

**CONSOLIDATED CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2017**

	Note	March 31, 2017 (Un-audited)	June 30, 2016 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	1,602,495	1,524,134
Long term deposits and other receivables		13,018	13,018
		1,615,513	1,537,152
CURRENT ASSETS			
Stores, spares and loose tools		59,805	55,924
Stock-in-trade		1,006,236	947,124
Trade debts		574,000	447,410
Advances, deposits, prepayments and other receivables		15,354	11,399
Accrued profit		1,588	1,316
Sales tax receivable		11,942	65,092
Short-term investments	5	567,313	536,356
Taxation – net		166,362	112,077
Cash and bank balances		577,209	329,202
		2,979,809	2,505,900
TOTAL ASSETS		4,595,322	4,043,052
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
40,000,000 (June 30,2016: 40,000,000) Ordinary shares of Rs. 5/- each		200,000	200,000
Issued, subscribed and paid-up share capital		144,000	144,000
Reserves		3,818,165	3,434,534
		3,962,165	3,578,534
NON CURRENT LIABILITY			
Deferred taxation		83,474	41,404
CURRENT LIABILITIES			
Trade and other payables		549,683	423,114
CONTINGENCIES AND COMMITMENTS	6		
TOTAL EQUITY AND LIABILITIES		4,595,322	4,043,052

The annexed notes from 1 to 9 form an integral part of these consolidated interim financial statements.



YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive

**CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE PERIOD & QUARTER ENDED MARCH 31, 2017 (UN-AUDITED)**

	Nine months ended		Quarter ended	
	March 31, 2017 (Rupees in '000)	March 31, 2016	March 31, 2017 (Rupees in '000)	March 31, 2016
Turnover – net	5,483,775	5,346,344	2,015,929	1,856,361
Cost of sales	(4,332,046)	(4,369,799)	(1,556,705)	(1,529,433)
Gross profit	1,151,729	976,545	459,224	326,928
Distribution costs	(93,547)	(93,939)	(39,449)	(40,003)
Administrative expenses	(156,232)	(131,327)	(54,868)	(44,999)
	(249,779)	(225,266)	(94,317)	(85,002)
Operating profit	901,950	751,279	364,907	241,926
Other expenses	(76,243)	(57,464)	(28,654)	(19,271)
Other income	32,653	22,976	14,390	7,051
Finance cost	(407)	(3,567)	(151)	(77)
	(43,997)	(38,055)	(14,415)	(12,297)
Profit before taxation	857,953	713,224	350,492	229,629
Taxation	(222,322)	(163,018)	(71,262)	(49,795)
Profit after taxation	635,631	550,206	279,230	179,834
	Rupees	Rupees	Rupees	Rupees
Earnings per share - basic and diluted	<u>22.07</u>	<u>19.10</u>	<u>9.70</u>	<u>6.24</u>

The annexed notes from 1 to 9 form an integral part of these consolidated interim financial statements.


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD & QUARTER ENDED MARCH 31, 2017 (UN-AUDITED)**

	Nine months ended		Quarter ended	
	March 31, 2017 (Rupees in '000)	March 31, 2016 (Rupees in '000)	March 31, 2017 (Rupees in '000)	March 31, 2016 (Rupees in '000)
Net profit for the period	635,631	550,206	279,230	179,834
Other comprehensive income	-	-	-	-
Total comprehensive income the period	<u>635,631</u>	<u>550,206</u>	<u>279,230</u>	<u>179,834</u>

The annexed notes from 1 to 9 form an integral part of these consolidated interim financial statements.


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

**CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE PERIOD ENDED MARCH 31, 2017 (UN-AUDITED)**

	Nine months ended	
	March 31, 2017	March 31, 2016
	(Rs. in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	857,953	713,224
Adjustments for:		
Depreciation	128,138	113,965
Finance costs	407	3,567
Provision for impairment of trade debts	243	(17)
Gain on disposal of property, plant and equipment	(3,335)	(1,029)
Liabilities no longer payable - written back	(4)	(643)
Profit on short-term investments / bank balances	(23,211)	(16,902)
	960,191	812,165
Increase in current assets	(111,083)	(220,575)
Decrease in current liabilities	83,616	48,176
Cash generated from operations	932,724	639,766
Finance costs paid	(407)	(3,567)
Income tax paid	(234,535)	(289,384)
Net cash (used in) / generated from operating activities	697,782	(346,815)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(210,991)	(248,108)
Proceeds from disposal of property, plant and equipment	7,827	3,443
Profit received on investments / bank balances	21,998	16,008
Net cash used in investing activities	(181,166)	(228,657)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(238,595)	(220,333)
Net decrease in cash and cash equivalents	278,021	(102,175)
Cash and cash equivalents at the beginning of the period	864,202	608,223
Cash and cash equivalents at the end of the period	1,142,223	506,048
CASH AND CASH EQUIVALENTS		
Cash and bank balances	577,209	346,048
Short-term investments	565,014	160,000
	1,142,223	506,048

The annexed notes from 1 to 9 form an integral part of these consolidated interim financial statements.



YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2017 (UN-AUDITED)**

	Issued, subscribed and paid- up capital	Capital reserve	Revenue reserves		Total	Total equity
		Share premium	General	Unapp- ropriated profit		
Balance as at July 01, 2015	144,000	12,598	2,505,000	465,879	2,983,477	3,127,477
Final dividend for the year ended June 30, 2015 @ Rs.7/50 per share	-	-	-	(216,000)	(216,000)	(216,000)
Interim dividend for the year ended June 30, 2016 @ Rs.2/50 per share	-	-	-	(72,000)	(72,000)	(72,000)
Transfer to general reserve	-	-	170,000	(170,000)	-	-
Profit after taxation for the period	-	-	-	550,206	550,206	550,206
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	550,206	550,206	550,206
Balance as at March 31, 2016	144,000	12,598	2,675,000	558,085	3,245,683	3,389,683
Balance as at July 01, 2016	144,000	12,598	2,675,000	746,936	3,434,534	3,578,534
Final dividend for the year ended June 30, 2016 @ Rs.6.25 /- per share	-	-	-	(180,000)	(180,000)	(180,000)
Interim dividend for the year ended June 30, 2017 @ Rs.2.25 /- per share	-	-	-	(72,000)	(72,000)	(72,000)
Transfer to general reserve	-	-	400,000	(400,000)	-	-
Profit after taxation for the period	-	-	-	635,631	635,631	635,631
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	635,631	635,631	635,631
Balance as at March 31, 2017	144,000	12,598	3,075,000	730,567	3,818,165	3,962,165

The annexed notes from 1 to 9 form an integral part of these consolidated interim financial statements.


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD & QUARTER ENDED MARCH 31, 2017 (UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

- 1.1 Agriauto Industries Limited (the Holding Company) was incorporated in Pakistan on June 25, 1981 as a public limited company, under the Companies Act, 1913 (now the Companies Ordinance, 1984), and is listed on the Pakistan Stock Exchange. The Company is engaged in the manufacture and sale of components for automotive vehicles, motor cycles and agricultural tractors. The registered office of the Company is situated at 5th Floor, House of Habib, Main Shahrah-e-Faisal, Karachi.
- 1.2 The Group comprises of the Holding Company and Agriauto Stamping Company (Private) Limited (the Subsidiary Company). The Subsidiary Company was incorporated in Pakistan on January 20, 2012 as a private limited company, under the Companies Ordinance, 1984. The Subsidiary Company is engaged in stamping of sheet metal parts, dies, fixtures primarily for the automotive industry and has commenced its commercial operations on July 2, 2014. The registered office of the Subsidiary Company is situated at 5th Floor, House of Habib, Main Shahrah-e-Faisal, Karachi.

2. BASIS OF PREPARATION

These consolidated condensed interim financial statements are required to be presented to the shareholders under Section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of the International Accounting Standard (IAS) - 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 the Companies Ordinance, 1984 have been followed. These consolidated condensed interim financial statements 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, 2016.

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended June 30, 2016 except as follows:

New/revised standards, interpretations and amendments

The Company has adopted the following amendments to IFRS which became effective for the current period:

- IFRS 10 - Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 27 Separate Financial Statements: Investment Entities: Applying the Consolidation Exception (Amendment)
- IFRS 11- Joint Arrangements: Accounting for Acquisition of Interest in Joint Operation (Amendment)
- IAS 1 - Presentation of Financial Statements: Disclosure Initiative (Amendment)
- IAS 16 - Property, Plant and Equipment and IAS 38 Intangible Assets: Clarification of Acceptable Method of Depreciation and Amortization (Amendment)
- IAS 16 - Property, Plant and Equipment and IAS 41 Agriculture: 'Agriculture - Bearer Plants (Amendment)
- IAS 27 - Separate Financial Statements: Equity Method in Separate Financial Statements (Amendment)

The adoption of the above accounting standards did not have any effect on the consolidated Condensed interim financial statements.

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED MARCH 31, 2017 (UN-AUDITED)**

	Note	March 31, 2017 (Un-audited)	June 30, 2016 (Audited)
4. PROPERTY, PLANT AND EQUIPMENT		(Rupees in '000)	
Operating fixed assets	4.1	1,377,914	1,436,495
Capital work-in-progress		<u>224,581</u>	<u>87,639</u>
		<u>1,602,495</u>	<u>1,524,134</u>

4.1 The following additions and deletions (at cost) were made in operating fixed assets during the period:

	<u>Nine months ended</u> <u>March 31, 2017</u> <u>(Un-audited)</u>	
	Additions	Deletions
	<u>(Rs. in 000')</u>	
Owned		
Plant and machinery	53,431	7,098
Vehicles	16,333	7,404
Furniture and fixtures	3,599	96
Computers	532	-
Office equipment	154	-
	<u>74,049</u>	<u>14,598</u>

4.2 Capital work-in-progress

	Plant and machinery	Civil works	Total
	<u>(Rupees in '000)</u>		
Balance as at July 01, 2016	48,428	39,211	87,639
Capital expenditure incurred / advances made during the period	95,561	54,988	150,549
Transfer to operating assets during the period	<u>(13,607)</u>	<u>-</u>	<u>(13,607)</u>
Balance as at March 31, 2017	<u>130,382</u>	<u>94,199</u>	<u>224,581</u>

	Note	March 31, 2017 (Un-audited)	June 30, 2016 (Audited)
		<u>(Rs. in 000')</u>	
5. SHORT TERM INVESTMENTS			
Held- to- maturity			
Term deposit receipts	5.1	367,000	535,000
Government treasury bills	5.2	198,014	-
Accrued profit thereon		<u>2,299</u>	<u>1,356</u>
		<u>567,313</u>	<u>536,356</u>

5.1 Represents one to three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from 4.65% to 5.85% (2016: 5.35% to 6.15%) per annum and will mature by June 2017.

5.2 These represents treasury bills issued by the Government of Pakistan. These carries mark-up at the rate of 5.85% per annum. These bills will mature in April 2017.

6. CONTINGENCIES AND COMMITMENTS

There is no material change in the status of contingencies and commitments as reported in the annual financial statements for the year ended June 30, 2016 other than described below:

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED MARCH 31, 2017 (UN-AUDITED)**

Commitments

- 6.1** Commitments in respect of outstanding letters of credit for raw material amount to Rs. 461.029 million (June 30, 2016: Rs. 488.76 million).
- 6.2** Commitments in respect of capital expenditure amount to Rs. 43.914 million (June 30, 2016: Rs. 86.886 million).

7. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise subsidiary company, companies with common directorship, retirement funds, directors and key management personnel. Detail of transactions with related parties during the period, are as follows:

	March 31, 2017 (Un-audited)	March 31, 2016 (Un-audited)
	(Rs. In '000)	
Purchase of asset/goods	<u>2,025</u>	<u>1,330</u>
Contribution to provident fund	<u>6,385</u>	<u>5,587</u>
Key management personnel compensation	<u>10,056</u>	<u>7,358</u>

8. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue on April 26, 2017 by the Board of Directors of the Company.

9. GENERAL

Figures have been rounded off to the nearest thousands.



YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive