AGRIAUTO INDUSTRIES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2019

	Note	September 30, 2019 (Un-audited)	June 30, 2019 (Audited)
		---------- (Rupees in '000) ----------	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	**2,061,082**	2,089,475
Intangible asset		**11,602**	6,651
Long-term deposits		**13,438**	13,438
		2,086,122	2,109,564
CURRENT ASSETS			
Stores, spares and loose tools		**108,303**	123,713
Stock-in-trade		**2,067,878**	1,601,264
Trade debts		**315,144**	985,768
Advances, deposits, prepayments and other receivables	7	**270,245**	340,052
Accrued profit		**1,554**	1,793
Short-term investments	8	**40,714**	187,513
Sales tax receivable		**161,012**	86,409
Taxation – net		**534,093**	530,309
Cash and bank balances		**467,670**	174,378
		3,966,613	4,031,199
TOTAL ASSETS		**6,052,735**	6,140,763
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
40,000,000 (June 30, 2019: 40,000,000) ordinary shares of Rs. 5/- each		**200,000**	200,000
Issued, subscribed and paid-up capital 28,800,000 (June 30, 2019: 28,800,000) ordinary shares of Rs. 5/- each		**144,000**	144,000
Reserves		**5,277,625**	5,280,178
		5,421,625	5,424,178
NON-CURRENT LIABILITY			
Deferred taxation		**71,657**	64,780
CURRENT LIABILITIES			
Trade and other payables		**530,088**	621,539
Unpaid dividend		**6,315**	7,211
Unclaimed dividend		**23,050**	23,055
		559,453	651,805
COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		**6,052,735**	6,140,763

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

YUTAKA ARAE
Chairman

FAHIM KAPADIA
Chief Executive

SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED SEPTEMBER 30, 2019
(UN-AUDITED)

	Quarter ended	
	September 30, 2019	September 30, 2018
	(Rupees in '000)	
Turnover – net	**1,449,227**	2,304,514
Cost of sales	**(1,348,409)**	(1,945,777)
Gross profit	**100,818**	358,737
Distribution costs	**(19,528)**	(34,165)
Administrative expenses	**(64,885)**	(56,467)
	(84,413)	(90,632)
Operating profit	**16,405**	268,105
Other expenses	**(2,085)**	(20,974)
Other income	**8,375**	15,436
Finance costs	**(206)**	(142)
	6,084	(5,680)
Profit before taxation	**22,489**	262,425
Taxation	**(25,042)**	(50,427)
(Loss) / profit after taxation	**(2,553)**	211,998
	---------- (Rupees) ----------	
(Loss) / earnings per share - basic and diluted	**(0.09)**	7.36

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

YUTAKA ARAE
Chairman

FAHIM KAPADIA
Chief Executive

SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER ENDED SEPTEMBER 30, 2019

(UN-AUDITED)

	Quarter ended	
	September 30, 2019	September 30, 2018
	(Rupees in '000)	
(Loss) / profit for the period	**(2,553)**	211,998
Other comprehensive income for the period	**-**	-
Total comprehensive (loss) / income for the period	**(2,553)**	211,998

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

YUTAKA ARAE
Chairman

FAHIM KAPADIA
Chief Executive

SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED SEPTEMBER 30, 2019

(UN-AUDITED)

	Quarter ended	
	September 30, 2019	September 30, 2018
	(Rs. in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**22,489**	262,425
Adjustments for:		
Depreciation and amortization	**59,996**	45,296
Finance costs	**206**	142
Reversal for impairment of trade debts	**(266)**	62
Gain on disposal of property, plant and equipment	**39**	(5)
Capital work-in-progress charged off	**1,425**	-
Profit on term deposit receipts / bank balances	**(5,192)**	(13,231)
	78,697	294,689
Increase in current assets	**215,651**	(506,371)
Increase in current liabilities	**(94,021)**	83,843
Cash generated from operations	**200,327**	(127,839)
Finance costs paid	**(206)**	(142)
Income tax paid	**(21,949)**	(11,410)
Net cash generated from operating activities	**178,172**	(127,981)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	**(42,421)**	(129,626)
Proceeds from disposal of property, plant and equipment	**4,406**	109
Short term investment	**52,576**	-
Profit received on term deposit receipts / bank balances	**7,460**	14,479
Net cash used in investing activities	**22,021**	(115,038)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	**(901)**	(225)
Net decrease in cash and cash equivalents	**199,292**	(243,244)
Cash and cash equivalents at the beginning of the period	**308,378**	1,165,328
Cash and cash equivalents at the end of the period	**507,670**	922,084
CASH AND CASH EQUIVALENTS		
Cash and bank balances	**467,670**	365,406
Short-term investments	**40,000**	545,268
	507,670	910,674

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

YUTAKA ARAE	**FAHIM KAPADIA**	**SAAD USMAN**
Chairman	**Chief Executive**	**Chief Financial Officer**

AGRIAUTO INDUSTRIES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
(UN-AUDITED)

		Reserves				
		Capital reserve	Revenue reserves			
	Issued, subscribed and paid-up capital	Share premium	General	Unappropriated profit	Total	Total equity
	---------- (Rupees in'000) ----------					
Balance as at July 01, 2018	144,000	12,598	3,655,000	889,082	4,556,680	4,700,680
Transfer to general reserve	-	-	590,000	(590,000)	-	-
Profit after taxation for the period	-	-	-	211,998	211,998	211,998
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the perio	-	-	-	211,998	211,998	211,998
Balance as at September 30, 2018	144,000	12,598	4,245,000	511,080	4,768,678	4,912,678
Balance as at July 01, 2019	**144,000**	**12,598**	**3,065,000**	**2,202,580**	**5,280,178**	**5,424,178**
Transfer to general reserve	**-**	**-**	**750,000**	**(750,000)**	**-**	**-**
Loss after taxation for the period	**-**	**-**	**-**	**(2,553)**	**(2,553)**	**(2,553)**
Other comprehensive income	**-**	**-**	**-**	**-**	**-**	**-**
Total comprehensive loss for the period	**-**	**-**	**-**	**(2,553)**	**(2,553)**	**(2,553)**
Balance as at September 30, 2019	**144,000**	**12,598**	**3,815,000**	**1,450,027**	**5,277,625**	**5,421,625**

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

YUTAKA ARAE
Chairman

FAHIM KAPADIA
Chief Executive

SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
(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. The Holding Company is engaged in the manufacture and sale of components for automotive vehicles, motor cycles and agricultural tractors. The registered office of the Holding 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. 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 02 July, 2014. The registered office of the Subsidiary Company is situated at 5th Floor, House of Habib, Main Shahrah-e-Faisal, Karachi.

2 STATEMENT OF COMPLIANCE

These consolidated 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 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 audited consolidated financial statements for the year ended June 30, 2019.

4 SUMMARY OF SIGNIFICANT 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 annual unconsolidated financial statements for the year ended June 30, 2019 as disclosed in note 5

	Note	September 30, 2019	June 30, 2019
		------ (Rupees in '000) ------	
		(Un-audited)	(Audited)
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1 & 5.2	**2,031,694**	1,517,299
Capital work-in-progress		**29,388**	572,176
		2,061,082	2,089,475

5.1 The following additions and disposals were made in the operating fixed assets during the period:

	Additions at cost		Disposal at NBV	
	Quarter ended September 31,		Quarter ended September 31,	
	2019	2018	**2019**	2018
	(Un-audited)		(Un-audited)	
	-------- (Rupees in '000) --------		-------- (Rupees in '000) --------	
Owned				
Building	**13,125**	36,835	**-**	-
Plant and machinery	**26,774**	66,389	**4,443**	-
Vehicles	**2,202**	4,888	**-**	-
Furniture and fixtures	**369**	-	**-**	-
Computers	**494**	820	**2**	104
Dies & Checking Fixtures	**17,150**	-	**-**	-
	60,114	108,932	**4,445**	104

5.2 Depreciation charge for the period amounted to Rs. 59,259 (September 30, 2018: Rs. 44,760).

6 Includes an amount of Rs. 225.894 million (June 30, 2019: 305.563 million) deposited with commercial banks in respect of cash margin requirement on import.

	Note	September 30, 2019 (Un-audited)	June 30, 2019 (Audited)
		-------- (Rupees in '000) --------	
7 SHORT TERM INVESTMENTS			
Financial assets at amortised cost			
Term deposit receipts	7.1	**40,000**	134,000
Accrued profit thereon		**714**	937
		40,714	134,937

7.1 Represents one to three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from of 5.75% to 12.10% (September 30, 2019: 4.75% to 7.00%) per annum having maturity date of 17July 2019.

8 COMMITMENTS

There is no material change in the status of commitments as reported in the annual financial statements for the year ended June 30, 2019 other than described below:

8.1 Commitments in respect of outstanding letters of credit for raw material amounting to Rs. 409.285 million (June 30, 2019: Rs. 817.209 million).

8.2 Commitments in respect of capital expenditure amounting to Rs. 217.129 million (June 30, 2019: Rs. 132.202 million).

9 TAXATION

The tax credit under section 65D of the Income Tax Ordinance, 2001 of subsidiary company has expired on June 30, 2019. Accordingly, the company will be liable to pay income tax at prescribed rates.

10 TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company of comprises 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 consolidated condensed interim financial statements. Detail of transactions with related parties during the period, other than disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

Name of related party and relationship with the Company		Nature of transactions	September 30, 2019 (Un-audited)	September 30, 2018 (Un-audited)
			-------- (Rupees in '000) --------	
Retirement benefit funds				
Provident fund		Contribution	3,215	2,638
Key management personnel	9.1	Remuneration and other benefits	9,996	9,250 *
		Fee for attending board meetings	225	600
Common directorship		Services received	2,038	1,522

9.1 Key management personnel remuneration corresponding figure has been revised in line with the new definition of key management personnel under directives issued by the Securities and Exchange Commission of Pakistan.

11 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the subsidary company in its meeting held on October 22, 2019 approved interim cash dividend of Re. 1.0 per share.

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

12 DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on October 22, 2019 by the Board of Directors of the Holding Company.

13 GENERAL

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

YUTAKA ARAE	FAHIM KAPADIA	SAAD USMAN
Chairman	**Chief Executive**	**Chief Financial Officer**