



Report of the Directors



- 1** Mr. J.R. Rabim
Chairman
- 2** Mr. Toufiq H. Chinoy
Managing Director & CEO
- 3** Mr. Zaka U. Khan
Director
- 4** Mr. Kamal A. Chinoy
Director
- 5** Mr. M. Ateequllah
Director
- 6** Mr. Mustapha A. Chinoy
Director
- 7** Mr. K.M.M. Shab
Director
- 8** Mr. Kemal Shoaib
Nominee Director of NIT
- 9** Mr. Zabid Zabeer
Nominee Director of NIT
- 10** Mr. A.W. Zuberi
Nominee Director of NIT
- 11** Mr. Tariq Iqbal Khan
Nominee Director of NIT

The Directors have pleasure in submitting their report on audited accounts for the year ending June 30, 2002

(Rs. 000's)

The profit for the year amounts to:	165,425
Amount of un-appropriated profit brought forward from previous year	580
	<u>166,005</u>

The Directors recommend:

Interim dividend already paid at the rate of Rs. 1.50 per share (15%)	21,262
Final dividend at the rate of Rs. 5.50 per share (55%)	77,960
Transfer to General Reserve	66,000
	<u>165,222</u>
Leaving an un-appropriated profit carried forward to next year	783
	<u>166,005</u>

We confirm and the auditors in their report to the members have also certified that:-

- a) The financial statements have been drawn up in conformity with the requirements of the Companies Ordinance 1984 and present fairly state of its affairs, operating results, cash flow and changes in equity.
- b) Proper books of accounts have been maintained in the manner required under Companies Ordinance 1984.
- c) Appropriate Accounting policies have been consistently applied in preparation of financial statements except for the change in accounting policy as stated in note 2.16 of financial statements which has concurrence of external auditors and accounting estimates are based on reasonable and prudent judgement.
- d) International Accounting Standards as applicable in Pakistan have been followed in preparation of the financial statements.
- e) The internal control system is being effectively implemented and monitored.
- f) There are no significant doubts about the Company's ability to continue as a going concern.
- g) There has been no material departure from the best practices of corporate governance as detailed by the listing regulations.





Report of the Directors

The key operating and financial data of the past ten years are given on page 10.

Future prospects have been covered by the Chairman in his review.

Note 2.3 of financial statements on staff retirement benefits provides the information on the value of investments of the provident and gratuity funds.

The number of board meetings held during the year July 01, 2001 to June 30, 2002 was Five.

The attendance of the directors is as under:-

Name of Director	Meetings attended	Name of Director	Meetings attended
Mr. J.R. Rahim	3	Mr. Kemal Shoaib	4
Mr. K.M.M. Shah	5	Mr. Zahid Zaheer	5
Mr. Kamal A. Chinoy	3	Mr. A.W. Zuberi	5
Mr. Mustapha A. Chinoy	5	Mr. Towfiq H. Chinoy	5
Mr. Zaka U. Khan	5	Mr. Istaqbal Mehdi	0
Mr. M. Ateequllah	4	Mr. Tariq Iqbal Khan	3




Mr. Tariq Iqbal Khan was elected Director at the Annual General Meeting held on October 25, 2001 on which date Mr. Istaqbal Mehdi's tenure ended.

The pattern of share holding is given on page number 38

During the fiscal year July 1, 2001 to June 30, 2002 the trading in shares of the Company by the Directors, CEO, CFO, Company Secretary and their spouses and minor children is as follows:

1. Mr. Towfiq H. Chinoy, Managing Director bought 7,700 shares on September 12, 2001


Towfiq H. Chinoy
Managing Director & C.E.O