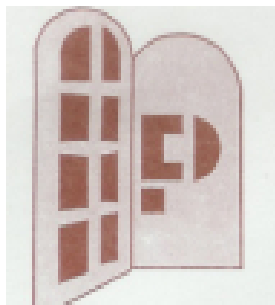


CENTRAL FOREST PRODUCTS LTD.



QUARTERLY ACCOUNTS
FOR THE PERIOD ENDED
31ST MARCH, 2014.
(UN-AUDITED)

CENTRAL FOREST PRODUCTS LTD.

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Abdul Aziz H. Yaqoob (Chairman / Chief Executive / Managing Director)
Mr. Aamir Aziz (Company Secretary)
Mr. Muhammad Sharif H. Yaqoob
Mrs. Qamarunnisa Aziz
Mrs. Farhana Zain
Mrs. Saira Adam
Mrs. Fauzia Adnan

COMPANY SECRETARY

Mr. Aamir Aziz

BOARD AUDIT COMMITTEE

Mr. Muhammad Sharif H. Yaqoob (Chairman)
Mrs. Farhana Zain (Member/Secretary)
Mrs. Fauzia Adnan (Member)

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mrs. Farhana Zain (Chairman)
Mrs. Fauzia Adnan (Member/Secretary)
Mr. Muhammad Sharif H. Yaqoob (Member)

LEGAL ADVISOR

B. S. Bukhari, Advocate

AUDITORS

Mr. Iqbal Ahmad Abdan
ABDAN & CO.
Chartered Accountants

BANKERS

National Bank of Pakistan
Bank AL-Falah Ltd.
Summit Bank Ltd.
National Development Finance Corporation (Former)

REGISTERED OFFICE

Central Chambers,
Ireland Road, Karachi.

FACTORY

Plot No. 7 & 8, Sector D,
Mouza Pathara, Hub, Balochistan.

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| CENTRAL FOREST PRODUCTS LTD. |
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DIRECTOR'S REVIEW

The Directors of the Company have pleasure in presenting its review of the performance and un-audited accounts for the 3rd Quarter ended March 31, 2014.

In this quarter we have applied for delisting of our Company from Karachi, Lahore & Islamabad Stock Exchanges which is in the process of finalization.

In this quarter we have also appointed an Independent Surveyor/Valuator duly registered by Pakistan Banks' Association for the valuation of our assets including the stock of doors to obtain Net Realization Value (NRV). This report has been incorporated in the balance sheet.

In this quarter also there is no progress as to the sale of our Stock of Doors to the private parties in the Middle East, although sincere efforts are being taken to achieve our goals.

The matter of litigation with National Bank of Pakistan (NBP) is pending in Honorable High Court of Sindh and Banking Court. The matter being sub-judice in High Court of Sind and Banking Court

In this quarter, we vigorously started marketing of Kiln Drying business which resulted in the increase in revenue.

Thanks are due to all our employees for their contribution to the betterment of the Company's affairs in the existing critical situation.

On our behalf of the Board of Directors

Karachi:
April 28, 2014.

(Abdul Aziz H. Yaqoob)
Chairman

CENTRAL FOREST PRODUCTS LIMITED

CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2014

| | (Un-Audited) Mar 31, 14 Rupees | (Audited) June 30, 13 Rupees | | (Un-Audited) Mar 31, 14 Rupees | (Audited) June 30, 13 Rupees |
|--|--------------------------------------|------------------------------------|---|--------------------------------------|------------------------------------|
| SHARE CAPITAL | | | FIXED ASSETS | | |
| Authorized | | | Tangible | | |
| 3,000,000 ordinary shares of Rs. 10/- each | <u>30,000,000</u> | <u>30,000,000</u> | Property, Plant & Equipment | 60,418,507 | 47,018,765 |
| Issued, subscribed & paid up | | | | | |
| 3,000,000 ordinary shares of Rs. 10/- each issued for cash | 30,000,000 | 30,000,000 | | | |
| Accumulated Loss | (165,511,696) | (55,968,094) | | | |
| | (135,511,696) | (25,968,094) | | | |
| SURPLUS ON REVALUATION | 21,935,511 | | | | |
| LONG TERM FINANCING | - | - | | | |
| LONG TERM LOANS | 74,318,374 | 75,176,239 | LONG TERM DEPOSITS | 73,186 | 73,186 |
| DEFERRED LIABILITIES | | | | | |
| Gratuity | 137,533 | 121,933 | | | |
| CURRENT LIABILITIES | | | CURRENT ASSETS | | |
| Trade & others payables | 132,201,047 | 132,453,850 | Stores & spares parts at Net Realizable Value | 700,000 | 3,146,883 |
| Accrued mark-up | 9,008,219 | 9,008,219 | Stock-in-trade at Net Realizable Value | 145,315,000 | 245,568,190 |
| Short term running finance under mark-up arrangements | 101,530,812 | 101,530,812 | Advances | 92,000 | 92,000 |
| Current portion of long term borrowings | 6,053,790 | 6,053,790 | Trade deposits and Current account balance with statutory authorities | 561,735 | 530,861 |
| Provision for taxation | 29,304 | 8,825 | Tax refund due from Govt. | 1,916,976 | 1,916,976 |
| | 248,823,172 | 249,055,496 | Cash and Bank balances | 625,490 | 38,713 |
| | | | | 149,211,201 | 251,293,623 |
| CONTINGENCIES & COMMITMENTS | - | - | | | |
| | <u>209,702,894</u> | <u>298,385,574</u> | | <u>209,702,894</u> | <u>298,385,574</u> |

ABDUL AZIZ H. YAQOOB
CHIEF EXECUTIVE

MRS. QAMARUNNISA AZIZ
DIRECTOR

CENTRAL FOREST PRODUCTS LIMITED

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED MARCH 31, 2014.
(Un-Audited)**

| | Jan to Mar-2014 Rupees | Jul to Mar-2014 Rupees | Jan to Mar-2013 Rupees | Jul to Mar-2013 Rupees |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
| SALES | - | - | - | - |
| NET SALES | - | - | - | - |
| COST OF SALES | - | - | - | - |
| GROSS PROFIT / (LOSS) | - | - | - | - |
| OPERATING EXPENSES | | | | |
| Administrative | 1,149,464 | 1,392,098 | 136,456 | 396,768 |
| | (1,149,464) | (1,392,098) | (136,456) | (396,768) |
| OPERATING LOSS | (1,149,464) | (1,392,098) | (136,456) | (396,768) |
| OTHER INCOME | 2,762,214 | 4,095,893 | 353,357 | 1,471,117 |
| | 1,612,750 | 2,703,795 | 216,901 | 1,074,349 |
| OTHER CHARGES | | | | |
| Financial Cost | - | 666 | 290 | 440 |
| Other Charges | 110,396,280 | 112,226,252 | 900,679 | 2,735,073 |
| | 110,396,280 | 112,226,918 | 900,969 | 2,735,513 |
| LOSS BEFORE TAXATION | (108,783,530) | (109,523,123) | (684,068) | (1,661,164) |
| TAXATION | (13,811) | (20,479) | (1,767) | (7,356) |
| LOSS AFTER TAXATION | (108,797,341) | (109,543,602) | (685,835) | (1,668,520) |
| OTHER COMPREHENSIVE INCOME | - | - | - | - |
| TOTAL COMPREHENSIVE INCOME | (108,797,341) | (109,543,602) | (685,835) | (1,668,520) |
| ACCUMULATED (LOSS) BROUGHT FORWARD FROM LAST YEAR | (56,714,355) | (55,968,094) | (54,480,476) | (53,497,791) |
| ACCUMULATED (LOSS) CARRIED OVER TO BALANCE SHEET | (165,511,696) | (165,511,696) | (55,166,311) | (55,166,311) |
| BASIC PROFIT / (LOSS) PER SHARE. | (36.27) | (36.51) | (0.23) | (0.56) |

ABDUL AZIZ H. YAQOOB
CHIEF EXECUTIVE

MRS. QAMARUNNISA AZIZ
DIRECTOR

CENTRAL FOREST PRODUCTS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2014 (Un-Audited)

| | Jul to Mar-2014 Rupees | Jul to Mar-2013 Rupees |
|---|---------------------------|---------------------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Loss after taxation | (109,543,602) | (1,668,520) |
| Adjustments for : | | |
| Depreciation | 2,038,345 | 2,213,680 |
| Deferred liabilities - Gratuity | 15,600 | 15,600 |
| Loss on Revaluation-Building | 6,497,424 | |
| Loss on Revaluation-Stock | 100,253,190 | |
| Finance cost | 666 | 440 |
| | 108,805,225 | 2,229,720 |
| Operating profit before working capital changes | (738,377) | 561,200 |
| Changes in Working Capital | | |
| (Increase)/decrease in current assets | | |
| Trade deposits and current account balance with statutory authorities | (30,874) | (13,889) |
| Tax Refund due from Government | - | (34,007) |
| | 2,416,009 | (47,896) |
| Increase/(decrease) in current liabilities | | |
| Trade & others payables | (252,803) | (65,635) |
| | 2,163,206 | (113,531) |
| Cash generated from operations | 1,424,829 | 447,669 |
| Finance cost paid | (666) | (440) |
| Income Tax paid | 20,479 | 7,356 |
| | 19,813 | 6,916 |
| Net cash inflow from operating activities | 1,444,642 | 454,585 |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Net cash inflow / (outflow) from investing activities | - | - |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Long Term Loans | (857,865) | (227,431) |
| Liabilities against Current portion of long term borrowings | - | (1,000,000) |
| Net cash outflow from financing activities | (857,865) | (1,227,431) |
| Net increase / (decrease) in cash & cash equivalents | 586,777 | (772,846) |
| Cash and bank balances at the beginning of the period | 38,713 | 797,449 |
| Cash and bank balances at the end of the period | 625,490 | 24,603 |

CENTRAL FOREST PRODUCTS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2014. (Un-Audited)

| | Issued, Subscribed & paid up Capital | Accumulated (Loss) / Profit | Total |
|--|---|--------------------------------|-----------------------------|
| | R u p e e s | | |
| Balance as on June 30, 2012 | 30,000,000 | (53,497,791) | (23,497,791) |
| Loss after taxation for the period ended Mar 31, 2013 | - | (1,668,520) | (1,668,520) |
| Balance as on Mar 31, 2013 | <u>30,000,000</u> | <u>(55,166,311)</u> | <u>(25,166,311)</u> |
| Balance as on June 30, 2013 | 30,000,000 | (55,968,094) | (25,968,094) |
| Loss after taxation for the period ended Mar 31, 2014 | - | (109,543,602) | (109,543,602) |
| Balance as on Mar 31, 2014 | <u>30,000,000</u> | <u>(165,511,696)</u> | <u>(135,511,696)</u> |

ABDUL AZIZ H. YAQOOB
CHIEF EXECUTIVE

MRS. QAMARUNNISA AZIZ
DIRECTOR

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| CENTRAL FOREST PRODUCTS LTD. |
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**Notes to the Condensed Interim Financial Information
For The Period Ended March 31, 2014.**

1. The Company is incorporated in Pakistan and is quoted on Stock Exchanges of Karachi, Lahore and Islamabad. The Company is engaged in the manufacture of Plywood Sheets, Door Frames, Window Frames, Sawing and sale of these products.
2. These accounts are unaudited and are being presented as required under SRO No.764 (I)/2001 dated November 05, 2001.
3. The accounting policies adopted in these quarterly accounts are the same as those applied in the preparation of the preceding annual published accounts, requirement of international accounting standards are also complied with.
4. Previous figures have been re-arranged/re-stated for the purpose of comparison.
5. Figures have been rounded off to the nearest rupee.

| 6. Cost of Goods Sold | Mar 31, 2014 Rupees | Mar 31, 2013 Rupees |
|------------------------------|--------------------------------------|--------------------------------------|
| Opening Stock | 245,568,190 | 245,568,190 |
| Loss on Realizable Value | (100,253,190) | |
| Purchase Raw Material | - | - |
| Labour & Over Head | - | - |
| | - | - |
| Closing Stock | 145,315,000 | 245,568,190 |
| | (145,315,000) | (245,568,190) |
| | - | - |

ABDUL AZIZ H. YAQOOB
CHIEF EXECUTIVE

MRS. QAMARUNNISA AZIZ
DIRECTOR