

# Condensed Interim Consolidated Balance Sheet

As at March 31, 2013

	Note	March 31, 2012 (Un-audited) (Rupees in '000)	June 30, 2012 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	857,278	489,275
Long-term deposits and other receivable		10,525	3,954
		<b>867,803</b>	<b>493,229</b>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		73,076	77,772
Stock-in-trade		673,655	681,927
Trade debts		467,653	315,856
Advances, deposits, prepayments and other receivables		10,743	11,216
Accrued profit		833	1,607
Short-term investments	5	395,006	966,650
Taxation – net		136	8,415
Cash and bank balances		339,330	348,430
		<b>1,960,432</b>	<b>2,411,873</b>
<b>TOTAL ASSETS</b>		<b>2,828,235</b>	<b>2,905,102</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized capital 40,000,000 (June 30, 2012: 40,000,000) Ordinary shares of Rs.5/- each		200,000	200,000
Issued, subscribed and paid-up capital		144,000	144,000
Reserves		2,377,819	2,408,618
<b>Total Equity</b>		<b>2,521,819</b>	<b>2,552,618</b>
<b>NON-CURRENT LIABILITIES</b>			
Deferred taxation		48,104	51,506
<b>CURRENT LIABILITIES</b>			
Trade and other payables		256,587	278,286
Current portion of liabilities against assets subject to finance lease		-	434
Sales tax payable		1,725	22,258
		<b>258,312</b>	<b>300,978</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	6		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,828,235</b>	<b>2,905,102</b>

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



**FAHIM KAPADIA**  
Chief Executive



**YUTAKA ARAE**  
Chairman

# Condensed Interim Consolidated Profit and Loss Account

For the nine months & quarter ended March 31, 2013 (Un-audited)

	Nine months ended		Quarter ended	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
	(Rupees in '000)		(Rupees in '000)	
Turnover – net	2,417,470	3,011,141	961,649	1,168,554
Cost of sales	(1,993,116)	(2,371,211)	(763,339)	(876,165)
<b>Gross profit</b>	<b>424,354</b>	<b>639,930</b>	<b>198,310</b>	<b>292,389</b>
Distribution costs	(46,958)	(48,623)	(18,164)	(19,729)
Administrative expenses	(137,944)	(94,694)	(50,374)	(41,859)
	(184,902)	(143,317)	(68,538)	(61,588)
Other operating income	44,060	44,279	10,089	12,856
<b>Operating profit</b>	<b>283,512</b>	<b>540,892</b>	<b>139,861</b>	<b>243,657</b>
Finance costs	(171)	(342)	(45)	(109)
Other charges	(21,384)	(41,695)	(10,380)	(20,351)
	(21,555)	(42,037)	(10,425)	(20,460)
<b>Profit before taxation</b>	<b>261,957</b>	<b>498,855</b>	<b>129,436</b>	<b>223,197</b>
Taxation	(96,492)	(160,107)	(51,402)	(79,065)
<b>Profit after taxation</b>	<b>165,465</b>	<b>338,748</b>	<b>78,034</b>	<b>144,132</b>
	----- (Rupees) -----			
<b>Earnings per share - basic and diluted</b>	<b>5.75</b>	<b>11.76</b>	<b>2.71</b>	<b>5.00</b>

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

  
**FAHIM KAPADIA**  
 Chief Executive

  
**YUTAKA ARAE**  
 Chairman

# Condensed Interim Consolidated Statement of Comprehensive Income

For the nine months & quarter ended March 31, 2013 (Un-audited)

	Nine months ended		Quarter ended	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
	(Rupees in '000)		(Rupees in '000)	
<b>Net profit for the period</b>	<b>165,465</b>	<b>338,748</b>	<b>78,034</b>	<b>144,132</b>
<b>Other comprehensive income</b>				
Unrealized gain on change in fair value of available-for-sale investments arisen during the period	23,132	43,466	6,356	14,186
Related deferred taxation	(1,600)	(3,181)	(375)	(881)
Reclassification adjustment for gains included in profit and loss account upon disposal of investments	21,532	40,285	5,981	13,305
<b>Other comprehensive income for the period</b>	<b>(1,796)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>19,736</b>	<b>40,285</b>	<b>5,981</b>	<b>13,305</b>
	<b>185,201</b>	<b>379,033</b>	<b>84,015</b>	<b>157,437</b>

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



**FAHIM KAPADIA**  
Chief Executive



**YUTAKA ARAE**  
Chairman

# Condensed Interim Consolidated Cash Flow Statement

For the nine months & quarter ended March 31, 2013 (Un-audited)

	Nine months ended	
	March 31, 2013	March 31, 2012
(Rupees in '000)		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	<b>261,957</b>	498,855
Adjustments for :		
Depreciation	46,156	40,365
Finance costs	171	342
Provision for impairment of trade debts	(245)	225
Gain on disposal of property, plant and equipment	(1,103)	(31)
Liabilities no longer payable – written back	(621)	-
Profit on short-term investments / bank balances	(37,460)	(42,159)
	<b>268,855</b>	497,597
Decrease in current assets	(137,337)	(289,388)
(Decrease) / Increase in current liabilities	(48,178)	62,826
<b>Cash generated from operations</b>	<b>83,340</b>	271,035
Finance costs paid	(171)	(342)
Income tax paid	(107,919)	(132,412)
Long-term deposits	(6,571)	295
<b>Net cash (used)/generated from operating activities</b>	<b>(31,321)</b>	138,576
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(419,410)	(67,940)
Proceeds from disposal of property, plant and equipment	6,355	12,596
Acquisition of short term investments	(322,099)	(255,000)
Profit received on investments / bank balances	47,540	46,785
<b>Net cash used in investing activities</b>	<b>(687,614)</b>	(263,559)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Lease rentals paid	(434)	(1,590)
Dividends paid	(194,731)	(142,390)
<b>Net cash used in financing activities</b>	<b>(195,165)</b>	(143,980)
<b>Net decrease in cash and cash equivalents</b>	<b>(914,100)</b>	(268,963)
<b>Cash and cash equivalents at the beginning of the period</b>	<b>1,303,430</b>	636,542
<b>Cash and cash equivalents at the end of the period</b>	<b>389,330</b>	367,579
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	339,330	137,579
Short-term investments	50,000	230,000
	<b>389,330</b>	367,579

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



**FAHIM KAPADIA**  
Chief Executive



**YUTAKA ARAE**  
Chairman

# Condensed Interim Consolidated Statement of Changes in Equity

For the nine months & quarter ended March 31, 2013 (Un-audited)

	Reserves					Total	Total Equity
	Capital reserve		Revenue reserves				
	Issued, subscribed and paid-up capital	Share premium	General reserve	Unappropriated profit	Gain / (loss) on revaluation of available-for-sale investments		
	(Rupees in `000)						
<b>Balance as at July 01, 2011</b>	144,000	12,598	1,525,000	443,697	25,288	2,006,583	2,150,583
Profit after taxation for the period	-	-	-	338,748	-	338,748	338,748
Other comprehensive income	-	-	-	-	40,285	40,285	40,285
Total comprehensive income for the period	-	-	-	338,748	40,285	379,033	379,033
Final dividend for the year ended June 30, 2011 @ Rs.5.00/- per share	-	-	-	(144,000)	-	(144,000)	(144,000)
Transfer to general reserve	-	-	290,000	(290,000)	-	-	-
<b>Balance as at March 31, 2012</b>	<b>144,000</b>	<b>12,598</b>	<b>1,815,000</b>	<b>348,445</b>	<b>65,573</b>	<b>2,241,616</b>	<b>2,385,616</b>
<b>Balance as at July 01, 2012</b>	<b>144,000</b>	<b>12,598</b>	<b>1,815,000</b>	<b>579,795</b>	<b>1,225</b>	<b>2,408,618</b>	<b>2,552,618</b>
Profit after taxation for the period	-	-	-	165,465	-	165,465	165,465
Other comprehensive income	-	-	-	-	19,736	19,736	19,736
Total comprehensive income for the period	-	-	-	165,465	19,736	185,201	185,201
Final dividend for the year ended June 30, 2012 @ Rs. 7.50/- per share	-	-	-	(216,000)	-	(216,000)	(216,000)
Transfer to general reserve	-	-	345,000	(345,000)	-	-	-
<b>Balance as at March 31, 2013</b>	<b>144,000</b>	<b>12,598</b>	<b>2,160,000</b>	<b>184,260</b>	<b>20,961</b>	<b>2,377,819</b>	<b>2,521,819</b>

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



**FAHIM KAPADIA**  
Chief Executive



**YUTAKA ARAE**  
Chairman

# Notes to the Condensed Interim Consolidated Financial Statements

## For the nine months & quarter ended March 31, 2013 (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 Karachi and Lahore stock exchanges of Pakistan since June 1984. 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.

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 will be engaged in stamping of sheet metal parts, dies, fixtures primarily for the automotive industry and has not yet commenced its operations. The registered office of the Subsidiary Company is situated at 5th Floor, House of Habib, Main Shahrah-e-Faisal, Karachi.

### 2. BASIS OF PREPARATION

- 2.1 These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard – 34 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies ordinance, 1984 shall prevail.
- 2.2 These condensed interim consolidated 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, 2012

### 3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted in the preparation of these condensed interim consolidated financial statements are the same as those applied in the preparation of financial statements for the year ended June 30, 2012.

During the period, the Company has adopted amended IFRSs as referred in note 2.2 to the annual financial statements for the year ended June 30, 2012. The adoption of such amended standards did not have any material effect on these condensed interim consolidated financial statements.

### 4. PROPERTY, PLANT AND EQUIPMENT

	Note	March 31, 2013 (Un-audited) (Rupees in '000)	June 30, 2012 (Audited)
Operating fixed assets	4.1	455,176	486,789
Capital work-in-progress		402,102	2,486
		<u>857,278</u>	<u>489,275</u>

# Notes to the Condensed Interim Consolidated Financial Statements

## For the nine months & quarter ended March 31, 2013 (Un-audited)

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

	<b>Nine months ended</b>	
	<b>March 31, 2013</b>	
	<b>(Un-audited)</b>	
	<b>Additions</b>	<b>Deletions</b>
	<b>(Rupees in '000)</b>	
<b>Owned</b>		
Plant and machinery	11,195	4,925
Furniture and fixtures	330	71
Vehicles	7,153	6,428
Computers	672	-
Office equipments	444	-
	<b>19,794</b>	<b>11,424</b>

<b>March 31,</b>	<b>June 30,</b>
<b>2013</b>	<b>2012</b>
<b>(Un-audited)</b>	<b>(Audited)</b>
<b>(Rupees in `000)</b>	

### 5. SHORT-TERM INVESTMENTS

#### Held-to-maturity

Term deposit receipts  
Accrued profit thereon

5.1

#### Available-for-sale

Money Market Mutual Funds

<b>50,000</b>	955,000
<b>345</b>	10,425
<b>50,345</b>	965,425
<b>344,661</b>	1,225
<b>395,006</b>	966,650

5.1 Represents three months term deposit receipts with a commercial bank carrying profit rate 9.00% (June 30, 2012: 11.50% to 11.90 %) per annum and will mature by June 2013.

### 6. CONTINGENCIES AND COMMITMENTS

There is no material change in the status of the contingencies and commitments as reported in the annual financial statements for the year ended June 30, 2012 other than stated below:

#### Commitments

6.1 Commitments in respect of outstanding letters of credit for raw material amount to Rs. 225.592 million (June 30, 2012: Rs.226.217 million).

6.2 Commitments in respect of capital expenditure amount to Rs. 97.656 million (June 30, 2012: Rs. 1.720 million).

# Notes to the Condensed Interim Consolidated Financial Statements

For the nine months & quarter ended March 31, 2013 (Un-audited)

## 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:

	Nine months ended	
	March 31, 2013 (Un-audited)	March 31, 2012 (Un-audited)
Purchase of goods	635	13,691
Contribution to provident fund	3,657	3,181
Key management personnel compensation	18,288	12,656

## 8. GENERAL

Figures has been rounded off to the nearest thousands Rupees.

## 9. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue on April 18, 2013 by the Board of Directors of the Company.



**FAHIM KAPADIA**  
Chief Executive



**YUTAKA ARAE**  
Chairman