

**UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2016**

	Note	September 30, 2016 (Un-audited) (Rupees in '000)	June 30, 2016 (Audited) (Rupees in '000)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	709,644	716,566
Long term investment	5	1,144,006	1,144,006
Long term deposits		6,234	6,234
		<u>1,859,884</u>	<u>1,866,806</u>
CURRENT ASSETS			
Stores, spares and loose tools		53,515	51,530
Stock-in-trade		856,872	792,163
Trade debts		397,654	403,261
Advances, deposits, prepayments and other receivables		198,279	49,036
Accrued profit		465	486
Short term investments	6	92,981	361,276
Taxation – net		223,614	38,820
Sales tax receivable		21,138	22,375
Cash and bank balances		302,002	174,485
		<u>2,146,520</u>	<u>1,893,432</u>
TOTAL ASSETS		<u>4,006,404</u>	<u>3,760,238</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 40,000,000 (June 30, 2016: 40,000,000) Ordinary shares of Rs. 5/- each		<u>200,000</u>	<u>200,000</u>
Issued, subscribed and paid-up capital		144,000	144,000
Reserves		<u>3,250,422</u>	<u>3,203,142</u>
		<u>3,394,422</u>	<u>3,347,142</u>
NON-CURRENT LIABILITY			
Deferred taxation		41,015	41,404
CURRENT LIABILITY			
Trade and other payables		570,967	371,692
COMMITMENTS			
TOTAL EQUITY AND LIABILITIES	7	<u>4,006,404</u>	<u>3,760,238</u>

The annexed notes from 1 to 11 form an integral part of these unconsolidated condensed interim financial statements.



YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive

**UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2016(UN-AUDITED)**

	Note	Quarter ended	
		September 30, 2016	September 30, 2015
		(Rupees in '000)	
Turnover – net		1,298,239	1,382,915
Cost of sales		(1,066,130)	(1,123,034)
Gross profit		232,109	259,881
Distribution costs		(23,620)	(23,691)
Administrative expenses		(46,542)	(37,388)
		(70,162)	(61,079)
Operating profit		161,947	198,802
Other expenses		(11,614)	(14,966)
Other income	8	119,807	7,466
Finance cost		(80)	(48)
		108,113	(7,548)
Profit before taxation		270,060	191,254
Taxation		(42,780)	(58,952)
Profit after taxation		227,280	132,302
		Rupees	Rupees
Earnings per share - basic and diluted		7.89	4.59

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YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2016 (UN-AUDITED)**

	Quarter ended	
	September 30, 2016	September 30, 2015
	(Rupees in '000)	
Net profit for the period	227,280	132,302
Other comprehensive income	-	-
Total comprehensive income the period	227,280	132,302

The annexed notes from 1 to 11 form an integral part of these unconsolidated condensed interim financial statements.



YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive

**UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2016 (UN-AUDITED)**

	Quarter ended	
	September 30, 2016	September 30, 2015
	(Rs. in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	270,060	191,254
Adjustments for:		
Depreciation	20,190	18,567
Finance costs	80	48
Provision for impairment of trade debts	231	110
Gain on disposal of property, plant and equipment	(52)	(328)
Liabilities no longer payable – written back	(4)	(636)
Profit on term deposits receipts / bank balances	(4,366)	(5,777)
	<u>286,139</u>	<u>203,238</u>
Increase in current assets	(209,324)	(133,261)
Increase in current liabilities	19,921	18,697
Cash generated from / (used in) operations	96,736	88,674
Finance costs paid	(72)	(48)
Income tax paid	(227,961)	(116,145)
Net cash generated from / (used in) operating activities	(131,297)	(27,519)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(13,517)	(18,121)
Proceeds from disposal of property, plant and equipment	300	1,592
Long term investment in a subsidiary		(115,686)
Profit received on term deposits receipt / bank balances	2,127	5,847
Net cash (used in) / generated from investing activities	(11,090)	(126,368)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(96)	(153)
Net decrease in cash and cash equivalents	(142,483)	(154,040)
Cash and cash equivalents at the beginning of the period	534,485	622,213
Cash and cash equivalents at the end of the period	392,002	468,173
CASH AND CASH EQUIVALENTS		
Cash and bank balances	302,002	228,173
Short-term investments	90,000	240,000
	<u>392,002</u>	<u>468,173</u>

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YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2016 (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	489,080	3,006,678	3,150,678
Transfer to general reserve	-	-	170,000	(170,000)	-	-
Profit after taxation for the period	-	-	-	132,302	132,302	132,302
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	132,302	132,302	132,302
Balance as at September 30, 2015	<u>144,000</u>	<u>12,598</u>	<u>2,675,000</u>	<u>451,382</u>	<u>3,138,980</u>	<u>3,282,980</u>
Balance as at July 01, 2016	144,000	12,598	2,675,000	515,544	3,203,142	3,347,142
Final dividend for the year ended June 30, 2016 @ Rs.6/25 per share	-	-	-	(180,000)	(180,000)	(180,000)
Transfer to general reserve	-	-	300,000	(300,000)	-	-
Profit after taxation for the period	-	-	-	227,280	227,280	227,280
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	227,280	227,280	227,280
Balance as at September 30, 2016	<u>144,000</u>	<u>12,598</u>	<u>2,975,000</u>	<u>262,824</u>	<u>3,250,422</u>	<u>3,394,422</u>

The annexed notes from 1 to 11 form an integral part of these unconsolidated condensed interim financial statements.


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2016 (UN-AUDITED)**

1. THE COMPANY AND ITS OPERATIONS

1.1 Agriauto Industries Limited (the 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 These unconsolidated condensed interim financial statements are separate financial statements of the Company in which investment in subsidiary is accounted for on the basis of direct equity interest and is not consolidated or accounted for using equity method.

2. BASIS OF PREPARATION

These unconsolidated condensed interim financial statements 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 unconsolidated 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 unconsolidated 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 revised standards, amendments and interpretation of IFRSs which became effective for the current period:

IFRS 10 - Consolidated Financial Statements
IFRS 11 - Joint Arrangements
IFRS 12 - Disclosures of Interests in Other Entities
IFRS 13 - Fair Value Measurement
IAS 27 - Equity Method in Separate Financial Statement
IAS 28 - Investments in Associates and Joint Ventures

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

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2016 (UN-AUDITED)**

	Note	September 30, 2016 (Un-audited)	June 30, 2016 (Audited)
(Rupees in '000)			
4. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	661,967	668,889
Capital work-in-progress		<u>47,677</u>	<u>47,677</u>
		<u>709,644</u>	<u>716,566</u>

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

	<u>Quarter ended</u> September 30, 2016 (Un-audited)	
	Additions	Deletions
	(Rs. in 000')	
Owned		
Plant and machinery	11,251	-
Vehicles	1,129	1,354
Furniture and fixtures	1,022	96
Computers	114	-
	<u>13,516</u>	<u>1,450</u>

	September 30, 2016 (Un-audited)	June 30, 2016 (Audited)
	(Rs. in 000')	
5. LONG TERM INVESTMENT – investment in a subsidiary		
Agriauto Stamping Company (Private) Limited	<u>1,144,006</u>	<u>1,144,006</u>

5.1 The subsidiary company was incorporated on January 20, 2012 and the Company has made an investment of Rs.1,144,006 million (June 30, 2016: Rs.1,144,006 million) as at 30 September 2016. The Company holds 100 percent shares in the subsidiary company.

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2016 (UN-AUDITED)**

	Note	September 30, 2016 (Un-audited)	June 30, 2016 (Audited)
6. SHORT TERM INVESTMENTS		(Rs. in 000')	
Held- to- maturity			
Term deposit receipts	6.1	90,000	360,000
Accrued profit thereon		<u>2,981</u>	<u>1,276</u>
		<u>92,981</u>	<u>361,276</u>

6.1 Represents one to three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from 5.35% to 6.00% (2016: 5.35% to 6.15%) per annum and will mature by 21 October 2016.

7. COMMITMENTS

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

Commitments

- 7.1** Commitments in respect of outstanding letters of credit for raw material amount to Rs. 372.212million (June 30, 2016: Rs. 369.705 million).
- 7.2** Commitments in respect of capital expenditure amount to Rs.89.931 million (June 30, 2016: Rs. 86.886 million).

		September 30, 2016 (Un -Audited)	September 30, 2015 (Un-Audited)
8. OTHER INCOME		(Rs. in 000')	
Income from financial assets			
Profit on:			
- term deposit receipts	8.1	2,677	4,792
- deposit accounts	8.2	1,689	985
- dividend income from subsidiary company		114,401	-
Liabilities no longer payable - written back		4	637
Income from non-financial assets			
Gain / (loss) on disposal of property, plant and equipment		52	328
Scrap sales		<u>984</u>	<u>724</u>
		<u>119,807</u>	<u>7,466</u>

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2016 (UN-AUDITED)**

8.1 Represents profit on term deposit receipts with a commercial bank under conventional banking relationship.

8.2 Represents markup on bank accounts under conventional banking relationship.

9. 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:

	September 30, 2016 (Un-audited)	September 30, 2015 (Un-audited)
	(Rs. in 000')	
Purchase of goods	<u>610</u>	<u>-</u>
Contribution to provident fund	<u>1,836</u>	<u>1,503</u>
Key management personnel compensation	<u>2,453</u>	<u>2,453</u>
Sale of goods	<u>7,386</u>	<u>7,853</u>

10. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 24, 2016 by the Board of Directors of the Company.

11. GENERAL

Figures have been rounded off to the nearest thousands.



YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive