



TREET GROUP OF COMPANIES



3rd Quarterly financial statement

JULY - MARCH 2012 - 2013

Content

TREET GROUP OF COMPANIES CONSOLIDATED FINANCIAL STATEMENT

Company Information	02
Directors' Report	04
Condensed Interim Consolidated Balance Sheet	09
Condensed Interim Consolidated Profit and Loss Account	10
Condensed Interim Consolidated Statement of Comprehensive Income	11
Condensed Interim Consolidated Cash Flow Statement	12
Condensed Interim Consolidated Statement of Changes in Share Holders Equity	14
Condensed Notes to the Consolidated Interim Financial Information	15

TREET CORPORATION LIMITED FINANCIAL STATEMENT

Condensed Interim Balance Sheet	20
Condensed Interim Profit and Loss Account	21
Condensed Interim Statement of Comprehensive Income	22
Condensed Interim Cash Flow Statement	23
Condensed Interim Statement of Changes in Equity	25
Notes to the Condensed Interim Financial Information	26

SHARE REGISTRAR

Scarlet I.T. Systems (Private) Limited
24-Ferozpur Road, Lahore.
Tel: 042-37087113 - 37570202
Fax: 042-37570303
E.mail: treet@scarletsystem.com

TREET GROUP FACTORIES

72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567 & 35122296
Fax: 042-35114127, 35215825

Hali Road: P.O. Box No. 308, Hyderabad.
Phones : 0223-880846, 883058 & 883174
Fax: 0223-880172

First Treet Manufacturing Modaraba
(Managed by Global Econo Trade (Private) Limited)

Packaging Solution - Corrugation
22- K.M. Ferozpur Road, Kachha Tiba, Rohi Nala,
Lahore. Tel: (042) 8555848

Packaging Solution - Paper & Board Mill
33 - K.M. Lahore Sheikhpura Road.

GROUP COMPANIES / OFFICES

Global Econo Trade (Private) Limited
(A wholly owned subsidiary of Treet Corporation Limited)
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

First Treet Manufacturing Modaraba
(Managed by Global Econo Trade (Private) Limited)
Principal Place of Business:
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

TCL Labor - Hire Company (Private) Limited
(A wholly owned subsidiary of Global Econo Trade (Private) Limited)
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

Treet Power Limited
(A wholly owned subsidiary of Global Econo Trade (Private) Limited)
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

Treet Services (Private) Limited
(A wholly owned subsidiary of Global Econo Trade (Private) Limited)
72-B, Kot Lakhpat Industrial Area, Lahore.
Phones: 042-35830881, 35156567
Fax: 042-35114127, 35215825

KARACHI OFFICE

17-Abdullah Haroon Road, Karachi.
Phones: 021-35681576
Fax: 021-35681575

Directors' Report

The Directors of your company are pleased to present un-audited consolidated financial statements for the third quarter and nine months ending on March 31, 2013 of the financial year 2012-2013.

Financial Performance

Comparative analysis* (in % change) over the corresponding period of the last year is given below:

*More fruitful comparison is between consolidated results of this period with corresponding last period due to following reasons:

- Global Econo Trade (Private) Limited (GET) is wholly owned subsidiary of your Company.
- Your Company and GET virtually hold 100% certificates of FTMM.
- Intra- company sales within Treet Group are Inter- Stock Transfer from Treet Group's perspective.

Nine Months Ended						
(Rupees in thousand)	March 31, 2013		March 31, 2012		% Change	
	Treet	Consolidated	Treet	Consolidated	(1) over (3)	(2) over (4)
	(1)	(2)	(3)	(4)		
Sales (net)	2,424,462	4,253,405	2,057,252	4,272,418	17.85%	-0.45%
Gross Profit	801,042	968,452	543,804	1,080,024	47.30%	-10.33%
Operating Profit	258,387	295,226	438,906	591,398	-41.13%	-50.08%
Net Profit	171,315	118,001	305,807	394,833	-43.98%	-70.11%
EPS (in Rupees)	4.10	2.82	7.31	9.44		

The Company's posted **profit after tax** at **Rs. 118.001** million is decreased by 70.11% against Rs. 394.833 million in the corresponding period of the last year. Sales performance (in % change) is described below:

SEGMENT-WISE SALES

Rs. in 000	2012-2013					
	D/E+ Bonded	Soap	Corrugation	Paper & Board	Motorbike	Total
Sales	2,450,670	478,225	945,856	118,304	260,350	4,253,405
Inter-Company / Segment Sales	-	-	52,340	271,043	-	382,383
	2,450,670	478,225	998,196	389,347	260,350	4,576,688
Rs. in 000	2011-2012					
	D/E+ Bonded	Soap	Corrugation	Paper & Board	Motorbike	Total
Sales	2,393,774	546,947	931,135	164,864	235,698	4,272,418
Inter-Company / Segment Sales	-	-	53,026	255,957	-	308,983
	2,393,774	546,947	984,161	420,821	235,698	4,581,401
Sales Growth %	2.38%	-12.56%	1.43%	-7.48%	10.46%	-0.10%

- Blade/disposable business maintained its share both in local and export markets;
- Soaps sales showed decline due to clearance of stocks at secondary levels. Moreover, your Company is revamping its sales & marketing strategy;
- Corrugation showed good sales growth during the period;
- Paper & Board operations have also maintained its foothold in the market;
- Motorbike operations are revamped and will take momentum in the coming months;

However, following factors contributed towards lower net profitability as compared to the corresponding period of the last year:

- Increase in power tariffs and in-house power generations;
- Commercialization fee of Rs. 13.00 million paid for our rented-out property;
- Increase in Salaries is due to average annual increase, bonuses etc;
- Provision against doubtful debts (of Rs. 35.00 million) against bike operations;
- Increase of material cost related to petro-chemical products;
- Participation Term Certificates (Treet-PTC) were issued in October 2012. However, financial charges on Treet-PTC are accrued for six months instead of three months since basis of entitlement of profit (under Category "B" Payment) is June 30, 2013. Although accrual is made but payment (cash outlay) will be made on or before November 02, 2013. Thus impact of financial charges due to extra accrual is Rs. 67.00 million;
- Donation of Rs. 10.00 million made to Pakistan Olympic Association as a part of Social Corporate Responsibility (SCR) for the improvement, development and growth of sports in the Country;

Accrual of Profit on Participation Term Certificates (Treet-PTC) based on half yearly consolidated results:

The following accrual of profit is being made on Treet-PTC on the basis of half yearly results:

Pay-OFF MATRIX :		Calculation of Category "B" Payment	
Profit * from	Profit* to	Payoff % on Excess Amount of profit	
-	179,500,000	NIL	
179,500,001	250,000,000	72% of amount exceeding Rs. 179,500,000.00	
250,000,001	350,000,000	Rs.50,760,000.00 and 25% of amount exceeding Rs. 250,000,000.00	
350,000,001	450,000,000	Rs.75,760,000.00 and 20% of amount exceeding Rs. 350,000,000.00	
450,000,001	550,000,000	Rs.95,760,000.00 and 15% of amount exceeding Rs. 450,000,000.00	
550,000,001	650,000,000	Rs.110,760,000.00 and 10% amount exceeding Rs. 550,000,000.00	
650,000,001	and above	Rs.120,760,000.00 and 5 % of amount exceeding Rs. 650,000,000.00	

	Rs.in 000		Rs.in 000
Consolidate Profit*	334,485	Extrapolated Profit for the full Year	445,980

*Profit means Consolidate Profit before Tax, WPPF/ WWF and financial Charges account of any payment or accrual made for PTCs

	Rs. In 000	Rs. Per PTC
Category "B" Payment (Additional Profit in Cash)	94,956	2.27
Minimum Profit Payment in Cash	173,144	4.14
Financial Charges i.e. Total Profit in Cash	268,100	6.41
Financial Charges accrued for Half year	201,075	4.81

Pay-OFF MATRIX (PER PTC):		Based on Extrapolated Profit for the full Year			
Principal Redemption in Cash	Minimum Profit Payment in Cash	Minimum Payment in Cash	Category "B" Payment (Additional Profit in Cash)	Total Profit in Cash	Total Payment in Cash
(1)	(2)	(3) = (1) + (2)	(4)	(5) = (2) + (4)	(6) = (1) + (5)
0.15	4.14	4.29	2.27	6.41	6.56

However, this is accrual based on nine monthly consolidated results **extrapolated** for full year; actual payment will be made on following dates according to **actual** full year results ending on June 30, 2013.

Respective Date(s) of Entitlements and Date(s) of Payment under Category "A" and Category "B" Payment for the first year* will be as follows:

Year	Book Closure Dates (both days inclusive)		Entitlement Date	Minimum Payment in Cash Date under Category "A" Payment	Allotment Date for Conversion	Category "B" Payment (in Cash) Date
	From	To				
2013	10-10-2013	16-10-2013	09-10-2013	02-11-2013	02-11-2013	02-11-2013

*[as mentioned in the Prospectus of Participation Term Certificate (PTC) and extract from it [pertaining to first year] is reproduced here]

Apart from the "Total Payment in Cash", PTC holders [who are entitled on October 09, 2013] will also get Ordinary Shares of the Company on the following basis:


PRINCIPAL REDEMPTION THROUGH CONVERSION			
Principal Redemption Through Conversion	No. of Share Through Conversion	Conversion Price Per Share	The Conversion price per share is for information/ accounting / taxation purpose. No further amount will be paid by the PTC holders. <i>This is the opportunity cost of the principal value of PTC forgone to get One additional Ordinary Share of the Company</i>
4.14	0.07	59.14	

Example: Thus holder of 1,000 PTCs will get 70 Ordinary Shares of the Company on or before November 02, 2013 vis-à-vis principal value of Rs. 4,140/- forgone.

Acknowledgements

We place on record our gratitude to our valued customers for their confidence in our products and pledge to provide them the best quality in continually improving our products. We would also like to thank all our colleagues, management and factory staff who are strongly committed to their work as the success of your Company is built around their efforts. We also thank our shareholders for their confidence in our Company and assure them that we are committed to do our best to ensure best rewards for their investment in the Company.

LAHORE
April 17, 2013


Syed Shahid Ali
Chief Executive Officer

**TREET CORPORATION LIMITED
CONSOLIDATED FINANCIAL STATEMENTS**

This page intentionally left blank

Condensed Interim Consolidated Balance Sheet (Un-audited)

As at March 31, 2013

	Note	March 2013 UN-AUDITED Rupees in '000'	June 2012 AUDITED Rupees in '000'
Property, plant and equipment		2,222,991	2,097,328
Investment property		55,561	55,939
Long term investments		198,143	196,584
Long term deposits		97,167	76,429
		2,573,862	2,426,280
CURRENT ASSETS			
Stores and spares		228,365	213,609
Stock-in-trade		995,448	946,859
Trade debts - unsecured considered good		441,243	496,659
Short term investments		418,983	398,491
Loans, advances, deposits, prepayments and other receivables		770,968	685,891
Cash and bank balances		310,332	589,921
		3,165,339	3,331,430
CURRENT LIABILITIES			
Finance under mark-up-arrangements - secured		708,450	1,690,116
Loan from director		-	350,000
Trade and other payables		883,084	766,231
Provision for taxation		12,827	105,340
		1,604,361	2,911,687
NET CURRENT ASSETS		1,560,978	419,743
NET ASSETS		4,134,840	2,846,023
FINANCED BY:			
Issued, subscribed and paid-up capital		418,222	418,222
Reserves		457,642	458,328
Unappropriated profit		1,175,782	1,137,871
SHARE HOLDERS' EQUITY		2,051,646	2,014,421
Minority Interest		2,326	2,200
Participation term finance certificates		1,254,668	-
Surplus on revaluation of fixed assets		740,795	744,664
Long term deposits		3,156	2,489
Deferred liabilities		82,249	82,249
Contingencies and commitments	5	-	-
		4,134,840	2,846,023

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Condensed Interim Consolidated Profit And Loss Account (Un-Audited)

For the period ended March 31, 2013

	Note	Quarter ended		9 Months ended	
		January to March 2013	January to March 2012	July to March 2013	July to March 2012
		Rupees in '000'		Rupees in '000'	
Revenue and Sales -Net	6	1,420,459	1,285,321	4,253,405	4,272,418
Cost of Goods Sold	7	(1,088,422)	(1,009,608)	(3,284,953)	(3,192,394)
Gross Profit		332,037	275,713	968,452	1,080,024
Operating expenses :					
- Administrative expenses		(29,737)	(25,650)	(123,471)	(86,551)
- Selling & distribution expenses		(166,746)	(78,095)	(549,755)	(402,075)
		(196,483)	(103,745)	(673,226)	(488,626)
Operating Profit		135,554	171,968	295,226	591,398
Other income		(63,245)	63,704	142,050	77,946
		72,309	235,672	437,276	669,344
Financial expenses		(18,263)	(63,100)	(105,525)	(192,287)
Financial charges Treet-PTC		(58,494)	-	(201,075)	-
Share of profit of associate		-	(6,404)	3,580	2,099
		(4,448)	166,168	134,256	479,156
Workers' Profit Participation Fund		(1,053)	(7,852)	(9,539)	(19,009)
Workers' Welfare Fund		(1,901)	(1,312)	(3,296)	(3,058)
		(2,954)	(9,164)	(12,835)	(22,067)
Profit / (loss) before taxation		(7,402)	157,004	121,421	457,089
Taxation					
- Group		(6,984)	(30,634)	(2,167)	(61,488)
- Associated company		-	2,238	(1,253)	(768)
Profit / (loss) after taxation		(14,386)	128,608	118,001	394,833
Earnings per share		(0.34)	3.08	2.82	9.44

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

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

For the period ended March 31, 2013

	Quarter year ended		9 Months ended	
	January to March 2013	January to March 2012	July to March 2013	July to March 2012
	Rupees in '000'		Rupees in '000'	
Profit after taxation	(14,427)	128,538	117,867	394,582
Other comprehensive income				
Available -for -sale financial assets				
Transfer to profit and loss account on disposal	(23)	-	(23)	-
Fair value adjustment	(2,366)	12,265	(663)	12,265
	(2,389)	12,265	(686)	12,265
Total comprehensive income for the period	(16,816)	140,803	117,181	406,847

Appropriations have been reflected in the statement of changes in equity.

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Condensed Interim Consolidated Cash Flow Statement (Un-Audited)

For the period ended March 31, 2013

	July to March 2013	July to March 2012
Rupees in '000'		
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	121,421	457,089
Adjustments for non-cash items :		
Financial charges for the period	105,525	192,287
Financial charges Treet-PTC	201,075	-
Depreciation on property, plant and equipment	101,129	88,045
Depreciation on investment property	563	565
Provision for gratuity	9,362	4,702
Provision for superannuation fund scheme	9,448	5,024
Profit on bank deposits	(11,913)	(9,730)
Impairment on available-for-sale Investment transferred from equity	-	-
Share of profit from associated company	(3,580)	(2,099)
Realization of fair value reserve	(23)	-
Dividend income	(23,674)	(24,150)
Provision for WPPF and WWF	12,835	22,067
Gain on sale of fixed assets	(7,828)	(3,036)
	392,919	273,675
Operating profit before working capital changes	514,340	730,764
(Increase) / decrease in operating assets :		
Stores and spares	(14,756)	(44,199)
Stock-in-trade	(48,589)	(166,958)
Trade debts	55,416	(103,292)
Short term investments	(20,492)	33,322
Loans, advances, deposits, prepayments and other receivables	(95,174)	170,058
	(123,595)	(111,069)
Increase / (decrease) in operating liabilities		
Loan from director	(350,000)	-
Trade and other payables	(31,577)	(63,631)
Cash generated from operations	9,168	556,064
Financial charges paid	(145,914)	(201,452)
Taxes paid	(94,736)	(84,785)
WPPF and WWF	(537)	(17,793)
Payment to gratuity fund	(17,791)	(13,805)
Payment to superannuation fund	(15,661)	(12,459)
	(274,639)	(330,294)
Net cash from operating activities	(265,471)	225,770

Condensed Interim Consolidated Cash Flow Statement (Un-Audited)

For the period ended March 31, 2013

	July to March 2013	July to March 2012
Rupees in '000'		
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred	(233,964)	(170,661)
Proceeds from sale of fixed assets	14,812	10,872
Long term investments	105	7,176
Long term deposits	(20,738)	(15,661)
Profit received on bank deposits	16,305	11,176
Dividend received	24,621	24,138
Net cash outflow from investing activities	(198,859)	(132,960)
	(464,330)	92,810
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of lease obligation	-	8,137
Participation term finance certificates	1,254,668	-
Long Term Deposits	667	(10)
Dividend paid	(88,925)	(36,876)
Net cash from financing activities	1,166,410	(28,749)
NET INCREASE IN CASH AND CASH EQUIVALENTS	702,080	64,061
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	(1,100,198)	(1,566,723)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	(398,118)	(1,502,662)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	310,332	194,667
Finance under mark-up arrangements	(708,450)	(1,697,329)
	(398,118)	(1,502,662)

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Condensed Interim Consolidated Statement Of Changes In Shareholders Equity (Un-Audited)

For The Period Ended March 31, 2013

	Share Capital	Capital Reserve	Statutory Reserve	General Reserve Rupees in '000'	Fair Value Reserve	Unappropriated Profit	Total
Balance as on June 30, 2011	418,222	8,949	85,872	266,400	-	839,836	1,619,279
Total comprehensive income for the period	-	-	-	-	12,265	394,582	406,847
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	-	-	-	-	-	11,680	11,680
Final dividend for the year ended June 30, 2011 @ Re 1 per share	-	-	-	-	-	(41,822)	(41,822)
Balance as on March 31, 2012	418,222	8,949	85,872	266,400	12,265	1,204,276	1,995,984
Balance as on June 30, 2012	418,222	8,949	179,960	266,400	3,019	1,137,871	2,014,421
Total comprehensive income for the period	-	-	-	-	(686)	117,867	117,181
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	-	-	-	-	-	3,869	3,869
Final dividend for the year ended June 30, 2012 @ Rs. 2 per share	-	-	-	-	-	(83,825)	(83,825)
Balance as on March 31, 2013	418,222	8,949	179,960	266,400	2,333	1,175,782	2,051,646

The attached notes 1 to 10 form an integral part of this condensed interim financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

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

For the period ended March 31, 2013

1. STATUS AND NATURE OF THE BUSINESS

The Group comprises:

Holding Company

Treet Corporation Limited (TCL)

Subsidiary Companies/ Undertakings

Global Econo Trade (Private) Limited (GET)

First Treet Manufacturing Modaraba (FTMM)

TCL Labor-Hire Company (Private) Limited (TCL Labor-Hire)

Treet Services (Private) Limited (TSL)

Treet Power Limited (TPL)

- 1.1 The Parent Company was incorporated in Pakistan on 22 January 1977 as a Public Limited Company under the Companies Act, 1913 (now Companies Ordinance, 1984). Its shares are listed on Karachi, Islamabad and Lahore Stock Exchanges. The principal activity of the Parent Company is to manufacture and sell razors and razor blades. The registered office of the Parent Company is situated at 72-B, Industrial Area, Kot lakhpat, Lahore.

GET was incorporated in Pakistan on 21 October 2004 as a Private Limited Company under the Companies Ordinance, 1984. The principal activity of GET is marketing and sale of razors and razor blades manufactured by the Parent Company, Soaps manufactured by First Treet Manufacturing Modaraba (FTMM) and manufacturing and sale of Motorbikes. GET commenced its commercial operations from 01 January 2005. The registered office of GET is situated at 72-B, Industrial Area, Kot lakhpat, Lahore.

FTMM is a multi purpose, perpetual and multi dimensional Modaraba formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 on 27 July 2005 and Rules framed thereunder and is managed by GET, incorporated in Pakistan under the Companies Ordinance, 1984 and registered with Registrar of Modaraba Companies. The registered office of FTMM is situated at 72-B, Industrial Area, Kot lakhpat, Lahore. FTMM is listed on Lahore Stock Exchange (Guarantee) Limited. FTMM is engaged in the manufacturing and sale of corrugated boxes, paper and soaps.

TCL Labor-Hire was incorporated in Pakistan on 18 September 2006 as a Private Limited Company under the Companies Ordinance, 1984. TCL Labor-Hire is engaged in the business of rendering professional and technical services and providing related workforce to the host companies / customers, under service agreements. The registered office of TCL Labor-Hire is situated at 72-B, Industrial Area, Kot lakhpat, Lahore.

TSL was incorporated in Pakistan on 26 October 2007 as a Private Limited Company under the Companies Ordinance, 1984. The Company is engaged in the business of whole range of industrial, administrative, technical and accounting control as well as janitorial and premises maintenance, providing of contractual employment and supply of labour. The registered office of TSL is situated at 72-B, Industrial Area, Kot lakhpat, Lahore.

TPL was incorporated on 20 November 2007 in Pakistan as an unquoted Public Limited Company under the Companies Ordinance, 1984. At present TPL is planning to set up an electric power generation project for generating, distribution and selling of electric power. The registered office of TPL is situated at 72-B, Industrial Area, Kot lakhpat, Lahore.

2. BASIS OF PREPARATION

This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the Approved Accounting Standards as applicable in Pakistan relating to Interim Financial Reporting. This condensed interim financial information does not include all the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended 30 June 2012.

The condensed interim financial information is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984.

3. ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these financial statements are the same as those applied in preparation of financial statements for the year ended 30 June 2012. Revised International Accounting Standard (IAS) 1 "Presentation of Financial Statements" which is applicable for accounting years beginning on or after January 01, 2009, requires 'non-owner changes in equity' to be presented separately from owner changes in equity. All 'non-owner changes in equity' are to be shown in performance statement. Companies can choose whether to present one performance statement (the statement of comprehensive income) or two statements (profit and loss account and statement of comprehensive income).

The Company, however, has preferred to present two statements i.e., a Profit and Loss Account and a Statement of Comprehensive Income. This interim financial information has been prepared on the basis of revised disclosure requirements.

4. ESTIMATES

The preparation of condensed Interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimates uncertainty were the same as those that applied to the financial statements for the year ended 30 June 2012.

5. CONTINGENCIES AND COMMITMENTS

There is no material change in the position of contingent liabilities since the last audited published financial statements.

	Quarter year ended		9 Months ended	
	January to March 2013	January to March 2012	July to March 2013	July to March 2012
	Rupees in '000'		Rupees in '000'	
6. SALES - Net				
Blades	814,078	792,737	2,450,670	2,393,774
Soaps	170,274	107,317	478,225	546,947
Packaging products	309,803	332,650	945,856	931,135
Paper and board	29,040	36,058	118,304	164,864
Motorbike project	97,264	16,559	260,350	235,698
	1,420,459	1,285,321	4,253,405	4,272,418
7. COST OF GOODS SOLD				
Blades	(513,914)	(528,966)	(1,637,464)	(1,505,213)
Soaps	(172,968)	(130,350)	(434,619)	(490,868)
Packaging products	(208,436)	(205,939)	(621,340)	(632,498)
Paper and board	(98,462)	(126,129)	(336,720)	(355,778)
Motorbike project	(94,642)	(18,224)	(254,810)	(208,037)
	(1,088,422)	(1,009,608)	(3,284,953)	(3,192,394)

8. TRANSACTIONS WITH RELATED PARTIES

The Company enters into transactions with related parties in the normal course of business on an arm's length basis. Prices for transactions with related parties are determined using admissible valuation methods.

	9 Months ended	
	July to March 2013	July to March 2012
	Rupees in '000'	
Purchases and services received	118,389	132,874
Goods sold and services rendered	111	2,823

9. This unaudited condensed interim financial information was authorized for issue by the Board of Directors on April 17, 2013.
10. Amounts have been rounded off to thousand rupees.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

This page intentionally left blank

**TREET CORPORATION LIMITED
FINANCIAL STATEMENTS**

Condensed Interim Balance Sheet (Un-Audited)

As At March 31, 2013

Note	March 2013 Un-audited (Rupees in thousand)	June 2012 Audited
Property, plant and equipment	1,834,720	1,760,540
Investment property	55,561	55,939
Long term investments	1,412,123	1,412,891
Long term deposits	8,588	6,973
	3,310,992	3,236,343
Current assets		
Stores and spares	136,646	139,277
Stock-in-trade	520,145	403,373
Trade debts	380,039	492,887
Short term investments	393,759	363,470
Loans, advances, deposits, prepayments and other receivables	500,462	412,942
Cash and bank balances	87,148	129,538
	2,018,199	1,941,487
Current liabilities		
Finance under mark-up-arrangements - secured	708,450	1,690,116
Loan from director	-	350,000
Trade and other payables	727,440	523,278
Provision for taxation	10,467	73,264
	1,446,357	2,636,658
Net current assets / liabilities	571,842	(695,171)
Net Assets	3,882,834	2,541,172
FINANCED BY:		
Issued, subscribed and paid-up capital	418,222	418,222
Reserves	277,682	278,368
Unappropriated profit	1,108,550	1,017,016
SHARE HOLDERS' EQUITY	1,804,454	1,713,606
Participation term finance certificates	1,254,668	-
Surplus on revaluation of fixed assets	740,795	744,664
Long term deposits	2,354	2,339
Deferred liabilities	80,563	80,563
Contingencies and commitments	6	-
	3,882,834	2,541,172

The annexed notes 1 to 11 form an integral part of this condensed interim unconsolidated financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Condensed Interim Profit And Loss Account (Un-Audited)

For The Period Ended March 31, 2013

	Note	Quarter ended		9 Months ended	
		January to March 2013 Rupees in '000	January to March 2012 Rupees in '000	July to March 2013 Rupees in '000	July to March 2012 Rupees in '000
Revenue and Sales -Net	7	814,078	736,508	2,424,462	2,057,252
Cost of Goods Sold	8	(515,683)	(535,980)	(1,623,420)	(1,513,448)
Gross profit		298,395	200,528	801,042	543,804
Operating expenses :					
- Administrative expenses		(23,692)	(16,950)	(104,705)	(59,079)
- Selling & distribution expenses		(147,301)	(11,705)	(437,950)	(45,819)
		(170,993)	(28,655)	(542,655)	(104,898)
Operating profit		127,402	171,873	258,387	438,906
Other income		(29,816)	47,412	232,637	129,338
		97,586	219,285	491,024	568,244
Financial expenses		(17,766)	(62,259)	(104,174)	(188,073)
Financial charges Treet-PTC		(58,494)	-	(201,075)	-
		21,326	157,026	185,775	380,171
Workers' Profit Participation Fund		(1,067)	(7,852)	(9,289)	(19,009)
Workers' Welfare Fund		(1,901)	(1,287)	(3,296)	(3,033)
		(2,968)	(9,139)	(12,585)	(22,042)
Profit before taxation		18,358	147,887	173,190	358,129
Taxation		(6,210)	(27,462)	(1,875)	(52,322)
Profit after taxation		12,148	120,425	171,315	305,807
Earnings per share		0.29	2.88	4.10	7.31

The annexed notes 1 to 11 form an integral part of this condensed interim unconsolidated financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the period ended March 31, 2013

	Quarter year ended		9 Months ended	
	January to March 2013	January to March 2012	July to March 2013	July to March 2012
	Rupees in '000		Rupees in '000	
Profit after taxation	12,148	120,425	171,310	305,807
Other comprehensive income				
Available-for-sale financial assets				
Transfer to profit and loss account on disposal	(23)	(16,599)	(23)	(16,599)
Fair value adjustment	(2,366)	(10,358)	(663)	16,806
	(2,389)	(26,957)	(686)	207
Total comprehensive income for the period	9,759	93,468	170,624	306,014

Appropriations have been reflected in the statement of changes in equity.

The attached notes 1 to 11 form an integral part of this condensed interim financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Condensed Interim Cash Flow Statement (Un-Audited)

For the period ended March 31, 2013

	July to March 2013	July to March 2012
Rupees in '000		
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	173,190	358,129
Adjustments for non-cash items :		
Financial charges for the period	104,174	188,073
Financial charges Treet-PTC	201,075	-
Depreciation on property, plant and equipment	78,661	65,385
Depreciation on investment property	563	565
Provision for gratuity	9,362	4,702
Provision for superannuation fund scheme	9,448	5,024
Profit on bank deposits	(4,214)	(3,854)
Realization of fair value reserve	(23)	(16,599)
Dividend income	(133,485)	(73,848)
Provision for WPPF and WWF	12,585	22,042
(Gain)/Loss on sale of fixed assets	(7,828)	(3,036)
	270,318	188,454
Operating profit before working capital changes	443,508	546,583
(Increase) / decrease in operating assets :		
Stores and spares	2,631	(32,211)
Stock-in-trade	(116,772)	(16,602)
Trade debts	112,848	18,494
Short term investments	(30,289)	13,217
Loans, advances, deposits, prepayments and other receivables	(107,297)	113,962
	(138,879)	96,860
Increase / (decrease) in operating liabilities		
Loan from director	(350,000)	-
Trade and other payables	56,010	(87,765)
Cash generated from operations	10,639	555,678
Financial charges paid	(144,563)	(197,238)
Taxes paid	(51,214)	(46,445)
WPPF and WWF	(7)	(17,307)
Payment to gratuity fund	(17,791)	(13,805)
Payment to superannuation fund	(15,661)	(12,459)
	(229,236)	(287,254)
Net cash from operating activities	(218,597)	268,424


Condensed Interim Cash Flow Statement (Un-Audited)

For the period ended March 31, 2013

	July to March 2013	July to March 2012
Rupees in '000		
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred	(160,012)	(160,430)
Proceeds from sale of fixed assets	14,812	10,872
Long term investments	105	22,315
Long term deposits	(1,615)	1,185
Profit received on bank deposits	4,214	3,854
Dividend received	134,432	73,836
Net cash outflow from investing activities	(8,064)	(48,368)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of lease obligation	-	8,137
Participation term finance certificates	1,254,668	-
Long Term Deposits	15	(10)
Dividend paid	(88,745)	(36,876)
Net cash from financing activities	1,165,938	(28,749)
NET INCREASE IN CASH AND CASH EQUIVALENTS	939,277	191,307
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	(1,560,579)	(1,798,865)
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	(621,302)	(1,607,558)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	87,148	89,771
Finance under mark-up arrangements	(708,450)	(1,697,329)
	(621,302)	(1,607,558)

The attached notes 1 to 11 form an integral part of this condensed interim financial information.

LAHORE
April 17, 2013


Syed Shahid Ali
Chief Executive Officer


Muhammad Shafique Anjum
Director

Condensed Interim Statement Of Changes In Shareholders Equity (Un-Audited)

For the period ended March 31, 2013

	Share capital	Capital Reserve	General Reserve	Fair Value Reserve Rupees in '000	Unappropriated profit	Total
Balance as at 01 July 2011	418,222	8,949	266,400	39,078	735,130	1,467,779
Total comprehensive income for the period	-	-	-	207	305,807	306,014
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	-	-	-	-	11,681	11,681
Final dividend for the year ended June 30, 2011 @ Re 1 per share	-	-	-	-	(41,822)	(41,822)
Balance as on March 31, 2012	418,222	8,949	266,400	39,285	1,010,796	1,743,652
Balance as on June 30, 2012	418,222	8,949	266,400	3,019	1,017,016	1,713,606
Total comprehensive income for the period	-	-	-	(686)	171,310	170,624
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	-	-	-	-	3,869	3,869
Final dividend for the year ended June 30, 2012 @ Rs. 2 per share	-	-	-	-	(83,645)	(83,645)
Balance as on March 31, 2013	418,222	8,949	266,400	2,333	1,108,550	1,804,454

The attached notes 1 to 11 form an integral part of this condensed interim financial information.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director

Notes To The Condensed Interim Financial Information (Un-Audited)

For the period ended March 31, 2013

1 STATUS AND NATURE OF BUSINESS

Treet Corporation Limited ("the Company") was incorporated in Pakistan on 22 January 1977 as a Public Limited Company under the Company's Act, 1913 (now Companies Ordinance, 1984). Its shares are listed on Karachi, Islamabad and Lahore Stock Exchanges. The principal activity of the Company is to manufacture and sale of razors and razor blades. The registered office of the Company is situated at 72-B, Industrial Area, Kot lakhpat, Lahore.

2 BASIS OF PREPARATION

The condensed interim financial information has been presented in condensed form in accordance with Approved Accounting Standards as applicable in Pakistan for interim financial reporting. This condensed interim information is unaudited and is being submitted to shareholders in accordance with the requirements of section 245 of the Companies Ordinance, 1984. This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended 30 June 2012.

3 ACCOUNTING POLICIES

"Accounting policies adopted for the preparation of these condensed financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended 30 June 2012. Revised International Accounting Standard (IAS) 1 "Presentation of Financial Statements" which is applicable for accounting years beginning on or after January 01, 2009, requires 'non-owner changes in equity' to be presented separately from owner changes in equity. All 'non-owner changes in equity' are to be shown in performance statement. Companies can choose whether to present one performance statement (the statement of comprehensive income) or two statements (profit and loss account and statement of comprehensive income).

The Company, however, has preferred to present two statements i.e., a Profit and Loss Account and a Statement of Comprehensive Income. This interim financial information has been prepared on the basis of revised disclosure requirements.

4 ESTIMATES

The preparation of condensed Interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimates uncertainty were the same as those that applied to the financial statements for the year ended 30 June 2012.

The provision for taxation for the period has been made on an estimated basis.

5 PROPERTY, PLANT AND EQUIPMENT

The following acquisitions and disposals have been made during 9 months ended March 31, 2013:

	Acquisitions (Cost)	Disposals (Book Value)
Building on freehold land	4,765	-
Plant and machinery	78,439	231
Furniture and equipment	2,196	585
Vehicles	46,573	6,167
	131,973	6,983

6. CONTINGENCIES AND COMMITMENTS

There are no significant changes in the contingent liabilities and commitments since the last audited published financial statements.

	Quarter year ended		9 Months ended	
	January to March 2013	January to March 2012	July to March 2013	July to March 2012
	Rupees in '000		Rupees in '000	
7. SALES - Net				
Local	507,426	414,033	1,519,578	1,184,971
Export	306,652	322,475	904,884	872,281
	814,078	736,508	2,424,462	2,057,252

8. COST OF GOODS SOLD

Raw and packing material consumed	(328,596)	(535,980)	(954,552)	(906,394)
Stores and spares consumed	(20,091)	(20,828)	(61,376)	(62,993)
Salaries, wages and other benefits	(101,935)	(100,794)	(355,062)	(295,188)
Fuel and power	(38,973)	(42,109)	(146,755)	(117,831)
Depreciation	(18,749)	(14,768)	(53,590)	(43,451)
Others	(27,158)	198,024	(77,243)	(63,343)
	(535,502)	(516,455)	(1,648,578)	(1,489,200)
Opening stock of work-in-process	(38,829)	(44,181)	(47,305)	(44,587)
Closing stock of work-in-process	35,233	35,634	35,233	35,634
Cost of goods manufactured	(539,098)	(525,002)	(1,660,650)	(1,498,153)
Opening stock of finished goods	(74,120)	(69,808)	(60,305)	(74,125)
Closing stock of finished goods	97,535	58,830	97,535	58,830
	(515,683)	(535,980)	(1,623,420)	(1,513,448)

9. TRANSACTIONS WITH RELATED PARTIES

	9 Months ended	
	July to March 2013	July to March 2012
	Rupees in '000	
Subsidiary		
- Purchases and services received	109,154	107,571
- Goods sold and services rendered	26,208	782,628
Associates		
- Purchases and services received	73,152	57,203
- Goods sold and services rendered	-	-

The Company enters into transactions with related parties on an arm's length basis. Prices for transactions with related parties are determined using admissible valuation methods.

10. This unaudited condensed interim financial information was authorized for issue by the Board of Directors on April 17, 2013.
11. Amounts have been rounded off to thousand rupees.

LAHORE
April 17, 2013



Syed Shahid Ali
Chief Executive Officer



Muhammad Shafique Anjum
Director



TREET CORPORATION LIMITED



GLOBAL ECONO TRADE (PVT.) LIMITED
(A wholly owned subsidiary of Treet Corporation Ltd.)



TCL LABOR-HIRE COMPANY (Pvt.) LIMITED
(A wholly owned subsidiary of GLOBAL ECONO TRADE (PVT.) LIMITED)



FIRST TREET MANUFACTURING MODARABA
(Managed & Controlled By Global Econo Trade (Pvt.) Limited)



PACKAGING SOLUTIONS

(A Project Under FTMM)



MOTOR BIKE PROJECT



Paper and Board Mills

(PACKAGING SOLUTIONS)

A Project Under FTMM