Half Yearly

# FINANCIAL STATEMENTS

## June 30, 2014 (Un-audited)

FFC FAUJI FERTILIZER COMPANY LIMITED

**Company Information**

## BOARD OF DIRECTORS

Lt Gen Muhammad Mustafa Khan, HI(M) (Retd)
Chairman
Lt Gen Naeem Khalid Lodhi, HI(M) (Retd)
Chief Executive & Managing Director
Mr Qaiser Javed
Dr Nadeem Inayat
Mr Jorgen Madsen
Engr Rukhsana Zuberi
Mr Farhad Shaikh Mohammad
Mr Khizar Hayat Khan
Mr Manzoor Ahmed
Maj Gen Ghulam Haider, HI(M) (Retd)
Maj Gen Muhammad Farooq Iqbal, HI(M) (Retd)
Brig Dr Gulfam Alam, SI(M) (Retd)
Mr Muhammad Raeesuddin Paracha

## CHIEF FINANCIAL OFFICER

Syed Shahid Hussain
Tel No. 92-51-8456101, Fax No. 92-51-8459961
E-mail: shahid_hussain@ffc.com.pk

## COMPANY SECRETARY

Brig Sher Shah, SI(M) (Retd)
Tel No. 92-51-8453101, Fax No. 92-51-8459931
E-mail: secretary@ffc.com.pk

## REGISTERED OFFICE

156- The Mall, Rawalpindi Cantt, Pakistan
Website: www.ffc.com.pk
Tel No. 92-51-111-332-111, 8450001, Fax No. 92-51-8459925
E-mail: ffcrwp@ffc.com.pk

## PLANTSITES

**Goth Machhi, Sadikabad**
(Distt: Rahim Yar Khan), Pakistan
Tel No. 92-68-5786420-9, Fax No. 92-68-5786401
**Mirpur Mathelo**
(Distt: Ghotki), Pakistan
Tel No. 92-723-661500-09
Fax No. 92-723-661462

## MARKETING DIVISION

Lahore Trade Centre, 11 Shahrah-e-Aiwan-e-Tijarat, Lahore, Pakistan
Tel No. 92-42-36369137-40, Fax No. 92-42-36366324

## KARACHI OFFICE

B-35, KDA Scheme No. 1, Karachi, Pakistan
Tel No. 92-21-34390115-16, Fax No. 92-21-34390117 & 34390122

## AUDITORS

M/s A.F.Ferguson & Co.
Chartered Accountants
PIA Building, 3rd Floor, 49, Blue Area, P.O.Box 3021, Islamabad, Pakistan
Tel No. 92-2273457-60, Fax No. 92-2277924, 2206473

## SHARES REGISTRAR

THK Associates (Pvt) Limited
Ground Floor, State Life Building – 3, Dr. Ziauddin Ahmed Road Karachi – 75530, Pakistan. Tel No. 92-21-111-000-322, Fax No. 92-21-35655595

## Directors' Review

For the Half Year ended June 30, 2014

Dear Members,

On behalf of the Board of Directors, I am pleased to report net earnings of Rs. 8.161 billion for the half year ended June 30, 2014, translating into per share earnings of Rs. 6.41.

Earnings for the period were down by 14% compared to last year owing to increase in the levy of GIDC by Rs.103/MMBTU on feed gas and Rs. 50/MMBTU on fuel gas of which 57% of the cost was absorbed by the Company impacting negatively on the profitability for the period.

Sona urea production of 1,174 thousand tonnes was marginally down by 2% owing to higher than last year's gas curtailment resulting in lower sales for the period by 1%. Despite oversupplied urea market, due to excessive imported product availability, the combined urea market share of FFC/FFBL however improved to 50% as compared to 48% last year owing to customer brand preference.

Sales revenue for the period at Rs. 35.997 billion increased by 5% over last year whereas dividend income registered an increase of 7% compared to 2013. Notwithstanding higher revenues, margins of the Company declined owing to absorption of GIDC and increase in other operating costs due to inflation.

With a view to maintaining a regular stream of income for the shareholders, the Board is pleased to approve second interim dividend of Rs. 3.40 per share making a total payout of Rs. 6.40, representing 99.8% of the half yearly profits.

In view of relaxation allowed by the SECP from the requirements of consolidation, the Balance Sheet and Profit & Loss Account of Askari Bank Limited (AKBL) are annexed with the enclosed financial statements whereas detailed accounts of the Bank are also available at the Company's Registered Office free of cost.

The Board is confident that with diversified business initiatives, improved efficiencies and sustained gas supply, the Company shall continue to provide sustained earnings to its shareholders.

On behalf of the Board,

Chairman
Lt Gen Muhammad Mustafa Khan,
HI (M) (Retired)

Rawalpindi
July 24, 2014

# AUDITOR'S REPORT TO THE MEMBERS

ON REVIEW OF INTERIM FINANCIAL INFORMATION

## INTRODUCTION

We have reviewed the accompanying condensed interim balance sheet of Fauji Fertilizer Company Limited as at June 30, 2014, and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the financial information for the half year then ended (here-in-after referred to as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended June 30, 2014 and June 30, 2013 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2014.

## SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as of and for the half year ended June 30, 2014, is not prepared, in all material respects in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Islamabad
Date: July 24, 2014

**A.F. FERGUSON & CO.**
Chartered Accountants
Engagement Partner: M. Imtiaz Aslam

FFC

Condensed

# Interim Financial Information

## Condensed Interim Balance Sheet (Un-audited)

As at June 30, 2014

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **EQUITY AND LIABILITIES** | | | |
| **EQUITY** | | | |
| Share capital | 4 | **12,722,382** | 12,722,382 |
| Capital reserves | | **160,000** | 160,000 |
| Revenue reserves | 5 | **11,513,990** | 12,258,373 |
| Surplus on remeasurement of investments available for sale to fair value | | **11,283** | 10,508 |
| | | **24,407,655** | 25,151,263 |
| **NON - CURRENT LIABILITIES** | | | |
| Long term borrowings | 6 | **3,550,000** | 4,280,000 |
| Deferred liabilities | | **4,187,174** | 4,078,369 |
| | | **7,737,174** | 8,358,369 |
| **CURRENT LIABILITIES** | | | |
| Trade and other payables | 7 | **28,299,363** | 21,854,125 |
| Interest and mark - up accrued | | **113,218** | 22,098 |
| Short term borrowings | 8 | **6,726,708** | 7,000,000 |
| Current portion of long term borrowings | | **1,460,000** | 1,460,000 |
| Taxation | | **3,003,496** | 3,983,215 |
| | | **39,602,785** | 34,319,438 |
| | | **71,747,614** | 67,829,070 |
| **CONTINGENCIES AND COMMITMENTS** | 9 | | |

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **ASSETS** | | | |
| **NON - CURRENT ASSETS** | | | |
| Property, plant and equipment | 10 | **19,371,805** | 18,444,188 |
| Intangible assets | | **1,612,541** | 1,651,592 |
| Long term investments | 11 | **22,162,573** | 20,662,532 |
| Long term loans and advances | | **817,012** | 740,408 |
| Long term deposits and prepayments | | **14,357** | 2,654 |
| | | **43,978,288** | 41,501,374 |
| **CURRENT ASSETS** | | | |
| Stores, spares and loose tools | | **3,321,859** | 3,244,645 |
| Stock in trade | | **600,648** | 301,957 |
| Trade debts | | **2,472,706** | 700,541 |
| Loans and advances | | **600,507** | 921,460 |
| Deposits and prepayments | | **228,810** | 46,984 |
| Other receivables | | **1,254,000** | 790,163 |
| Short term investments | 12 | **17,466,810** | 18,960,295 |
| Cash and bank balances | | **1,823,986** | 1,361,651 |
| | | **27,769,326** | 26,327,696 |
| | | **71,747,614** | 67,829,070 |

**Chairman** **Chief Executive** **Director**

## Condensed Interim Profit and Loss Account (Un-audited)

For the half year ended June 30, 2014

| | Note | For the quarter ended | | For the half year ended | |
|---|---|---|---|---|---|
| | | June 30, 2014 | June 30, 2013 | June 30, 2014 | June 30, 2013 |
| | | (Rupees '000) | | (Rupees '000) | |
| Sales | 13 | **18,423,300** | 18,044,549 | **35,996,598** | 34,405,411 |
| Cost of sales | 14 | **11,588,053** | 9,501,680 | **21,679,464** | 18,093,283 |
| **GROSS PROFIT** | | **6,835,247** | 8,542,869 | **14,317,134** | 16,312,128 |
| Distribution cost | | **1,534,444** | 1,627,094 | **3,024,664** | 2,921,641 |
| | | **5,300,803** | 6,915,775 | **11,292,470** | 13,390,487 |
| Finance cost | | **212,403** | 169,919 | **429,852** | 348,215 |
| Other expenses | | **452,003** | 589,683 | **1,042,769** | 1,214,025 |
| | | **4,636,397** | 6,156,173 | **9,819,849** | 11,828,247 |
| Other income | | **281,087** | 493,177 | **1,817,434** | 1,993,656 |
| **NET PROFIT BEFORE TAXATION** | | **4,917,484** | 6,649,350 | **11,637,283** | 13,821,903 |
| Provision for taxation | | **1,314,000** | 2,063,000 | **3,476,000** | 4,326,000 |
| **NET PROFIT AFTER TAXATION** | | **3,603,484** | 4,586,350 | **8,161,283** | 9,495,903 |
| Earnings per share - basic and diluted (Rupees) | 15 | **2.83** | 3.60 | **6.41** | 7.46 |

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

**Chairman** **Chief Executive** **Director**

## Condensed Interim Statement of Comprehensive Income (Un-audited)

For the half year ended June 30, 2014

| | For the quarter ended | | For the half year ended | |
|---|---|---|---|---|
| | June 30, 2014 | June 30, 2013 | June 30, 2014 | June 30, 2013 |
| | (Rupees '000) | | (Rupees '000) | |
| **Net profit after taxation** | **3,603,484** | 4,586,350 | **8,161,283** | 9,495,903 |
| **Other comprehensive income for the period:** | | | | |
| (Deficit) / surplus on remeasurement of investments available for sale at fair value | **(2,450)** | (1,624) | **1,157** | 290 |
| Income tax relating to component of other comprehensive income | **(360)** | 326 | **(382)** | (103) |
| **Other comprehensive (loss) / income for the period - net of tax** | **(2,810)** | (1,298) | **775** | 187 |
| **Total comprehensive income for the period** | **3,600,674** | 4,585,052 | **8,162,058** | 9,496,090 |

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

**Chairman** **Chief Executive** **Director**

## Condensed Interim Statement of Cash Flows (Un-audited)

For the half year ended June 30, 2014

| | Note | June 30, 2014 | June 30, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | |
| Cash generated from operations | 16 | **15,260,105** | 17,753,288 |
| Finance cost paid | | **(338,732)** | (355,809) |
| Income tax paid | | **(4,518,698)** | (5,706,237) |
| Net cash generated from operating activities | | **10,402,675** | 11,691,242 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Fixed capital expenditure | | **(1,790,405)** | (1,333,609) |
| Proceeds from sale of property, plant and equipment | | **13,986** | 34,667 |
| Investments - net | | **(1,441,686)** | (8,440,676) |
| Interest received | | **669,456** | 621,600 |
| Dividends received | | **1,139,587** | 1,069,274 |
| Net cash used in investing activities | | **(1,409,062)** | (8,048,744) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| Long term financing - Disbursements | | **-** | 500,000 |
| - Repayments | | **(730,000)** | (958,750) |
| Dividends paid | | **(8,908,658)** | (10,707,218) |
| Net cash used in financing activities | | **(9,638,658)** | (11,165,968) |
| Net decrease in cash and cash equivalents | | **(645,045)** | (7,523,470) |
| Cash and cash equivalents at beginning of the period | | **13,012,602** | 16,571,069 |
| Cash and cash equivalents at end of the period | | **12,367,557** | 9,047,599 |
| **CASH AND CASH EQUIVALENTS** | | | |
| Cash and bank balances | | **1,823,986** | 2,952,949 |
| Short term highly liquid investments | | **17,270,279** | 15,047,686 |
| Short term running finance | | **(6,726,708)** | (8,953,036) |
| | | **12,367,557** | 9,047,599 |

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

**Chairman** **Chief Executive** **Director**

## Condensed Interim Statement of Changes In Equity (Un-audited)

For the half year ended June 30, 2014

| | Share capital | Capital reserves | Revenue reserves: General reserve | Revenue reserves: Unappropriated profit | Surplus on remeasurement of investments available for sale to fair value | Total |
|---|---|---|---|---|---|---|
| | (Rupees '000) | | | | | |
| **Balance as at January 1, 2013** | 12,722,382 | 160,000 | 5,502,360 | 7,374,769 | 7,695 | 25,767,206 |
| Transfer to general reserve | - | - | 1,300,000 | (1,300,000) | - | - |
| **Total comprehensive income for the period** | | | | | | |
| Profit after taxation | - | - | - | 9,495,903 | - | 9,495,903 |
| Other comprehensive income - net of tax | - | - | - | - | 187 | 187 |
| | - | - | - | 9,495,903 | 187 | 9,496,090 |
| **Distribution to owners** | | | | | | |
| Final dividend 2012: Rs 5.00 per share | - | - | - | (6,361,191) | - | (6,361,191) |
| First interim dividend 2013: Rs 3.50 per share | - | - | - | (4,452,834) | - | (4,452,834) |
| | - | - | - | (10,814,025) | - | (10,814,025) |
| **Balance as at June 30, 2013** | **12,722,382** | **160,000** | **6,802,360** | **4,756,647** | **7,882** | **24,449,271** |
| **Balance as at January 1, 2014** | 12,722,382 | 160,000 | 6,802,360 | 5,456,013 | 10,508 | 25,151,263 |
| **Total comprehensive income for the period** | | | | | | |
| Profit after taxation | - | - | - | 8,161,283 | - | 8,161,283 |
| Other comprehensive income - net of tax | - | - | - | - | 775 | 775 |
| | - | - | - | 8,161,283 | 775 | 8,162,058 |
| **Distribution to owners** | | | | | | |
| Final dividend 2013: Rs 4.00 per share | - | - | - | (5,088,952) | - | (5,088,952) |
| First interim dividend 2014: Rs 3.00 per share | - | - | - | (3,816,714) | - | (3,816,714) |
| | - | - | - | (8,905,666) | - | (8,905,666) |
| **Balance as at June 30, 2014** | **12,722,382** | **160,000** | **6,802,360** | **4,711,630** | **11,283** | **24,407,655** |

The annexed notes 1 to 18 form an integral part of this condensed interim financial information.

**Chairman** **Chief Executive** **Director**

## Notes To The Condensed Interim Financial Information (Un-audited)

For the half year ended June 30, 2014

1. Fauji Fertilizer Company Limited ("the Company") is a public company incorporated in Pakistan under the Companies Act, 1913, (now the Companies Ordinance, 1984) and its shares are quoted on the Karachi, Lahore and Islamabad stock exchanges of Pakistan. The registered office of the Company is situated at 156-The Mall Rawalpindi, Pakistan. The Company is domiciled in Rawalpindi. The principal activity of the Company is manufacturing, purchasing and marketing of fertilizers and chemicals, including investment in other fertilizer, chemical, other manufacturing, energy generation, food business and banking operations.

2. This condensed interim financial information of the Company for the half year ended June 30, 2014 has been prepared in accordance with the requirements of International Accounting Standard 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.

   The disclosures in this 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 of the Company for the year ended December 31, 2013. Comparative condensed interim balance sheet is extracted from annual financial statements as of December 31, 2013 whereas comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from unaudited condensed interim financial information of the Company for the half year ended June 30, 2013.

   This condensed interim financial information is unaudited and is being submitted to the members as required under Section 245 of the Companies Ordinance, 1984 and the listing regulations of the Islamabad, Karachi and Lahore Stock Exchanges.

3. The accounting policies, significant judgments made in the application of accounting policies, key sources of estimations, the methods of computation adopted in preparation of this condensed interim financial information and financial risk management policy are the same as those applied in preparation of financial statements of the Company for the year ended December 31, 2013.

### 4. SHARE CAPITAL

**AUTHORISED SHARE CAPITAL**

This represents 1,500,000,000 (2013: 1,500,000,000) ordinary shares of Rs.10 each amounting to Rs. 15,000,000 thousand (2013: Rs. 15,000,000 thousand).

**ISSUED, SUBSCRIBED AND PAID UP CAPITAL**

| June 30, 2014 | December 31, 2013 | | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|---|
| (Number of shares) | | | (Rupees '000) | |
| **256,495,902** | 256,495,902 | Ordinary shares of Rs 10 each, issued for consideration in cash | **2,564,959** | 2,564,959 |
| **1,015,742,345** | 1,015,742,345 | Ordinary shares of Rs 10 each, issued as fully paid bonus shares | **10,157,423** | 10,157,423 |
| **1,272,238,247** | 1,272,238,247 | | **12,722,382** | 12,722,382 |

### 5. REVENUE RESERVES

| | | |
|---|---|---|
| General reserve | **6,802,360** | 6,802,360 |
| Unappropriated profit | **4,711,630** | 5,456,013 |
| | **11,513,990** | 12,258,373 |

## Notes To The Condensed Interim Financial Information

For the half year ended June 30, 2014

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **6. LONG TERM BORROWINGS** | | | |
| Long term borrowings - secured | 6.1 | **5,010,000** | 5,740,000 |
| Less: Current portion shown under current liabilities | | **1,460,000** | 1,460,000 |
| | | **3,550,000** | 4,280,000 |
| **6.1 Movement in this account during the period / year is as follows:** | | | |
| Opening balance | | **5,740,000** | 5,303,750 |
| Disbursements during the period / year | | **-** | 1,950,000 |
| Repayments during the period / year | | **(730,000)** | (1,513,750) |
| Closing balance | 6.2 | **5,010,000** | 5,740,000 |

**6.2** These finances are secured by an equitable mortgage on the Company's assets and hypothecation of all Company assets including plant, machinery, stores, spares and loose tools and all other moveable properties including stocks and book debts, ranking pari passu with each other with 25% margin.

These carry mark up ranging between six month KIBOR + 0.35% to 0.5 % per annum (December 31, 2013: six month KIBOR + 0.35% to 1% per annum) and are repayable upto December 2018 (December 31, 2013: December 2018).

| | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **7. TRADE AND OTHER PAYABLES** | | |
| Creditors | **15,336,610** | 8,663,733 |
| Accrued liabilities | **3,330,795** | 3,297,691 |
| Consignment account with | | |
| Fauji Fertilizer Bin Qasim Limited - unsecured | **699,626** | 347,142 |
| Sales tax payable - net | **1,052,968** | 814,939 |
| Deposits | **207,426** | 196,107 |
| Retention money | **177,350** | 123,418 |
| Advances from customers | **5,131,248** | 6,417,376 |
| Workers' Welfare Fund | **1,318,481** | 1,073,544 |
| Workers' Profit Participation Fund | **565,493** | - |
| Unclaimed dividend | **443,978** | 446,970 |
| Gratuity fund payable | **-** | 436,283 |
| Other liabilities | **35,388** | 36,922 |
| | **28,299,363** | 21,854,125 |

**8. SHORT TERM BORROWINGS**

The Company has short term running finance and demand finance facilities limits aggregating Rs.11.35 billion (December 31, 2013: Rs.10.35 billion). These are secured against ranking charge on all present and future current assets of the Company, lien on shipping documents, ranking charge by way of hypothecation over all present and future fixed assets of the Company with 25% margin over and above the financed amount. These carry mark up three month KIBOR + 0.05% to 0.1% (December 31, 2013: three month KIBOR + 0.05% to 0.1%).

## Notes To The Condensed Interim Financial Information

For the half year ended June 30, 2014

| | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **9. CONTINGENCIES AND COMMITMENTS** | | |
| **a) Contingencies:** | | |
| (i) Guarantees issued by banks on behalf of the Company | **56,761** | 59,281 |
| (ii) Claims against the Company and / or potential exposure not acknowledged as debt | **50,696** | 50,696 |

(iii) The Competition Commission of Pakistan has imposed a penalty of Rs 5.5 billion on the Company for alleged unreasonable increase in urea prices during the year 2011. However, the fact remains that price increase was essentially caused by extended gas curtailment and delayed urea imports by the Government of Pakistan resulting in product shortage leading to market imbalance and price hike. The Company has filed an appeal against the above penalty before the Competition Appellate Tribunal. Based on legal advice from the Company's legal advisor, the Company is confident that there are reasonable grounds for a favourable decision.

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **b) Commitments in respect of:** | | | |
| (i) Capital expenditure | | **3,379,729** | 1,302,329 |
| (ii) Purchase of fertilizer, stores, spares and other revenue items | | **2,256,363** | 1,768,194 |
| (iii) Investment in Fauji Fresh n Freeze Limited (Formerly Al - Hamd Foods Limited) | | **450,000** | 550,000 |
| (iv) Rentals under lease agreements: | | | |
| Premises | | **186,004** | 187,356 |
| Vehicles | | **85,328** | 91,625 |
| **10. PROPERTY, PLANT AND EQUIPMENT** | | | |
| Opening written down value | | **18,444,188** | 17,818,755 |
| Additions | 10.1 | **1,790,405** | 2,275,965 |
| Written down value of disposals | | **(948)** | (22,575) |
| Depreciation | | **(861,840)** | (1,627,957) |
| Closing written down value | | **19,371,805** | 18,444,188 |

**10.1** Additions in and depreciation on property, plant and equipment during the half year ended June 30, 2013 were Rs 1,332,932 thousand and Rs 753,296 thousand respectively.

## Notes To The Condensed Interim Financial Information

For the half year ended June 30, 2014

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **11. LONG TERM INVESTMENTS** | | | |
| **Investment in subsidiaries - at cost** | | | |
| Fauji Fertilizer Bin Qasim Limited (FFBL) | | **4,752,330** | 4,752,330 |
| FFC Energy Limited (FFCEL) | | **2,438,250** | 2,438,250 |
| Askari Bank Limited (AKBL) | | **10,461,921** | 10,461,921 |
| Fauji Fresh n Freeze Limited (Formerly Al-Hamd Foods Limited) | | **685,500** | 585,500 |
| | | **18,338,001** | 18,238,001 |
| **Investment in associate - at cost** | | | |
| Fauji Cement Company Limited (FCCL) | | **1,500,000** | 1,500,000 |
| **Investment in joint venture - at cost** | | | |
| Pakistan Maroc Phosphore S.A., Morocco (PMP) | | **705,925** | 705,925 |
| **Investments available for sale** | | | |
| Certificates of Investment (COIs) | | **107,695** | 118,239 |
| Pakistan Investment Bonds (PIBs) | | **1,469,505** | 59,497 |
| Term Finance Certificates (TFCs) | | **97,003** | 96,000 |
| | | **1,674,203** | 273,736 |
| | | **22,218,129** | 20,717,662 |
| **Less: Current portion shown under short term investments** | 12 | | |
| **Investments available for sale** | | | |
| Certificates of Investment (COIs) | | **30,537** | 26,005 |
| Pakistan Investment Bonds (PIBs) | | **25,019** | 29,125 |
| | | **55,556** | 55,130 |
| | | **22,162,573** | 20,662,532 |
| **12. SHORT TERM INVESTMENTS** | | | |
| **Loans and receivables** | | | |
| Term deposits with banks and financial institutions | | | |
| Local currency | | **16,000,000** | 17,420,000 |
| Foreign currency | | **1,270,279** | 1,335,731 |
| **Investments at fair value through profit or loss** | | **140,975** | 149,434 |
| **Current maturity of long term investments** | | | |
| Investments available for sale | 11 | **55,556** | 55,130 |
| | | **17,466,810** | 18,960,295 |

## Notes To The Condensed Interim Financial Information (Un-audited)

For the half year ended June 30, 2014

### 13. SALES

Sales is exclusive of sales tax of Rs 6,271,417 thousand (June 30, 2013: Rs. 5,504,174 thousand)

| | For the quarter ended | | For the half year ended | |
|---|---|---|---|---|
| | June 30, 2014 | June 30, 2013 | June 30, 2014 | June 30, 2013 |
| | (Rupees '000) | | (Rupees '000) | |
| **14. COST OF SALES** | | | | |
| Raw materials consumed | **5,944,850** | 4,771,300 | **11,961,738** | 9,127,168 |
| Fuel and power | **1,940,707** | 1,763,931 | **3,735,049** | 3,298,662 |
| Chemicals and supplies | **90,139** | 54,893 | **170,707** | 146,534 |
| Salaries, wages and benefits | **1,426,508** | 1,124,440 | **2,580,570** | 2,108,236 |
| Training and employees welfare | **176,832** | 173,546 | **380,271** | 329,931 |
| Rent, rates and taxes | **5,582** | 6,312 | **7,058** | 8,437 |
| Insurance | **4,714** | 3,933 | **47,340** | 75,605 |
| Travel and conveyance | **103,305** | 116,803 | **216,327** | 208,594 |
| Repairs and maintenance | **447,973** | 300,023 | **727,738** | 884,847 |
| Depreciation and amortisation | **432,999** | 372,515 | **849,982** | 734,473 |
| Communication and other expenses | **511,896** | 542,116 | **797,861** | 792,409 |
| Provision for slow moving spares | **38,040** | 9,850 | **38,040** | 9,850 |
| Opening stock - work in process | **35,813** | 30,069 | **67,903** | 45,216 |
| Closing stock - work in process | **(51,707)** | (8,386) | **(51,707)** | (8,386) |
| Cost of goods manufactured | **11,107,651** | 9,261,345 | **21,528,877** | 17,761,576 |
| Opening stock of manufactured urea | **417,675** | 152,398 | **71,424** | 80,055 |
| Closing stock of manufactured urea | **(78,725)** | (108,506) | **(78,725)** | (108,506) |
| | **338,950** | 43,892 | **(7,301)** | (28,451) |
| Cost of sales - manufactured urea | **11,446,601** | 9,305,237 | **21,521,576** | 17,733,125 |
| Opening stock of purchased fertilizers | **97,130** | 110,314 | **-** | 274,029 |
| Purchase of fertilizers for resale | **307,704** | 286,491 | **421,270** | 286,491 |
| | **404,834** | 396,805 | **421,270** | 560,520 |
| Closing stock - purchased fertilizers | **(263,382)** | (200,362) | **(263,382)** | (200,362) |
| Cost of sales - purchased fertilizers | **141,452** | 196,443 | **157,888** | 360,158 |
| | **11,588,053** | 9,501,680 | **21,679,464** | 18,093,283 |
| **15. EARNINGS PER SHARE** | | | | |
| Net profit after tax (Rupees '000) | **3,603,484** | 4,586,350 | **8,161,283** | 9,495,903 |
| Weighted average number of shares in issue during the period - (Number '000) | **1,272,238** | 1,272,238 | **1,272,238** | 1,272,238 |
| Basic and diluted earnings per share (Rupees) | **2.83** | 3.60 | **6.41** | 7.46 |

## Notes To The Condensed Interim Financial Information (Un-audited)

For the half year ended June 30, 2014

| | June 30, 2014 | June 30, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **16. CASH GENERATED FROM OPERATIONS** | | |
| Net profit before taxation | **11,637,283** | 13,821,903 |
| Adjustments for: | | |
| Depreciation and amortisation | **900,891** | 773,162 |
| Provision for slow moving spares | **38,040** | 9,850 |
| Finance cost | **429,852** | 348,215 |
| Gain on sale of property, plant and equipment | **(13,038)** | (12,557) |
| Income on loans, deposits and investments | **(645,731)** | (637,916) |
| Exchange loss / (gain) - net | **58,789** | (30,546) |
| Gain on remeasurement of investment at fair value through profit or loss | **(3,556)** | (200,064) |
| Dividend Income | **(1,139,587)** | (1,069,274) |
| | **(374,340)** | (819,130) |
| | **11,262,943** | 13,002,773 |
| **Changes in working capital:** | | |
| Decrease / (increase) in current assets | | |
| Stores, spares and loose tools | **(115,254)** | 5,026 |
| Stock in trade | **(298,691)** | (19,648) |
| Trade debts | **(1,772,165)** | 2,211,167 |
| Loans and advances | **320,953** | 68,537 |
| Deposits and prepayments | **(181,826)** | (138,113) |
| Other receivables | **(487,562)** | (644,274) |
| Increase / (decrease) in current liabilities | | |
| Trade and other payables | **6,448,230** | 3,254,351 |
| | **3,913,685** | 4,737,046 |
| Changes in long term loans and advances | **(76,604)** | 11,859 |
| Changes in long term deposits and prepayments | **(11,703)** | 1,610 |
| Changes in deferred liabilities | **171,784** | - |
| | **15,260,105** | 17,753,288 |

## Notes To The Condensed Interim Financial Information (Un-audited)

For the half year ended June 30, 2014

**17. TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

Significant transactions and balances with the related parties are as follows

| | June 30, 2014 | June 30, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **Transactions with subsidiary companies** | | |
| Dividend income | **1,069,274** | 1,069,274 |
| Commission on sale of subsidiary company's products | **6,059** | 7,466 |
| Expenses charged on account of marketing of fertilizer of subsidiary company under sale on consignment basis | **293,825** | 351,105 |
| Payments under consignment account | **19,065,171** | 25,044,820 |
| Services and materials received | **-** | 6,806 |
| Long term investments made during the period | **100,000** | 138,250 |
| Loans extended during the period | **443,498** | 614,386 |
| Investments in TDRs / COIs issued by subsidiary company outstanding at the period end | **2,207,695** | 2,570,000* |
| Short term running finance from subsidiary company outstanding at the period end | **173,702** | - * |
| Bank balance | **178,360** | 62,306* |
| Balance receivable - unsecured | **642,343** | 118,989* |
| Balance payable - unsecured | **699,626** | 347,142* |
| **Transactions with associated undertaking / companies due to common directorship** | | |
| Sale of fertilizer | **1,073** | 2,004 |
| Dividend income | **70,313** | - |
| Purchase of gas as feed and fuel stock | **14,893,940** | 11,722,873 |
| Services received | **174,123** | 122,992 |
| Donations | **-** | 250,000 |
| Dividend paid | **3,949,663** | 4,796,020 |
| Balance receivable - unsecured | **45,943** | 8,726* |
| Balance payable - unsecured | **16,185,578** | 9,262,274* |
| **Other related parties** | | |
| Remuneration of Chief Executive and Executives: | | |
| Remuneration including benefits and perquisites of chief executive and other executives. No of persons 1 and 712 (2013: 1 and 587) respectively. | **2,223,941** | 1,864,792 |
| Loans and advances to executives - balance | **886,653** | 693,808* |
| **Payments to:** | | |
| Employees' Provident Fund Trust | **156,802** | 139,817 |
| Employees' Gratuity Fund Trust | **586,201** | 91,929 |
| Employees' Pension Fund Trust | **94,067** | 47,191 |
| **Others:** | | |
| Balance payable to Employees' Fund Trusts | **-** | 436,283* |
| Balance receivable from Employees' Fund Trusts | **129,317** | 9,759* |

* Comparative figures of receivable / payable balances are as of December 31, 2013.

**18. GENERAL**

**18.1** Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

**18.2** The Board of Directors in its meeting held on July 24, 2014 proposed second interim dividend of Rs. 3.40 per share.

**18.3** This condensed interim financial information has been authorised for issue by the Board of Directors of the Company on July 24, 2014.

**Chairman** **Chief Executive** **Director**

FFC

Condensed

# Interim Consolidated Financial Information

## Condensed Interim Consolidated Balance Sheet (Un-audited)

As at June 30, 2014

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **EQUITY AND LIABILITIES** | | | |
| **ATTRIBUTABLE TO EQUITY HOLDERS OF FAUJI FERTILIZER COMPANY LIMITED** | | | |
| Share capital | 4 | **12,722,382** | 12,722,382 |
| Capital reserves | | **1,191,983** | 1,330,727 |
| Revenue reserves | 5 | **13,134,833** | 14,376,567 |
| Surplus on remeasurement of investments available for sale to fair value | | **11,283** | 10,508 |
| | | **27,060,481** | 28,440,184 |
| **NON - CONTROLLING INTERESTS** | | **6,106,226** | 6,757,655 |
| **TOTAL EQUITY** | | **33,166,707** | 35,197,839 |
| **NON - CURRENT LIABILITIES** | | | |
| Long term borrowings | 6 | **12,885,871** | 14,391,192 |
| Deferred liabilities | | **7,522,642** | 7,538,766 |
| Liability against assets subject to finance lease | | **1,829** | 564 |
| | | **20,410,342** | 21,930,522 |
| **CURRENT LIABILITIES** | | | |
| Trade and other payables | | **37,726,708** | 30,466,496 |
| Interest and mark-up accrued | | **545,246** | 290,784 |
| Short term borrowings | | **22,043,039** | 14,985,128 |
| Current portion of long term borrowings | | **3,791,042** | 3,812,186 |
| Current portion of liability against assets subject to finance lease | | **432** | 849 |
| Taxation | | **3,342,828** | 4,710,797 |
| | | **67,449,295** | 54,266,240 |
| | | **121,026,344** | 111,394,601 |
| **CONTINGENCIES AND COMMITMENTS** | 7 | | |

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

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **ASSETS** | | | |
| **NON - CURRENT ASSETS** | | | |
| Property, plant and equipment | 8 | **44,650,663** | 44,314,880 |
| Intangible assets | | **1,975,867** | 2,014,919 |
| Long term investments | 9 | **25,352,187** | 23,478,872 |
| Long term loans and advances | | **817,012** | 740,408 |
| Long term deposits and prepayments | | **95,533** | 83,055 |
| | | **72,891,262** | 70,632,134 |
| **CURRENT ASSETS** | | | |
| Stores, spares and loose tools | | **5,441,887** | 5,352,138 |
| Stock in trade | | **6,563,997** | 1,431,214 |
| Trade debts | | **4,067,122** | 2,871,255 |
| Loans and advances | | **1,173,907** | 1,500,047 |
| Deposits and prepayments | | **325,011** | 84,014 |
| Other receivables | | **1,832,161** | 1,046,439 |
| Short term investments | 10 | **21,705,519** | 24,283,431 |
| Cash and bank balances | | **7,025,478** | 4,193,929 |
| | | **48,135,082** | 40,762,467 |
| | | **121,026,344** | 111,394,601 |

**Chairman** **Chief Executive** **Director**

## Condensed Interim Consolidated Profit and Loss Account (Un-audited)

For the half year ended June 30, 2014

| | Note | For the quarter ended | | For the half year ended | |
|---|---|---|---|---|---|
| | | June 30, 2014 | June 30, 2013 | June 30, 2014 | June 30, 2013 |
| | | (Rupees'000) | | (Rupees'000) | |
| Sales | | **29,009,599** | 30,993,508 | **52,957,468** | 55,060,896 |
| Cost of sales | 11 | **19,089,504** | 18,427,392 | **34,577,446** | 33,065,529 |
| **GROSS PROFIT** | | **9,920,095** | 12,566,116 | **18,380,022** | 21,995,367 |
| Administrative expenses and distribution cost | | **2,820,757** | 2,793,733 | **5,054,247** | 4,797,374 |
| | | **7,099,338** | 9,772,383 | **13,325,775** | 17,197,993 |
| Finance cost | | **900,806** | 684,668 | **1,475,362** | 1,128,527 |
| Other expenses | | **523,460** | 746,338 | **1,126,091** | 1,429,508 |
| | | **5,675,072** | 8,341,377 | **10,724,322** | 14,639,958 |
| Other income | | **378,251** | 685,645 | **1,058,774** | 1,295,147 |
| Share of (loss) / profit of associate and joint venture | | **(200,227)** | (186,769) | **84,601** | (108,568) |
| **NET PROFIT BEFORE TAXATION** | | **5,853,096** | 8,840,253 | **11,867,697** | 15,826,537 |
| Provision for taxation | | **1,567,206** | 2,794,327 | **3,755,164** | 5,315,749 |
| **NET PROFIT AFTER TAXATION** | | **4,285,890** | 6,045,926 | **8,112,533** | 10,510,788 |
| **ATTRIBUTABLE TO:** | | | | | |
| Equity holders of Fauji Fertilizer Company Limited | | **3,860,835** | 5,394,739 | **7,663,932** | 9,618,027 |
| Non - controlling interests | | **425,055** | 651,187 | **448,601** | 892,761 |
| | | **4,285,890** | 6,045,926 | **8,112,533** | 10,510,788 |

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

**Chairman** **Chief Executive** **Director**

## Condensed Interim Consolidated Statement of Comprehensive Income (Un-audited)

For the half year ended June 30, 2014

| | For the quarter ended | | For the half year ended | |
|---|---|---|---|---|
| | June 30, 2014 | June 30, 2013 | June 30, 2014 | June 30, 2013 |
| | (Rupees'000) | | (Rupees'000) | |
| **Net profit after taxation** | **4,285,890** | **6,045,926** | **8,112,533** | 10,510,788 |
| **Other comprehensive income for the period** | | | | |
| Exchange difference on translating foreign investment | **(352,683)** | (184,089) | **(206,301)** | 88,557 |
| (Deficit) / Surplus on remeasurement of investments available for sale to fair value | **(2,450)** | (972) | **1,157** | 290 |
| Income tax relating to component of other comprehensive income | **(360)** | (326) | **(382)** | (103) |
| Changes in accounting policy for recognition of actuarial gains and losses | **-** | (29,125) | **-** | (29,125) |
| **Other comprehensive income for the period- net of tax** | **(355,493)** | (214,512) | **(205,526)** | 59,619 |
| **Total comprehensive income for the period** | **3,930,397** | 5,831,414 | **7,907,007** | 10,570,407 |
| **ATTRIBUTABLE TO:** | | | | |
| Equity holders of Fauji Fertilizer Company Limited | **3,620,683** | 5,254,876 | **7,525,963** | 9,662,951 |
| Non - controlling interests | **309,714** | 576,538 | **381,044** | 907,456 |
| | **3,930,397** | 5,831,414 | **7,907,007** | 10,570,407 |

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

**Chairman** **Chief Executive** **Director**

## Condensed Interim Consolidated Statement of Cash Flows (Un-audited)

For the half year ended June 30, 2014

| | Note | June 30, 2014 | June 30, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | |
| Cash generated from operations | 12 | **14,465,317** | 16,506,951 |
| Finance cost paid | | **(1,220,900)** | (802,231) |
| Income tax paid | | **(5,368,396)** | (6,521,903) |
| | | **(6,589,296)** | (7,324,134) |
| Net cash generated in operating activities | | **7,876,021** | 9,182,817 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Fixed capital expenditure | | **(2,316,630)** | (2,257,277) |
| Proceeds from sale of property, plant and equipment | | **148,877** | 44,006 |
| Investment in Foundation Wind Energy - I Limited | | **(83,120)** | - |
| Investment in Foundation Wind Energy - II (Private) Limited | | **(96,226)** | - |
| Investment in Fauji Meat Limited | | **(500,000)** | - |
| Interest received | | **796,543** | 913,191 |
| Dividend received | | **84,375** | - |
| Increase in other investments - net | | **(854,717)** | (12,467,928) |
| Net cash used in investing activities | | **(2,820,898)** | (13,768,008) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| Long term financing - repayments | | **(1,524,018)** | (1,715,621) |
| - disbursements | | **-** | 1,044,330 |
| Short term borrowings - net | | **(1,403,112)** | 6,300,000 |
| Dividends paid | | **(9,938,139)** | (11,743,436) |
| Net cash used in financing activities | | **(12,865,269)** | (6,114,727) |
| Net decrease in cash and cash equivalents | | **(7,810,146)** | (10,699,918) |
| Cash and cash equivalents at beginning of the period | | **16,409,752** | 21,324,093 |
| Cash and cash equivalents at end of the period | | **8,599,606** | 10,624,175 |
| **CASH AND CASH EQUIVALENTS** | | | |
| Cash and bank balances | | **7,025,478** | 7,115,493 |
| Short term highly liquid investments | | **17,670,279** | 17,292,686 |
| Short term running finances | | **(16,096,151)** | (13,784,004) |
| | | **8,599,606** | 10,624,175 |

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

**Chairman** **Chief Executive** **Director**

## Condensed Interim Consolidated Statement of Changes in Equity (Un-audited)

For the half year ended June 30, 2014

| | Attributable to equity holders of Fauji Fertilizer Company Limited | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | | Capital reserves | | | Revenue reserves | | | | |
| | Share capital | Capital reserves | Translation reserve | Statutory reserve | General reserve | Unappropriated profit | Surplus on remeasurement of available for sale investments to fair value | Non-controlling interests | Total |
| | (Rupees '000) | | | | | | | | |
| **Balance as at January 1, 2013** | 12,722,382 | 276,184 | 718,441 | 6,436 | 5,502,360 | 8,887,020 | 7,695 | 5,983,400 | 34,103,918 |
| Transfer to general reserve | - | - | - | - | 1,300,000 | (1,300,000) | - | - | - |
| **Total comprehensive income for the period** | | | | | | | | | |
| Profit after tax | - | - | - | - | - | 9,618,027 | - | 892,761 | 10,510,788 |
| Other comprehensive income - net of tax | - | - | 44,739 | - | - | - | 187 | 14,693 | 59,619 |
| | - | - | 44,739 | - | - | 9,618,027 | 187 | 907,454 | 10,570,407 |
| **Distributions to owners** | | | | | | | | | |
| FFC dividends: | | | | | | | | | |
| Final dividend 2012: Rs 5.00 per share | - | - | - | - | - | (6,361,191) | - | - | (6,361,191) |
| First interim dividend 2013: Rs 3.50 per share | - | - | - | - | - | (4,452,834) | - | - | (4,452,834) |
| Dividend to FFBL non - controlling interest holders: | | | | | | | | | |
| Final dividend 2012: Rs 2.25 per share | - | - | - | - | - | - | - | (1,032,474) | (1,032,474) |
| Total transactions with owners | - | - | - | - | - | (10,814,025) | - | (1,032,474) | (11,846,499) |
| **Balance as at June 30, 2013** | **12,722,382** | **276,184** | **763,180** | **6,436** | **6,802,360** | **6,391,022** | **7,882** | **5,858,380** | **32,827,826** |
| Balance as at January 1, 2014 | 12,722,382 | 276,184 | 1,048,107 | 6,436 | 6,802,360 | 7,574,207 | 10,508 | 6,757,655 | 35,197,839 |
| **Total comprehensive income for the period** | | | | | | | | | |
| Profit after taxation | - | - | - | - | - | 7,663,932 | - | 448,601 | 8,112,533 |
| Other comprehensive income - net of tax | - | - | (138,744) | - | - | - | 775 | (67,557) | (205,526) |
| | - | - | (138,744) | - | - | 7,663,932 | 775 | 381,044 | 7,907,007 |
| **Distributions to owners** | | | | | | | | | |
| FFC dividends: | | | | | | | | | |
| Final dividend 2013: Rs 4.00 per share | - | - | - | - | - | (5,088,952) | - | - | (5,088,952) |
| First interim dividend 2014: Rs 3.00 per share | - | - | - | - | - | (3,816,714) | - | - | (3,816,714) |
| Dividend to FFBL non - controlling interest holders: | | | | | | | | | |
| Final dividend 2013: Rs 2.25 per share | - | - | - | - | - | - | - | (1,032,473) | (1,032,473) |
| | - | - | - | - | - | (8,905,666) | - | (1,032,473) | (9,938,139) |
| **Balance as at June 30, 2014** | **12,722,382** | **276,184** | **909,363** | **6,436** | **6,802,360** | **6,332,473** | **11,283** | **6,106,226** | **33,166,707** |

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

**Chairman** **Chief Executive** **Director**

## Notes To The Condensed Interim Consolidated Financial Information (Un-audited)

For the half year ended June 30, 2014

1. Fauji Fertilizer Company Limited (hereinafter referred to as 'FFC' or 'parent company') and its subsidiaries, Fauji Fertilizer Bin Qasim Limited (FFBL), FFC Energy Limited (FFCEL), Askari Bank Limited (AKBL) and Fauji Fresh n Freeze Limited (Formerly Al-Hamd Foods Limited) (FFF), collectively referred to as the group are incorporated in Pakistan as public limited companies. Shares of FFC, FFBL and AKBL are quoted on the Karachi, Lahore and Islamabad stock exchanges of Pakistan. The registered offices of FFC, FFBL, AKBL and FFCEL are situated in Rawalpindi, Pakistan. The registered office of FFF is situated in Lahore, Pakistan.

   The principal activity of FFC and FFBL is manufacturing, purchasing and marketing of fertilizers and chemicals including investment in chemical, other manufacturing and banking operations. AKBL is a commercial bank that obtained its business commencement certificate on February 26, 1992 and started operations from April 01,1992. FFCEL has setup a 49.5 MW wind energy power project. FFF will principally be engaged in the business of processing fresh, frozen fruit, vegetables, fresh meat, frozen cooked and semi cooked food.

2. This condensed interim consolidated financial information is un-audited and is being submitted to the shareholders in accordance with the requirements of Section 245 of the Companies Ordinance, 1984. This condensed interim consolidated financial information of the Group for the period ended June 30, 2014 has been prepared in accordance with the requirements of the International Accounting Standard - 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.

   This condensed interim consolidated financial information does not include all the information required for full annual financial statements and should therefore be read in conjunction with the annual financial statements of the Group for the year ended December 31, 2013. Comparative condensed interim consolidated balance sheet is extracted from annual audited financial statements for the year ended December 31, 2013 where as comparative condensed interim consolidated profit and loss account, condensed interim consolidated statement of comprehensive income, condensed interim statement of cash flows and condensed interim consolidated statement of changes in equity are stated from unaudited condensed interim financial information of the group for the period ended June 30, 2013.

3 The Securities and Exchange Commission of Pakistan vide letter EMD/233/492/2002-1605 dated April 23, 2014 has relaxed the requirement of sub section (i) of Section 237 of the Companies Ordinance, 1984 and exempted the Group from consolidating AKBL in its financial statements for the half yearly ended June 30, 2014 subject to disclosure of financial highlights (balance sheet and profit and loss account) of AKBL, disclosure of nature of auditors opinion on the financial statements of AKBL and availability of the financial statements of AKBL to the members at the registered office of FFC without any cost.

4. **SHARE CAPITAL**

**AUTHORISED SHARE CAPITAL**

This represents 1,500,000,000 (2013: 1,500,000,000) ordinary shares of Rs.10 each amounting to Rs.15,000,000 thousand (2013: Rs. 15,000,000 thousand).

**ISSUED, SUBSCRIBED AND PAID UP CAPITAL**

| June 30, 2014 | December 31, 2013 | | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|---|
| (Number of shares) | | | (Rupees '000) | |
| **256,495,902** | 256,495,902 | Ordinary shares of Rs.10 each issued for consideration in cash | **2,564,959** | 2,564,959 |
| **1,015,742,345** | 1,015,742,345 | Ordinary shares of Rs.10 each issued as fully paid bonus shares | **10,157,423** | 10,157,423 |
| **1,272,238,247** | 1,272,238,247 | | **12,722,382** | 12,722,382 |

## Notes To The Condensed Interim Consolidated Financial Information

For the half year ended June 30, 2014

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **5. REVENUE RESERVES** | | | |
| General reserve | | **6,802,360** | 6,802,360 |
| Unappropriated profit | | **6,332,473** | 7,574,207 |
| | | **13,134,833** | 14,376,567 |
| **6. LONG TERM BORROWINGS** | | | |
| Loans from banking companies - secured | 6.1 | **5,010,000** | 5,740,000 |
| Long term loan - Government of Pakistan loan FFBL (un-secured) | 6.2 | **1,944,600** | 2,592,802 |
| Long term loan - FFCEL (secured) | 6.3 | **9,131,775** | 9,280,479 |
| Long term loan - FFF (MCB) | 6.4 | **590,538** | 590,097 |
| | | **16,676,913** | 18,203,378 |
| Less: Current portion shown under current liabilities | | **3,791,042** | 3,812,186 |
| | | **12,885,871** | 14,391,192 |
| **6.1 Movement in this account during the period / year is as follows:** | | | |
| Opening balance | | **5,740,000** | 5,303,750 |
| Disbursements during the period / year | | **-** | 1,950,000 |
| Repayments during the period / year | | **(730,000)** | (1,513,750) |
| Closing balance | | **5,010,000** | 5,740,000 |
| **6.2 Movement in this account during the period / year is as follows:** | | | |
| Opening balance | | **2,592,802** | 2,514,867 |
| Adjustment during the period / year | | **(648,202)** | 77,935 |
| Closing balance | | **1,944,600** | 2,592,802 |
| **6.3 Movement in this account during the period / year is as follows:** | | | |
| Opening balance | | **9,280,479** | 9,500,642 |
| Repayments during the period / year | | **(161,649)** | - |
| Less: Transaction Cost | | | |
| Initial transaction cost | | **-** | (269,797) |
| Amortised during the year | | **12,945** | 49,634 |
| Closing balance | | **9,131,775** | 9,280,479 |
| **6.4 Movement in this account during the period / year is as follows:** | | | |
| Opening balance | | **590,097** | 593,910 |
| Less: Transaction Cost | | **-** | (4,000) |
| Amortised during the year | | **441** | 187 |
| Closing balance | | **590,538** | 590,097 |

## Notes To The Condensed Interim Consolidated Financial Information

For the half year ended June 30, 2014

| | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **7. CONTINGENCIES AND COMMITMENTS** | | |
| **a) Contingencies:** | | |
| i) Guarantees issued by banks on behalf of the Group companies | **105,129** | 88,979 |
| ii) Claims against FFC and / or potential exposure not acknowledged as debt | **50,696** | 50,696 |

iii) The Competition Commission of Pakistan has imposed a penalty of Rs 5.5 billion on FFC for alleged unreasonable increase in urea prices during the year 2011. However, the fact remains that price increase was essentially caused by extended gas curtailment and delayed urea imports by the Government of Pakistan resulting in product shortage leading to market imbalance and price hike. FFC has filed an appeal against the above penalty before the Competition Appellate Tribunal. Based on legal advice from the FFC's legal advisor, FFC is confident that there are reasonable grounds for a favourable decision.

| | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|
| | (Rupees '000) | |
| iv) Indemnity bonds and undertakings given to the custom authorities for the machinery imported by FFBL for installation at plantsite | **119,650** | 119,650 |
| v) Group's share of contingencies in Fauji Cement Company Limited | **21,764** | 130,584 |
| vi) FFBL's share of contingent liabilities of Foundation Wind Energy - I Limited | **68,609** | 69,619 |
| vii) FFBL's share of contingent liabilities of Foundation Wind Energy - II (Private) Limited | **59,964** | - |
| **b) Commitments in respect of:** | | |
| i) Capital expenditure | **10,818,429** | 1,916,960 |
| ii) Purchase of fertilizer, stores, spares and other operational items | **4,901,451** | 3,527,402 |
| iii) Investment in Fauji Fresh n Freeze Limited (Formerly Al - Hamd Foods Limited) | **450,000** | 550,000 |
| iv) FFBL's share of commitments of investment in wind projects | **2,842,810** | 3,022,155 |
| v) Group's share of commitments of PMP | **101,551** | 271,442 |
| vi) Rentals under lease agreements: | | |
| Premises | **186,004** | 187,356 |
| Vehicles | **85,327** | 91,625 |

## Notes To The Condensed Interim Consolidated Financial Information

For the half year ended June 30, 2014

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **8. PROPERTY, PLANT AND EQUIPMENT** | | | |
| Opening written down value | | **44,314,880** | 42,679,047 |
| Additions during the period / year | | **2,317,475** | 5,059,109 |
| Written down value of disposals / adjustments | | **(121,812)** | (29,522) |
| Depreciation during the period / year | | **(1,859,880)** | (3,393,754) |
| Closing written down value | | **44,650,663** | 44,314,880 |
| **9. LONG TERM INVESTMENTS** | | | |
| Askari Bank Limited | 9.1 | **15,692,911** | 15,692,911 |
| Equity accounted investments | 9.2 | **8,040,629** | 7,567,355 |
| Other long term investments | 9.3 | **1,618,647** | 218,606 |
| | | **25,352,187** | 23,478,872 |

**9.1 Investment in AKBL - at cost**

Investment in AKBL represents 526,184 thousand fully paid ordinary shares of Rs.10 each acquired on June 20, 2013 representing 64.7% of AKBL's share capital, being 43.1% direct interest and 21.6% interest acquired through FFBL. In addition, 289,402 thousand shares of Rs.10 each were subscribed by way of right subscription during 2013.

| | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **9.2 Equity accounted investments** | | |
| **Investment in associated companies - under equity method** | | |
| Fauji Cement Company Limited (FCCL) | | |
| Cost of investment | **1,800,000** | 1,800,000 |
| Post acquisition profits brought forward | **349,878** | 309,528 |
| Share of profit for the period / year | **111,246** | 180,972 |
| Dividend received | **(84,372)** | (140,622) |
| Balance at the end | **2,176,752** | 2,149,878 |
| Foundation Wind Energy - I Limited | | |
| Advance for issue of shares - opening balance | **923,941** | 329,390 |
| Advance for issue of shares during the period / year | **83,120** | 603,664 |
| Share of loss for the period / year | **(5,155)** | (9,113) |
| | **1,001,906** | 923,941 |
| Foundation Wind Energy - II (Private) Limited | | |
| Advance for issue of shares - opening balance | **971,100** | 620,290 |
| Advance during the period / year | **96,226** | 357,546 |
| Share of profit / (loss) for the period / year | **1,592** | (6,736) |
| | **1,068,918** | 971,100 |
| **Investment in joint venture - under equity method** | | |
| Pakistan Maroc Phosphore S.A., Morocco (PMP) | | |
| Cost of investment | **2,117,075** | 2,117,075 |
| Post acquisition (loss) / profit brought forward | **(155,301)** | 153,657 |
| Share of loss for the period / year | **(23,082)** | (308,958) |
| Gain on translation of net assets | **1,352,361** | 1,558,662 |
| | **3,291,053** | 3,520,436 |
| **Advance against issue of shares** | | |
| Fauji Meat Limited | **501,000** | 1,000 |
| Fauji Food Limited | **1,000** | 1,000 |
| | **502,000** | 2,000 |
| | **8,040,629** | 7,567,355 |

## Notes To The Condensed Interim Consolidated Financial Information

For the half year ended June 30, 2014

| | Note | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|---|
| | | (Rupees '000) | |
| **9.3 Other long term investments** | | | |
| **Investment available for sale** | | | |
| Certificates of Investment | | **107,695** | 118,239 |
| Pakistan Investment Bonds | | **1,469,505** | 59,497 |
| Term Finance Certificates | | **97,003** | 96,000 |
| Arabian Sea Country Club Limited (ASCCL) | | | |
| (300,000 shares of Rs. 10 each) | | **3,000** | 3,000 |
| Less: Impairment in value of investment | | **(3,000)** | (3,000) |
| | | **-** | - |
| | | **1,674,203** | 273,736 |
| **Less: Current portion shown under short term investments** | 10 | | |
| **Investments available for sale** | | | |
| Certificates of Investment | | **30,537** | 26,005 |
| Pakistan Investment Bonds | | **25,019** | 29,125 |
| | | **55,556** | 55,130 |
| | | **1,618,647** | 218,606 |

| | | | |
|---|---|---|---|
| **10. SHORT TERM INVESTMENTS** | | | |
| **Loans and receivables** | | | |
| **Term deposits with banks and financial institutions** | | | |
| Local currency | | **20,238,709** | 18,620,000 |
| Foreign currency | | **1,270,279** | 1,335,731 |
| **Investments at fair value through profit or loss - Held for trading** | | **140,975** | 4,272,570 |
| **Current maturity of long term investments** | | | |
| Investments available for sale | 9.3 | **55,556** | 55,130 |
| | | **21,705,519** | 24,283,431 |

## Notes To The Condensed Interim Consolidated Financial Information (Un-audited)

For the half year ended June 30, 2014

| | For the quarter ended | | For the half year ended | |
|---|---|---|---|---|
| | June 30, 2014 | June 30, 2013 | June 30, 2014 | June 30, 2013 |
| | (Rupees'000) | | (Rupees'000) | |
| **11. COST OF SALES** | | | | |
| Raw materials consumed | **14,492,415** | 13,475,043 | **24,563,247** | 24,526,912 |
| Fuel and power | **2,697,342** | 2,380,602 | **4,938,182** | 4,416,395 |
| Chemicals and supplies | **158,272** | 131,939 | **280,305** | 276,167 |
| Salaries, wages and benefits | **1,872,128** | 1,441,941 | **3,419,913** | 2,834,403 |
| Training and employees welfare | **177,474** | 173,546 | **381,554** | 329,931 |
| Rent, rates and taxes | **64,279** | 12,150 | **71,428** | 20,191 |
| Insurance | **47,489** | 39,482 | **132,428** | 140,194 |
| Travel and conveyance | **139,692** | 153,359 | **290,248** | 270,452 |
| Repairs and maintenance | **584,126** | 417,742 | **1,219,971** | 1,470,290 |
| Depreciation and amortisation | **920,658** | 787,540 | **1,826,676** | 1,502,333 |
| Communication and other expenses | **559,983** | 575,809 | **877,310** | 870,875 |
| Annual licence fee | **-** | 253 | **-** | 253 |
| Recalibration of metering system | **-** | 212 | **-** | 212 |
| Provision for slow moving spares | **38,040** | 9,850 | **38,040** | 9,850 |
| Opening stock - work in process | **116,852** | 87,751 | **94,839** | 58,831 |
| Closing stock - work in process | **(117,419)** | (59,366) | **(117,419)** | (59,366) |
| Cost of goods manufactured | **21,751,331** | 19,627,853 | **38,016,722** | 36,667,923 |
| Opening stock - manufactured fertilizers | **1,412,905** | 4,639,701 | **619,020** | 2,074,053 |
| Closing stock - manufactured fertilizers | **(4,216,184)** | (6,036,605) | **(4,216,184)** | (6,036,605) |
| | **(2,803,279)** | (1,396,904) | **(3,597,164)** | (3,962,552) |
| Cost of sales - manufactured fertilizers | **18,948,052** | 18,230,949 | **34,419,558** | 32,705,371 |
| Opening stock - purchased fertilizers | **97,130** | 110,314 | **-** | 274,029 |
| Purchase of fertilizers for resale | **307,704** | 286,491 | **421,270** | 286,491 |
| | **404,834** | 396,805 | **421,270** | 560,520 |
| Closing stock - purchased fertilizers | **(263,382)** | (200,362) | **(263,382)** | (200,362) |
| Cost of sale - purchased fertilizers | **141,452** | 196,443 | **157,888** | 360,158 |
| | **19,089,504** | 18,427,392 | **34,577,446** | 33,065,529 |

## Notes To The Condensed Interim Consolidated Financial Information (Un-audited)

For the half year ended June 30, 2014

| | June 30, 2014 | June 30, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **12. CASH GENERATED FROM OPERATIONS** | | |
| Net profit before taxation | **11,867,697** | **15,826,537** |
| Adjustments for: | | |
| Depreciation and amortisation | **1,898,932** | 1,553,507 |
| Provision for slow moving spares | **38,040** | 9,850 |
| Finance cost | **1,475,362** | 881,356 |
| Income on loans, deposits and investments | **(772,818)** | (982,921) |
| Gain on sale of property, plant and equipment | **(27,065)** | (18,734) |
| Exchange loss / (gain) - net | **(143,755)** | 40,535 |
| Gain on remeasurement of investments at fair value through profit or loss | **(3,556)** | (200,064) |
| Share of (loss) / profit of associate and joint venture | **(84,602)** | 108,568 |
| | **2,380,538** | 1,392,097 |
| | **14,248,235** | 17,218,634 |
| Changes in working capital | | |
| (Increase) / decrease in current assets: | | |
| Stores and spares | **(127,789)** | (19,864) |
| Stock in trade | **(5,132,783)** | (2,874,054) |
| Trade debts | **(1,195,867)** | 3,210,687 |
| Loans and advances | **326,140** | (188,104) |
| Deposits and prepayments | **(240,997)** | (179,603) |
| Other receivables | **(781,112)** | 3,633,562 |
| Decrease / (increase) in current liabilities: | | |
| Trade and other payables | **7,229,600** | (4,307,776) |
| | **77,192** | (725,152) |
| Changes in long term loans and advances | **(76,604)** | 11,859 |
| Changes in long term deposits and prepayments | **(12,478)** | 1,610 |
| Changes in deferred liabilities | **228,972** | - |
| | **14,465,317** | 16,506,951 |

**13. TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

There is no change in relationship with the related parties. Significant transactions and balances with the related parties are as follows:

| | June 30, 2014 | June 30, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **Transactions with associated undertakings / companies due to common directorship** | | |
| Sale of fertilizer | **1,073** | 2,004 |
| Rent charged to Group companies | **648** | 600 |
| Dividends paid | **4,313,041** | 5,159,398 |
| Donation | **-** | 250,000 |
| FFBL's investment in wind power projects | **-** | 411,675 |
| Medical services | **-** | 47 |
| Purchase of gas as feed and fuel stock | **14,893,948** | 11,722,873 |
| Services received | **174,123** | 122,992 |
| Long term investment | **179,346** | 961,210 |
| Balance payable - unsecured | **16,185,578** | 9,262,274* |
| Balance receivable - unsecured | **45,943** | 8,726* |
| **Transactions with joint venture company** | | |
| Raw material purchased | **10,726,841** | 11,865,160 |
| Expenses incurred on behalf of joint venture company | **7,201** | 7,963 |
| Balances payable | **4,898,211** | 3,370,005* |
| Balance receivable | **24,637** | 19,989* |
| **Other related parties** | | |
| Remuneration including benefits and perquisites of chief executives and executives, No. of persons 2014: 3 and 647 (2013: 2 and 813). | **2,335,943** | 2,030,688 |
| **Payments to:** | | |
| Employees' Provident Fund Trust | **185,618** | 164,404 |
| Employees' Gratuity Fund Trust | **621,975** | 117,410 |
| Employees' Pension Fund Trust | **94,067** | 47,191 |
| **Others:** | | |
| Balance payable to Employees' Fund Trusts | **1,100,934** | 609,936* |
| Balance receivable from Employees' Fund Trusts | **129,317** | 9,759* |

*Comparative figures of receivable / payable balances are as of December 31, 2013.

## Notes To The Condensed Interim Consolidated Financial Information
For the half year ended June 30, 2014

### 14. DISCLOSURES RELATING TO ASKARI BANK LIMITED (AKBL)

AKBL's condensed interim consolidated Statement of Financial Position as at June 30, 2014 and condensed interim Consolidated Profit and Loss Account for the half year ended June 30, 2014 are as follows:

### Consolidated Statement of Financial Position

| | Un-audited June 30, 2014 | Audited December 31, 2013 |
|---|---|---|
| | (Rupees '000) | |
| **ASSETS** | | |
| Cash and balances with treasury banks | **24,499,519** | 26,104,835 |
| Balances with other banks | **8,226,538** | 9,124,531 |
| Lendings to financial institutions | **19,513,160** | 2,503,207 |
| Investments | **151,517,115** | 165,897,833 |
| Advances | **172,290,249** | 163,560,629 |
| Operating fixed assets | **7,942,313** | 8,623,410 |
| Assets held for sale | **708,411** | - |
| Deferred tax assets - net | **2,510,517** | 2,999,526 |
| Other assets | **20,667,246** | 16,282,792 |
| | **407,875,068** | 395,096,763 |
| **LIABILITIES** | | |
| Bills payable | **15,186,329** | 5,687,542 |
| Borrowings | **14,880,256** | 24,545,879 |
| Deposits and other accounts | **344,822,569** | 335,173,378 |
| Sub-ordinated loans | **3,993,600** | 3,994,400 |
| Liabilities against assets subject to finance lease | **-** | - |
| Deferred tax liabilities | **-** | - |
| Other liabilities | **8,344,967** | 6,724,055 |
| | **387,227,721** | 376,125,254 |
| **NET ASSETS** | **20,647,347** | **18,971,509** |
| **REPRESENTED BY:** | | |
| Share capital | **12,602,602** | 12,602,602 |
| Reserves | **4,444,791** | 5,612,416 |
| Unappropriated profit / (loss) | **1,964,574** | (1,370,719) |
| | **19,011,967** | 16,844,299 |
| Non-controlling interest | **32,441** | 31,359 |
| | **19,044,408** | 16,875,658 |
| Surplus on revaluation of assets - net of tax | **1,602,939** | 2,095,851 |
| | **20,647,347** | **18,971,509** |

**CONTINGENCIES AND COMMITMENTS**

## Notes To The Condensed Interim Consolidated Financial Information
For the half year ended June 30, 2014

### Consolidated Profit and Loss Account

| | Un-audited | | | |
|---|---|---|---|---|
| | June 30, 2014 | | June 30, 2013 | |
| | For the quarter ended | For the half year ended | For the quarter ended | For the half year ended |
| | (Rupees in '000) | | (Rupees in '000) | |
| **Mark-up / return / interest earned** | 8,350,219 | 15,909,859 | 6,331,787 | 13,618,251 |
| **Mark-up / return / interest expensed** | 5,361,957 | 10,378,552 | 4,667,546 | 9,767,088 |
| Net mark-up / interest income | 2,988,262 | 5,531,307 | 1,664,241 | 3,851,163 |
| (Reversal of provision) / provision against non-performing loans and advances - net | (88,121) | (321,828) | 6,369,302 | 6,583,700 |
| Impairment loss on available for sale investments | 30,632 | 65,785 | 85,165 | 135,873 |
| Provision for diminution in the value of investments - net | 38,905 | 121,302 | 311,156 | 427,677 |
| Bad debts written off directly | - | - | - | - |
| | (18,584) | (134,741) | 6,765,623 | 7,147,250 |
| Net mark-up / interest income after provisions | 3,006,846 | 5,666,048 | (5,101,382) | (3,296,087) |
| **Non mark-up / interest income** | | | | |
| Fee, commission and brokerage income | 489,005 | 854,332 | 394,900 | 662,968 |
| Dividend income | 59,886 | 108,894 | 30,541 | 107,266 |
| Income from dealing in foreign currencies | 232,496 | 531,466 | 82,000 | 230,265 |
| Gain on sale of securities - net | 450,875 | 1,130,830 | 328,036 | 573,862 |
| Unrealised gain on revaluation of investments classified as held for trading - net | 4,308 | 7,538 | 2,575 | 3,766 |
| Other income | 139,683 | 312,684 | 88,967 | 202,082 |
| | 1,376,253 | 2,945,744 | 927,019 | 1,780,209 |
| Total non-markup / interest income | 4,383,099 | 8,611,792 | (4,174,363) | (1,515,878) |
| **Non mark-up / interest expenses** | | | | |
| Administrative expenses | 2,788,867 | 5,557,680 | 2,512,416 | 4,746,462 |
| Other provisions / write offs | 15,234 | 15,234 | 76,632 | 76,632 |
| Other charges | 171 | 174 | (1,882) | 226 |
| Total non-markup / interest expenses | 2,804,272 | 5,573,088 | 2,587,166 | 4,823,320 |
| | 1,578,827 | 3,038,704 | (6,761,529) | (6,339,198) |
| Share of profit of associate | 10,914 | 22,530 | 8,747 | 14,109 |
| Extra ordinary / unusual items | - | - | - | - |
| **Profit before taxation** | 1,589,741 | 3,061,234 | (6,752,782) | (6,325,089) |
| Taxation - current | 92,655 | 125,021 | 10,915 | 176,532 |
| - prior years' | - | - | - | - |
| - deferred | 355,768 | 754,423 | (2,391,246) | (2,408,244) |
| | 448,423 | 879,444 | (2,380,331) | (2,231,712) |
| **Profit after taxation** | 1,141,318 | 2,181,790 | (4,372,451) | (4,093,377) |
| Attributable to: | | | | |
| Equity holders of the Bank | 1,140,973 | 2,180,708 | (4,373,128) | (4,094,470) |
| Non-controlling interest | 345 | 1,082 | 677 | 1,093 |
| | 1,141,318 | 2,181,790 | (4,372,451) | (4,093,377) |

## Notes To The Condensed Interim Consolidated Financial Information (Un-audited)

For the half year ended June 30, 2014

**15. GENERAL**

**15.1** Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

**15.2** The Board of Directors of FFC and FFBL in their meetings held on July 24, 2014 and July 22, 2014 proposed interim dividend of Rs. 3.40 per share and Rs. 1.00 per share, while AKBL Board of Directors proposed interim dividend of Rs. 1.00 per share on July 21, 2014.

**15.3** This condensed interim consolidated financial information has been authorised for issue by the Board of Directors of FFC on July 24, 2014.

**Chairman** **Chief Executive** **Director**

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**Website: www.ffc.com.pk**

FFC ENERGY

**Askari Bank Ltd**

**Fauji Fresh n Freeze Ltd**