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**CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2010
(UN-AUDITED)**

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Mission Statement

To systematically and cost effectively manufacture and supply consistently high quality products and services thus achieving customer satisfaction profitably and thereby ensuring the financial well being of the company and maximum returns to the shareholders.

Corporate Strategy

Retain market share leadership through quality and price competitiveness while creating value as a low cost producer.



COMPANY INFORMATION

BOARD OF DIRECTORS:

Mr. Hussain Jamil Chairman/Chief Executive Officer
Mr. Ahsan Jamil
Mr. Shahid Jamil
Mrs. Deborah Jamil
Mrs. Ayesha Khan
Mr. Asad Ali Sheikh
Syed Sohail Raza Zaidi

AUDIT COMMITTEE:

Mr. Ahsan Jamil	Chairman	Non-Executive Director
Mr. Shahid Jamil	Member	Non-Executive Director
Mrs. Ayesha Khan	Member	Non-Executive Director

CHIEF FINANCIAL OFFICER:

Mr. Muhammed Ali Adil

COMPANY SECRETARY:

Mr. Muhammed Ali Adil

BANKERS:

Askari Bank Limited
Habib Bank Limited
Allied Bank Limited
JS Bank Limited
RBS Limited

AUDITORS:

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants

LEGAL ADVISOR:

M/s. Ebrahim Hosain Advocate & Corporate Council

FACTORY:

Plot No. 112-113, Phase V, Industrial Estate Hattar, District Haripur,
Khyber Pakhtoonkhwa, (formerly N.W.F.P.).
Tel: (0995) 617682-3, Fax: (0995) 617074
Email: plant_h@ecopack.com.pk

REGISTERED & CORPORATE OFFICE:

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DIRECTORS' REPORT:

The Board of Directors of Ecopack Limited is pleased to present the unaudited nine monthly accounts for the period ended 31st March 2010.

Overview:

The management is pleased to report a performance turnaround for your company in the third quarter for the fiscal year 2009-10 which is in line with the trends reported in the first two quarters. During this quarter the sale turnover improved by 10% compared to corresponding period last year in spite of 7% drop in bottle & preform sales in unit terms. Prudent inventory management exercised during the first two quarters had an immediate positive impact by improving margins while protecting your company against any inventory loss during this quarter. A margin led strategy adopted by your company improved the operating margin from 5.9% loss last year to 1.5% profit during this year. As a result the profit after tax (PAT) improved from a loss of 64m last year to a loss of 34m during the current year. This constitutes a turnaround of 30m during this quarter alone thereby improving the year to date PAT from a loss of PK Rs 119m last year to a loss of PK Rs 74.8m during the current year. This is a significant improvement considering the fact that it has been achieved against the back drop of an inflationary environment which is aggravated negatively by higher electricity costs due to WAPDA tariff increase and load shedding.

During this quarter your company successfully completed its three year on-premise bottle supply contract with Pepsi, Islamabad. In line with its strategy of cost consolidation and margin improvement, the management decided to relocate this production facility to its central manufacturing facility in Hattar to achieve bottom line improvement through lower operating costs. The efforts of the project team in managing this relocation in a record time period of 25 days are recognized and appreciated.

Future Outlook:

In the backdrop of improved margins your company is looking towards a volume surge in summer sales during the fourth quarter of 2009-10. It also expects to reap the benefits of capital investments made in a strategic light weighting project during the first half of the financial year. Consequently your company is well positioned to complete the turnaround during the fourth quarter and close the financial year in profit.

However, rampant electricity load-shedding throughout the country as well as rising transportation costs continue to be a risk to profitability which your company's management is striving to mitigate through various efforts.

For & on behalf of the Board of Directors

*Karachi
Dated: April 28, 2010*

HUSSAIN JAMIL
(Chief Executive Officer)

CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2010	NOTE	Un-Audited March 31, 2010	Audited June 30, 2009
		----- (Rupees in '000) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant & equipment	5	1,241,633	1,271,094
Long term security deposits		10,724	7,022
CURRENT ASSETS			
Stores, spares and loose tools		51,143	54,859
Stock in trade		278,724	231,836
Trade debts - unsecured considered good		118,239	221,211
Loans and advances		12,981	16,241
Short term prepayments & deposits		6,500	5,075
Other receivables		61,148	42,672
Cash and bank balances		901	817
		529,636	572,711
TOTAL ASSETS		1,781,993	1,850,827
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share Capital			
50,000,000 (June 2009 : 50,000,000) Ordinary shares of Rs. 10 each		500,000	500,000
Issued, subscribed and paid-up capital		229,770	229,770
Unappropriated Loss		(110,424)	(49,646)
		119,346	180,124
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT		199,285	213,329
NON-CURRENT LIABILITIES			
Long term Liabilities		331,121	412,999
Liabilities against assets subject to finance lease		38,202	25,206
Deferred liabilities		146,490	151,106
		515,813	589,311
CURRENT LIABILITIES			
Trade and other payables		351,511	376,442
Accrued mark-up on loans		33,444	32,592
Short term borrowings		389,837	333,956
Current portion of long term liabilities		142,962	100,315
Taxation		29,795	24,758
		947,549	868,063
CONTINGENCIES AND COMMITMENTS	6	-	-
TOTAL EQUITY AND LIABILITIES		1,781,993	1,850,827

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2010**

NOTE	Jul-Mar 2010	Jul-Mar 2009	Jan-Mar 2010	Jan-Mar 2009	
----- (Rupees in '000) -----					
Sales - Net	7	1,024,101	1,089,463	278,492	253,805
Cost of sales	8	(923,032)	(994,785)	(256,694)	(247,214)
Gross Profit		101,069	94,678	21,798	6,591
Operating expenses:					
Administrative		(28,323)	(30,539)	(8,772)	(9,731)
Distribution cost		(34,741)	(42,495)	(8,716)	(11,849)
		(63,064)	(73,034)	(17,488)	(21,580)
Operating Profit / (Loss)		38,005	21,644	4,310	(14,989)
Finance cost		(124,210)	(148,621)	(41,574)	(52,213)
Exchange (loss)/Gain		(617)	232	(33)	268
Other income		9,475	3,570	2,237	1,427
		(115,352)	(144,819)	(39,370)	(50,518)
Loss before taxation		(77,347)	(123,175)	(35,060)	(65,507)
Taxation - Current		(5,038)	-	(1,397)	-
- Deferred		7,563	3,960	2,522	1,320
		2,525	3,960	1,125	1,320
Loss after taxation		(74,822)	(119,215)	(33,935)	(64,187)
Loss per share and diluted		(3.26)	(5.18)	(1.48)	(2.79)

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2010**

	Jul-Mar 2010	Jul-Mar 2009	Jan-Mar 2010	Jan-Mar 2010
	----- (Rupees in '000) -----			
Loss for the Period	(74,822)	(119,215)	(33,935)	(64,187)
Other comprehensive income -Surplus on revaluation of Property, plant and Equipment - net of tax	14,044	7,354	4,681	2,451
Total comprehensive income For the Period transferred to equity	<u>(60,778)</u>	<u>(111,861)</u>	<u>(29,254)</u>	<u>(61,736)</u>

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2010**

	July-Mar 2010	July-Mar 2009
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(77,347)	(123,175)
Adjustments:		
Depreciation	71,487	61,290
Gain on disposal of property, plant & equipment	(267)	(103)
Exchange (loss)/Gain	584	(232)
Provision for gratuity	4,636	8,175
Financial charges	124,210	148,621
	200,650	217,751
Cash flows before working capital changes	123,303	94,576
(Increase) / Decrease in current assets :		
Stores, spares and loose tools	3,716	(9,061)
Stock in trade	(46,888)	(42,812)
Trade debts	102,972	110,412
Loans & advances	3,262	(91)
Short term prepayments & deposits	(1,425)	(3,257)
Other receivables	(9,208)	7,399
Net decrease / (increase) in current assets	52,428	62,590
Increase / (Decrease) in current liabilities:		
Trade and other payables	(30,068)	39,417
Finance cost paid	(123,941)	(129,425)
Gratuity paid	(1,690)	(7,051)
Taxes Paid	(9,267)	(4,873)
	(134,898)	(141,349)
Net cash generated from operating activities	10,765	55,234
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(18,960)	(32,141)
Capital work-in -progress	576	1,360
Proceeds from disposal of Vehicle	-	180
Long term security deposit	(3,702)	-
Net cash used in investing activities	(22,086)	(30,601)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term finance	(36,238)	(205,500)
Re payment of finance lease	(8,238)	(8,861)
Net cash used in financing activities	(44,476)	(214,361)
Net decreased in cash and cash equivalents	(55,797)	(189,728)
Cash and cash equivalents at the beginning of the period	(333,139)	(163,548)
Cash and cash equivalents at the end of the period	9	(353,276)

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2010**

	SHARE CAPITAL	UNAPPROPRIATED PROFIT/(LOSS)	TOTAL
	----- (Rupees in '000) -----		
Balance as at July 01, 2008	229,770	25,820	255,590
Total comprehensive income for the nine months ended March 31, 2009	-	(111,861)	(111,861)
Balance as at March 31, 2009	<u>229,770</u>	<u>(86,041)</u>	<u>143,729</u>
Balance as at April 01, 2009	229,770	(86,041)	143,729
Total comprehensive income for the quarter ended June 30, 2009	-	36,395	36,395
Balance as at June 30, 2009	<u>229,770</u>	<u>(49,646)</u>	<u>180,124</u>
Balance as at July 01, 2009	229,770	(49,646)	180,124
Total comprehensive income for the nine months ended March 31, 2010	-	(60,778)	(60,778)
Balance as at March 31, 2010	<u>229,770</u>	<u>(110,424)</u>	<u>119,346</u>

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2010 (UN-AUDITED)

1 STATUS AND NATURE OF BUSINESS

The company was incorporated on 25 August 1991 as a private limited company under the Companies Ordinance, 1984. It was converted as a public limited company on April 29, 1992 and subsequently in March 1994 was listed at Karachi Stock Exchange. The principal activity of the company is to manufacture and sell of Poly Ethylene Terephthalat (PET) bottles and preforms for beverage and other liquid packaging industry.

2 BASIS OF PREPARATION

The interim financial information are un-audited and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi Stock Exchange. The interim financial information have been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan. The interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2009.

The comparative balance sheet presented in these interim financial information has been extracted from the audited financial statements of the Company for the year ended June 30, 2009, whereas the comparative profit and loss account, statement of changes in equity, statement of comprehensive income and cash flow statement are extracted from the unaudited interim financial information for the nine months period March 31, 2009.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted by the Company in the preparation of these interim financial information are the same as those applied in preparation of the published financial statements of the Company for the year ended June 30, 2009.

4. ESTIMATES AND JUDGMENTS

The preparation of the condensed interim financial information is in conformity with approved accounting standards require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and 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 recognized 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 uncertainty were the same as those that applied to the published annual financial statements of the Company as at and for the year ended June 30, 2009.

5 PROPERTY, PLANT & EQUIPMENT

5.1 Additions in property, plant & equipment during the period	March 31 2010	June 30, 2009
	----- (Rupees in '000) -----	
Factory building	2,145	1,685
Plant & Machinery		
- Local	488	381
- Imported	27,377	6,198
Injection mould	4,094	3,569
Blow mould	1,197	3,323
Capital spares	4,591	15,936
Electrification	59	1,573
Equipments and other items	3,020	15,726
	42,971	48,391

6 CONTINGENCIES AND COMMITMENTS

Contingencies

Contingencies remain same as at March 31,2010 as disclosed in the audited financial statements for the year ended June 30,2009.

	March 31 2010	June 30, 2009
	----- (Rupees in '000) -----	
Commitments		
Letters of credit	1,820	29,042

7 NET SALES

	For the Nine Months ended		For the Quarter ended	
	Jul-Mar 2010	Jul-Mar 2009	Jan-Mar 2010	Jan-Mar 2009
	----- (Rupees in '000) -----			
Sales	1,195,527	1,277,505	322,110	296,224
Less :				
Sale Discount	-	(270)	-	(59)
Sales tax	(153,176)	(172,585)	(40,321)	(38,646)
Special Excise Duty	(9,574)	(10,786)	(2,521)	(2,415)
Sales Commission	(2,910)	(3,688)	(776)	(960)
Sales Return	(5,766)	(713)	-	(339)
	(171,426)	(188,042)	(43,619)	(42,419)
	1,024,101	1,089,463	278,492	253,805

8 COST OF SALES

	For the Nine Months ended		For the Quarter ended	
	Jul-Mar 2010	Jul-Mar 2009	Jan-Mar 2010	Jan-Mar 2009
----- (Rupees in '000) -----				
Raw material consumed	727,352	758,251	174,404	106,209
Packing material consumed	42,131	43,630	14,258	12,133
Salaries, wages & other benefits	60,651	62,708	19,298	19,794
Traveling & conveyance	2,127	1,056	489	340
Professional charges	108	476	80	246
Vehicle repair & maintenance	5,992	6,857	1,673	2,410
Rent, rate & taxes	15,887	19,618	5,645	7,060
Repair & maintenance	5,752	2,893	1,470	1,057
Communication Charges	1,346	828	497	275
Printing, postage & stationery	803	1,010	314	349
Entertainment	1,461	1,329	323	216
Advertisement	4	10	1	3
Insurance	4,414	2,000	1,837	664
Electricity, gas & water	61,294	54,694	20,372	15,601
Freight, octroi & toll tax	2,471	5,273	1,401	1,445
Depreciation	68,083	58,242	22,306	19,896
Transportation	4,129	3,502	1,405	1,120
Consumable store	27,680	16,910	9,384	4,569
Lab tests	428	459	55	54
Courses & seminars fee	432	496	432	441
	<u>1,032,545</u>	<u>1,040,242</u>	<u>275,644</u>	<u>193,882</u>
Work in process				
Opening	71,132	87,180	186,428	221,672
Closing	(112,261)	(100,879)	(112,261)	(100,879)
	<u>(41,129)</u>	<u>(13,699)</u>	<u>74,167</u>	<u>120,793</u>
COST OF GOODS MANUFACTURED	<u>991,416</u>	<u>1,026,543</u>	<u>349,811</u>	<u>314,475</u>
Finished goods				
Opening	63,714	145,017	38,981	109,314
Closing	(132,098)	(176,775)	(132,098)	(176,775)
	<u>(68,384)</u>	<u>(31,758)</u>	<u>(93,117)</u>	<u>(67,461)</u>
COST OF SALES	<u>923,032</u>	<u>994,785</u>	<u>256,694</u>	<u>247,214</u>

9 CASH & CASH EQUIVALENT

	March 31 2010	March 31, 2009
----- (Rupees in '000) -----		
Cash and bank balances	901	2,591
Short term borrowings	(389,837)	(355,867)
	<u>(388,936)</u>	<u>(353,276)</u>

10. SEGMENT REPORTING

	INJECTION				BLOWING			
	For the Nine Months ended		For the Quarter ended		For the Nine Months ended		For the Quarter ended	
	Jul-Mar 2010	Jul-Mar 2009	Jan-Mar 2010	Jan-Mar 2009	Jul-Mar 2010	Jul-Mar 2009	Jan-Mar 2010	Jan-Mar 2009
	----- (Rupees in '000) -----							
Sales - Net	253,334	220,885	107,898	46,392	770,767	868,578	170,594	207,413
Cost of sales	(232,320)	(196,847)	(103,483)	(39,903)	(690,712)	(797,938)	(153,211)	(207,311)
Gross Profit	21,014	24,038	4,415	6,489	80,055	70,640	17,383	102
Operating expenses:								
Administrative	(7,006)	(6,192)	(3,191)	(1,847)	(21,317)	(24,347)	(5,581)	(7,884)
Distribution cost	(8,594)	(8,616)	(3,518)	(2,217)	(26,147)	(33,879)	(5,198)	(9,632)
	(15,600)	(14,808)	(6,709)	(4,064)	(47,464)	(58,226)	(10,779)	(17,516)
Operating Profit / (Loss)	5,414	9,230	(2,294)	2,425	32,591	12,414	6,604	(17,414)



11 DATE OF AUTHORIZATION

These financial statements have been authorized for issue on April 28, 2010 by the Board of Directors of the Company.

12 GENERAL

Corresponding figures have been rearranged and reclassified wherever necessary for the purpose of better presentation and comparison. Figures in these condensed interim financial statements have been rounded off to nearest thousand rupees.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER