



Quarterly Report

31 March 2015

(Un-audited)



Contents

02	Company Information
03	Directors' Report
04	Balance Sheet
06	Profit & Loss Account
07	Statement of Comprehensive Income
08	Cash Flow Statement
09	Statement of Changes in Equity
10	Notes to the Financial Statements

Company Information

Board of Directors

Khalid Bashir	(Chairman)
Nadeem Maqbool	(Chief Executive)
Ahsan Bashir	
Amjad Mahmood	
Asif Bashir	
Humayun Maqbool	
Mohammad Iqbal	

Chief Financial Officer

Farooq Ahmad

Company Secretary

Gulraiz Ali

Audit Committee

Humayun Maqbool	(Chairman)
Ahsan Bashir	(Member)
Asif Bashir	(Member)

HR & R Committee

Ahsan Bashir	(Chairman)
Asif Bashir	(Member)
Humayun Maqbool	(Member)

Legal Advisor

Muhammad Iqbal Khawaja

Share Registrar

Crescent Group (Pvt.) Ltd.
10th Floor, BOP Tower, 10-B,
Block E-2, Gulberg III, Lahore

Auditors

Ernst & Young Ford Rhodes Sidat Hyder
Chartered Accountants

Bankers

Allied Bank Limited
Habib Bank Limited
MCB Bank Limited
Standard Chartered Bank (Pakistan) Limited
United Bank Limited
Dubai Islamic Bank Limited
Habib Metropolitan Bank Limited

Registered Office

7-B-III, Aziz Avenue, Gulberg-V, Lahore.

Ph: +92-423-576 0381

Fax: +92-423-576 0376

Email: info@suraj.com

Web: www.suraj.com

Project Locations

Nooriabad, Sindh.

Shahkot, District Nankana Sahib, Punjab.

Rawind, District Lahore, Punjab.



Directors' Report

We are pleased to present the unaudited financial statements for the period ended 31 March 2015.

For the period under review, earnings after tax are Rs. 479,881 million and earnings per share is Rs. 20.03. Net sales of the company were recorded at approximately Rs. 6,819 billion, a decline of approximately 7% over the corresponding period. Distribution costs were significantly lower over the corresponding period. Administrative costs rose by about 2.21% due to normal inflationary pressures. Financial charges were Rs. 51,430 million, a reduction of almost 20% from the corresponding period. The company has maintained its profitable performance leading to reduction in borrowings and thus lower finance cost.

The demand for yarn and fabrics has slowed down considerably and there has been significant pressure on prices especially in our main markets, predominant among them, China. However, your Company managed to perform well and managed to maintain its results for the period under review. India has eroded Pakistan's share in the Chinese market along with ASEAN countries such as Indonesia and Vietnam. Our yarn and other textile exports have been falling consistently and the decline is now about 16% year on year. The cotton prices have remained steady during the current season both for domestic and international cotton. We expect the prices to show an increasing trend in the 4th quarter as it is now end of season in most cotton growing countries. Your company has performed well during this quarter and managed to post good earnings.

The final output of the domestic cotton crop is 14.8 million bales, which is welcome and significantly higher than the last few years.

Future Prospects

The textile industry of Pakistan is passing through a critical phase and it will be presented with many challenges in the coming period. There are issues of demand erosion for yarn and fabrics as well as questions about the size of the crops in the cotton growing countries of the world. Planting delays are expected due to unfavourable weather patterns as well as low prices received by the farmers. The situation of power has become better and the industry faced lower load shedding during this season. Lower oil prices also helped to reduce costs as electricity from the national grid and generation became cheaper. We will continue to maintain our cost controls, which will help in alleviating adverse factors and maintain profitable operations.

The company is examining several avenues for diversification in both the textile and other sectors. We will keep our stakeholders apprised of further developments in this regard.

Acknowledgements

We would take this opportunity to thank all our shareholders and partners for their valued support and our employees for their dedication. We would also like to thank the Board of Directors for their valuable insight and guidance.

Nadeem Maqbool
Chief Executive

28 April 2015
Lahore

Condensed Interim Balance Sheet

As At 31 March 2015

	Un-Audited	Audited
	31 March 2015	30 June 2014
Note	(Rupees in thousand)	
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorized share capital		
50,000,000 (30 June 2015: 50,000,000) ordinary shares of Rupees 10 each		
	500,000	500,000
<hr/>		
Issued, subscribed and paid up share capital	239,580	217,800
Capital reserves	33,655	38,667
Revenue reserves	4,040,075	3,690,874
Total equity	4,313,310	3,947,341
Non-current liabilities		
Long term financing	104,681	251,537
Liabilities against assets subject to finance lease	445	635
Deferred tax	215,535	215,535
	320,661	467,707
Current liabilities		
Trade and other payables	967,011	791,840
Accrued interest on loans	14,881	19,213
Short term borrowings	388,507	205,276
Current portion of non current liabilities	63,528	115,691
	1,433,927	1,132,020
Total liabilities	1,754,588	1,599,727
Total equity and liabilities	6,067,898	5,547,068
<hr/>		
CONTINGENCIES AND COMMITMENTS	6	

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

(CHIEF EXECUTIVE OFFICER)



		Un-Audited	Audited
		31 March 2015	30 June 2014
	Note	(Rupees in thousand)	
ASSETS			
Non-current assets			
Property, plant and equipment	7	1,997,494	1,982,781
Investment Properties		100,000	100,000
Long term deposits		19,531	19,531
		2,117,025	2,102,312
Current assets			
Stores, spares and loose tools		101,126	89,846
Stock in trade		1,351,978	1,372,741
Trade debts		369,789	459,258
Loans and advances	8	55,162	56,046
Trade deposits and short term prepayments		16,671	4,618
Balances with statutory authorities		46,630	70,306
Taxation- net		6,781	3,024
Other receivables		1,686	817
Short term investments	9	1,853,925	1,185,844
Cash and bank balances		135,542	190,673
Assets held for sale		11,583	11,583
		3,950,873	3,444,756
TOTAL ASSETS		6,067,898	5,547,068

(DIRECTOR)

Condensed Interim Profit And Loss Account (Un-Audited) For The Nine Months Ended 31 March 2015

	Note	Nine months ended		Quarter ended	
		31 March 2015	31 March 2014	31 March 2015	31 March 2014
		(Rupees in thousand)			
Sales	10	6,819,777	7,345,957	1,980,864	2,248,551
Cost of sales	11	6,095,660	6,411,474	1,737,539	2,059,994
Gross profit		724,117	934,483	243,325	188,557
Distribution cost		128,162	177,535	38,482	49,100
Administrative expenses		85,132	83,290	27,772	27,838
Other operating expenses	12	45,553	57,253	16,334	12,261
		258,847	318,078	82,588	89,199
		465,270	616,405	160,737	99,358
Other operating income		157,328	140,323	68,397	42,116
		622,598	756,728	229,134	141,474
Finance cost		51,430	64,175	14,956	22,270
Profit before taxation		571,168	692,553	214,178	119,204
Taxation	13	91,287	89,811	29,510	24,114
Profit after taxation		479,881	602,742	184,668	95,090
			Restated		Restated
Earnings per share					
- basic and diluted (Rupees)		20.03	25.16	7.71	3.97

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

(CHIEF EXECUTIVE OFFICER)

(DIRECTOR)

Condensed Interim Statement Of Comprehensive Income (Un-Audited) For The Nine Months Ended 31 March 2015

	Nine months ended		Quarter ended	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
	(Rupees in thousand)			
Profit for the period	479,881	602,742	184,668	95,090
Other comprehensive income / (loss):				
Items not to be reclassified to profit and loss in subsequent periods				
Net unrealized gain on available for sale investments	(5,012)	13,952	(44,095)	6,050
Total comprehensive income for the period	474,869	616,694	140,573	101,140

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

(CHIEF EXECUTIVE OFFICER)

(DIRECTOR)

Condensed Interim Cash Flow Statement (Un-Audited)

For The Nine Months Ended 31 March 2015

	Nine Months ended 31 March 2015	Nine Months ended 31 March 2014
(Rupees in thousand)		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	571,168	692,553
Adjustment for non-cash and other items:		
Depreciation	149,538	149,491
Gain on disposal of property, plant and equipment	(1,374)	(9,700)
Unrealized (gain)/loss on revaluation of held for trading investments	4,976	(63,018)
Dividend income	(14,237)	(7,506)
Exchange gain	(4,110)	(1,340)
Finance cost	51,430	64,175
Cash flows from operating activities before working capital changes	757,391	824,655
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(11,280)	41,235
Stock in trade	20,763	(37,363)
Trade debts	93,579	35,525
Loans and advances	884	(6,977)
Trade deposits and short term prepayments	(12,053)	(7,500)
Balances with statutory authorities	23,676	(3,359)
Other receivables	(869)	(12,570)
Increase in current liabilities:		
Trade and other payables	175,171	28,050
Net cash (used in) / from working capital	289,871	37,041
Cash generated from operations	1,047,262	861,696
Finance cost paid	(55,762)	(62,670)
Income tax paid	(95,045)	(78,752)
Dividend paid	(108,900)	(107,111)
Net cash from operating activities	787,555	613,163
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred	(165,727)	(203,231)
Proceeds from disposal of property, plant and equipment	2,850	13,340
Investments made - net	(678,068)	(421,275)
Dividend received	14,237	7,506
Increase in long term deposits	-	(465)
Net cash used in investing activities	(826,708)	(604,125)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from/(repayment of) long term financing - net	(199,044)	(24,246)
Repayment of finance lease liabilities	(165)	(92)
Increase/(decrease) in short term borrowings - net	183,231	99,421
Net cash (used in) / from financing activities	(15,978)	75,083
Net decrease in cash and cash equivalents	(55,131)	84,121
Cash and cash equivalents at the beginning of the period	190,673	95,510
Cash and cash equivalents at the end of the period	135,542	179,631

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

(CHIEF EXECUTIVE OFFICER)

(DIRECTOR)

Condensed Interim Statement of Changes in Equity (Un-Audited) For The Nine Months Ended 31 March 2015

	Share capital	Capital Reserves			Revenue Reserves			Total
		Premium on issue of shares	Unrealized gain / (loss) on available-for-sale investments	Sub total	General	Unappropriated profit	Sub total	
------(Rupees in thousand)-----								
Balance as on 01 July 2013	198,000	29,000	4,984	33,984	2,214,000	963,012	3,177,012	3,408,996
Net profit for the period from 01 July 2013 to 31 March 2014	-	-	-	-	-	602,742	602,742	602,742
Other comprehensive income	-	-	13,952	13,952	-	-	-	13,952
Total comprehensive income for the period	-	-	13,952	13,952	-	602,742	602,742	616,694
Transfer to general reserve	-	-	-	-	750,000	(750,000)	-	-
Issue of bonus shares for the year ended 30 June 2013 at the rate of 10%	19,800	-	-	-	-	(19,800)	(19,800)	-
Final dividend for the year ended 30 June 2013 at the rate of Rs. 6 per share	-	-	-	-	-	(118,800)	(118,800)	(118,800)
Balance as on 31 March 2014	217,800	29,000	18,936	47,936	2,964,000	677,154	3,641,154	3,906,890
Balance as on 01 July 2014	217,800	29,000	9,667	38,667	2,964,000	726,874	3,690,874	3,947,341
Net profit for the period from 01 July 2014 to 31 March 2015	-	-	-	-	-	479,881	479,881	479,881
Other comprehensive income	-	-	(5,012)	(5,012)	-	-	-	(5,012)
Total comprehensive income for the period	-	-	(5,012)	(5,012)	-	479,881	479,881	474,869
Transfer to general reserve	-	-	-	-	500,000	(500,000)	-	-
Issue of bonus shares for the year ended 30 June 2014 at the rate of 10%	21,780	-	-	-	-	(21,780)	(21,780)	-
Final dividend for the year ended 30 June 2014 at the rate of Rs. 5 per share	-	-	-	-	-	(108,900)	(108,900)	(108,900)
Balance as on 31 March 2015	239,580	29,000	4,655	33,655	3,464,000	576,075	4,040,075	4,313,310

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

(CHIEF EXECUTIVE OFFICER)

(DIRECTOR)

Selected Notes To The Interim Financial Information (Un-Audited) For The Nine Months Ended 31 March 2015

1. THE COMPANY AND ITS ACTIVITIES

Suraj Cotton Mills Limited (the Company) is a public limited company incorporated in Pakistan under the Companies Act, 1913 (Now Companies Ordinance, 1984). The registered office of the Company is located at 7-B-III, Aziz Avenue, Gulberg-V, Lahore. Its shares are quoted on Karachi and Lahore Stock Exchanges in Pakistan. The Company is engaged in the manufacturing, sale and trading of yarn, cloth and processing of cloth.

2. BASIS OF PREPARATION

2.1 This interim financial information is unaudited and is being submitted to shareholders, as required by section 245 of Companies Ordinance, 1984.

2.2 This interim financial information of the Company for the nine month period ended 31 March 2015 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, "Interim Financial Reporting" and 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.

2.3 The accounting policies and computation methods adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding annual published financial statements of the Company for the year ended 30 June 2014 except for as disclosed in note 2.4 below.

2.3 The Company has adopted the following amended International Financial Reporting Standards (IFRSs) which became effective during the period:

IAS 19 - Employee Benefits – (Amendment) - Defined Benefit Plans: Employee Contributions

IAS 32 - Financial Instruments : Presentation – (Amendment) - offsetting Financial Assets and Financial Liabilities

IAS 36 - Impairment of Assets – (Amendment) Recoverable Amount Disclosures for Non-Financial Assets

IAS 39 - Financial Instruments: Recognition and Measurement – (Amendment) - Novation of derivatives and continuation of hedge accounting

IFRIC 21 - Levies

The adoption of the above revision, amendments and interpretations of the standards did not have any effect on the condensed interim financial information.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Judgments and estimates made by the management in the preparation of this interim financial information are the same as those applied in the preparation of the preceding annual published financial statements of the Company for the year ended 30 June 2014.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of the estimation are the same as those that applied to the financial statements for the year ended 30 June 2014.

	Un-Audited	Audited
	31 March 2015	30 June 2014
	(Rupees in thousand)	
5. LONG TERM FINANCING - secured		
Opening balance	367,010	420,676
Repaid during the period / year	(199,044)	(53,666)
	167,966	367,010
Less: Current portion	63,285	115,473
	104,681	251,537

Selected Notes To The Interim Financial Information (Un-Audited)

For The Nine Months Ended 31 March 2015

6. CONTINGENCIES AND COMMITMENTS

Contingencies

- There is contingent liability in respect of bank guarantees issued by the Company's bankers in the ordinary course of business in favour of collector of customs aggregating to Rs. 810 thousand (30 June 2014: Rs. 810 thousand) against cases pending in the court of law.

Commitments

- Commitments as at 31 March 2015 are Rs. 173,334 thousand (30 June 2014: Rs. 49,202 thousand).

	Note	Un-Audited	Audited
		31 March 2015	30 June 2014
		(Rupees in thousand)	
7. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - tangible	(7.1)	1,952,029	1,935,757
Assets subject to finance lease	(7.2)	986	1,160
Capital work-in-progress		44,479	45,864
		1,997,494	1,982,781
7.1 Operating fixed assets - tangible			
Opening book value		1,935,757	1,944,391
Add: Additions during the period / year -cost	(7.1.1)	167,112	209,333
		2,102,869	2,153,724
Less: Deletions during the period / year		1,476	15,659
		2,101,393	2,138,065
Less: Depreciation during the period / year		149,364	202,308
Book value at the end of the period / year		1,952,029	1,935,757
7.1.1 Additions during the period / year - cost			
Land		-	16,694
Buildings		-	7,106
Plant and machinery		142,509	168,978
Office Equipment		-	1,200
Electric installations		-	5,503
Vehicles		24,603	9,852
		167,112	209,333
7.2 Assets subject to finance lease			
Opening book value		1,160	1,450
Less: Depreciation during the period / year		174	290
Book value at the end of the period / year		986	1,160

Selected Notes To The Interim Financial Information (Un-Audited)
For The Nine Months Ended 31 March 2015

	Note	Un-Audited		Audited	
		31 March 2015		30 June 2014	
		(Rupees in thousand)			
8. LOANS AND ADVANCES					
Loans to employees		5,136		5,299	
Advances to suppliers		42,828		44,374	
Advance against letter of credit		7,198		6,373	
		55,162		56,046	
9. SHORT TERM INVESTMENT					
Available for sale		509,460		26,756	
Held for trading		1,344,465		1,159,088	
		1,853,925		1,185,844	
		Un-Audited			
		Nine months ended		Quarter ended	
		31 March 2015	31 March 2014	31 March 2015	31 March 2014
		(Rupees in thousand)			
10. SALES					
Export		1,738,083	2,422,917	448,308	616,110
Local		4,951,471	4,787,274	1,488,344	1,585,476
Waste		130,223	135,766	44,212	46,965
		6,819,777	7,345,957	1,980,864	2,248,551
11. COST OF SALES					
Raw material consumed		4,099,937	4,959,284	1,223,104	1,672,041
Sizing expenses		44,320	48,374	14,973	14,915
Stores, spares and loose tools consumed		120,616	120,668	39,581	45,828
Packing materials		75,303	75,626	24,161	24,817
Salaries, wages and other benefits		441,125	378,861	149,697	129,844
Fuel and power		854,850	812,085	252,169	290,829
Repairs and maintenance		37,579	18,673	14,122	5,398
Insurance		14,987	18,200	2,908	6,931
Other factory overheads		12,494	11,850	3,723	4,166
Depreciation		140,515	140,608	48,634	48,583
		5,841,726	6,584,229	1,773,072	2,243,352

Selected Notes To The Interim Financial Information (Un-Audited)

For The Nine Months Ended 31 March 2015

	Un-Audited			
	Nine months ended		Quarter ended	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
	(Rupees in thousand)			
Work-in-process:				
Opening stock	113,163	98,952	124,674	112,135
Closing stock	(110,308)	(119,365)	(110,308)	(119,365)
	2,855	(20,413)	14,366	(7,230)
Cost of goods manufactured	5,844,581	6,563,816	1,787,438	2,236,122
Finished goods:				
Opening stock	673,903	551,623	372,926	527,837
Closing stock	(422,825)	(703,965)	(422,825)	(703,965)
	251,078	(152,342)	(49,899)	(176,128)
	6,095,660	6,411,474	1,737,539	2,059,994
12. OTHER OPERATING EXPENSES				
Workers profit participation fund	30,062	38,435	11,011	7,643
Workers welfare fund	12,270	15,230	4,494	3,529
Others	3,221	3,588	829	1,089
	45,553	57,253	16,334	12,261
13. TAXATION				
Charge for the period:				
Current	91,287	89,811	29,510	24,114
	91,287	89,811	29,510	24,114

14. OPERATING SEGMENT INFORMATION

The textile sector comprise of spinning, combing, weaving, dyeing, bleaching, printing, stitching, buying, selling and dealing in yarn, cloth and other goods and fabrics made from raw cotton and synthetic fiber(s). This sector also includes power generation facilities which provide electricity for internal consumption purposes.

Business segments

For management purposes, the Suraj Cotton Mills is organized into business units based on their products and services and has two reportable operating segments as follows:

Spinning: Production of different quality of yarn using natural and artificial fibers.

Weaving: Production of different quality of greige fabric using yarn.

No operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with operating profit or loss in the consolidated financial statements.

Transfer prices between operating segments are on arm's length basis in a manner similar to transactions with third parties.

	Spinning		Weaving		Elimination of inter-segment transactions		Total
	MAR 31 - 2015	MAR 31 - 2014	MAR 31 - 2015	MAR 31 - 2014	MAR 31 - 2015	MAR 31 - 2014	
----- Un-Audited -----							
----- Nine months ended -----							
----- (Rupees in thousand) -----							
Sales							
External	3,937,108	4,065,186	2,882,670	3,290,770	-	-	6,819,778
Inter-segment	961,583	794,375	-	-	961,583	794,375	-
	4,898,691	4,859,561	2,882,670	3,290,770	961,583	794,375	7,345,956
Cost of sales							
External	4,328,676	4,183,278	1,766,982	2,228,195	-	-	6,095,668
Inter-segment	-	-	961,583	794,375	961,583	794,375	-
	4,328,676	4,183,278	2,728,565	3,022,570	961,583	794,375	6,411,473
Gross profit	570,015	676,283	154,105	258,200	-	-	934,483
Distribution cost	53,659	65,875	74,505	111,660	-	-	177,535
Administrative expenses	68,955	68,864	16,178	14,436	-	-	85,133
	122,614	134,729	90,683	126,096	-	-	213,297
Profit before taxation and unallocated income and expenses	447,401	541,554	63,422	132,104	-	-	510,823
							673,668

Selected Notes To The Interim Financial Information (Un-Audited) For The Nine Months Ended 31 March 2015

	Spinning		Weaving		Elimination of inter-segment transactions		Total	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014	31 March 2015	31 March 2014	31 March 2015	31 March 2014
	----- Un-Audited ----- ----- Nine months ended ----- ----- (Rupees in thousand) -----							
Unallocated income and expenses:								
Other operating expenses							(45,553)	(57,253)
Other operating income							157,328	140,323
Finance cost							(51,430)	(64,175)
							60,345	18,895
Profit before taxation							571,168	692,553
Taxation							91,287	89,811
Profit for the year							479,881	602,742
Inter segment sales and purchases have been eliminated on consolidation.								
Other disclosures							167,112	203,231
Capital expenditure	147,271	194,820	19,841	8,411	-	-	-	-
	Un-audited 31 March 2015	Audited 30 June 2014	Un-audited 31 March 2015	Audited 30 June 2014	Un-audited 31 March 2015	Audited 30 June 2014	Un-audited 31 March 2015	Audited 30 June 2014
Segment assets	3,200,044	3,190,275	804,456	940,172	-	-	4,004,500	4,130,447
Unallocated assets							2,056,617	1,416,621
Consolidated total assets							6,061,117	5,547,068
Segment liabilities	1,252,083	1,048,062	193,188	244,232			1,445,271	1,292,294
Unallocated liabilities							309,317	307,433
Consolidated total liabilities							1,754,588	1,599,727

14.2 Geographical segments

Secondary information is reported geographically.

The Company operates in three major geographical segments i.e. Pakistan, Europe and Far East. The cumulative revenue attributable to foreign countries is disclosed in note 10.

Selected Notes To The Interim Financial Information (Un-Audited) For The Nine Months Ended 31 March 2015

15. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, companies in which directors are interested, staff retirement funds, directors and key management personnel. Significant transactions with related parties and associated undertakings are as under:

Relationship with the Company	Nature of transactions	Un-Audited	
		Nine months ended 31 March 2015 (Rupees in thousand)	Nine months ended 31 March 2014
Associated companies	Sale of goods	57,169	181,844
	Purchase of goods and services	630,341	595,193
	Sale of fixed assets	-	3,000
	Dividend paid	40,966	56,463
Employees Provident Fund Trust	Amount contributed	10,483	9,061
Director and Chief Executive	Remuneration	15,455	14,844

Transactions entered into with the key management personnel as per their terms of employment are excluded from related party transactions.

The outstanding balances of such parties are as under:

Relationship with the Company	Nature of balance	Un-Audited	Audited
		31 March 2015 (Rupees in thousand)	30 June 2014
Associated companies	Creditors	26,769	5,339
	Trade debts	316	9,643
Employees Provident Fund Trust	Provident fund payable	1,282	179
Director and Chief Executive	Remuneration payable	1,385	1,067

16. DATE OF AUTHORIZATION

This interim financial information was authorized for issue by the Board of Directors of the Company on April 28, 2015.

17. GENERAL

- 17.1 The figures of condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended 31 March 2015 and 2014 were not subject to limited scope review by the auditors as scope of review covered only the cumulative figures.

(CHIEF EXECUTIVE OFFICER)

(DIRECTOR)



SURAJ COTTON MILLS LIMITED

7-B III, Aziz Avenue, Gulberg-V, Lahore – Pakistan
Tel: +92 42 35760381

Fax: +92 42 35760376
E-mail: info@suraj.com

www.suraj.com