

Hakkani Pulp and Paper Mills Limited.
Financial Statements
for the 3rd Quarter ended 31 March 2012

HAKKANI PULP & PAPER MILLS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31st March 2012

	As at 31 Mar 2012 Taka' 000	As at 30 Jun 2011 Taka' 000
A. SOURCES OF FUNDS:		
Share Holders Equity:		
Share Capital	190,000	190,000
Dividend Equalization Reserve	10,000	10,000
Revaluation Reserve	460,975	477,062
Retained Earnings	21,614	16,209
	682,589	693,270
Non Current Liabilities		
Unsecured Loan	20,408	20,408
Deferred Tax	46,676	46,676
	67,084	67,084
	749,673	760,354
B. APPLICATION OF FUNDS:		
Property, Plant and Equipment	660,587	667,556
Capital Work in Progress	-	1,830
Investment in Shares	17,029	16,992
Current Assets:		
Inventories	100,581	78,656
Sundry Debtors	13,091	4,500
Advances, Deposits & Prepayments	30,264	18,884
Receivable from MTDR	2,689	6,529
Cash & Bank Balances	6,280	21,746
	152,905	130,314
Current Liabilities:		
Bank Loan & Overdraft	41,073	20,674
Accrued Expenses	4,915	4,394
Trade Creditors	17,952	16,538
Liabilities for Other Finance	6,751	7,032
Directors Current Account	1,745	1,745
Provision for Income Tax	8,412	5,956
	80,848	56,339
Net Current Assets	72,057	73,976
	749,673	760,354

S/D
MANAGING DIRECTOR

S/D
COMPANY SECRETARY

HAKKANI PULP & PAPER MILLS LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE 3RD QUARTER ENDED 31 MARCH, 2012

	<u>Jul'01, 2011</u> <u>to Mar'31,</u> <u>2012</u> <u>Taka' 000</u>	<u>Jul'01, 2010</u> <u>to Mar'31,</u> <u>2011</u> <u>Taka' 000</u>	<u>Jan'01,</u> <u>2012 to</u> <u>Mar'31,</u> <u>2012</u> <u>Taka' 000</u>	<u>Jan'01,</u> <u>2011 to</u> <u>Mar'31,</u> <u>2011</u> <u>Taka' 000</u>
Sales	172,615	203,696	60,506	80,241
Less: Cost of Goods Sold	143,174	172,884	49,198	69,432
Gross Profit	29,441	30,813	11,308	10,809
Less: Operating Expenses				
Administrative Expenses	6,783	5,023	2,919	2,496
Financial Expenses	3,511	1,416	1,154	53
Selling & Distribution Expenses	848	1,043	447	350
	11,142	7,483	4,520	2,899
Operating Profit	18,299	23,330	6,788	7,910
Add: Non-Operating Income	1,209	1,333	134	365
	19,508	24,663	6,922	8,275
Net Profit Before WPPF				
Less: Cont. to Workers Profit Participation Fund	929	1,174	330	394
Net profit before Tax	18,579	23,489	6,592	7,881
Less: Income Tax Provision				
Current Tax	6,967	6,459	2,472	2,167
Net profit/(Loss) after Tax	11,612	17,029	4,120	5,714
Balance Brought forward	6,709	1,191	6,709	1,191
Surplus Available for Appropriation	18,321	18,221	10,829	6,905
Earning Per Share - Basic	0.61	0.90	0.22	0.30

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HAKKANI PULP & PAPER MILLS LIMITED
STATEMENT OF CASH FLOWS
FOR THE 3RD QUARTER ENDED 31 MARCH, 2012

	<u>31st March,</u> <u>2012</u> <u>Taka' 000</u>	<u>31st March,</u> <u>2011</u> <u>Taka' 000</u>
A. <u>Cash flows from Operating Activities:</u>		
Cash Collection from Turnover & Others	169,072	146,577
Payment for Cost and Expenses	(167,788)	(107,787)
Interest Paid	(3,511)	(1,216)
Income Tax Paid	(4,511)	(3,146)
Net cash from operating activities	<u>(6,738)</u>	<u>34,428</u>
B. <u>Cash flows from investing activities:</u>		
Acquisition of Fixed Assets	(19,095)	(3,134)
Capital Work in Progress	-	(859)
Investment in Shares	(37)	(2,911)
Net cash from investing activities	<u>(19,132)</u>	<u>(6,904)</u>
C. <u>Cash flows from financing activities</u>		
Bank Loan & Overdraft	20,399	(17,417)
Liabilities for other finance	(281)	1,532
Dividend Paid	(9,714)	(9,500)
Net cash from financing activities	<u>10,404</u>	<u>(25,384)</u>
Net Increase/(Decrease) in Cash and Bank Balances (A+B+C)	(15,466)	2,139
Add: Opening Cash and Bank Balances	21,746	13,983
Closing Cash and Bank Balances	<u><u>6,280</u></u>	<u><u>16,122</u></u>

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HAKKANI PULP & PAPER MILLS LIMITED
STATEMETN OF CHANGES IN EQUITY
FOR THE 3RD QUARTER ENDED 31 MARCH, 2012

(Amount Taka in thousand)

Particulars	Share Capital	Tax Holiday Reserve	Dividend Equalizatio n Reserve	Revaluatio n Reserve	Retained Earnings	Total
Balance as at 1st July, 2010	190,000	44,629	9,000	-	1,191	244,820
Net Profit after Tax	-	-	-	-	17,029	17,029
Dividend	-	-	-	-	-	-
Balance as at 31 March, 2011	190,000	44,629	9,000	-	18,221	261,850
Balance as at 1st July, 2011	190,000	-	10,000	477,062	19,502	696,564
Dividend	-	-	-	-	(9,500)	(9,500)
Depreciation on revalued assets	-	-	-	(16,087)	-	(16,087)
Net Profit after Tax	-	-	-	-	11,612	11,612
Balance as at 31 March, 2012	190,000	-	10,000	460,975	21,614	682,589

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