

3.1 Operating assets

Year ended June 30, 2008

PARTICULARS	COST / REVALUATION						DEPRECIATION					NET BOOK VALUE
	As at July 01, 2007	Additions	Transfers	Revaluation surplus	Disposal	As at June 30, 2008	Rate	As at July 01, 2007	Adjustments	Depreciation For the Year	As at June 30, 2008	As at June 30, 2008
	-----Rupees-----						-----Rupees-----					
Owned assets												
Freehold land	102,708,000	-	-	-	-	102,708,000	-	-	-	-	-	102,708,000
Building on freehold land	215,280,988	-	-	-	-	215,280,988	10%	55,216,988	-	16,006,400	71,223,388	144,057,600
Plant and machinery	895,715,226	3,194,265	(3,892,763)			895,016,728	10%	301,268,569	(97,319)	59,225,047	360,396,297	534,620,431
Plant and machinery transferred from lease	44,880,081	-	-	-	-	44,880,081	10%	20,589,738	-	2,429,034	23,018,772	21,861,309
	940,595,307	3,194,265	(3,892,763)	-	-	939,896,809		321,858,307	(97,319)	61,654,081	383,415,069	556,481,740
Electric installations	24,387,315	-	-	-	-	24,387,315	10%	12,913,166	-	1,147,415	14,060,581	10,326,734
Factory equipments	1,420,968	162,500	-	-	-	1,583,468	10%	589,489	-	87,065	676,554	906,914
Office equipments	3,997,546	112,000	-	-	-	4,109,546	10%	1,737,855	-	226,902	1,964,757	2,144,789
Electric appliances	2,280,139	450,971	-	-	-	2,731,110	10%	962,980	-	147,348	1,110,328	1,620,782
Furniture and fittings	5,819,928	675,830	-	-	-	6,495,758	10%	2,247,199	-	385,433	2,632,632	3,863,126
Vehicles	42,016,781	101,380	322,000	-	(3,292,329)	39,147,832	20%	21,057,875	(2,436,237)	4,092,557	22,714,195	16,433,637
	1,338,506,972	4,696,946	(3,570,763)	-	(3,292,329)	1,336,340,826		416,583,859	(2,533,556)	83,747,201	497,797,504	838,543,322
Leased assets												
Plant and machinery	16,506,000	62,934,781	3,892,763	-	-	83,333,544	10%	2,393,370	97,319	6,049,457	8,540,146	74,793,398
Vehicles	322,000	-	(322,000)	-	-	-	20%	181,866	(181,866)	-	-	-
	16,828,000	62,934,781	3,570,763	-	-	83,333,544		2,575,236	(84,547)	6,049,457	8,540,146	74,793,398
	1,355,334,972	67,631,727	-	-	(3,292,329)	1,419,674,370		419,159,095	(2,618,103)	89,796,658	506,337,650	913,336,720

Year ended June 30, 2007

PARTICULARS	COST / REVALUATION						DEPRECIATION					NET BOOK VALUE
	As at July 01, 2006	Additions	Transfers	Revaluation surplus	Disposal	As at June 30, 2007	Rate	As at July 01, 2006	Adjustments	Depreciation For the Year	As at June 30, 2007	As at June 30, 2007
	-----Rupees-----						-----Rupees-----					
Owned assets												
Freehold land	44,914,251	3,689,062	-	59,067,322	4,962,635	102,708,000	-	-	-	-	-	102,708,000
Building on freehold land	138,862,250	14,582,134	-	61,836,604	-	215,280,988	10%	44,851,942	-	10,365,046	55,216,988	160,064,000
Plant and machinery	757,206,985	89,490,157	-	68,865,894	19,847,810	895,715,226	10%	248,514,055	2,965,365	55,719,879	301,268,569	594,446,657
Plant and machinery transferred from lease	44,880,081	-	-	-	-	44,880,081	10%	17,890,811	-	2,698,927	20,589,738	24,290,343
	802,087,066	89,490,157	-	68,865,894	19,847,810	940,595,307		266,404,866	2,965,365	58,418,806	321,858,307	618,737,000
Electric installations	24,387,315	-	-	-	-	24,387,315	10%	11,638,260	-	1,274,906	12,913,166	11,474,149
Factory equipments	860,268	560,700	-	-	-	1,420,968	10%	499,343	-	90,146	589,489	831,479
Office equipments	3,564,763	432,783	-	-	-	3,997,546	10%	1,505,765	-	232,090	1,737,855	2,259,691
Electric appliances	1,674,149	605,990	-	-	-	2,280,139	10%	859,009	-	103,971	962,980	1,317,159
Furniture and fittings	5,755,928	64,000	-	-	-	5,819,928	10%	1,850,821	-	396,378	2,247,199	3,572,729
Vehicles	38,227,845	4,311,686	-	-	522,750	42,016,781	20%	16,305,002	417,918	5,170,791	21,057,875	20,958,906
	1,060,333,835	113,736,512	-	189,769,820	25,333,195	1,338,506,972		343,915,008	3,383,283	76,052,134	416,583,859	921,923,113
Leased assets												
Plant and machinery	16,506,000	-	-	-	-	16,506,000	10%	825,300	-	1,568,070	2,393,370	14,112,630
Vehicles	322,000	-	-	-	-	322,000	20%	146,832	-	35,034	181,866	140,134
	16,828,000	-	-	-	-	16,828,000		972,132	-	1,603,104	2,575,236	14,252,764
	1,077,161,835	113,736,512	-	189,769,820	25,333,195	1,355,334,972		344,887,140	3,383,283	77,655,238	419,159,095	936,175,877

	Note	2008 Rupees	2007 Rupees
3.2 Depreciation for the year has been allocated as under:			
Cost of sales	25.1	84,944,418	71,716,974
Administrative expense	29	4,852,240	5,938,264
		<u>89,796,658</u>	<u>77,655,238</u>

3.3 Revaluation of freehold land, building on freehold land and plant and machinery was carried out as on September 30, 1996 and June 30, 2007 by an independent valuer M/s Iqbal A. Nanjee & Company, Lahore on the basis of depreciated replacement values. Revaluation surplus has been credited to surplus on revaluation of fixed assets.

3.4 Had there been no revaluation the related figures of freehold land, building on freehold land and plant and machinery as at June 30, 2008 would have been as follows:

	Cost Rupees	Accumulated depreciation Rupees	Written down value Rupees
Freehold land	41,038,562	-	41,038,562
Building on freehold land	146,945,107	60,427,027	86,518,080
Plant and machinery	825,295,192	266,420,709	558,874,483
2008	<u>1,013,278,861</u>	<u>326,847,736</u>	<u>686,431,125</u>
2007	<u>947,149,815</u>	<u>257,575,594</u>	<u>689,574,221</u>

3.5 The following operating assets were disposed off during the year:

Item	Nos.	Cost / revalued amount	Accumulated depreciation	Net book value	Sale proceeds	Gain/ (loss)	Mode of disposal	Particulars of buyers
Rupees								
Vehicle								
Mercedeze Benz	1	1,675,406	1,314,532	360,874	380,000	19,126	Negotiation	Mr. Karamut Ali H.No.P-233 Sharif Pura Faisalabad
Suzuki Baleno	1	664,343	518,780	145,563	125,000	(20,563)	Negotiation	Mr. Mohsin Abbas Ghazi abad Talari Road M.Garh
Toyota Corolla	1	952,580	784,791	167,789	150,000	(17,789)	Negotiation	Mr. Ishfaq Ahmed Madina Colony New Green Market Multan
2008		<u>3,292,329</u>	<u>2,618,103</u>	<u>674,226</u>	<u>655,000</u>	<u>(19,226)</u>		
2007		<u>25,233,195</u>	<u>3,383,283</u>	<u>21,949,912</u>	<u>42,291,000</u>	<u>20,341,088</u>		
		2008 Rupees	2007 Rupees					

3.6 Capital work in progress

Building			
Civil work		3,243,783	3,243,783
Plant and machinery			
Expenses		-	185,463
		<u>3,243,783</u>	<u>3,429,246</u>