

DIRECTOR'S REPORT

Dear Share Holders,

Your Directors are pleased to present the first quarterly(un-audited)accounts for the period ended September 30, 2006.Your company earned pretax profit of Rs.5.450 (M) during the period under review & hope the trend will continue in the next quarter.The performance of ensuing year is satisfactory.The earning per share is Rs.0.47(Par value Rs.10/=per share).

We further state that:

- a) The Financial Statements prepared by the Management, present fairly its state of affairs, the result of its operations, Cash Flows and changes in equity;
- b) Proper books of Accounts have been maintained;
- c) Appropriate accounting policies have been consistently applied in preparation of Financial Statements and accounting estimates are based on reasonable and prudent judgment.
- d) International Accounting Standards, as applicable in Pakistan have been followed in preparation of Financial Statements.
- e) There are no significant doubts upon the company's ability to continue as a going concern.
- f) Internal auditor is continuously reviewing the existing system of internal control and other procedures. The process of review will continue and any weakness in controls will have immediate attention of the Management.
- g) There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations.

The Labour management relations remained cordial and we would like to thanks the employees of the company for their hard work and Company's bankers for their cooperation.

FOR AND ON BEHALF OF THE BOARD

Karachi
Dated: 31/10/ 2006

**Kashif Riaz
CHIEF EXECUTIVE OFFICER**