

**CONSOLIDATED CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2017**

	Note	September 30, 2017 (Un-audited) (Rupees in '000)	June 30, 2017 (Audited)
<u>ASSETS</u>			
NON-CURRENT ASSETS			
Property, plant and equipment	4	1,565,874	1,605,980
Long term deposits		13,018	13,018
Deferred cost		5,652	-
		<u>1,584,544</u>	<u>1,618,998</u>
CURRENT ASSETS			
Stores, spares and loose tools		78,596	68,513
Stock-in-trade		1,192,348	1,087,399
Trade debts		702,637	508,023
Advances, deposits, prepayments and other receivables		18,490	12,390
Accrued profit		948	1,147
Sales tax receivable		32,421	42,100
Short-term investments	5	692,369	691,785
Taxation – net		268,019	317,586
Cash and bank balances		386,070	349,541
		<u>3,371,898</u>	<u>3,078,484</u>
TOTAL ASSETS		<u>4,956,442</u>	<u>4,697,482</u>
<u>EQUITY AND LIABILITIES</u>			
SHARE CAPITAL AND RESERVES			
Authorised capital			
40,000,000 (June 30,2017: 40,000,000) Ordinary shares of Rs. 5/- each		<u>200,000</u>	<u>200,000</u>
Issued, subscribed and paid-up share capital		144,000	144,000
Reserves		<u>3,958,983</u>	<u>3,928,163</u>
		<u>4,102,983</u>	<u>3,072,163</u>
NON CURRENT LIABILITY			
Deferred taxation		89,895	92,313
CURRENT LIABILITIES			
Trade and other payables		763,564	533,006
CONTINGENCIES AND COMMITMENTS			
	6		
TOTAL EQUITY AND LIABILITIES		<u>4,956,442</u>	<u>4,697,482</u>

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



YUTAKA ARAE
Chairman



FAHIM KAPADIA
Chief Executive



AQEEL LOON
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)**

	Quarter ended	
	September 30, 2017	September 30, 2016
	(Rupees in '000)	
Turnover – net	1,929,877	1,624,950
Cost of sales	(1,523,203)	(1,309,089)
Gross profit	<u>406,674</u>	<u>315,861</u>
Distribution costs	(28,714)	(25,355)
Administrative expenses	(58,245)	(51,716)
	<u>(86,959)</u>	<u>(77,071)</u>
Operating profit	<u>319,715</u>	<u>238,790</u>
Other expenses	(25,525)	(17,233)
Other income	13,312	10,019
Finance cost	(104)	(103)
	<u>(12,317)</u>	<u>(7,317)</u>
Profit before taxation	<u>307,398</u>	<u>231,473</u>
Taxation	(60,578)	(42,780)
Profit after taxation	<u><u>246,820</u></u>	<u><u>188,693</u></u>
	Rupees	Rupees
Earnings per share - basic and diluted	<u><u>8.57</u></u>	<u><u>6.55</u></u>

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**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)**

	Quarter ended	
	September 30, 2017	September 30, 2016
	(Rupees in '000)	
Net profit for the period	246,820	188,693
Other comprehensive income	-	-
Total comprehensive income the period	<u>246,820</u>	<u>188,693</u>

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Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2017 (UN-AUDITED)**

	<u>Nine months ended</u>	
	<u>September 30,</u> 2017	<u>September 30,</u> 2016
	(Rs. in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	307,398	231,473
Adjustments for:		
Depreciation	49,223	42,022
Amortization of deferred cost	195	-
Finance costs	104	103
Provision for impairment of trade debts	(39)	231
Gain on disposal of property, plant and equipment	(87)	(52)
Liabilities no longer payable – written back	-	(4)
Profit on short-term investments / bank balances	(12,082)	(8,547)
	<u>344,712</u>	<u>265,226</u>
Increase in current assets	(306,027)	(92,511)
Increase (decrease) in current liabilities	15,186	(11,402)
Cash generated from operations	<u>53,871</u>	<u>161,313</u>
Finance costs paid	(104)	(95)
Income tax paid	(13,430)	(233,279)
Net cash (used in) / generated from operating activities	<u>40,337</u>	<u>(72,061)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(10,615)	(55,353)
Proceeds from disposal of property, plant and equipment	1,585	300
Technical fee paid	(5,847)	-
Profit received on investments / bank balances	9,774	6,643
Net cash used in investing activities	<u>(5,103)</u>	<u>(48,410)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(69)	(96)
Net decrease in cash and cash equivalents	<u>35,165</u>	<u>(120,567)</u>
Cash and cash equivalents at the beginning of the period	<u>1,037,261</u>	<u>864,202</u>
Cash and cash equivalents at the end of the period	<u>1,072,426</u>	<u>743,635</u>
CASH AND CASH EQUIVALENTS		
Cash and bank balances	386,070	408,635
Short-term investments	686,356	335,000
	<u>1,072,426</u>	<u>743,635</u>

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**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 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, 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.6.5/- per share	-	-	-	(180,000)	(180,000)	(180,000)
Transfer to general reserve	-	-	400,000	(400,000)	-	-
Profit after taxation for the period	-	-	-	188,693	188,693	188,693
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	188,693	188,693	188,693
Balance as at September 30, 2016	<u>144,000</u>	<u>12,598</u>	<u>3,075,000</u>	<u>355,629</u>	<u>3,443,227</u>	<u>3,587,227</u>
Balance as at July 01, 2017	144,000	12,598	3,075,000	840,565	3,928,163	4,072,163
Final dividend for the year ended June 30, 2017 @ Rs.7.50/- per share	-	-	-	(216,000)	(216,000)	(216,000)
Transfer to general reserve	-	-	580,000	(580,000)	-	-
Profit after taxation for the period	-	-	-	246,820	246,820	246,820
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	246,820	246,820	246,820
Balance as at September 30, 2017	<u>144,000</u>	<u>12,598</u>	<u>3,655,000</u>	<u>291,385</u>	<u>3,958,983</u>	<u>4,102,983</u>

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Chief Executive



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Chief Financial Officer

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 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 Act 2017), 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 repealed 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 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 repealed Companies Ordinance 1984. In case where requirements differ, the provisions of or directives issued under the repealed 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, 2017.

3. ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's audited consolidated financial statements for the year ended June 30, 2017. The Company has adopted certain amended International Financial Reporting Standards which became effective during the period and reported in note 4 to the audited consolidated financial statements for the year ended June 30, 2017. The adoption of such amended standards did not have any effect on these consolidated condensed interim consolidated financial statements.

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)**

	Note	September 30, 2017 (Un-audited)	June 30, 2016 (Audited)
4. PROPERTY, PLANT AND EQUIPMENT		Rupees in '000)	
Operating fixed assets	4.1	1,565,184	1,605,290
Capital work -in-progress		<u>690</u>	<u>690</u>
		<u>1,565,874</u>	<u>1,605,980</u>

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

	<u>Quarter ended</u>	
	<u>September 30, 2017</u>	
	<u>(Un-audited)</u>	
	Additions	Deletions
	<u>(Rs. in 000')</u>	
Owned		
Plant and machinery	2,791	1,746
Vehicles	6,228	645
Furniture and fixtures	368	-
Computers	1,180	-
Office equipment	<u>48</u>	<u>-</u>
	<u>10,615</u>	<u>2,391</u>

5. SHORT TERM INVESTMENTS

Held - to - maturity

Term deposit receipts	5.1	292,000	292,000
Treasury bills	5.2	394,356	395,720
Accrued profit thereon		<u>6,013</u>	<u>4,065</u>
		<u>692,369</u>	<u>691,785</u>

5.1 Represents one to three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from 3.50% to 5.90% (2017: 4.25% to 6.25%) per annum and will mature by November 2017.

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD & QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)**

5.2 These represents treasury bills issued by the Government of Pakistan. These carrying mark-up rate ranging from 5.88% to 5.90% (June 30, 2017: 5.75% to 5.90%) per annum. These bills will mature in October 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, 2017 other than described below:

Commitments

6.1 Commitments in respect of outstanding letters of credit for raw material amount to Rs. 526.402 million (June 30, 2017: Rs. 689.030 million).

6.2 Commitments in respect of capital expenditure amount to Rs. 30.564 million (June 30, 2017: Rs. 0.978 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:

	September 30, 2017 (Un-audited)	September 30, 2016 (Un-audited)
	Rupees in '000)	
Purchase of asset/goods	<u>-</u>	<u>1,330</u>
Contribution to provident fund	<u>2,323</u>	<u>2,046</u>
Key management personnel compensation	<u>4,271</u>	<u>2,453</u>

8. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 27, 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
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