

**CONDENSED INTERIM  
FINANCIAL INFORMATION  
FOR THE HALF YEAR ENDED**

---

**31 DECEMBER 2015  
(UN-AUDITED)**



**GRAYS LEASING LIMITED**

## COMPANY INFORMATION

<b>BOARD OF DIRECTORS</b>	Mr. Khawar Anwar Khawaja Mr. Muhammad Tahir Butt Mr. Neil Douglas James Gray Mr. Khurram Anwar Khawaja Khawaja Zaka-ud-Din Mr. Iftikhar Ahmad Butt Mr. Omer Khawar Khawaja	Chairman Chief Executive
<b>AUDIT COMMITTEE</b>	Mr. Khurram Anwar Khawaja Mr. Iftikhar Ahmad Butt Mr. Omer Khawar Khawaja	
<b>AUDITORS</b>	Riaz Ahmad & Company Chartered Accountants 10-B Saint Mary Park Main Boulevard, Gulberg III Lahore.	
<b>COMPANY SECRETARY</b>	Muhammad Adil Munir	
<b>CHIEF FINANCIAL OFFICER</b>	M. Avais Ibrahim	
<b>HEAD OF INTERNAL AUDIT</b>	Mr. Bilal Arsalan Mir	
<b>HUMAN RESOURCE AND REMUNERATION COMMITTEE</b>	Mr. Omer Khawar Khawaja Mr. Iftikhar Ahmad Butt Mr. Khurram Anwar Khawaja	Chairman
<b>LEGAL ADVISOR</b>	Lexicon Law Firm	
<b>REGISTERED AND HEAD OFFICE</b>	701-A, 7th Floor, City Towers 6-K, Main Boulevard, Gulberg - II, Lahore Tel: (042) 35770381 - 2 Fax: (042) 35770389 E-mail: <a href="mailto:info@graysleasing.com">info@graysleasing.com</a> Website: <a href="http://www.graysleasing.com">www.graysleasing.com</a>	
<b>BANKERS</b>	Standard Chartered Bank (Pakistan) Limited The Bank of Punjab Askari Bank Limited National Bank of Pakistan Habib Bank Limited State Bank of Pakistan First Women Bank Limited Bank Al-Habib Limited	
<b>SHARE REGISTRAR</b>	CorpTec Associates (Pvt) Ltd. 503-E, Johar Town, Lahore.	

## DIRECTORS' REPORT

We are pleased to present the condensed interim financial information for the period ended 31 December 2015, together with report of the Board of Directors of the company and review report by the statutory auditors of the company.

During the period ended 31 December 2015, the company transacted business worth Rupees 19.612 million as compared to Rupees 16.828 million on 31 December 2014. During the period ended 31 December 2015, the company earned a loss before and after tax of Rupees 0.972 million and Rupees 1.146 million respectively as compared to net profit before and loss after tax of Rupees 0.099 million and Rupees 0.042 million during the corresponding period of 2014. Net investment stands at Rupees 387.354 million as on 31 December 2015 as compared to Rupees 384.207 million as on June 30, 2015. During the period ended 31 December 2015, there is net reversal of Rupees 0.571 million against potential lease losses, resultantly the equity of the company comes to Rupees 74.102 million. However the shareholders' equity on the basis of estimated realizable / (settlement) values of assets and liabilities come to Rupees 150.676 million.

The Company has accumulated losses and shareholders' equity of Rupees 200.154 million and Rupees 74.102 million respectively as on 31 December 2015. Before notification of amendments dated 25 November 2015 in Non-Banking Finance Companies and Notified Entities Regulations, 2008 the Company was not in compliance with the minimum equity requirement of Rupees 700 million to carry on leasing business. Now, in accordance with revised Schedule I of the aforesaid Regulations, the Company as non-deposit taking NBFC engaged in leasing business only meet the minimum equity requirement of Rupees 50 million as on the reporting date. The license of the Company to carry out leasing business expired on 14 May 2010. The Company applied for renewal of leasing license to Securities and Exchange Commission of Pakistan (SECP) in accordance with aforesaid Regulations. SECP accorded special forbearance to the Company for a period of one year (from 9 July 2010 to 8 July 2011) to meet the minimum equity requirement. Since then leasing business is being carried out by the Company without renewal of leasing license. These factors raised uncertainties that the Company may not be able to continue as a going concern. Therefore, this condensed interim financial information has been prepared on the basis of estimated realizable / settlement values of assets and liabilities respectively in addition to historical cost convention. All assets and liabilities in this condensed interim financial information has been presented in the order of liquidity.

JCR-VIS Credit Rating Company Limited (JCR-VIS) has reaffirmed the entity ratings of Grays Leasing Limited (GLL) at 'BB-/B' (Double B Minus/Single B). Outlook on the assigned rating is 'Stable'.

At the end, we would like to thank our clients who provided us the opportunity to serve them. We also extend lot of appreciation to the company employees at all levels for their efforts.

For and on behalf of the board



Muhammad Tahir Butt  
Chief Executive

Sialkot: 23 February 2016

## RIAZ AHMAD &amp; COMPANY

Chartered Accountants



AUDITORS' REPORT TO THE MEMBERS

ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

*Introduction*

We have reviewed the accompanying condensed interim balance sheet of GRAYS LEASING LIMITED as at 31 December 2015 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the accounts for the half year then ended (herein after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed 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 condensed 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 31 December 2015 and 31 December 2014 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 December 2015.

*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 condensed 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 condensed interim financial information as of and for the half year ended 31 December 2015 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

*Emphasis of matter*

We draw attention to Note 1.2 to the condensed interim financial information, which states that this condensed interim financial information has been prepared on the basis of estimated realisable / (settlement) values of assets and liabilities respectively in addition to historical cost convention as the company is no longer a going concern for the reason stated in the aforesaid note. Our conclusion is not qualified in respect of this matter.

  
 RIAZ AHMAD & COMPANY  
 Chartered Accountants

Name of engagement partner:  
 Mubashar Mehmood

Date: 23 FEB 2016

LAHORE

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Riaz Ahmad & Company is a member of Nexia International, a worldwide network of independent accounting and consulting firms.

## CONDENSED INTERIM BALANCE SHEET AS AT 31 DECEMBER 2015

	UN-AUDITED		AUDITED	
	31 DECEMBER 2015	31 DECEMBER 2015	30 JUNE 2015	30 JUNE 2015
	Book Value	Estimated realizable / (settlement) value	Book Value	Estimated realizable / (settlement) value
NOTE	Rupees	Rupees	Rupees	Rupees
<b>ASSETS</b>				
Cash and bank balances	9,803,740	9,803,740	11,466,600	11,466,600
Advances and prepayments	937,675	937,675	928,034	928,034
Other receivables	302,534	302,534	379,549	379,549
Net investment in lease finance	3	223,385,652	299,528,914	219,666,749
Security deposits	264,500	264,500	264,500	264,500
Deferred income tax	4	-	-	-
Property, plant and equipment	5	1,651,214	2,165,009	1,755,965
<b>TOTAL ASSETS</b>		<b>236,345,315</b>	<b>313,002,372</b>	<b>234,461,397</b>
<b>LIABILITIES</b>				
Accrued and other liabilities	2,471,934	2,471,934	2,151,814	2,151,814
Accrued mark-up	418,214	418,214	307,717	307,717
Loan from associated undertaking	6	25,000,000	25,000,000	25,000,000
Liability against asset subject to finance lease	310,016	312,772	460,737	478,930
Deposits on lease contracts	132,386,840	132,386,840	129,582,230	129,582,230
Employees' retirement benefit	1,344,045	1,424,502	1,193,123	1,311,563
Provision for taxation	312,184	312,184	517,324	517,324
<b>TOTAL LIABILITIES</b>		<b>162,243,233</b>	<b>162,326,446</b>	<b>159,212,945</b>
<b>NET ASSETS</b>		<b>74,102,082</b>	<b>150,675,926</b>	<b>75,248,452</b>
<b>REPRESENTED BY:</b>				
<b>Authorized share capital</b>				
35,000,000 (30 June 2015: 35,000,000) ordinary shares of Rupees 10 each		350,000,000	350,000,000	350,000,000
<b>Issued, subscribed and paid-up share capital</b>				
21,500,000 (30 June 2015: 21,500,000) ordinary shares of Rupees 10 each		215,000,000	215,000,000	215,000,000
Statutory reserve		59,256,615	59,256,615	59,256,615
Accumulated loss		(200,154,533)	(200,154,533)	(199,008,163)
Shareholders' equity		74,102,082	74,102,082	75,248,452
Net surplus on estimated realizable / (settlement) values		-	76,573,844	80,046,316
<b>CONTINGENCIES AND COMMITMENTS</b>	7		74,102,082	150,675,926
			75,248,452	155,294,768

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



**MUHAMMAD TAHIR BUTT**  
CHIEF EXECUTIVE



**KHAWAR ANWAR KHAWAJA**  
DIRECTOR

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	HALF YEAR ENDED		QUARTER ENDED	
	31 DECEMBER	31 DECEMBER	31 DECEMBER	31 DECEMBER
	2015	2014	2015	2014
NOTE	Rupees	Rupees	Rupees	Rupees
<b>REVENUE</b>				
Income from lease operations	4,761,598	5,596,207	2,310,780	2,596,192
Other income	188,928	141,594	110,733	25,618
	4,950,526	5,737,801	2,421,513	2,621,810
<b>EXPENDITURE</b>				
Administrative and other operating expenses	(5,441,642)	(5,777,184)	(3,146,749)	(3,379,347)
Financial and other charges	(1,051,806)	(971,420)	(560,760)	(408,276)
Reversal / (allowance) for potential lease losses 3.1	570,961	1,109,784	(527,204)	(768,253)
	(5,922,487)	(5,638,820)	(4,234,713)	(4,555,876)
PROFIT / (LOSS) BEFORE TAXATION	(971,961)	98,981	(1,813,200)	(1,934,066)
Taxation	(174,409)	(141,374)	(71,309)	(47,564)
LOSS AFTER TAXATION	(1,146,370)	(42,393)	(1,884,509)	(1,981,630)
Loss per share - basic and diluted	(0.053)	(0.002)	(0.09)	(0.09)

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

  
**MUHAMMAD TAHIR BUTT**  
CHIEF EXECUTIVE

  
**KHAWAR ANWAR KHAWAJA**  
DIRECTOR

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2015**

	HALF YEAR ENDED		QUARTER ENDED	
	31 DECEMBER 2015	31 DECEMBER 2014	31 DECEMBER 2015	31 DECEMBER 2014
	Rupees	Rupees	Rupees	Rupees
LOSS AFTER TAXATION	(1,146,370)	(42,393)	(1,884,509)	(1,981,630)
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
<b>TOTAL COMPREHENSIVE LOSS FOR THE PERIOD</b>	<b>(1,146,370)</b>	<b>(42,393)</b>	<b>(1,884,509)</b>	<b>(1,981,630)</b>

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



**MUHAMMAD TAHIR BUTT**  
CHIEF EXECUTIVE




**KHAWAR ANWAR KHAWAJA**  
DIRECTOR

**CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2015**

	HALF YEAR ENDED	
	31 DECEMBER 2015	31 DECEMBER 2014
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / profit before taxation	(971,961)	98,981
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation	165,751	200,968
Provision for gratuity	150,922	155,637
Financial and other charges	1,051,806	971,420
Reversal for potential lease losses - net	(570,961)	(1,109,784)
Profit on bank deposits	(126,871)	(58,757)
	670,647	159,484
<b>Operating (loss) / profit before working capital changes</b>	(301,314)	258,465
Increase in advances and prepayments	(9,641)	(160,233)
Increase in accrued and other liabilities	320,120	1,253,051
<b>Cash generated from operations</b>	9,165	1,351,283
Financial charges paid	(941,309)	(1,297,081)
Income tax paid	(302,534)	(163,749)
<b>Net cash used in operating activities</b>	(1,234,678)	(109,547)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net Investment in lease finance	(3,147,942)	3,102,163
Property, plant and equipment - acquired	(61,000)	(22,000)
Profit on bank deposits	126,871	58,757
<b>Net cash (used in) / from investing activities</b>	(3,082,071)	3,138,920
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits on lease contracts - net	2,804,610	(269,075)
Lease rentals paid	(150,721)	(130,268)
<b>Net cash from / (used in) financing activities</b>	2,653,889	(399,343)
<b>Net decrease / (increase) in cash and cash equivalents</b>	(1,662,860)	2,630,030
<b>Cash and cash equivalents at the beginning of the period</b>	11,466,600	1,859,224
<b>Cash and cash equivalents at the end of the period</b>	9,803,740	4,489,254

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

  
**MUHAMMAD TAHIR BUTT**  
 CHIEF EXECUTIVE

  
**KHAWAR ANWAR KHAWAJA**  
 DIRECTOR



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2015**

	Rupees		Rupees		Rupees	
	ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL	CAPITAL RESERVE STATUTORY RESERVE	ACCUMULATED LOSS	SHAREHOLDERS' EQUITY		
<b>Balance as at 30 June 2014 (Audited )</b>	215,000,000	59,236,261	(199,096,273)	75,139,988		
Loss for the half year ended 31 December 2014	-	-	(42,393)	(42,393)		
Other comprehensive income for the half year ended 31 December 2014	-	-	-	-		
Total comprehensive loss for the half year ended 31 December 2014	-	-	(42,393)	(42,393)		
<b>Balance as at 31 December 2014 (Un-Audited)</b>	215,000,000	59,236,261	(199,138,666)	75,097,595		
Profit for the half year ended 30 June 2015	-	-	144,164	144,164		
Other comprehensive income for the half year ended 30 June 2015	-	-	6,693	6,693		
Total comprehensive income for the half year ended 30 June 2015	-	-	150,857	150,857		
Transfer to statutory reserve	-	20,354	(20,354)	-		
<b>Balance as at 30 June 2015 (Audited)</b>	215,000,000	59,256,615	(199,008,163)	75,248,452		
Loss for the half year ended 31 December 2015	-	-	(1,146,370)	(1,146,370)		
Other comprehensive income for the half year ended 31 December 2015	-	-	-	-		
Total comprehensive loss for the half year ended 31 December 2015	-	-	(1,146,370)	(1,146,370)		
<b>Balance as at 31 December 2015 (Un-Audited)</b>	215,000,000	59,256,615	(200,154,533)	74,102,082		

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



**MUHAMMAD TAHIR BUTT**  
CHIEF EXECUTIVE



**KHAWAR ANWAR KHAWAJA**  
DIRECTOR

## SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2015

### 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Grays Leasing Limited ("the Company") is a public limited Company incorporated in Pakistan under the Companies Ordinance, 1984 on 31 August 1995. The Company's shares are listed on Pakistan Stock Exchange Limited. The Company is engaged in leasing business. It has been classified as a Non-Banking Finance Company (NBFC). Its registered office is situated at 701-A, 7th Floor, City Towers, 6-K, Main Boulevard, Gulberg-II, Lahore.

#### Going concern assumption

1.2 The Company has accumulated losses and shareholders' equity of Rupees 200.154 million and Rupees 74.102 million respectively as on 31 December 2015. Before notification of amendments dated 25 November 2015 in Non-Banking Finance Companies and Notified Entities Regulations, 2008 the Company was not in compliance with the minimum equity requirement of Rupees 700 million to carry on leasing business. Now, in accordance with revised Schedule I of the aforesaid Regulations, the Company as non-deposit taking NBFC engaged in leasing business only meet the minimum equity requirement of Rupees 50 million as on the reporting date. The license of the Company to carry out leasing business expired on 14 May 2010. The Company applied for renewal of leasing license to Securities and Exchange Commission of Pakistan (SECP) in accordance with aforesaid Regulations. SECP accorded special forbearance to the Company for a period of one year (from 9 July 2010 to 8 July 2011) to meet the minimum equity requirement. Since then leasing business is being carried out by the Company without renewal of leasing license. These factors raised uncertainties that the Company may not be able to continue as a going concern. Therefore, this condensed interim financial information has been prepared on the basis of estimated realizable / settlement values of assets and liabilities respectively in addition to historical cost convention. All assets and liabilities in this condensed interim financial information has been presented in the order of liquidity.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of this condensed interim financial information are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

#### 2.1 Basis of preparation

##### 2.1.1 Statement of compliance

This condensed interim financial information is un-audited but subject to limited scope review by the statutory auditors and is being submitted to shareholders as required by section 245 of the Companies Ordinance, 1984. This condensed interim financial information of the Company for the half year ended 31 December 2015 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. This condensed interim financial information should be read in conjunction with audited annual published financial statements of the Company for the year ended 30 June 2015.

##### 2.1.2 Accounting convention

Keeping in view the fact that the Company may not be able to continue as going concern, this condensed interim financial information is prepared on the basis of realizable / (settlement) values of assets and liabilities respectively in addition to the historical cost convention. In realizable / (settlement) value basis, assets are carried at amount of cash and cash equivalents that could currently be obtained by selling the assets in an orderly disposal. Liabilities are carried at their settlement values, that is the undiscounted amounts of cash or cash equivalents expected to be paid to satisfy the liabilities in the normal course of business. Realizable / (settlement) values of assets and liabilities respectively as disclosed in the condensed interim balance sheet are based on the management's best estimate.

##### 2.1.3 Critical accounting estimates and judgments

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2015**

	Un-Audited 31 December 2015 Rupees	Audited 30 June 2015 Rupees
<b>3. NET INVESTMENT IN LEASE FINANCE</b>		
Lease rentals receivable	313,888,975	315,178,852
Add: Guaranteed residual value of leased assets	132,386,840	129,582,230
Gross investment in lease finance	446,275,815	444,761,082
Less: Unearned finance income	(58,921,372)	(60,554,581)
	387,354,443	384,206,501
Less: Allowance for potential lease losses (Note 3.1)	(163,968,791)	(164,539,752)
Net investment in lease finance - net off provision	223,385,652	219,666,749
<b>3.1 Allowance for potential lease losses</b>		
Balance as at 01 July	164,539,752	166,013,771
Provision reversed during the period / year - net	(570,961)	(1,474,019)
Balance as at 31 December	163,968,791	164,539,752
<b>4. DEFERRED INCOME TAX</b>		
Deferred income tax assets / (liabilities) arising due to:		
Accelerated tax depreciation	(78,952,180)	(81,671,231)
Tax losses	105,655,216	110,009,165
Liability against asset subject to finance lease	(86,026)	(62,567)
Provision for gratuity	416,654	381,799
	27,033,664	28,657,166
Less: Deferred income tax asset not recognised	27,033,664	28,657,166
	-	-
<b>4.1</b> The net deferred income tax asset of Rupees 27.033 million (30 June 2015: Rupees 28.657 million) has not been recognized in this condensed interim financial information as the temporary differences are not expected to reverse in foreseeable future because taxable profits may not be available against which the temporary differences can be utilized.		
	Un-Audited 31 December 2015 Rupees	Audited 30 June 2015 Rupees
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>		
Owned Assets (5.1)	1,060,940	1,099,707
Leased Asset (5.2)	590,274	656,258
	1,651,214	1,755,965
<b>5.1 Owned Assets</b>		
Opening book value	1,099,707	1,290,489
Add: Cost of additions during the period / year (Note 5.1.1)	61,000	45,499
	1,160,707	1,335,988
Less: Depreciation charged during the period / year	99,767	236,281
Closing book value	1,060,940	1,099,707
<b>5.1.1 Cost of additions</b>		
Office equipment	30,000	3,099
Computer equipment	-	20,400
Furniture and fixtures	31,000	22,000
	61,000	45,499

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2015**

	Un-Audited 31 December 2015 Rupees	Audited 30 June 2015 Rupees
<b>5.2 Leased Assets</b>		
Opening book value	656,258	820,322
Less: Depreciation charged during the period / year	65,984	164,064
Closing book value	<u>590,274</u>	<u>656,258</u>

**6. LOAN FROM ASSOCIATED UNDERTAKING**

This unsecured loan is obtained from Anwar Khawaja Industries (Private) Limited- associated company and carries mark-up at the rate of 3 months KIBOR (30 June 2015: 3 months KIBOR) per annum.

**7. CONTINGENCIES AND COMMITMENTS**

There are no reportable contingencies and commitments as at 31 December 2015 (30 June 2015: NIL).

**8. TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise associated undertakings, other related group companies, directors of the Company and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties is as follows:

Un-Audited			
HALF YEAR ENDED		QUARTER ENDED	
31 December 2015	31 December 2014	31 December 2015	31 December 2014
Rupees	Rupees	Rupees	Rupees

**i) Transactions**

**Associated company**

Mark up on loan	865,392	767,938	418,214	383,660
Rent of office building	150,000	150,000	75,000	75,000
Lease rentals received	475,016	407,010	257,048	203,505

Un-Audited 31 December 2015 Rupees	Audited 30 June 2015 Rupees
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**ii) Period end balances**

**Associated company**

Loan	25,000,000	25,000,000
Accrued mark-up	418,214	307,717
Lease rentals receivable	542,509	1,017,525

**9. FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2015**

**10. DATE OF AUTHORIZATION FOR ISSUE**

This condensed interim financial information was approved by the Board of Directors and authorized for issue on 23 February 2016.

**11. CORRESPONDING FIGURES**

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim balance sheet and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim profit and loss account, condensed interim statement of comprehensive income and condensed interim cash flow statement have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been rearranged or reclassified wherever necessary for the purpose of comparison. However, no significant rearrangements or reclassifications have been made.

**12. GENERAL**

Figures have been rounded off to nearest of Rupee.



**MUHAMMAD TAHIR BUTT**  
CHIEF EXECUTIVE



**KHAWAR ANWAR KHAWAJA**  
DIRECTOR

## BOOK POST

*If undelivered please return to:*

### **GRAYS LEASING LIMITED.**

REGISTERED AND HEAD OFFICE

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