

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

	Note	March 31, 2017 (Un-audited)	June 30, 2016 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	672,140	716,566
Long term investment		1,144,006	1,144,006
Long term deposits		6,234	6,234
		<u>1,822,380</u>	<u>1,866,806</u>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		52,943	51,530
Stock-in-trade		751,554	792,163
Trade debts		447,225	403,261
Advances, deposits, prepayments and other receivables	5	123,139	49,036
Accrued profit		1,235	486
Short term investments	6	442,277	361,276
Sales tax receivable		-	22,375
Taxation – net		84,447	38,820
Cash and bank balances		419,777	174,485
		<u>2,322,597</u>	<u>1,893,432</u>
<b>TOTAL ASSETS</b>		<u><b>4,144,977</b></u>	<u><b>3,760,238</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
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 capital		144,000	144,000
Reserves		3,480,644	3,203,142
		<u>3,624,644</u>	<u>3,347,142</u>
<b>NON-CURRENT LIABILITY</b>			
Deferred taxation		34,158	41,404
<b>CURRENT LIABILITIES</b>			
Trade and other payables		476,049	371,692
Sales tax payable		10,126	-
		<u>486,175</u>	<u>371,692</u>
<b>COMMITMENTS</b>			
	7		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>4,144,977</b></u>	<u><b>3,760,238</b></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 MARCH 31, 2017 (UN-AUDITED)**

	Note	Nine months ended		Quarter ended	
		March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
		(Rupees in '000)		(Rupees in '000)	
Turnover - net		4,372,635	4,321,911	1,596,977	1,490,607
Cost of sales		(3,518,995)	(3,548,460)	(1,260,217)	(1,242,803)
<b>Gross profit</b>		<b>853,640</b>	773,451	<b>336,760</b>	247,804
Distribution costs		(87,126)	(87,852)	(37,184)	(38,424)
Administrative expenses		(142,891)	(119,858)	(50,343)	(40,753)
		(230,017)	(207,710)	(87,527)	(79,177)
<b>Operating profit</b>		<b>623,623</b>	565,741	<b>249,233</b>	168,627
Other expenses		(56,244)	(44,545)	(20,471)	(14,107)
Other income	8	135,411	18,149	11,409	5,462
Finance costs		(282)	(437)	(88)	(23)
		78,885	(26,833)	(9,150)	(8,668)
<b>Profit before taxation</b>		<b>702,508</b>	538,908	<b>240,083</b>	159,959
Taxation		(173,006)	(163,018)	(71,168)	(49,795)
<b>Profit after taxation</b>		<b>529,502</b>	375,890	<b>168,915</b>	110,164
<hr/>					
----- (Rupees) -----					
<b>Earnings per share - basic and diluted</b>		<b>18.39</b>	13.05	<b>5.87</b>	3.83

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**YUTAKA ARAE**  
Chairman

  
**FAHIM KAPADIA**  
Chief Executive

**UNCONSOLIDATED 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)
Profit after taxation for the period	<b>529,502</b>	375,890	<b>168,915</b>	110,164
Other comprehensive income for the period	-	-	-	-
Total comprehensive income the period	<b><u>529,502</u></b>	<u>375,890</u>	<b><u>168,915</u></b>	<u>110,164</u>

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**YUTAKA ARAE**  
Chairman

  
**FAHIM KAPADIA**  
Chief Executive

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

	<b>Nine months ended</b>	
	<b>March 31, 2017</b>	<b>March 31, 2016</b>
	<b>(Rs. in '000)</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	702,508	538,908
Adjustments for:		
Depreciation	62,255	58,849
Finance costs	282	437
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 term deposits receipts / bank balances	(13,602)	(14,000)
Dividend income	(114,401)	-
	<b>633,946</b>	<b>582,505</b>
Increase in current assets	(56,739)	(105,720)
Increase in current liabilities	101,080	47,648
<b>Cash generated from operations</b>	<b>678,287</b>	<b>524,433</b>
Finance costs paid	(282)	(437)
Income tax paid	(225,877)	(272,578)
<b>Net cash (used in) / generated from operating activities</b>	<b>452,128</b>	<b>251,418</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(22,321)	(106,904)
Proceeds from disposal of property, plant and equipment	7,827	3,443
Long term investment in a subsidiary	-	(115,686)
Dividend received	114,401	-
Profit received on term deposits receipt / bank balances	11,866	13,228
<b>Net cash generated from / (used in) investing activities</b>	<b>111,773</b>	<b>(205,919)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid	(238,595)	(220,333)
<b>Net decrease in cash and cash equivalents</b>	<b>325,306</b>	<b>(174,834)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>534,485</b>	<b>622,214</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>859,791</b>	<b>447,380</b>
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	419,777	287,380
Short-term investments	440,014	160,000
	<b>859,791</b>	<b>447,380</b>

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 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		
(Rupees in '000)						
Balance as at July 01, 2015	144,000	12,598	2,505,000	489,080	3,006,678	3,150,678
Final dividend for the year ended June 30, 2015@ Rs.7.5 /- per share	-	-	-	(216,000)	(216,000)	(216,000)
Interim dividend for the year ended June 30, 2016@ Rs.2.5 /- per share	-	-	-	(72,000)	(72,000)	(72,000)
Transfer to general reserve	-	-	170,000	(170,000)	-	-
Profit after taxation for the period	-	-	-	375,890	375,890	375,890
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	375,890	375,890	375,890
Balance as at March 31, 2016	144,000	12,598	2,675,000	406,970	3,094,568	3,238,568
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)
Interim dividend for the year ended June 30, 2017@ Rs.2.5 /- per share	-	-	-	(72,000)	(72,000)	(72,000)
Transfer to general reserve	-	-	300,000	(300,000)	-	-
Profit after taxation for the period	-	-	-	529,502	529,502	529,502
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	529,502	529,502	529,502
Balance as at March 31, 2017	144,000	12,598	2,975,000	493,046	3,480,644	3,624,644

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 MARCH 31, 2017 (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 5<sup>th</sup> 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 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 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 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 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 amendments to accounting standards did not have any effect on these unconsolidated condensed interim financial statements.

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

	Note	March 31, 2017 (Un-audited)	June 30, 2016 (Audited)
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>			
<b>(Rupees in '000)</b>			
Operating fixed assets	4.1	665,240	668,889
Capital work-in-progress	4.2	6,900	47,677
		<u>672,140</u>	<u>716,566</u>

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

	<u>Nine month ended</u> <b>March 31, 2017</b> (Un-audited)	
	<b>Additions</b>	<b>Deletions</b>
	<b>(Rupees in '000)</b>	
<b>Owned</b>		
Plant and machinery	47,832	7,098
Building	-	-
Vehicles	11,343	7,404
Furniture and fixtures	3,599	96
Computers	244	-
Office equipment	80	-
	<u>63,098</u>	<u>14,598</u>

**4.2 Capital work-in-progress**

	<b>Plant and machinery</b>	<b>Civil works</b>	<b>Total</b>
	<b>(Rupees in '000)</b>		
Balance as at July 01, 2016	47,677	-	47,677
Capital expenditure incurred / advances made during the period	5,984	-	5,984
Transfer to operating assets during the period	(13,607)	-	(13,607)
Transfer to subsidiary company	(33,154)	-	(33,154)
<b>Balance as at March 31, 2017</b>	<u>6,900</u>	<u>-</u>	<u>6,900</u>

**5. ADVANCES, DEPOSITS, PREPAYMENTS  
AND OTHER RECEIVABLES**

Includes an amount of Rs. 110.125 million (June 30, 2016: Rs. 39.211 million) due from a wholly owned subsidiary company.

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

	<b>Note</b>	<b>March 31, 2017 (Un-audited) (Rupees in '000)</b>	<b>June 30, 2016 (Audited)</b>
<b>6. SHORT TERM INVESTMENTS</b>			
<b>Held- to- maturity</b>			
Term deposit receipts	6.1	<b>242,000</b>	360,000
Government treasury bills	6.2	<b>198,014</b>	-
Accrued profit thereon		<b>2,263</b>	1,276
		<b><u>442,277</u></b>	<b><u>361,276</u></b>

6.1 Represents one to three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from of 4.65% to 5.60% (June 30, 2016: 5.35% to 6.15%) per annum and will mature by June 2017.

6.2 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.

**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:

7.1 Commitments in respect of outstanding letters of credit for raw material amount to Rs.386.579 million (June 30, 2016: Rs.369.705 million).

7.2 Commitments in respect of capital expenditure amount to Rs.Nil million (June 30, 2016: Rs.36.886 million).

**8. OTHER INCOME**

Includes dividend income amounting to Rs. 114.401 million (March 31, 2016: Nil) received from a wholly owned subsidiary company.

9. 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, other than disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:



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

	<b>March 31, 2017 (Un-audited)</b>	<b>March 31, 2016 (Un-audited)</b>
	<b>----- (Rupees in '000) -----</b>	
Purchase of goods/ assets	<u>2,025</u>	<u>1,330</u>
Contribution to provident fund	<u>5,751</u>	<u>5,091</u>
Key management personnel compensation	<u>10,056</u>	<u>7,358</u>
Sale of goods	<u>24,088</u>	<u>25,617</u>

**10. DATE OF AUTHORISATION FOR ISSUE**

These unconsolidated condensed interim financial statements were authorized for issue on April 26, 2017 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