HAKKANI PULP & PAPER MILLS LIMITED
Bnalance Sheet (Unaudited)
as at 30 Septetember 2009

(Tk. In '000)

	30th Sept'2009	30th June'2009
A. SOURCES OF FUNDS		
SHARE HOLDERS FUND:		
Share Capital	190,000	190,000
Tax Holiday Reserve	44,629	44,629
Dividend Equalization Fund	9,000	9,000
Retained Earnings	3,868	752
	247,497	244,381
LOAN FUND:		
Unsecured Loan	20,408	20,408
	20,408	20,408
	267,905	264,789
B. APPLICATION OF FUNDS		
FIXED ASSETS Net of Depreciation	205,115	208,489
Capital work in progress	591	591
Investment in Shares	10,656	10,656
CURRENT ASSETS		
Inventories	94,745	80,397
Sundry Debtors	3,850	2,198
Advances, Deposits & Prepayments	12,125	12,104
Receivable From MTDR	3,405	5,960
Cash & Bank Balances	13,366	31,889
	127,491	132,548
Less:CURRENT LIABILITIES:		
Bank Overdraft	12,691	42,888
Provision for Income Tax	8,009	6,139
Accrued Expenses	6,140	8,311
Creditors	23,451	4,381
Liabilities for Other Finance	4,927	5,051
Directors Current Account	1,745	1,745
Proposed Dividend	19,000	19,000
	75,963	87,515
Net Current Assets	51,528	45,033
Miscellaneous:		
Preliminary Expenses	15	20
	267,905	264,789

Sd/-
Managing Director

Sd/-
Chief Financial Officer

AMAR STOCK

HAKKANI PULP & PAPER MILLS LIMITED

Profit & Loss Account(Unaudited)

for the 1st Quarter ended 30.09.2009

(Tk. In '000)

Particulars	30th Sept'2009	30th June'2009
Sales	32,970	239,098
Less: Cost of Goods Sold	26,040	202,576
Gross Profit	6,930	36,522
Less: Operating Expenses		
Administrative Expenses	983	3,565
Financial Expenses	774	1,974
Selling & Distribution Expenses	124	1,016
	1,881	6,555
Operating Profit/(Loss)	5,049	29,967
Add: Non-Operating Income	186	3,546
	5,235	33,513
Less: Provision for deminution in investment	-	648
Net profit before WPPF	5,235	32,865
Less:Contribution to Workers Profit Participation Fund	249	1,565
Net Profit Before Tax Holiday Reserve	4,986	31,300
Less: Tax Holiday Reserve	-	5,203
Net Profit Before provision for income tax	4,986	26,097
Less: Provision for income tax	1,870	5,648
Surplus for the period	3,116	20,449
Balance Brought forward from last year	752	703
Surplus available for distribution	3,868	21,152
Less: Dividend Equlization Fund	-	1,400
	3,868	19,752
Less: Proposed Dividend	-	19,000
Balance Transferred to Balance Sheet	3,868	752
Earnig Per Share Basic	**0.26**	**1.65**

Managing Director **Chief Financial Officer**

AMARSTOCK

HAKKANI PULP & PAPER MILLS LIMITED
Cash Flow Statement (Unaudited)
as at 1st Quarter ended 30th September'2009

(Tk. In '000)

	30th Sept'2009	30th June'2009
A Cash flows from operating activities:		
Collection from Turnover & Others	34,042	244,055
Payment for cost and expenses	(21,262)	(231,046)
Interest Paid	(774)	(1,974)
Income Tax Paid	-	(1,103)
Net cash from operating activities	**12,006**	**9,932**
B Cash flows from investing activities:		
Acquisition to Fixed Assets	(207)	(4,850)
Capital Work in Progress	-	(196)
Investment in Shares	-	(3,645)
Net cash from investing activities	**(207)**	**(8,691)**
C Cash flows from financing activities		
Bank Overdraft	(30,198)	26,508
Liabilities for other finance	(124)	(1,579)
Unsecured Loan Paid	-	(10,200)
Dividend Paid	-	(15,200)
Net Cash from financing activities	**(30,322)**	**(471)**
Net cash inflows/(outflows) for the period	**(18,523)**	**770**
Cash and Bank Balances at the beginning	31,889	31,119
Cash and Bank Balances at the end	**13,366**	**31,889**

Managing Director **Chief Financial Officer**

AMARSTOCK

HAKKANI PULP & PAPER MILLS LIMITED

Statement of Changes in Equity (Unaudited)

for the 1st Quarter ended 30 th September'2009

(Taka in '000)

Particulars	Share Capital	Tax Holiday Reserve	Dividend Equalization Fund	Retained Earnings	Total
Balance as at 01-07-2009	190,000	44,629	9,000	752	244,381
Net Profit for the period	-	-	-	3,116	3,116
Balance as on 30-09- 2009	**190,000**	**44,629**	**9,000**	**3,868**	**247,497**

Managing Director **Chief Financial Officer**

AMAR STOCK