

AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2020

	Note	September 30, 2020 (Un-audited)	June 30, 2020 (Audited)
----- (Rupees in '000) -----			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	933,129	923,248
Right-of-use assets		12,840	15,351
Intangible asset		64,007	59,586
Long-term investment		1,144,006	1,144,006
Long-term deposits		6,634	6,634
Deferred taxation		9,593	17,659
		2,170,209	2,166,484
CURRENT ASSETS			
Stores, spares and loose tools		92,322	106,752
Stock-in-trade		958,445	1,385,313
Trade debts	6	599,748	321,641
Advances, deposits, prepayments and other receivables	7	291,661	110,428
Accrued profit		679	179
Short-term investments	8	122,464	73,329
Sales tax receivable		31,853	135,617
Taxation – net		312,330	312,017
Cash and bank balances		171,406	70,615
		2,580,908	2,515,891
TOTAL ASSETS		4,751,117	4,682,375
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
40,000,000 (June 30, 2020: 40,000,000) ordinary shares of Rs. 5/- each		200,000	200,000
Issued, subscribed and paid-up capital			
28,800,000 (June 30, 2020: 28,800,000) ordinary shares of Rs. 5/- each		144,000	144,000
Reserves		3,843,820	3,767,400
		3,987,820	3,911,400
NON-CURRENT LIABILITIES			
Lease liabilities		8,711	8,712
Deferred taxation		-	-
		8,711	8,712
CURRENT LIABILITIES			
Trade and other payables		716,154	723,696
Current portion of lease liabilities		6,325	6,325
Unpaid dividend		9,250	11,971
Unclaimed dividend		22,857	20,271
		754,586	762,263
CONTINGENCIES AND COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		4,751,117	4,682,375

The annexed notes from 1 to 13 form an integral part of these unconsolidated condensed interim financial statements.


 Director

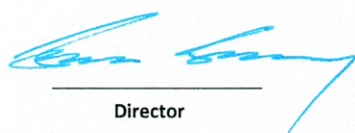

 Chief Executive


 Chief Financial Officer

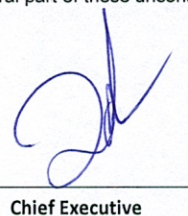
AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED SEPTEMBER 30, 2020
(UN-AUDITED)

	Quarter ended	
	September 30, 2020	September 30, 2019
	(Rupees in '000)	
Turnover – net	1,409,923	1,071,054
Cost of sales	(1,223,067)	(981,172)
Gross profit	186,856	89,882
Distribution costs	(27,179)	(18,350)
Administrative expenses	(50,465)	(59,394)
	(77,644)	(77,744)
Operating profit	109,212	12,138
Other expenses	(8,709)	(1,563)
Other income	7,150	5,009
Finance costs	(757)	(128)
	(2,316)	3,318
Profit before taxation	106,896	15,456
Taxation	(30,476)	(9,963)
Profit after taxation	76,420	5,493
	----- (Rupees) -----	
Earnings per share - basic and diluted	2.65	0.19

The annexed notes from 1 to 13 form an integral part of these unconsolidated condensed interim financial statements.



 Director



 Chief Executive



 Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2020
(UN-AUDITED)

	Quarter ended	
	September 30, 2020	September 30, 2019
	(Rupees in '000)	
Profit after taxation for the period	76,420	5,493
Other comprehensive income for the period	-	-
Total comprehensive income for the period	76,420	5,493

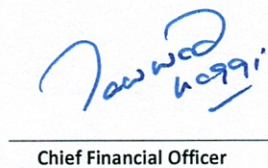
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 Director



 Chief Executive




 Chief Financial Officer

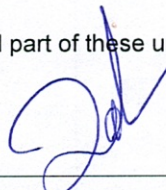
AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED SEPTEMBER 30, 2020
(UN-AUDITED)

	Quarter ended	
	September 30, 2020	September 30, 2019
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	106,896	15,456
Adjustments for:		
Depreciation and amortisation	28,542	24,504
Finance costs	757	128
Allowance for expected credit losses (ECL)	74	(266)
Liabilities no longer payable - written back	(7)	-
Profit on term deposit receipts / bank balances	(3,104)	(2,639)
(Gain)/loss on disposal of property, plant and equipment	(1,352)	39
	<u>131,806</u>	<u>37,222</u>
Decrease in current assets	84,975	115,835
Increase in current liabilities	(7,540)	(47,701)
Cash generated from operations	<u>209,241</u>	<u>105,356</u>
Finance costs paid	(262)	(128)
Income tax paid	(22,721)	(3,034)
Net cash generated from operating activities	<u>186,258</u>	<u>102,194</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(32,959)	(23,289)
Proceeds from disposal of property, plant and equipment	1,636	4,406
Technical fee Paid	(8,152)	-
Proceeds from disposal of short-term investments	51,039	52,576
Profit received on term deposit receipts / bank balances	3,104	4,306
Net cash used in investing activities	<u>14,668</u>	<u>37,999</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(135)	(901)
Net cash used in investing activities	<u>(135)</u>	<u>(901)</u>
Net Increase in cash and cash equivalents	<u>200,791</u>	<u>139,292</u>
Cash and cash equivalents at the beginning of the period	92,615	157,948
Cash and cash equivalents at the end of the period	<u><u>293,406</u></u>	<u><u>297,240</u></u>
CASH AND CASH EQUIVALENTS		
Cash and bank balances	171,406	275,240
Short-term investments	122,000	22,000
	<u><u>293,406</u></u>	<u><u>297,240</u></u>

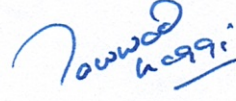
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 Director



 Chief Executive

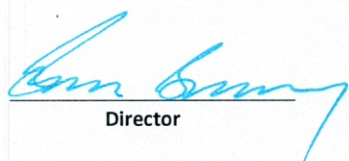


 Chief Financial Officer

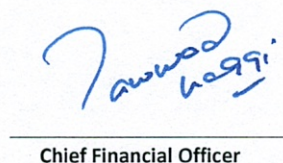
AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2020
(UN-AUDITED)

	Issued, subscribed and paid-up capital	Reserves			Total	Total equity
		Capital reserve	Revenue reserves			
		Share premium	General	Unappropriated profit/(loss)		
----- (Rupees in '000) -----						
Balance as at July 01, 2018	144,000	12,598	3,465,000	521,200	3,998,798	4,142,798
Transfer to general reserve	-	-	300,000	(300,000)	-	-
Profit after taxation for the period	-	-	-	5,493	5,493	5,493
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	5,493	5,493	5,493
Balance as at September 30, 2019	144,000	12,598	3,765,000	226,693	4,004,291	4,148,291
Balance as at July 01, 2020	144,000	12,598	3,765,000	(10,198)	3,767,400	3,911,400
Transfer to general reserve	-	-	-	-	-	-
Profit after taxation for the period	-	-	-	76,420	76,420	76,420
Other comprehensive income	-	-	-	-	-	-
Total comprehensive profit for the period	-	-	-	76,420	76,420	76,420
Balance as at September 30, 2020	144,000	12,598	3,765,000	66,222	3,843,820	3,987,820

The annexed notes from 1 to 13 form an integral part of these unconsolidated condensed interim financial statements.


 Director


 Chief Executive


 Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2020
(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 and is listed on Pakistan Stock Exchange Limited. 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 the separate unconsolidated condensed interim financial statements of the Company in which investments in subsidiary is accounted for at cost less accumulated impairment losses, if any and is not consolidated or accounted for using equity method.

2 STATEMENT OF COMPLIANCE

These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting which comprise of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3 BASIS OF PREPARATION

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the unconsolidated annual financial statements, and should be read in conjunction with the unconsolidated financial statements of the Company for the year ended June 30, 2020.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual unconsolidated financial statements for the year ended June 30, 2020.

	Note	September 30, 2020 ----- (Rupees in '000) ----- (Un-audited)	June 30, 2020 ----- (Rupees in '000) ----- (Audited)
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1 & 5.2	746,450	752,965
Capital work-in-progress	5.3	186,679	170,283
		<u>933,129</u>	<u>923,248</u>

- 5.1 The following additions (including transfers from capital work-in-progress) and disposals were made in the operating fixed assets during the period:

	<u>Additions at cost / Transfers</u>		<u>Disposal at NBV</u>	
	Quarter ended September 30,		Quarter ended September 30,	
	2020	2019	2020	2019
	(Un-audited)		(Un-audited)	
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Owned				
Building	-	7,820	-	-
Plant and machinery	10,865	15,740	-	4,443
Dies & tools	-	17,150	-	-
Vehicles	5,127	2,202	261	-
Furniture and fixtures	-	369	-	-
Computers	571	372	26	2
	<u>16,563</u>	<u>43,653</u>	<u>287</u>	<u>4,445</u>

- 5.2 Depreciation charge for the period amounted to Rs. 22.792 million (September 30, 2019: Rs. 23.767 million).

	September 30, 2020 ----- (Rupees in '000) ----- (Un-audited)	June 30, 2020 ----- (Rupees in '000) ----- (Audited)
5.3 Capital work-in-progress		
Balance at the beginning of period / year	170,283	52,768
Capital expenditure incurred / advances made during the period / year	23,561	170,284
Transfer to operating fixed assets during the period / year	(7,165)	(44,972)
Charged off during the period / year	-	(7,797)
Balance at the ending of period / year	<u>186,679</u>	<u>170,283</u>

6 This includes an amount of Rs. 10.94 million (2020: Rs. 3.32 million) and Rs. 6.59 million (2020: 1.91 million) receivable from Agriauto Stamping Company (Private) Limited, a wholly owned subsidiary and Thal Boshoku Pakistan (Private) Limited, an associated company, against sales made by the Company respectively.

7 This includes an amount of Rs. 199.13 million (June 30, 2020: Rs. 21.42 million) and Rs. 78.20 million (June 30, 2020: Rs. 73.64) receivable against LC margins and claim against Additional custom duty from a customer respectively.

	September 30, 2020 (Un-audited) ----- (Rupees in '000) -----	June 30, 2020 (Audited)
8 SHORT TERM INVESTMENTS		
At amortised cost		
Term deposit receipts	122,000	22,000
Accrued profit thereon	464	291
	<u>122,464</u>	<u>22,291</u>
At fair value through profit or loss		
Mutual funds - open ended Nil (June 30, 2020: 4,847,847 units) at NAV of NIL each (June 30, 20: 10.5282 each)	-	51,038
	<u>122,464</u>	<u>73,329</u>

8.1 Represents one to three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from of 5.50% to 6.50% (June 30, 2020: 6.70%) per annum having maturity date of 29 November 2020.

9 CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

As at the reporting date, total outstanding claims on the Company by certain vendors amounted to Rs. 2.25 million (June 30, 2020: 2.25 million). The management of the Company is confident that no loss is likely to occur from these claims and accordingly no provision in this respect has been made in these unconsolidated financial statements.

9.2 COMMITMENTS

There is no material change in the status of commitments as reported in the annual financial statements for the year ended June 30, 2020 other than described below:

9.2.1 Commitments in respect of outstanding letters of credit for raw material amounting to Rs.572.662 million (June 30, 2020: Rs. 178.891 million).

9.2.2 Commitments in respect of capital expenditure amounting to Rs. 26.080 million (June 30, 2020: Rs. NIL million).

AGRIAUTO INDUSTRIES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2020
(UN-AUDITED)

10 TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise the subsidiary company, companies with common directorship, retirement funds, directors and key management personnel. Balance due from / to the related parties have been disclosed in respective notes to these unconsolidated condensed interim financial statements wherever applicable. Detail of transactions with related parties during the period, other than disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

Name of related party and relationship with the Company	Nature of transactions	September 30, 2020 (Un-audited)	September 30, 2019 (Un-audited)
		----- (Rupees in '000) -----	
Subsidiary (wholly owned)			
Agriauto Stamping Company (Private) Limited.	Sale of goods	16,679	4,000
Associated Companies (Common directorship)			
Thal Boshoku Pakistan (Pvt.) Ltd.	Sale of goods	10,139	217
Retirement benefit funds			
Provident fund	Contribution	2,518	2,894
Key management personnel			
	Remuneration and other benefits	7,615	9,996
	Fee for attending board meetings	600	225

11 NON-ADJUSTING EVENT AFTER THE STATEMENT OF FINANCIAL POSITION DATE

The Board of Directors of the subsidiary company in its meeting held on October 26, 2020 approved interim cash dividend of Re. 1.0 per share amounting Rs. 114.4 million.

These condensed interim financial statements do not include the effect of the said interim dividend.

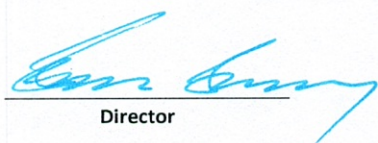
These condensed interim financial statements also do not include the effect of final dividend for the year ended June 30, 2020 approved in the Annual General Meeting of the Company held on October 22, 2020 at Rs. 1.0 per share amounting Rs. 28.8 million.

12 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 26, 2020 by the Board of Directors of the Company.

13 GENERAL

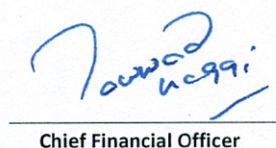
Figures have been rounded off to the nearest rupees in thousands.



 Director



 Chief Executive



 Chief Financial Officer