

Condensed Interim Consolidated Balance Sheet

As at September 30, 2014

	Note	September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
(Rupees in '000)			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	1,294,819	1,306,026
Long term deposits and other receivables		12,805	12,805
		1,307,624	1,318,831
CURRENT ASSETS			
Stores, spares and loose tools		65,666	56,274
Stock-in-trade		642,477	483,939
Trade debts		480,288	245,968
Advances, deposits, prepayments and other receivables		11,564	67,478
Accrued profit		8,691	1,754
Short term investments	5	350,237	510,410
Sales tax refundable		61,345	61,255
Taxation – net		54,971	50,353
Cash and bank balances		220,928	264,132
		1,896,167	1,741,563
TOTAL ASSETS		3,203,791	3,060,394
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 40,000,000 (June 30, 2014: 40,000,000) Ordinary shares of Rs. 5/- each		200,000	200,000
Issued, subscribed and paid-up share capital		144,000	144,000
Reserves		2,516,623	2,581,857
		2,660,623	2,725,857
NON CURRENT LIABILITY			
Deferred taxation		58,822	61,055
CURRENT LIABILITIES			
Short-term finances & borrowings		58,661	-
Trade and other payables		425,685	273,482
		484,346	273,482
CONTINGENCIES AND COMMITMENTS			
	6		
TOTAL EQUITY AND LIABILITIES		3,203,791	3,060,394

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

Condensed Interim Consolidated Profit and Loss Account

For the quarter ended September 30, 2014 (Un-audited)

	Quarter ended	
	September 30, 2014	September 30, 2013
	(Rupees in '000)	
Turnover – net	982,331	751,270
Cost of sales	(819,393)	(642,487)
Gross profit	162,938	108,783
Distribution costs	(19,188)	(14,920)
Administrative expenses	(35,717)	(33,809)
Finance cost	(473)	(55)
	(55,378)	(48,784)
Operating profit	107,560	59,999
Other charges	(8,781)	(5,350)
Other income	13,838	5,827
	5,057	477
Profit before taxation	112,617	60,476
Taxation	(33,851)	(19,619)
Profit after taxation	78,766	40,857
	Rupees	Rupees
Earnings per share - basic and diluted	2.73	1.42

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

Condensed Interim Consolidated Statement of Comprehensive Income

For the quarter ended September 30, 2014 (Un-audited)

	Quarter ended	
	September 30, 2014	September 30, 2013
	(Rupees in '000)	
Net profit for the period	78,766	40,857
Other comprehensive income for the period		
Unrealized gain on change in fair value of available-for-sale investments arising during the period	-	7,363
	-	7,363
Total comprehensive income the period	78,766	48,220

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

Condensed Interim Consolidated Cash Flow Statement

For the quarter ended September 30, 2014 (Un-audited)

	Quarter ended	
	September 30, 2014	September 30, 2013
	(Rs. in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	112,617	60,476
Adjustments for:		
Depreciation	36,155	15,857
Finance costs	473	55
Provision for impairment of trade debts	1,339	28
Gain on disposal of property, plant and equipment	(9)	-
Liabilities no longer payable – written back	(15)	(327)
Profit on short-term investments / bank balances	(12,739)	(5,152)
	137,821	70,937
Decrease / (increase) in current assets	(347,820)	131,990
Decrease in current liabilities	7,859	(64,915)
Cash generated from operations	202,140	138,012
Finance costs paid	(25)	(55)
Income tax paid	(40,703)	-
Long term deposits	-	(520)
Net cash generated from / (used in) operating activities	(242,868)	(93,580)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(25,866)	(100,394)
Proceeds from disposal of property, plant and equipment	925	-
Acquisition of short term investments	-	(450,000)
Profit received on investments / bank balances	5,975	5,690
Net cash used in investing activities	(18,966)	(544,704)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(31)	(12)
Net cash used in financing activities	(31)	(12)
Net decrease in cash and cash equivalents	(261,865)	(451,136)
Cash and cash equivalents at the beginning of the period	774,132	700,457
Cash and cash equivalents at the end of the period	512,267	249,321
CASH AND CASH EQUIVALENTS		
Cash and bank balances	220,928	149,321
Short-term investments	350,000	100,000
Short-term finances & borrowings	(58,661)	-
	512,267	249,321

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

Condensed Interim Consolidated Statement of Changes in Equity

For the quarter ended September 30, 2014 (Un-audited)

Issued, subscribed and paid-up capital	R e s e r v e s					Total equity
	Capital reserve	Revenue reserves		Gain on changes in fair value of available-for-sale investments	Total	
	Share premium	General	Unappropriated profit			
	(Rs. in 000')					

Balance as at July 01, 2013	144,000	12,598	2,160,000	297,258	41	2,469,897	2,613,897
Transfer to general reserve	-	-	175,000	(175,000)	-	-	-
Profit after taxation for the period	-	-	-	40,857	-	40,857	40,857
Other comprehensive income	-	-	-	-	7,363	7,363	7,363
Total comprehensive income for the period	-	-	-	40,857	7,363	48,220	48,220

Balance as at September 30, 2013	144,000	12,598	2,335,000	163,115	7,404	2,518,117	2,662,117
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Balance as at July 01, 2014	144,000	12,598	2,335,000	234,259	-	2,581,857	2,725,857
Final dividend for the year ended June 30, 2014 @ Rs.5 /- per share	-	-	-	(144,000)	-	(144,000)	(144,000)
Transfer to general reserve	-	-	170,000	(170,000)	-	-	-
Profit after taxation for the period	-	-	-	78,766	-	78,766	78,766
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	78,766	-	78,766	78,766
Balance as at September 30, 2014	144,000	12,598	2,505,000	(975)	-	2,516,623	2,660,623

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive

Notes to the Condensed Interim Consolidated Financial Statements

For the quarter ended September 30, 2014 (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 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.
- 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 Companies Ordinance, 1984. The Subsidiary Company will be 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 condensed interim consolidated 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 Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed. These 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, 2014.

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, 2014.

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, 2014. The adoption of such amended standards did not have any material effect on these condensed interim consolidated financial statements.

Note	September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
	(Rupees in '000)	

4. PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	4.1	1,293,554	597,796
Capital work-in-progress		1,265	707,230
		<u>1,294,819</u>	<u>1,306,026</u>

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

Notes to the Condensed Interim Consolidated Financial Statements
For the quarter ended September 30, 2014 (Un-audited)

- Buildings
- Plant and machinery
- Furniture and fixtures
- Vehicles
- Office equipment
- Computers

Quarter ended September 30, 2014 (Un-audited)	
Additions	Deletions
(Rs. in 000')	
1,672	-
19,258	-
4,326	-
-	1,034
350	
260	-
25,866	1,034

Note	September 30, 2014 (Un-audited)	June 30, 2014 (Audited)
	(Rs. in 000')	

5. SHORT TERM INVESTMENTS

Held- to- maturity

Term deposit receipts	6.1	350,000	510,000
Accrued profit thereon		237	410
		<u>350,237</u>	<u>510,410</u>

5.1 Represents three months term deposit receipts with a commercial bank carrying profit rate of 9.45 % (June 30, 2014: 8.50% to 9.50%) per annum and will mature by December 2014.

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, 2014 other than described below:

Commitments

- 6.1 Commitments in respect of outstanding letters of credit for raw material amount to Rs. 360.521 million (June 30, 2014: Rs. 341.645 million).
- 6.2 Commitments in respect of capital expenditure amount to Rs. 56.400 million (June 30, 2014: Rs. 15.230 million).

Notes to the Condensed Interim Consolidated Financial Statements

For the quarter ended September 30, 2014 (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:

	September 30, 2014 (Un-audited) (Rs. in 000')	September 30, 2013 (Un-audited)
Purchase of goods	-	635
Contribution to provident fund	1,332	3,657
Key management personnel compensation	4,948	18,288

8. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 25, 2014 by the Board of Directors of the Company.

9. GENERAL

Figures have been rounded off to the nearest thousands.


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive