

Quarterly Report **2015**
31 March



Security Papers
LIMITED

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COMPANY INFORMATION

BOARD OF DIRECTORS

Chairman

Mr. Kazi Abdul Muktadir - Non-executive

Directors

Sheikh Mohammad Aijaz Akhtar - Non-executive, Minority & Independent
Mrs. Ayla Akin - Turkey - Non-executive & Minority
Mr. Jamal Nasim - Non-executive & Minority
Mr. Ajaz Ali Khan - Non-executive & Minority
Dr. Abolghassem Jamshidi - Iran - Non-executive & Minority
Mr. Muhammad Ayub - Non-executive & Minority
Ch. Mehboob Ilahi - Non-executive
Mr. Shamsuddin Soomro - Non-executive

Chief Executive Officer

Mr. Muhammad Misbah Tunio - Executive

BOARD AUDIT COMMITTEE

Sheikh Mohammad Aijaz Akhtar - Chairman
Mr. Kazi Abdul Muktadir - Member
Dr. Abolghassem Jamshidi - Member
Mr. Muhammad Ayub - Member
Mr. Babar Aijaz - Secretary

BOARD HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Ajaz Ali Khan - Chairman
Mr. Jamal Nasim - Member
Mr. Muhammad Misbah Tunio - Member
Mr. Shahbaz Ali - Secretary

CHIEF FINANCIAL OFFICER

- Mr. Rizwan Ul Haq Khan

COMPANY SECRETARY

- Mr. Muhammad Abdul Aleem

BANKERS

National Bank of Pakistan
Faysal Bank Limited
Habib Metropolitan Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited

AUDITORS

Ernst & Young Ford Rhodes Sidat Hyder
Chartered Accountants

LEGAL ADVISORS

Mohsin Tayebaly & Co.
Advocates & Legal Consultants

REGISTERED OFFICE

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TAX CONSULTANTS

A. F. Ferguson & Co.
Chartered Accountants

SHARE REGISTRARS

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DIRECTORS' REPORT

The Directors are pleased to present the un-audited financial information for the third quarter ended 31 March 2015.

BUSINESS AND PERFORMANCE REVIEW

The Company produced 592 tons of finished paper during the quarter under review as compared to 575 tons in the corresponding period of previous year. Net sales reported to be Rs 551 million during the period under review as compared to Rs 503 million in the corresponding period of preceding year thereby registering increase of Rs 48 million (i.e. 9.5 %). The Company achieved sales volume of 595 tons as against 549 tons during the corresponding period of preceding year.

Gross profit reported to be Rs 194 million as against Rs 144 million in the corresponding period of preceding year showing an increase of Rs 50 million primarily due to higher sales volume.

The profit before and after taxation during the period under review reported to be Rs 199 million and Rs 145 million respectively including other income of Rs 70 million as against Rs 117 million and Rs 83 million respectively including other income of Rs 53 million during the corresponding period of preceding year.

FORWARD LOOKING INFORMATION

Going forward there are considerable macro economic, political and social challenges, that allow continued support and focus on innovations, increased customer focus and a strong performance culture within the organization to optimize the return and improve productivity during the later period of the current financial year.

The Directors are hopeful that with continued and concerted efforts, the Company would achieve the desired results during the current financial year.

For and on behalf of the Board

KAZI ABDUL MUKTADIR
Chairman

Karachi, 23 April 2015



Condensed Interim Balance Sheet
As at 31 March 2015

		31 March 2015 Un-audited	30 June 2014 Audited
ASSETS	Note	----- (Rupees in '000) -----	
Non-current assets			
Property, plant and equipment	4	1,885,525	1,929,736
Long-term deposits		14,389	14,561
Long-term investment	5	<u>1,458,456</u>	<u>1,451,031</u>
		3,358,370	3,395,328
Current assets			
Stores, spares and loose tools		118,142	115,715
Stock-in-trade		264,660	336,654
Trade debts - considered good		235,652	284,402
Advances, deposits, prepayments and other receivables		42,038	14,193
Accrued mark-up		32,370	75,514
Investments	6	722,893	596,276
Cash and bank balances		<u>169,840</u>	<u>83,213</u>
		<u>1,585,595</u>	<u>1,505,967</u>
Total assets		4,943,965	4,901,295
LIABILITIES			
Current liabilities			
Trade and other payables		474,225	482,556
Accrued mark-up		2,086	3,686
Current maturity of long term loan - secured	7	141,959	161,214
Current portion of liabilities against assets subject to finance lease		3,700	4,549
Taxation - net		<u>109,168</u>	<u>94,828</u>
		731,138	746,833
Non-current liabilities			
Long term loan - secured	7	60,582	162,237
Liabilities against assets subject to finance lease		7,874	10,626
Deferred taxation - net		<u>298,438</u>	<u>311,641</u>
		366,894	484,504
Total liabilities		1,098,032	1,231,337
Contingencies and commitments	8		
NET ASSETS		<u>3,845,933</u>	<u>3,669,958</u>
EQUITY			
Share capital and reserves			
Authorised share capital 70,000,000 (30 June 2014: 70,000,000) ordinary shares of Rs 10/- each		<u>700,000</u>	<u>700,000</u>
Issued, subscribed and paid-up capital		592,559	493,799
General Reserves		2,873,119	2,806,919
Unappropriated profit		358,603	346,677
Surplus on re-measurement of investment classified as available for sale		<u>21,652</u>	<u>22,563</u>
Shareholders' Equity		<u>3,845,933</u>	<u>3,669,958</u>

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information.

MR. MUHAMMAD MISBAH TUNIO
Chief Executive Officer

SHEIKH MOHAMMAD ALJAZ AKHTAR
Director



Condensed Interim Profit and Loss Account (Un-audited)
For the nine months ended 31 March 2015

	Nine months ended		Three months period ended	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
----- (Rupees in '000) -----				
Sales - net	1,602,518	1,608,066	550,815	503,402
Cost of sales	(1,086,577)	(1,151,730)	(357,119)	(359,576)
Gross profit	515,941	456,336	193,696	143,826
Administration and general expenses	(137,772)	(130,621)	(44,427)	(44,525)
Other operating income	178,404	154,286	69,944	52,754
Other operating charges	(37,632)	(48,995)	(14,501)	(24,560)
Finance costs	(22,555)	(33,259)	(5,901)	(10,232)
Profit before taxation	496,386	397,747	198,811	117,263
Taxation				
- Current	(155,364)	(149,299)	(52,011)	(46,692)
- Prior	(4,509)	2,711	-	8,343
- Deferred	13,203	14,582	(1,366)	4,516
	(146,670)	(132,006)	(53,377)	(33,833)
Profit after taxation	349,716	265,741	145,434	83,430
		Restated		Restated
	----- Rupees -----			
Earnings per share - basic and diluted	5.90	4.48	2.45	1.41

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information.

MR. MUHAMMAD MISBAH TUNIO
Chief Executive Officer

SHEIKH MOHAMMAD AIJAZ AKHTAR
Director



**Condensed Interim Statement of
Comprehensive Income (Un-Audited)
For the nine months ended 31 March 2015**

	Nine months ended		Three months period ended	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
	----- (Rupees in '000) -----			
Profit after tax for the period	349,716	265,741	145,434	83,430
Other comprehensive income:	-	-	-	-
Unrealised appreciation /(diminution) during the period on remeasurement of investment classified as 'available for sale	16,376	12,294	(6,529)	4,375
Realised appreciation during the period on redemption of investment classified as 'available for sale'	(17,287)	-	(17,287)	-
	(911)	12,294	(23,816)	4,375
Total comprehensive income for the period	348,805	278,035	121,618	87,805

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information.

MR. MUHAMMAD MISBAH TUNIO
Chief Executive Officer

SHEIKH MOHAMMAD AJAZ AKHTAR
Director



Condensed Interim Cash Flow Statement (Un-audited)
For the nine months ended 31 March 2015

	Note	Nine months period ended	
		31 March 2015	31 March 2014
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	9	578,861	599,852
Long-term deposits		172	(195)
Taxes paid		(145,532)	(103,516)
Finance costs paid		(24,157)	(34,337)
Net cash generated from operating activities		409,344	461,804
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(106,295)	(30,441)
Proceeds from sale of property, plant and equipment		1,622	598
Redemption of sukuk term finance certificates		756	2,956
Mark-up received		193,205	154,134
Investment made - net		(132,503)	(108,930)
Net cash used in investing activities		(43,215)	18,317
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment against lease obligations		(4,883)	(2,256)
Long term loan		(120,910)	(120,910)
Dividend paid		(153,708)	(207,967)
Net cash used in financing activities		(279,501)	(331,133)
Net increase in cash and cash equivalents		86,628	148,988
Cash and cash equivalents at beginning of the period		83,212	37,245
Cash and cash equivalents at the end of the period		169,840	186,233

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information.

MR. MUHAMMAD MISBAH TUNIO
Chief Executive Officer

SHEIKH MOHAMMAD ALJAZ AKHTAR
Director



Condensed Interim Statement of Changes in Equity (Un-audited)
For the nine months ended 31 March 2015

	Issued subscribed and paid-up capital	General reserve	Unappropriated profit	Surplus on re-measurement of investments classified as available for sale	Total Equity
----- Rupees in '000 -----					
Balance as at 30 June 2013- as previously reported	411,499	2,733,589	320,606	6,098	3,471,792
Effect of change in accounting policy	-	-	30,004	-	30,004
Balance as at 30 June 2013 (restated)	411,499	2,733,589	350,610	6,098	3,501,796
Net profit for the period	-	-	265,741	-	265,741
Other comprehensive income	-	-	-	12,294	12,294
	-	-	265,741	12,294	278,035
Transactions with owners - Final cash dividend @ Rs 4.00 per share for the year ended 30 June 2013	-	-	(164,600)	-	(164,600)
Interim Cash dividend @ Rs 1.50 per share for the year ended 30 June 2014	-	-	(74,070)	-	(74,070)
Transfer to general reserves	-	73,330	(73,330)	-	-
Transfer to reserve for issue of bonus shares	-	-	(82,300)	-	(82,300)
Bonus shares issued during the year	82,300	-	-	-	82,300
Balance as at 31 March 2014 (restated)	493,799	2,806,919	222,051	18,392	3,541,161
Balance as at 30 June 2014	493,799	2,806,919	346,677	22,563	3,669,958
Net profit for the period	-	-	349,716	-	349,716
Other comprehensive income	-	-	-	(911)	(911)
	-	-	349,716	(911)	348,805
Transactions with owners - Final cash dividend @ Rs 3.5/- per share for the year ended 30 June 2014	-	-	(172,830)	-	(172,830)
Transfer to general reserves	-	66,200	(66,200)	-	-
Transfer to reserves for issue of bonus shares	-	-	(98,760)	-	(98,760)
Bonus shares issued during the year	98,760	-	-	-	98,760
Balance as at 31 March 2015	592,559	2,873,119	358,603	21,652	3,845,933

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information.

MR. MUHAMMAD MISBAH TUNIO
Chief Executive Officer

SHEIKH MOHAMMAD AIJAZ AKHTAR
Director



Notes to the Condensed Interim Financial Information (Un-audited)
For the nine months ended 31 March 2015

1 STATUS AND NATURE OF BUSINESS

Security Papers Limited ("the Company") is incorporated and domiciled in Pakistan as a public company limited by shares. The address of its registered office is Jinnah Avenue, Malir Halt, Karachi Pakistan. The Company is listed on the Karachi Stock Exchange.

The principal activity of the Company is manufacturing of specialised paper for banknote and non-banknote security documents.

2 BASIS OF PREPARATION

2.1 This condensed interim financial information of the Company for the nine months period ended 31 March 2015 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 Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under Companies Ordinance, 1984 have been followed.

2.2 The figures of the condensed interim profit and loss account for the quarters ended March 31, 2015 and 2014 have not been reviewed by the auditors of the Company. These condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with Company's annual financial statements for the year ended in 30 June, 2014.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial information are the same as those applied in the preparation of the financial statements of the Company as at and for the year ended 30 June 2014.

3.1 Amended Standards

The Company has adopted the following amendments to IFRSs which became effective during the current period:

IAS 32 - Financial Statements: Presentation - (Amendment) - Offsetting Financial Assets and Financial Liabilities.

IAS 36 - Impairment of Assets - (Amendment) - Recoverable Amount Disclosures for Non-Financial Assets.

IAS 39 - Financial Instruments: Recognition and Measurement - (Amendment) - Novation of Derivatives and Continuation of Hedge Accounting

IFRIC 21 - Levies



The adoption of the above amendments to accounting standards and interpretations did not have any effect on the condensed interim financial information.

In addition to the above standards and interpretations, improvements to various accounting standards have also been issued by IASB and are generally effective for current period. The Company expects that such improvements to the standards do not have any impact on the Company's financial information for the period.

		31 March 2015	30 June 2014
	Note	(Un-audited)	(Audited)
		----- (Rupees in '000) -----	
4	PROPERTY, PLANT AND EQUIPMENT		
Operating assets	4.1	1,780,492	1,811,153
Capital work-in-progress	4.2	105,034	118,583
		<u>1,885,526</u>	<u>1,929,736</u>
4.1. Operating assets			
Opening book value		1,811,153	1,958,062
Additions during the period / year	4.1.1	121,126	50,545
Disposal during the period / year at book value		(398)	(475)
Depreciation charged during the period / year		(151,389)	(196,979)
		<u>1,780,492</u>	<u>1,811,153</u>
4.1.1. Additions during the period / year			
Land and building		30,848	1,373
Plant and machinery		67,841	12,174
Spare parts and stand by equipments		5,033	4,275
Electric, water and gas installations		12,056	12,989
Laboratory Equipment		111	5,990
Furniture & Fixtures		882	2,437
Office & Security Equipment		1,949	3,041
Computers and accessories		1,074	924
Motor Vehicles - Owned		50	322
Motor Vehicles - Leased		1,282	7,020
		<u>121,126</u>	<u>50,545</u>
4.2. Capital work-in-progress			
Opening balance		118,583	402
Addition during the period / year		83,734	123,905
Transferred to operating fixed asset		(97,283)	(5,724)
		<u>105,034</u>	<u>118,583</u>



		31 March 2015 (Un-audited)	30 June 2014 (Audited)
	Note	----- (Rupees in '000) -----	
5. LONG-TERM INVESTMENT			
Held to maturity			
Pakistan Investment Bond - 5 years	5.1	<u>1,458,456</u>	<u>1,451,031</u>
5.1 These represent investments in Pakistan Investment Bonds (PIB's) carrying profit at a rate of 11.25% (effective yield of 11.97% to 12.96%) per annum with maturities in August 2016 and July 2018. The profit payments are made semi-annually.			

		31 March 2015 (Un-audited)	30 June 2014 (Audited)
		----- (Rupees in '000) -----	
6 INVESTMENTS			
Available for sale			
Term finance certificates			
B.R.R. Guardian Modaraba			
2,998 (2014: 3,149) units of Rs 5,000 each		11,241	11,808
Units of Mutual Funds		711,652	222,563
Held to maturity			
Treasury Bills		-	361,905
		<u>722,893</u>	<u>596,276</u>

6.1 The term finance certificate originally had a term of 5 years and carried profit at the rate of six months KIBOR plus 1.3% (effective annual rate of 15.65%) payable semi-annually with maturity on July 07, 2014. On January 07, 2011, the borrower defaulted in payment of interest and entered into a restructuring agreement with the TFC holder. As per the revised terms, the principal amount will be redeemed in varying monthly principal installments commencing from August 07, 2011 and ending on December 07, 2016. The certificates now carry markup at the rate of one month KIBOR (effective annual rate of 12.09%) payable on monthly basis along with the accrued profit before the restructuring. The fair value of the above investment has been valued using rate notified by Mutual Fund Association of Pakistan.



	31 March 2015 (Un-audited)	30 June 2014 (Audited)
	----- (Rupees in '000) -----	
7 LONG TERM LOAN - secured		
Opening Balance	323,451	484,665
Long term loan obtained during the period	-	-
Repayments during the period	(120,910)	(161,214)
	202,541	323,451
Current maturity- shown under current liabilities	(141,959)	(161,214)
	60,582	162,237

The Company has renewed borrowings facility amounting to Rs 283.373 million (30 June 2014: Rs 433.661 million) with Bank Al Habib Limited for purchase and installation of plant and machinery for balancing, modernization and replacement of existing machinery.

The facility is secured by Pakistan Investment Bonds and Treasury Bills of the Company having face Value of Rs 950 million (June 30, 2014: Rs 950 million). The facility availed is re-payable in 5 years in 20 equal quarterly installments starting from the date of disbursement. The Company has an option to prepay the loan without incurring any penalty.

8 CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There is no major changes in the status of contingencies as reported in the annual financial statements for the year ended 30 June, 2014 except for the following:

8.1.1 During the period an ex-employee filed suit against Company for recovery of the full and final settlement of dues which worked out to be Rs 1.259 million. However, the Company had filed a counter affidavit for claiming Rs 8.893 million as net recoverable from ex-employee. The recovery of this amount is dependent on the outcome of the case.

	31 March 2015 (Un-audited)	30 June 2014 (Audited)
	----- (Rupees in '000) -----	
8.2 Commitments		
Capital expenditure contracted for but not incurred	4,836	7,651
Commitments against letters of credit	31,826	96,944
	36,662	104,595



	Nine months period ended	
	31 March 2015	31 March 2014
	----- (Rupees in '000) -----	
	----- (Unaudited) -----	
9 CASH GENERATED FROM OPERATIONS		
Profit before taxation	496,386	397,747
Adjustments for:		
Depreciation	151,389	147,328
Gain on disposal of fixed asset	(1,224)	(165)
Mark up on employee loan	(8)	(16)
Mark up on security deposits	(422)	(281)
Mark up on bank deposits and saving accounts	(5,675)	(7,283)
Mark up on Investments	(11,702)	(70,042)
Reversal of Impairment on BRR Guardian Modarba	(189)	740
Mark up long-term investment	(127,842)	(58,654)
Amortisation of discount on long-term investment	(7,426)	(4,040)
Finance costs	22,555	33,259
Profit before working capital	515,842	438,593
Working capital changes		
Decrease in current assets	90,470	75,988
Decrease in current liabilities	(27,451)	85,271
Cash flows generated from operations	578,861	599,852



10 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise associated companies, directors, key management personnel and retirement benefit funds. The Company has a policy whereby all transactions with related parties are based on commercial terms. Transactions with related parties essentially entail sale of goods to the aforementioned concerns. However, contributions to staff retirement benefits are made in accordance with the terms of the contribution plan. The significant transactions with related parties carried out during the nine months ended 31 March 2015 and the balances outstanding as at 31 March 2015 were as follows:

	<u>Nine months period ended</u>	
	<u>31 March</u> <u>2015</u>	<u>31 March</u> <u>2014</u>
	<u>----- (Rupees in '000) -----</u>	
	<u>----- (Unaudited) -----</u>	
Associates:		
- Sale of goods to Pakistan Security Printing Corporation (Private) Limited - net	<u>1,551,076</u>	<u>1,517,813</u>
- Receivable from Pakistan Security Printing Corporation (Private) Limited - net	<u>233,269</u>	<u>149,071</u>
Others:		
- Purchase of goods from Pakistan Cables Limited	<u>-</u>	<u>719</u>
- Advance against purchases to Pakistan Cables Limited	<u>-</u>	<u>2,234</u>
Key management personnel:		
- Salaries and other employee benefits	<u>70,226</u>	<u>79,793</u>

11 FINANCIAL RISK MANAGEMENT

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 30 June 2014.

12 DATE OF AUTHORISATION

This condensed financial information were authorised by the Board of Directors of the Company on 23 April 2015.

MR. MUHAMMAD MISBAH TUNIO
Chief Executive Officer

SHEIKH MOHAMMAD ALJAZ AKHTAR
Director



ATTENTION SHAREHOLDERS

Attention of shareholders is invited to the following legal requirements:

1. Consent for Electronic Transmission of Audited Financial Statements & Notices (Optional)

The Securities and Exchange Commission of Pakistan (SECP) through its Notification S.R.O. 787(I)/2014 dated 8th September 2014 has permitted companies to circulate Audited Financial Statements along with Notice for Annual General Meeting to its members through e-mail. Accordingly, members are hereby requested to convey their consent and e-mail address for receiving Audited Financial Statements and Notice through e-mail. In order to avail this facility a Standard Request Form is available at the Company's website.

2. CNIC / NTN Number on Dividend Warrant (Mandatory)

As has already been notified from time to time, the Securities and Exchange Commission of Pakistan (SECP) vide Notification S.R.O. 19(I)/2014 dated 10th January 2014 read with Notification S.R.O. 831(1)/2012 dated July 5, 2012 required that the Dividend Warrant(s) should also bear the Computerized National Identity Card (CNIC) Number of the registered shareholder or the authorized person, except in case of minor(s) and corporate shareholder(s).

Henceforth, issuance of dividend warrant(s) will be subject to submission of CNIC (individuals) / NTN (corporate entities) by shareholders.

3. Dividend Mandate (Optional)

In pursuance of the directions given by the Securities and Exchange Commission of Pakistan (SECP) vide Circular No. 18 of 2012 dated June 05, 2012, it is to inform you that under Section 250 of the Companies Ordinance, 1984 a shareholder may, if so desire, direct the Company to pay dividend through his/her/its bank account.

Further, transferee of shares may exercise option for dividend mandate by using the revised "Form of Transfer Deed" available on Company's website. The revised form of transfer deed will enable the transferees to receive cash dividend directly in their bank accounts, if such transferee provides particulars of its bank account which he/she/it desires to be used for credit of cash dividend.

If they so desires the shareholders have the option to seek the dividend mandate by using the standardized "Dividend Mandate Form" available on Company's website.

4. Payment of Cash Dividend Electronically (Optional)

The SECP has initiated e-dividend mechanism through its letter No: 8(4) SM/CDC/2008 dated April 05, 2013. In order to avail benefits of e-dividend (such as instant credit of dividends, no chances of dividend warrants getting lost in the post, undelivered or delivered to the wrong address etc.) shareholders are hereby advised to provide details of their bank mandate specifying: (i) title of account, (ii) account number, (iii) bank name, (iv) branch name, code and address.

5. Deduction of Withholding Tax on the Amount of Dividend (Mandatory)

Pursuant to SECP directives vide Circular No.19/2014 dated October 24, 2014 all listed companies are required to inform shareholders changes made in the section 150 of the Income Tax Ordinance. The detail is as under:



- (i) The Government of Pakistan through Finance Act, 2014 has made certain amendments in section 150 of the Income Tax Ordinance, 2001 whereby different rates are prescribed for deduction of withholding tax on the amount of dividend paid by the companies. These tax rates are as under:

- (a) For filers of income tax returns: 10%
(b) For non-filers of income tax returns: 15%

To enable the company to make tax deduction on the amount of cash dividend @ 10% instead of 15%, all the shareholders whose names are not entered into the Active Tax- payers List (ATL) provided on the website of FBR, despite the fact that they are filers, are advised to make sure that their names are entered into ATL otherwise tax on their cash dividend will be deducted @15% instead@10%.

- (ii) For any query/problem/information, the investors may contact the company and/or the Share Registrar at the following phone Numbers, email addressed as mentioned below.

6. Details of Joint Shareholding (Mandatory)

As per the recent clarification of FBR, in case of Joint Account each joint holder is to be treated individually as either a filer or non filer and the tax will be deducted on the basis of shareholding of each joint holder as may be notified by the shareholder, in writing duly signed by the each joint holder in the following manner:

Name of Company:						
Folio / CDC A/c. No.	Total No. of Shares	Principle Shareholder	Share Holding	Joint Share Holders	Share Holding	Signature

7. Change of Address (If any)

Members are requested to notify any change in their addresses immediately.

Shareholders are requested to provide necessary consent (Item 1), CNIC/NTN (Item 2), dividend mandate (Item No.3) e-dividend information (Item 4), status of filer/non-filer (Item 5), details of joint shareholding (Item 6) and change of address (Item 7) to (i) respective CDS Participants and (ii) in case of physical securities to:

Registered Office

The Company Secretary
Security Papers Limited
Jinnah Avenue, Malir Halt,
Karachi.
Tel. No: (+9221) 99248285
Fax No: (+9221) 99248286
Email: comsec@security-papers.com
Website: http://www.security-papers.com

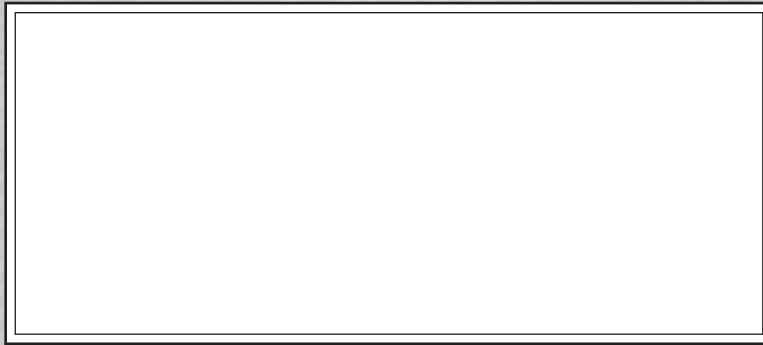
OR Share Registrar

FAMCO Associates (Pvt.) Limited
8-F, Next to Hotel Faran, Nursery,
Block-6, P.E.C.H.S., Shahrah-e-Faisal,
Karachi.
Tel. No: (+9221) 34380101-5
Fax No: (+9221) 34380106
info.shares@famco.com.pk

Karachi
23 April 2015

Muhammad Abdul Aleem
Company Secretary

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& ISO 14001:2004 Certified

REGISTERED OFFICE & SHARES DEPARTMENT: Jinnah Avenue, Malir Halt, Karachi-75100. Ph: (+9221) 99248285 Fax: (+9221) 99248286
FACTORY: Jinnah Avenue, Malir Halt, Karachi-75100 Ph: (+9221) 99248536-37 Fax: (+9221) 99248616

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