 K.M., Faisalabad - Sheikhpura Road, Faisalabad, in the province of Punjab.

The Company is currently organized into two operating divisions and these divisions are the basis on which the Company reports its primary segment information.

Principal business activities are as follows:

Chemical Division	Manufacturing of caustic soda and allied products
Textile Division	Manufacturing of yarn

- 1.2** This condensed interim financial information is presented in Pak Rupee, which is the Company's functional and presentation currency.

2 BASIS OF PREPARATION

- 2.1** This condensed interim financial information of the Company for the nine months period ended March 31, 2013 has been prepared in accordance with the International Accounting Standard - 34 "Interim Financial Reporting" provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.
- 2.2** This condensed interim financial information should be read in conjunction with annual audited financial statements for the year ended June 30, 2012. Comparative balance sheet is extracted from annual audited financial statements for the year ended June 30, 2012 whereas comparative profit and loss account, comparative statement of changes in equity and comparative cash flow statement are stated from un-audited condensed interim financial information for the nine months ended on March 31, 2012.

3 ACCOUNTING POLICIES AND ESTIMATES

- 3.1** The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended June 30, 2012.

4. PROPERTY, PLANT AND EQUIPMENT

		March 31, 2013	June 30, 2012
	Note	Un-Audited (Rupees in thousand)	Audited
Operating assets	4.1	5,906,844	6,061,686
Capital work-in-progress		268,061	278,251
		6,174,905	6,339,937

**SELECTED EXPLANATORY NOTES TO THE
CONDENSED INTERIM FINANCIAL
INFORMATION (UN-AUDITED)**

FOR THE NINE MONTHS ENDED MARCH 31, 2013



		March 31, 2013	June 30, 2012
	Note	Un-Audited (Rupees in thousand)	Audited
4.1 Operating assets			
Opening written down value		6,061,686	5,210,179
Additions during the period / year:			
Freehold land		-	43,440
Building on freehold land - Mills		11,314	101,095
Plant and machinery		240,262	1,164,768
Factory equipment		3,649	5,437
Electric equipment		1,758	1,454
Office equipment		2,124	797
Furniture and fittings		403	594
Vehicles		12,769	24,620
		272,279	1,342,205
Written down value of operating assets disposed off during the period / year		(1,398)	(23,153)
Depreciation charged during the period / year		(425,723)	(467,545)
		5,906,844	6,061,686
5 INVESTMENT PROPERTY			
Land	5.1	2,824,215	2,815,630
Building	5.2	4,076	4,406
		2,828,291	2,820,036
5.1 Land - at cost			
Balance at beginning of the period / year		2,815,630	1,571,960
Acquisitions		8,585	65,670
Add : classified as held for sale reclassified as investment property		-	1,178,000
Balance at end of the period / year		2,824,215	2,815,630
5.2 Building - at cost			
Cost		13,035	13,035
Accumulated Depreciation:			
At the beginning of the period / year		8,629	8,139
For the period / year		330	490
At the end of the period / year		8,959	8,629
Written down value at the end of the period / year		4,076	4,406
6 LONG-TERM FINANCING			
Opening balance		2,197,556	2,764,277
Obtained during the period / year		112,505	400,000
		2,310,061	3,164,277
Less: paid during the period / year		802,168	966,721
		1,507,893	2,197,556
Less: current portion		566,193	862,780
		941,700	1,334,776

**SELECTED EXPLANATORY NOTES TO THE
CONDENSED INTERIM FINANCIAL
INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2013**



	March 31, 2013 Un-Audited (Rupees in thousand)	June 30, 2012 Audited (Rupees in thousand)
7 CONTINGENCIES AND COMMITMENTS		
7.1 Contingencies		
Sales tax demand not acknowledged in view of pending appeals	3,398	3,398
Suppliers' claim not acknowledged in view of pending case in Civil Court	890	890
Guarantees issued by banks on behalf of the Company	135,551	-
7.2 Commitments		
Outstanding letters of credit for raw material and spares	75,509	19,784

	Nine months ended		Quarter ended	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
(Rupees in thousand)				
8 SALES - NET				
Local	6,561,471	5,861,994	2,161,543	2,331,769
Export	487,829	302,587	12,555	120,007
	7,049,300	6,164,581	2,174,098	2,451,776
Less: Commission and discount	204,203	133,879	93,410	45,100
Sales tax	754,574	680,954	243,692	686,612
	958,777	814,833	337,102	731,712
	6,090,523	5,349,748	1,836,996	1,720,064
9 COST OF SALES				
Raw material consumed	1,182,820	1,030,919	321,199	304,969
Fuel and power	2,203,633	1,976,079	707,193	692,150
Salaries, wages and benefits	269,655	175,649	88,350	57,256
Factory overheads	734,832	567,589	232,142	184,047
	4,390,940	3,750,236	1,348,884	1,238,422
Work-in-process				
Opening stock	45,909	72,439	54,902	57,713
Closing stock	(47,529)	(49,641)	(47,529)	(49,641)
	(1,620)	22,798	7,373	8,072
Cost of goods manufactured	4,389,320	3,773,034	1,356,257	1,246,494
Finished goods				
Opening stock	314,401	432,162	390,028	343,277
Purchases	-	-	(20,703)	-
Closing stock	(259,491)	(294,293)	(259,491)	(294,293)
	54,910	137,869	109,834	48,984
	4,444,230	3,910,903	1,466,091	1,295,478

**SELECTED EXPLANATORY NOTES TO THE
CONDENSED INTERIM FINANCIAL
INFORMATION (UN-AUDITED)**

FOR THE NINE MONTHS ENDED MARCH 31, 2013



	Nine months ended		Quarter ended	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
(Rupees in thousand)				
10 PROVISION FOR TAXATION				
Current - for the period	337,712	230,056	104,053	50,365
Prior year	23,987	-	-	-
Deferred	(75,557)	(65,248)	(32,818)	(29,649)
	<u>286,142</u>	<u>164,808</u>	<u>71,235</u>	<u>20,716</u>
11 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit for the period	756,441	461,465	152,194	146,948
Weighted average number of ordinary shares outstanding during the period	21,429	21,429	21,429	21,429
Earnings per share (Rupees)	<u>35.30</u>	<u>21.53</u>	<u>7.10</u>	<u>6.86</u>

**12 TRANSACTIONS WITH RELATED
PARTIES - UN-AUDITED**

The related parties comprise of associated undertakings, staff retirement benefit plans, directors and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Nature and description of significant related party transactions along with monetary values are as follows:

		Nine months ended	
		March 31, 2013	March 31, 2012
(Rupees in thousand)			
Relationship with the Company	Nature of transactions.		
Associated Undertakings	Sales	67,496	61,300
	Purchases	59,205	2,861
	Organizational expenses recovered	827	885
	Organizational expenses paid	486	5,384
	Power charges paid	-	1,019,071
	Dividend received	-	3,617
	Donation	4,849	10,004
	Key Management Personnel	Remuneration to Executives	63,967

**SELECTED EXPLANATORY NOTES TO THE
CONDENSED INTERIM FINANCIAL
INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2013**



13 SEGMENT REPORTING

The Company has two reportable segments, which offer different products and are managed separately. The following summary describes the operations in each of the reportable segment of the Company:

- Chemical division : Manufacturing of caustic soda and allied products
- Textile division: Manufacturing of yarn

13.1 Information about operating segments is as follows:

	Operating segments						
	Chemical Division		Textile Division				Total
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012	March 31, 2012	March 31, 2013	March 31, 2012
	Nine months ended						
	(Rupees in thousand)						
Revenue from external customers - net	5,068,100	4,526,220	1,022,423	823,529	6,090,523	5,349,749	
Depreciation on property, plant and equipment	390,702	325,160	35,351	25,506	426,053	350,666	
Segment profit	1,374,309	1,160,297	89,242	33,957	1,463,551	1,194,254	
	Un-audited March 31, 2013	Audited June 30, 2012	Un-audited March 31, 2013	Audited June 30, 2012	Total Un-audited March 31, 2013	Total Audited June 30, 2012	
Capital expenditure	266,556	348,568	5,723	88,769	272,279	437,337	
Segment assets	8,010,499	9,144,843	1,449,393	85,067	9,459,892	9,229,910	
Segment liabilities	746,251	724,785	74,696	21,149	820,947	745,934	

**SELECTED EXPLANATORY NOTES TO THE
CONDENSED INTERIM FINANCIAL
INFORMATION (UN-AUDITED)**

FOR THE NINE MONTHS ENDED MARCH 31, 2013



	Nine months ended	
	March 31, 2013	March 31, 2012
(Rupees in thousand)		
13.2 Reconciliations of reportable segments are as follows:		
Revenue		
Total revenue for reportable segments	6,090,523	5,349,749
Profit for the period		
Total profit for reportable segments	1,463,551	1,194,254
Unallocated corporate income / (expenses)		
Other operating income	22,501	23,391
Administrative expenses	(479)	(1,530)
Other operating expenses	(70,322)	(55,500)
Finance cost	(382,583)	(523,976)
Share of profit / (loss) of associates - net of tax	9,915	9,099
Impairment loss on investment	-	(19,465)
Profit before income tax expense	1,042,583	626,273
	March 31, 2013	June 30, 2012
	Un-Audited	Audited
	(Rupees in thousand)	
Assets		
Total assets for reportable segments	9,459,892	9,229,910
Other unallocated corporate assets	3,705,948	3,650,750
Entity's assets	13,165,840	12,880,660
Liabilities		
Total liabilities for reportable segments	820,947	745,934
Other unallocated corporate liabilities	12,344,893	12,134,726
Entity's liabilities	13,165,840	12,880,660

13.3 The Company has no reportable geographical segment.

	Nine months ended	
	March 31, 2013	March 31, 2012
(Rupees in thousand)		
14 OPERATING CASH FLOW BEFORE WORKING CAPITAL CHANGES		
Profit before taxation	1,042,583	626,273
Adjustments for:		
Depreciation on property, plant and equipment	425,723	350,297
Depreciation on investment property	330	369
Impairment (gain) / loss on investment in associated company	-	19,465
Finance cost	382,583	523,976
Share of loss / (profit) of associated companies-net of tax	(9,915)	(9,099)
(Gain) / loss on disposal of property, plant and equipment-net	(1,471)	7,141
Exchange (gain)/loss	(3,239)	(903)
(Gain) on sale of available for sale investments	(206)	(650)
Provision for employee benefits	2,502	2,499
Dividend income	(5,526)	(3,617)
Profit on bank deposits	(5,319)	(7,909)
	785,462	881,569
	1,828,045	1,507,842



**SELECTED EXPLANATORY NOTES TO THE
CONDENSED INTERIM FINANCIAL
INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2013**

15 DATE OF AUTHORIZATION FOR ISSUE

This interim financial information has been approved by the Board of Directors of the Company and authorized for issue on April 10, 2013.

16 RE-ARRANGEMENT AND RECLASSIFICATION

No significant re-arrangement and reclassification has been made in this condensed interim financial information, except other factory overhead in cost of sales note no.9.

17 GENERAL

Figures have been rounded to the nearest thousand of "Pak" Rupees, unless otherwise stated.

MUHAMMAD ADREES
(CHIEF EXECUTIVE OFFICER)

HASEEB AHMED
(DIRECTOR)

Blank



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