

**Wyeth**

Leading the way to  
a Healthier World

Condensed Interim  
Financial Statements for the  
nine months period ended  
August 31, 2017

CORPORATE

**WYETH PAKISTAN LIMITED**

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## **Company Information**

### **BOARD OF DIRECTORS**

Iftikhar Soomro	Chairman
Dr. Farid Khan	Chief Executive
Husain Lawai	
M.Z. Moin Mohajir	
Badaruddin F. Vellani	
Iqbal Bengali	
S. M. Wajeehuddin	

### **COMPANY SECRETARY**

Kashif Shafi

### **AUDIT COMMITTEE**

M.Z. Moin Mohajir	Chairman
Iftikhar Soomro	
Badaruddin F. Vellani	

### **HUMAN RESOURCES AND REMUNERATION COMMITTEE**

Badaruddin F. Vellani	Chairman
Iftikhar Soomro	
Dr. Farid Khan	

### **EXECUTIVE COMMITTEE**

Dr. Farid Khan	Chairman
S. M. Wajeehuddin	

### **SHARE TRANSFER COMMITTEE**

Dr. Farid Khan	Chairman
S. M. Wajeehuddin	

### **BANKERS**

Citibank, N.A.  
Standard Chartered Bank (Pakistan) Limited

**AUDITORS**

**KPMG Taseer Hadi & Co.**  
Chartered Accountants

**LEGAL ADVISORS**

Vellani & Vellani  
Orr, Dignam & Co.  
Mohammad Mitha

**SHARE REGISTRAR**

**THK Associates (Pvt.) Ltd.**  
1st Floor, 40-C, Block-6  
P.E.C.H.S., Karachi - 75400  
UAN: 021 111-000-322, Fax 021-34168271

**HEAD OFFICE / REGISTERED OFFICE**

Room No. 002 & 003, PGS Admin Block,  
First Floor, B-2, S.I.T.E., Karachi.  
Ph. # 92-21-32570621-5  
Fax # 92-21-32331045

Website: [www.wyethpakistan.com](http://www.wyethpakistan.com)

**Note:** These accounts are also available on our website.

## **DIRECTORS' REVIEW**

We are pleased to present the unaudited condensed interim financial information of your company for the nine months period ended August 31, 2017.

During the period under review sales declined by 15% as compared to corresponding period last year due to lower sale of anti-TB and some non-promotable brands in view of low demand during current quarter. Operating expenses have increased mainly due to increase in promotional spend and one-time restructuring charges.

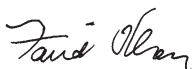
Discontinued operations reflected loss from operations largely due to one-time charges related to disposal of plant and brands. However, the transaction for disposal of plant and sale of certain brands (the transaction) was executed in this quarter with a gain of Rs 1,272 million. Sum of Rs 372 million is receivable from ICI Pakistan Limited pending legal transfer of land and building which is expected to be completed shortly.

The Company has reported profit after tax of Rs 793 million, which is primarily due to gain generated on the transaction. Further, divestment of Anne French is also in process and is expected to close soon.

The Board of Directors have declared an interim cash dividend of Rs. 300 per share (300%) to be paid out of the proceed generated from the transaction to those members whose name appear on the register of members as at October 4, 2017. The Company will continue to make efforts to grow the retained business.

We are thankful to all our colleagues for their commitment and passion, which enables the Company to achieve its objectives and would also like to place on record our appreciation for all the hard work and efforts of colleagues who were separated as a result of the transaction.

**By Order of the Board**



**Dr. Farid Khan**  
Chief Executive

Karachi: September 26, 2017

## ڈائریکٹرز کی جائزہ رپورٹ

ہم 31 اگست 2017 کو ختم ہونے والے نو ماہ کی مدت کیلئے کمپنی کی غیر آڈٹ شدہ عبوری مالیاتی رپورٹ پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

رواں سال نو ماہ کی مدت میں پچھلے سال نو ماہ کی مدت کے مقابلے میں سبز میں 15% فیصد کمی واقع ہوئی ہے جو کہ کچھ اینٹی ٹی بی اور کچھ غیر تشہیر شدہ برانڈ کی ڈیمانڈ میں کمی کی وجہ سے ہے۔ آپریٹنگ اخراجات میں اضافہ ہوا جس کی اصل وجہ تشہیری اخراجات میں اضافہ اور ایک دفعہ کی ری اسٹرکچرنگ کے اخراجات ہیں۔

معطل شدہ آپریشنز میں آپریٹنگ نقصان ہوا جس کی بڑی وجہ پلانٹ اور برانڈ کیلئے خرچ ہونے والے ایک دفعہ کے اخراجات ہیں۔ تاہم اس سہ ماہی میں پلانٹ اور کچھ برانڈز کو بیچ کر ہونے والی ٹرانزیکشن سے 1,272 ملین روپے کا منافع ہوا ہے۔ زمین کی قانونی منتقلی کے رکے ہونے کی وجہ سے زمین اور بلڈنگ کی مد میں آئی سی آئی پاکستان لمیٹڈ سے 372 ملین روپے کی رقم کی وصولی باقی ہے جو کہ جلد ہی وصول ہو جائے گی۔

کمپنی نے بعد ازیکس 793 ملین روپے کا منافع دکھایا ہے جس کی بنیادی وجہ مندرجہ بالا ٹرانزیکشن کا منافع ہے۔ مزید یہ کہ این فرنیچر برانڈ کی فروخت اور خاتمے کا معاملہ آخری مراحل میں ہے جو کہ جلد ہی مکمل ہو جائے گا۔

ٹرانزیکشن کے نتیجے میں ہونے والے منافع کے سبب بورڈ آف ڈائریکٹرز نے شیئرز ہولڈرز کیلئے 300 روپے فی شیئر (300%) کے عبوری نقد ڈیویڈنڈ کا اعلان کیا ہے جو کہ ان شیئرز ہولڈرز کو دیئے جائیں گے جن کے نام 4 اکتوبر 2017 کو ممبران کے رجسٹر میں موجود ہوں گے۔

اپنے تمام ساتھیوں کے جوش و جذبے اور عزم کیلئے ہم ان کے مشکور ہیں جس کی وجہ سے کمپنی اپنے مقاصد حاصل کرنے میں کامیاب رہی اور ہم اپنے ان تمام ساتھیوں کی انتھک محنت اور کوششوں کو بھی سراہتے ہیں جو کہ ٹرانزیکشن کے نتیجے میں ہم سے جدا ہو گئے ہیں۔

حسب الحکم بورڈ

*Faiz Khan*

ڈائریکٹر فیضان


چیف ایگزیکٹو

کراچی: 26 ستمبر 2017

## Condensed Interim Balance Sheet As at August 31, 2017

	Note	August 31, 2017 (Unaudited)	November 30, 2016 (Audited)
<b>(Rupees in '000)</b>			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	8,844	16,900
Long-term loans to employees		3,511	4,552
Long-term deposits		5,412	5,412
Deferred taxation		29,464	19,359
<b>Total non-current assets</b>		<b>47,231</b>	<b>46,223</b>
<b>CURRENT ASSETS</b>			
Stock-in-trade		549,440	906,617
Trade debts		28,749	34,470
Loans and advances		34,080	37,006
Deposits, prepayments and other receivables		467,530	73,891
Interest accrued		3,113	399
Taxation - net		2,687	241,791
Cash and bank balances		1,423,776	10,549
		2,509,375	1,304,723
Assets held for sale	6	145,570	618,974
<b>Total current assets</b>		<b>2,654,945</b>	<b>1,923,697</b>
<b>Total assets</b>		<b>2,702,176</b>	<b>1,969,920</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital 5,000,000 ordinary shares of Rs. 100 each		500,000	500,000
Issued, subscribed and paid-up capital		142,161	142,161
Reserves		953,668	952,601
Unappropriated profit		873,498	129,764
<b>Total equity</b>		<b>1,969,327</b>	<b>1,224,526</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	7	732,849	745,394
<b>Total equity and liabilities</b>		<b>2,702,176</b>	<b>1,969,920</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	8		

The annexed notes 1 to 16 form an integral part of the condensed interim financial information.

  
Dr. Farid Khan  
Chief Executive


  
M.Z. Moin Mohajir  
Director

  
Kashif Shafi  
Chief Financial Officer

## Condensed Interim Profit and Loss Account (Unaudited) For the nine months period ended August 31, 2017

Note	For the nine months period ended		For the three months period ended	
	August 31, 2017	August 31, 2016	August 31, 2017	August 31, 2016
----- (Rupees in '000) -----				
<b>CONTINUING OPERATIONS</b>				
Net sales	865,403	1,023,389	181,002	438,403
Cost of sales	(679,955)	(833,724)	(127,975)	(323,682)
Gross profit	185,448	189,665	53,027	114,721
Selling, marketing and distribution expenses	(132,552)	(121,080)	(46,939)	(47,651)
Administrative expenses	(63,767)	(53,291)	(11,064)	(13,500)
	(196,319)	(174,371)	(58,003)	(61,151)
	(10,871)	15,294	(4,976)	53,570
Other income	13,475	12,441	1,775	2,863
Other expenses	(269)	(2,499)	193	(2,022)
Finance cost	(774)	(444)	(286)	(125)
	12,432	9,498	1,682	716
Profit / (loss) before taxation	1,561	24,792	(3,294)	54,286
Taxation				
- current	14,355	21,245	6,384	1,811
- deferred	(10,105)	(305)	(3,499)	2,095
	4,250	20,940	2,885	3,906
(Loss) / profit after tax from continuing operations	(2,689)	3,852	(6,179)	50,380
<b>DISCONTINUED OPERATIONS</b>				
Profit from discontinued operations - net of tax	796,180	93,019	721,965	89,277
Profit for the period	793,491	96,871	715,786	139,657
----- (Rupees) -----				
Earnings per share - basic and diluted	558.16	68.14	503.50	98.24
(Loss) / earnings per share - basic and diluted - continuing operations	(1.89)	2.71	(4.35)	35.44

The annexed notes 1 to 16 form an integral part of the condensed interim financial information.

  
**Dr. Farid Khan**  
Chief Executive

  
**M.Z. Moin Mohajir**  
Director

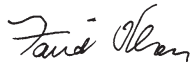
  
**Kashif Shafi**  
Chief Financial Officer



**Condensed Interim Statement  
of Comprehensive Income (Unaudited)  
For the nine months period ended August 31, 2017**

	<u>For the nine months period ended</u>		<u>For the three months period ended</u>	
	<u>August 31, 2017</u>	<u>August 31, 2016</u>	<u>August 31, 2017</u>	<u>August 31, 2016</u>
	----- (Rupees in '000) -----			
Profit for the period	793,491	96,871	715,786	139,657
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>793,491</u>	<u>96,871</u>	<u>715,786</u>	<u>139,657</u>

The annexed notes 1 to 16 form an integral part of the condensed interim financial information.

  
**Dr. Farid Khan**  
Chief Executive


  
**M.Z. Moin Mohajir**  
Director

  
**Kashif Shafi**  
Chief Financial Officer

**Condensed Interim  
Cash Flow Statement (Unaudited)  
For the nine months period ended August 31, 2017**

Note	For the nine months period ended	
	August 31, 2017	August 31, 2016
(Rupees in '000)		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash used in operations	12 (94,625)	(46,987)
Profit received on deposit accounts	2,185	4,548
Decrease / (increase) in long-term loans to employees	1,042	(2,051)
Increase in long-term deposits	-	(245)
Taxes paid	(53,251)	(90,172)
Net cash outflow from operating activities	(144,649)	(134,907)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure incurred	(1,623)	(12,233)
Proceeds from disposal of property, plant & equipment and brands	1,608,798	3,255
Net cash inflow / (outflow) from investing activities	1,607,175	(8,978)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net cash used in financing activities - dividends paid	(49,299)	(28,471)
Net increase / (decrease) in cash and cash equivalents	1,413,227	(172,356)
Cash and cash equivalents at beginning of the period	10,549	230,124
Cash and cash equivalents at end of the period	1,423,776	57,768

The annexed notes 1 to 16 form an integral part of the condensed interim financial information.

  
**Dr. Farid Khan**  
Chief Executive

  
**M.Z. Moin Mohajir**  
Director


  
**Kashif Shafi**  
Chief Financial Officer

## Condensed Interim Statement of Changes in Equity (Unaudited) For the nine months period ended August 31, 2017

	Issued, subscribed and paid- up capital	Reserves			Unappro- priated profit	Total
		General reserve	* Others	Sub total		
(Rupees in '000)						
Balance as at December 1, 2015	142,161	931,753	19,426	951,179	47,422	1,140,762
Total comprehensive income for the period						
Profit for the period	-	-	-	-	96,871	96,871
Transactions with owners recognised directly in equity						
Final dividend for the year ended November 30, 2015 at Rs. 20 per share	-	-	-	-	(28,432)	(28,432)
Share-based payments	-	-	1,059	1,059	-	1,059
			1,059	1,059	(28,432)	(27,373)
Balance as at August 31, 2016	142,161	931,753	20,485	952,238	115,861	1,210,260
Balance as at December 1, 2016	142,161	931,753	20,848	952,601	129,764	1,224,526
Total comprehensive income for the period						
Profit for the period	-	-	-	-	793,491	793,491
Transactions with owners recognised directly in equity						
Final dividend for the year ended November 30, 2016 at Rs. 35 per share	-	-	-	-	(49,757)	(49,757)
Share-based payments	-	-	1,067	1,067	-	1,067
			1,067	1,067	(49,757)	(48,690)
Balance as at August 31, 2017	142,161	931,753	21,915	953,668	873,498	1,969,327

\* Others represent reserve for share based payment plan.

The annexed notes 1 to 16 form an integral part of the condensed interim financial information.

  
**Dr. Farid Khan**  
Chief Executive

  
**M.Z. Moin Mohajir**  
Director

  
**Kashif Shafi**  
Chief Financial Officer

**Notes to the Condensed Interim  
Financial Information (Unaudited)  
For the nine months period ended August 31, 2017**

**1. STATUS AND NATURE OF BUSINESS**

Wyeth Pakistan Limited ("the Company") is a public limited Company incorporated in 1949 in Pakistan. The Company's registered office is situated at Room No. 002 & 003, PGS Admin Block, First Floor, B-2, S.I.T.E., Karachi, Pakistan. The Company is listed on the Pakistan Stock Exchange and is engaged in manufacturing, import, marketing, distribution and sale of research based ethical specialties and other pharmaceutical products. In August 2017 the Company sold its plant as per details given in note 6.

Pfizer Inc. is the ultimate parent of the Company. Wyeth LLC, USA and Wyeth Holding Corporation USA, which are subsidiaries of Pfizer Inc., are the principal shareholders of the Company.

**2. BASIS OF PREPARATION**

This condensed interim financial information of the Company for the nine months period ended August 31, 2017 has been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

The condensed interim financial information does not include information required for full annual financial statements and should be read in conjunction with the audited financial statements for the year ended November 30, 2016.

The condensed interim financial information is presented in Pakistan Rupee which is the functional currency of the Company and rounded off to the nearest thousand except as stated otherwise.

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements of the Company for the year ended November 30, 2016.

**4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT**

The preparation of the condensed interim financial information in conformity with approved accounting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

In preparing the condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended November 30, 2016. The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended November 30, 2016.

	<b>August 31, 2017 (Unaudited)</b>	November 30, 2016 (Audited)
<b>(Rupees in '000)</b>		
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>		
Operating property, plant and equipment - at net book value	8,844	16,760
Capital work in progress - at cost	-	140
	<u>8,844</u>	<u>16,900</u>

**5.1** Operating property, plant and equipment includes following additions, disposals and write off during the period:

	<b>Nine months period ended</b>	
	<b>August 31, 2017</b>	August 31, 2016
<b>(Rupees in '000)</b>		
<b>Additions:</b>		
Vehicles	1,129	7,626
Office equipment	954	-
	<u>2,083</u>	<u>7,626</u>
Disposal of vehicles [having a net book value of Rs. 0.301 million (2016: Rs. 1.853 million)]	<u>4,929</u>	<u>6,372</u>
Write off of assets [having a net book value of Rs. Nil (2016: Rs. Nil)]	<u>-</u>	<u>1,893</u>

## 6. ASSETS HELD FOR SALE

- 6.1 During previous year, the Company initiated the process of selling the manufacturing facility located at Hawkesbay Road, S.I.T.E., Karachi along with transfer of certain non-core products of both the Company and its associate Pfizer Pakistan Limited.

The transfer has been closed on August 11, 2017 except for transfer of land and building for which an agreement has been signed between the parties for extension of closing date.

Further, the inventory will be transferred with the fulfilment of regulatory requirement of Drug Regulatory Authority of Pakistan

The transaction related to the divestment of " Anne French " is in process.

As a result of above, the assets related to above transactions have been classified as assets held for sale.

- 6.2 The fair value less cost to sell of the assets classified as held for sale is higher than the carrying amount, hence no impairment loss has been recognised. The carrying amount of these assets is as follows:

	<b>August 31, 2017 (Unaudited)</b>	November 30, 2016 (Audited)
	<b>(Rupees in '000)</b>	
Operating property, plant and equipment	<b>3,530</b>	191,161
Capital work-in-progress	-	146,745
Long-term deposits	<b>5,717</b>	5,717
Stores and spares	-	35,006
Stock-in-trade	<b>136,323</b>	240,345
	<b><u>145,570</u></b>	<u>618,974</u>

- 6.3 There is no income or expense included in other comprehensive income relating to this disposal group.
7. Trade and other payables include creditors, payable to gratuity fund, accrued liabilities inclusive of accrual of expenses for divestment of plant, and other liabilities / payables.

## 8. CONTINGENCIES AND COMMITMENTS

### 8.1 Contingencies

There is no change in the status of contingencies as disclosed under note 16 of the annual financial statements of the Company for the year ended November 30, 2016.

### 8.2 Commitments

	<b>August 31, 2017 (Unaudited)</b>	November 30, 2016 (Audited)
	<b>(Rupees in '000)</b>	
Commitments for capital expenditure	-	360
Guarantees and indemnity bonds for imported raw materials and other guarantees	<b>6,181</b>	5,403
Outstanding letters of credit	<b>9,471</b>	55,288

#### Nine months period ended

	<b>August 31, 2017</b>	August 31, 2016
	<b>(Rupees in '000)</b>	
<b>9. OTHER INCOME</b>		
<i>Income from financial assets</i>		
Profit on saving accounts and term deposits	<b>4,899</b>	3,690
<i>Income from non-financial assets</i>		
Gain on disposal of property, plant and equipment - net	<b>1,498</b>	1,402
Liabilities no longer payable written back	<b>6,414</b>	5,544
Export rebate claim & recovery of export freights	<b>664</b>	1,805
	<b>13,475</b>	12,441

## 10. TAXATION

Finance Act, 2015 has introduced a new tax under the section 5A of the Income Tax Ordinance, 2001 on every public company other than a scheduled bank or a Modaraba, that derives profits for a tax year but does not distribute cash dividend within six months of the end of the said tax year (requisite time) or distributes dividends to such an extent that its reserves, after such distribution, are in excess of hundred percent of its paid up capital. Such company is liable to pay tax at the rate of ten percent on undistributed reserves that exceed hundred percent of its paid up capital. The said provision shall not apply to public company which distributes profit equal to either forty percent of its after tax profits or fifty percent of its paid up capital, whichever is less, within six months of the end of the tax year.

The Company's undistributed reserves are in excess of its paid up capital. However, no provision has been made for tax on undistributed reserves as the Company intends to distribute sufficient cash dividend for the year ending November 30, 2017, so that such tax is not required to be paid.

Subsequent to year end, Section 5A of the Income Tax Ordinance, 2001 was amended through Finance Act 2017. The amended Section 5A requires that if a public company other than a scheduled bank or a modaraba that derives profit for a tax year but does not distribute atleast 40% of its profit for the year in the form of cash dividend or bonus shares within six months of the end of the said tax year is liable to pay tax at the rate of seven and half percent on accounting profit before tax.

## 11. DISCONTINUED OPERATIONS

The revenues and related expenses related to manufacturing plant, Anne French and non-core products which are part of disposal group are as follows:

	<b>Nine months period ended</b>	
	<b>August 31, 2017</b>	August 31, 2016
	<b>(Rupees in '000)</b>	
<b>Results of discontinued operations</b>		
Net sales	<b>708,117</b>	1,148,006
Expenses	<b>906,561</b>	1,015,122
Results from operating activities	<b>(198,444)</b>	132,884
Gain on sale of plant and brands	<b>1,272,624</b>	-
Profit before taxation	<b>1,074,180</b>	132,884
Taxation	<b>278,000</b>	39,865
<b>Profit from discontinued operations - net of tax</b>	<b>796,180</b>	93,019
Earnings per share - basic and diluted (Rupees)	<b>560.06</b>	65.43



	Note	Nine months period ended	
		August 31, 2017	August 31, 2016
<b>(Rupees in '000)</b>			
<b>11.1 Cash flows from discontinued operations</b>			
Net cash generated from operating activities		<b>(75,684)</b>	183,591
<b>12. CASH GENERATED USED IN OPERATIONS</b>			
Profit before taxation		<b>1,075,741</b>	157,676
Adjustments for non-cash charges and other items:			
Net increase in reserve for equity-settled share-based payment plans		<b>1,067</b>	1,059
Depreciation		<b>11,008</b>	28,439
Provision / (Reversal of) for slow moving and obsolete stock - net		<b>28,773</b>	(8,814)
Gain on disposal of property, plant & equipment and brands		<b>(1,274,122)</b>	(1,402)
Reversal of provision for doubtful debts		<b>(18,199)</b>	-
Profit on deposit accounts		<b>(4,899)</b>	(3,690)
Working capital changes	12.1	<b>86,006</b>	(220,255)
		<b>(94,625)</b>	(46,987)

	Note	Nine months period ended	
		August 31, 2017	August 31, 2016
<b>(Rupees in '000)</b>			
<b>12.1 Working capital changes</b>			
Decrease / (increase) in current assets:			
Spares		<b>35,006</b>	(4,130)
Stock-in-trade		<b>461,199</b>	(263,868)
Trade debts		<b>(6,941)</b>	(71,468)
Loans and advances		<b>2,926</b>	6,531
Deposits, prepayments and other receivables		<b>(393,639)</b>	3,995
		<b>98,551</b>	(328,940)
(Decrease) / increase in current liabilities:			
Trade and other payables		<b>(12,545)</b>	108,685
		<b>86,006</b>	(220,255)

## 13. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the ultimate parent company (Pfizer Inc., USA), related group companies, staff retirement benefit plans, directors, key management personnel and close members of the family of all the aforementioned related parties. The Company in the normal course of business carries out transactions with various related parties. Details of transactions with related parties are as follows:

	<b>Nine months period ended</b>	
	<b>August 31, 2017</b>	August 31, 2016
	<b>(Rupees in '000)</b>	
<b>Transactions for the period</b>		
Sale of goods to associated companies	<b>117,398</b>	115,097
Transfer of inventory to associated companies	-	43
Goods purchased from associated companies	<b>249,535</b>	436,684
Transfer of inventory from associated companies	-	386
Services from associated companies	<b>29,889</b>	24,661
Services to associated companies	<b>44,786</b>	36,811
Dividend to parent company	<b>35,876</b>	28,432
Contribution to the retirement benefit scheme	<b>18,883</b>	25,193
Legal and professional charges	<b>442</b>	569

	<b>August 31, 2017 (Unaudited)</b>	November 30, 2016 (Audited)
	<b>(Rupees in '000)</b>	
<b>Balance receivable from / payable to associated companies</b>		
Trade receivables in respect of sale of goods to associated companies	<b>17,260</b>	34,470
Trade payable in respect of purchase / transfer of goods from associated companies	<b>125,502</b>	312,292
Other receivables from associated companies	<b>8,340</b>	8,987

## 14. FINANCIAL ASSETS AND LIABILITIES

	August 31, 2017 (Unaudited)			
	Carrying Amount			
	Loans and receivables	Other financial assets	Financial liabilities	Total
	----- (Rupees in '000) -----			
<b>Financial assets not measured at fair value</b>				
Long-term loans to employees	3,511	-	-	3,511
Trade debts	28,749	-	-	28,749
Loans and advances	34,080	-	-	34,080
Other receivables	431,549	-	-	431,549
Interest accrued	3,113	-	-	3,113
Cash and bank balances	-	1,423,776	-	1,423,776
<b>Financial liabilities not measured at fair value</b>				
Trade and other payables	-	-	642,662	642,662

	November 30, 2016 (Audited)			
	Carrying Amount			
	Loans and receivables	Other financial assets	Financial liabilities	Total
	----- (Rupees in '000) -----			
<b>Financial assets not measured at fair value</b>				
Long-term loans to employees	4,552	-	-	4,552
Trade debts	34,470	-	-	34,470
Loans and advances	37,006	-	-	37,006
Other receivables	53,497	-	-	53,497
Interest accrued	399	-	-	399
Cash and bank balances	-	10,549	-	10,549
<b>Financial liabilities not measured at fair value</b>				
Trade and other payables	-	-	719,895	719,895

These financial assets and liabilities are for short term or repriced over short term. Therefore their carrying amounts are reasonable approximation of fair value.

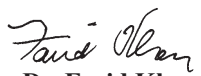
**15. NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE**

The Board of Directors in its meeting held on September 26, 2017 has declared a cash dividend in respect of nine months period ended August 31, 2017 of Rs. 300 per share (August 31, 2016: Rs. Nil per share).


The condensed interim financial information does not include the effect of these appropriations which will be accounted for subsequent to the period end.

**16. DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue in the Board of Directors meeting held on September 26, 2017.

  
**Dr. Farid Khan**  
Chief Executive

  
**M.Z. Moin Mohajir**  
Director

  
**Kashif Shafi**  
Chief Financial Officer

