

Condensed Interim Consolidated Balance Sheet

As at March 31, 2014

	Note	March 31, 2014 (Un-audited)	June 30, 2013 (Audited)
(Rupees in '000)			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	1,277,734	1,035,962
Long term deposits and other receivables		12,805	12,285
		1,290,539	1,048,247
CURRENT ASSETS			
Stores, spares and loose tools		63,346	75,107
Stock-in-trade		404,207	625,925
Trade debts		461,663	472,811
Advances, deposits, prepayments and other receivables		5,651	15,542
Accrued profit		1,617	1,548
Short term investments	5	455,450	50,341
Sales tax refundable		19,074	8,571
Taxation – net		29,453	9,045
Cash and bank balances		234,379	650,457
		1,674,840	1,909,347
TOTAL ASSETS		2,965,379	2,957,594
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
40,000,000 (June 30,2013: 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		2,489,199	2,469,897
		2,633,199	2,613,897
NON CURRENT LIABILITY			
Deferred taxation		60,905	54,440
CURRENT LIABILITIES			
Trade and other payables		271,275	289,257
CONTINGENCIES AND COMMITMENTS			
	6		
TOTAL EQUITY AND LIABILITIES		2,965,379	2,957,594

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 nine months & quarter ended March 31, 2014 (Un-audited)

	Nine months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	(Rupees in '000)		(Rupees in '000)	
Turnover – net	2,428,632	2,417,470	987,079	961,649
Cost of sales	(2,026,719)	(1,993,116)	(788,348)	(763,339)
Gross profit	401,913	424,354	198,731	198,310
Distribution costs	(47,720)	(46,958)	(18,654)	(18,164)
Administrative expenses	(116,978)	(137,944)	(41,068)	(50,374)
Finance cost	(146)	(171)	(64)	(45)
	(164,844)	(185,073)	(59,786)	(68,583)
Operating profit	237,069	239,281	138,945	129,727
Other charges	(25,001)	(21,384)	(11,214)	(10,380)
Other income	25,750	44,060	10,934	10,089
	749	22,676	(280)	(291)
Profit before taxation	237,818	261,957	138,665	129,436
Taxation	(78,210)	(96,492)	(38,485)	(51,402)
Profit after taxation	159,608	165,465	100,180	78,034
	Rupees	Rupees	Rupees	Rupees
Earnings per share - basic and diluted	5.54	5.74	3.48	2.71

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 nine months & quarter ended March 31, 2014 (Un-audited)

	Nine months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	(Rupees in '000)		(Rupees in '000)	
Net profit for the period	159,608	165,465	100,180	78,034
Other comprehensive income for the period				
Unrealized gain on change in fair value of available-for-sale investments arising during the period	18,368	21,532	5,439	5,981
Reclassification adjustment for gains included in profit and loss account upon disposal of investments related deferred taxation	(274)	(1,796)	-	-
	18,094	19,736	5,439	5,981
Total comprehensive income the period	177,702	185,201	105,619	84,015

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 nine months & quarter ended March 31, 2014 (Un-audited)

	Nine months ended	
	March 31, 2014	March 31, 2013
	(Rs. in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	237,818	261,957
Adjustments for:		
Depreciation	49,788	46,156
Finance costs	146	171
Provision for impairment of trade debts	502	(245)
Gain on disposal of property, plant and equipment	(2,807)	(1,103)
Liabilities no longer payable – written back	(2,549)	(621)
Profit on short-term investments / bank balances	(17,484)	(37,460)
	265,414	268,855
Decrease / (increase) in current assets	248,497	(137,337)
Decrease in current liabilities	(14,200)	(48,178)
Cash generated from operations	499,711	83,340
Finance costs paid	(146)	(171)
Income tax paid	(93,728)	(107,919)
Long term deposits	(520)	(6,571)
Net cash generated from / (used in) operating activities	405,317	(31,321)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(304,523)	(419,410)
Proceeds from disposal of property, plant and equipment	7,556	6,355
Acquisition of short term investments	(275,037)	(322,099)
Profit received on investments / bank balances	17,014	47,540
Net cash used in investing activities	(554,990)	(687,614)
CASH FLOWS FROM FINANCING ACTIVITIES		
Lease rentals paid	-	(434)
Dividends paid	(156,405)	(194,731)
Net cash used in financing activities	(156,405)	(195,165)
Net decrease in cash and cash equivalents	(306,078)	(914,100)
Cash and cash equivalents at the beginning of the period	700,457	1,303,430
Cash and cash equivalents at the end of the period	394,379	389,330
CASH AND CASH EQUIVALENTS		
Cash and bank balances	234,379	339,330
Short-term investments	160,000	50,000
	394,379	389,330

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 nine months & quarter ended March 31, 2014 (Un-audited)

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

Balance as at July 01, 2012 144,000 12,598 1,815,000 579,795 1,225 2,408,618 2,552,618

Final dividend for the year ended June 30, 2012 @ Rs.7.5 /- per share - - - (216,000) - (216,000) (216,000)

Transfer to general reserve - - 345,000 (345,000) - - -

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

Balance as at March 31, 2013 144,000 12,598 2,160,000 184,260 20,961 2,377,819 2,521,819

Balance as at July 01, 2013 144,000 12,598 2,160,000 297,258 41 2,469,897 2,613,897

Final dividend for the year ended June 30, 2013 @ Rs.5.5 /- per share - - - (158,400) - (158,400) (158,400)

Transfer to general reserve - - 175,000 (175,000) - - -

Profit after taxation for the period	-	-	-	159,608	-	159,608	159,608
Other comprehensive income	-	-	-	-	18,094	18,094	18,094
Total comprehensive income for the period	-	-	-	159,608	18,094	177,702	177,702

Balance as at March 31, 2014 144,000 12,598 2,335,000 123,466 18,135 2,489,199 2,633,199

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 nine months & quarter ended March 31, 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 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

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, 2013.

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, 2013.

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, 2013. 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, 2014 (Un-audited)	June 30, 2013 (Audited)
	(Rupees in '000)	
4.1	597,247	492,166
	680,487	543,796
	<u>1,277,734</u>	<u>1,035,962</u>

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months & quarter ended March 31, 2014 (Un-audited)

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

	Half year ended	
	December 31, 2013	
	(Un-audited)	
	Additions	Deletions
	(Rs. in 000')	
Owned		
Buildings	20,359	-
Plant and machinery	115,746	996
Furniture and fixtures	207	-
Vehicles	8,376	7,859
Computers	607	-
Dies & tools	14,326	-
	159,621	8,855

Note	March 31, 2014 (Un-audited)	June 30, 2013 (Audited)
	(Rs. in 000')	

5. SHORT TERM INVESTMENTS

Held- to- maturity

Term deposit receipts
Accrued profit thereon

5.1	160,000	50,000
	426	300
	160,426	50,300

Available-for-sale

Money Market Mutual Fund

	295,024	41
	455,450	50,341

- 5.1 Represents three months term deposit receipts with a commercial bank carrying profit rate of 9.25 % (June 30, 2013: 8.75%) per annum and will mature by June 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, 2013 other than described below:

Commitments

- 6.1 Commitments in respect of outstanding letters of credit for raw material amount to Rs. 215.215 million (June 30, 2013: Rs. 169.459 million).
- 6.2 Commitments in respect of capital expenditure amount to Rs. 34.639 million (June 30, 2013: Rs. 33.990 million).

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months & quarter ended March 31, 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:

	March 31, 2014 (Un-audited)	March 31, 2013 (Un-audited)
	(Rs. in 000')	
Purchase of goods	311	635
Contribution to provident fund	3,910	3,657
Key management personnel compensation	18,573	18,288

8. DATE OF AUTHORISATION FOR ISSUE

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