



ISO 9001:2008 &
ISO 14001:2004 Certified

Security Papers
LIMITED

No. SY – 67/

25 JUL 2014

The General Manager,
Karachi Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi

FINANCIAL RESULTS FOR THE
YEAR ENDED JUNE 30, 2014

Dear Sir,

We have to inform you that the Board of Directors of the Company in their meeting held on Friday, July 25, 2014 at 11:00 A.M. at Karachi, have approved the Audited Financial Statements for the year ended June 30, 2014. The financial results of the Company are enclosed herewith.

We will be sending you 200 copies of the printed "Annual Report" for distribution amongst the members of the Exchange in due course of time.

Yours faithfully,
for Security Papers Limited


MRS. NAYER MUZAFAR HUSAIN
CHIEF EXECUTIVE OFFICER

Encl: As stated above

Copy forwarded to the Additional Registrar, Securities and Exchange Commission of Pakistan, National Insurance Corporation Building, Jinnah Avenue, Islamabad.

Registered Office &
Shares Department :
Factory :

Jinnah Avenue, Malir Halt, Karachi-75100.
Ph.: (92)-021-99248285 Fax No.: (92)-021-99248286 NTN: 0712033-8 STR No.02-04-4816-002-64
Jinnah Avenue, Malir Halt, Karachi-75100, Ph.: 99248536-37 Fax.: 99248616,99248538

The Board of Directors of the Company in its meeting held on Friday the July 25, 2014 at 11:00 A.M. at Karachi recommended the following dividend, bonus shares and appropriation:-

CASH DIVIDEND

Final cash dividend at the rate of Rs 3.5 /- per share i.e. 35 % for the year ended June 30, 2014. This is in addition to the interim cash dividend already paid at the rate of Rs 1.50/- per share i.e. 15% making a total of Rs 5 /- per share i.e. 50 %. (2013: (i) Final cash dividend Rs 4/- per share i.e. 40% and (ii) Bonus shares in the proportion of two shares for every ten shares held i.e. 20%).

BONUS SHARES

Bonus shares in the proportion of 2 share(s) for every 10 share(s) held i.e. 20 %. (2013: Bonus shares in the proportion of two shares for every ten shares held i.e. 20%).

APPROPRIATION

A transfer of Rs 66.20 million (2013: Rs 73.33 million) from un-appropriated profit to revenue reserves.

The financial statements for the year ended June 30, 2014 do not include the effect of these appropriations, which will be accounted for subsequent to the year-end.

SECURITY PAPERS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2014

	2014	2013
	----- (Rupees in '000) -----	
Sales - net	2,236,019	1,856,926
Cost of sales	<u>(1,575,208)</u>	<u>(1,310,772)</u>
Gross profit	660,811	546,154
Administration and general expenses	<u>(164,818)</u>	<u>(162,313)</u>
Other income	213,579	200,437
Other charges	<u>(56,406)</u>	<u>(55,165)</u>
Finance costs	<u>(42,495)</u>	<u>(61,033)</u>
Profit before taxation	610,671	468,080
Taxation - net	<u>(198,814)</u>	<u>(147,848)</u>
Profit after taxation	411,857	320,232
	----- (Rupees) -----	
Earnings per share (Basic & Diluted)	8.34	6.49 (Restated)

The Annual General Meeting of the Company will be held on Friday, the August 29, 2014 at 11:00 AM at Hotel Ramada Plaza, Karachi, Star Avenue, Terminal No.1, Jinnah International Airport, Karachi.

The above entitlement(s) will be paid to the shareholders whose names will appear in the Register of the Members on August 20, 2014.

The Share Transfer Books of the Company will be closed from August 21 to 29, 2014 (both days inclusive). Transfers received in order at the office of our Shares Registrar, M/s. FAMCO Associates (Pvt.) Limited, 8-F, Next to Hotel Faran, Nursery, Block-6, P.E.C.H.S., Sharah-e-Faisal, Karachi by the close of business on August 20, 2014 will be considered in time to determine the above mentioned entitlement(s) and to attend and vote at the Meeting.

A certificate from the Auditors on Free Reserves will follow shortly.


MRS. NAAYER MUZAFAR HUSAIN



Building a better
working world

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AA2/072/2014
25 July 2014

The Chief Executive
Security Papers Limited (the Company)
Karachi

Review report on computation of free reserves as at 30 June 2014

Dear Sir

As desired by you, we are pleased to enclose herewith our report on compliance with the requirements of Rule 6 (read with Rule 5) of The Companies (Issue of Capital) Rules, 1996 (the Rules) as at 30 June 2014 relating to computation of free reserves duly certified by us. This report is being issued at the request of the Company for the purpose of onward submission to Securities and Exchange Commission of Pakistan and all stock exchanges in Pakistan for the proposed issue of bonus shares of the Company.

We place on record our appreciation of the co-operation and courtesy extended to us during the course of the assignment.

Yours faithfully

Encls:

SAZ/JA:my.

Review report to the Chief Executive

We have reviewed the accompanying computation of the free reserves of **Security Papers Limited** (the Company) in terms of Rule 6 (read with Rule 5) of The Companies (Issue of Capital) Rules, 1996 (the Rules). This computation is the responsibility of the Company's management. Our responsibility is to issue a report on this computation based on our review. The above referred computation has been worked out by the management on the basis of the audited financial statements of the Company for the year ended **30 June 2014**.

We conducted our review in accordance with International Standard on Review Engagements 2400. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the enclosed computation is free of material misstatement. A review is limited primarily to inquiries of the Company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying computation is not presented fairly, in all material respects, in accordance with the method for such computation as prescribed by the Rules.

This report is being issued on the request of the Company for submission to the Securities and Exchange Commission of Pakistan and all Stock Exchanges of Pakistan for the proposed issue of the bonus shares of the Company and should not be used for any other purpose.


Chartered Accountants

Date: 25 July 2014

Karachi

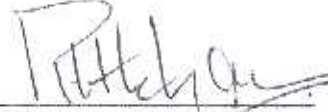


ISO 9001:2006 &
ISO 14001:2004 Certified

Security Papers LIMITED

Working of Free Reserve Certificate

		2013-14
		Rs: '000
Share Capital	A	495,799
Proposed Bonus Share issued @ 20%	B	98,760
Increased Capital	C= A+B	592,559
25% of Increased Capital	D= C*25%	148,140
Revenue Reserve		2,806,919
Accumulated Profit		346,678
Less: Proposed dividend @ 35% (2013 : 40%)		(172,830)
	E	2,980,767
Less: Proposed Bonus Issue	F	(98,760)
Less: Contingencies	G	(11,341)
Less : Commitments	H	(104,595)
Less: Guarantees	I	(21,562)
		(236,258)
Free Reserve	J=E-F-G-H-I	2,744,509


Chief Financial Officer

**Registered Office &
Shares Department :**
Factory :

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