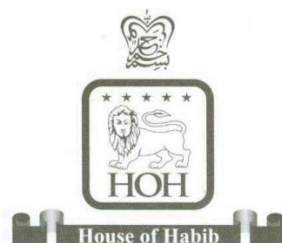


Agriauto Industries Limited

Condensed Interim Financial Statements
For the Period & Quarter Ended March 31, 2019
(Un-audited)



BLANK

Company Information

BOARD OF DIRECTORS

Yutaka Arae

Fahim Kapadia

Salman Burney

Sohail P. Ahmed

Hamza Habib

Muhammad Ali Jameel

Ayesha T. Haq

Chairman

Chief Executive

Non Executive Director

Non Executive Director

Non Executive Director

Independent Director

Independent Director

AUDIT COMMITTEE

Muhammad Ali Jameel

Sohail P. Ahmed

Ayesha T. Haq

Chairman

Member

Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Muhammad Ali Jameel

Salman Burney

Sohail P. Ahmed

Yutaka Arae

Fahim Kapadia

Chairman

Member

Member

Member

Member

CHIEF FINANCIAL OFFICER

Saad Usman

COMPANY SECRETARY

Syed Jawwad ul Haq Haqqi

AUDITORS

EY Ford Rhodes

Chartered Accountants

SHARE REGISTRAR

FAMCO Associates (Pvt.) Limited

8-F, Next to Hotal Faran, Nursery,

Block-6, P.E.C.H.S.,

Shahrah-e-Faisal, Karachi.

Tel: 34380101-5, 34384621-3

BANKERS - CONVENTIONAL

Habib Metropolitan Bank Limited

Standard Chartered Bank (Pakistan) Ltd

National Bank of Pakistan

Habib Bank Limited

United Bank Limited

MCB Bank Limited

REGISTERED OFFICE

5th Floor, House of Habib

3 JCHS, Main Shahrah-e-Faisal,

Karachi.

[Website: www.agriauto.com.pk](http://www.agriauto.com.pk)

[Email: info@agriauto.com.pk](mailto:info@agriauto.com.pk)

FACTORY

Agriauto Industries Limited

Mouza Baroot, Hub Chowki,

Distt. Lasbella, Balochistan.

Agriauto Stamping Company (Pvt.) Ltd

DSU-12B, Down Stream Industrial Estate

Pakistan Steel, Bin Qasim, Karachi.

DIRECTORS' REVIEW REPORT

The Directors of your Company are pleased to report on the financial position and performance of your Company for the nine months and quarter ended March 31, 2019.

SUMMARY OF FINANCIAL RESULTS

Consolidated

	Rs. '000	
	Nine Months ended	
	31-March-19	31-March-18
Turnover	7,651,565	6,150,929
Gross Profit	1,295,662	1,241,235
Profit before taxation	980,110	951,397
Taxation	(186,500)	(187,970)
Profit after taxation	793,610	763,427
Earnings per share (Rs.)	27.56	26.51

The consolidated turnover (net) for the nine months ended March 31, 2019 was Rs. 7.65 (2018: Rs. 6.15) billion reflecting an increase of 24.4% over corresponding period last year. Profit before tax also grew by 3% over same period last year.

Earnings Per Share (EPS) for the nine months increased from Rs.26.51 to reach Rs.27.56, higher by 4% over corresponding period last year.

Standalone

	Rs. '000	
	Nine Months ended	
	31-March-19	31-March-18
Turnover	5,412,768	4,539,895
Gross Profit	858,865	887,914
Profit before taxation	571,958	631,353
Taxation	(181,882)	(189,176)
Profit after taxation	390,076	442,177
Earnings per share (Rs.)	13.54	15.35

The turnover for the nine months ended March 31, 2019 amounted to Rs. 5.41 (2018: Rs. 4.54) billion reflecting an increase of 19.2% over corresponding period last year.

Profit before tax of Rs. 572 million was down by 9.4% despite higher sales mainly due to significant devaluation of Pak Rupee against the US Dollar & Japanese Yen during the current financial year 18-19 which was not fully compensated. In addition, slowdown in the tractor and two wheeler segments also impacted the profitability of the Company negatively.

Earnings Per Share (EPS) for the period decreased from Rs.15.35 to Rs.13.54 (-11.8%).

The volumes of the auto industry remained stagnant in the year to date, despite removal of ban on non-filers on purchase of new vehicles earlier this year. We expect that the demand for vehicles would not be materially different in the next quarter compared to the current trend.

AGRIAUTO STAMPING COMPANY (PVT) LIMITED (ASC)

As disclosed in the previous director report, two presses having capacity of 800 and 500 tons respectively, that were imported from China have arrived at the Site and are currently being installed in the presence of Chinese engineers. The addition of these presses along with the planned extension of the welding gantry is expected to come into commercial production in the next financial year.

The Board of the subsidiary company has also recommended payment of 10% cash dividend to its parent company.

In the end, we would like to express our sincerest appreciation to all our customers, dealers, bankers and foreign technical collaborators for their unabated support and confidence reposed in the Company. We are also thankful to all our employees who have worked diligently for the progress of the Company.

On behalf of the Board of Directors.

Fahim Kapadia

Chief Executive
Dated: April 24, 2019

ڈائریکٹران کی رپورٹ

آپ کی کمپنی کے ڈائریکٹران غیر آڈٹ شدہ عبوری مالیاتی پوزیشن اور آپ کی کمپنی کی کارکردگی برائے سہ ماہی اور نو ماہی کی ختم شدہ مدت 31 مارچ 2019 پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

مالیاتی نتائج کا خلاصہ

مجموعی نتائج

Rs. '000

برائے ختم شدہ سہ ماہی مدت	برائے ختم شدہ نو ماہی مدت	31 مارچ 2018	31 مارچ 2019	31 مارچ 2018	31 مارچ 2019
2,159,016	2,714,856	6,150,929	7,651,565	فروخت	
431,520	473,715	1,241,235	1,295,662	خام منافع	
337,904	366,168	951,397	980,110	منافع قبل از ٹیکس	
(66,694)	(72,444)	(187,970)	(186,500)	ٹیکس	
271,210	293,724	763,427	793,610	منافع بعد از ٹیکس	
9.42	10.20	26.51	27.56	فی حصص آمدن (روپے)	

زیر جائزہ نو ماہی مدت کی مجموعی فروخت 7.65 بلین روپے (2018 میں 6.15 بلین روپے) رہی جو کہ گزشتہ سال اسی مدت کی بہ نسبت 24.4% فیصد اضافہ کی عکاسی کرتی ہے۔ منافع قبل از ٹیکس اسی مدت کی بہ نسبت 3% زیادہ رہا۔

نو ماہی مدت مارچ 2019 کی مجموعی آمدن فی حصص (EPS) 27.56 روپے رہی جو کہ گزشتہ سال اسی مدت میں 26.51 روپے تھی۔

Rs. '000

انفرادی نتائج

برائے ختم شدہ سہ ماہی مدت	برائے ختم شدہ نو ماہی مدت	31 مارچ 2018	31 مارچ 2019	31 مارچ 2018	31 مارچ 2019
1,589,819	1,902,045	4,539,895	5,412,768	فروخت	
308,245	315,681	887,914	858,865	خام منافع	
224,698	215,205	631,353	571,958	منافع قبل از ٹیکس	
(66,807)	(73,963)	(189,176)	(181,882)	ٹیکس	
157,891	141,242	442,177	390,076	منافع بعد از ٹیکس	
5.48	4.90	15.35	13.54	فی حصص آمدن (روپے)	

زیر جائزہ نو ماہی مدت کی فروخت 5.41 بلین روپے رہی (2018 میں 4.54 بلین روپے) جو کہ گزشتہ سال اسی مدت کی بہ نسبت 19.2% فیصد اضافہ کی عکاسی کرتی ہے۔

منافع قبل از ٹیکس 572 بلین روپے رہا جو کہ اعلیٰ فروخت کے باوجود 9.4 فیصد کم تھا جس کی بنیادی وجہ یو ایس ڈالر اور جاپانی ین کے مقابلے میں پاکستانی روپے کی قدر میں کمی تھی جس کا اثر مکمل طور پر قیمتوں میں منتقل نہیں ہو سکا۔ اس کے علاوہ ٹریڈر اور موٹر سائیکل کی صنعت میں سست روی نے بھی منفی طور پر کمپنی کے منافع پر اثر ڈالا۔

نو ماہی مدت مارچ 2019 کی آمدن فی حصص (EPS) 13.54 روپے رہی جو کہ گزشتہ سال اسی مدت میں 15.35 روپے تھی۔

نان فاکرز پر گاڑیوں کی خرید کے حوالے سے لگائی گئی پابندی ہٹنے کے باوجود گاڑیوں کی فروخت میں جمود رہا۔ ہمارے اندازے کے مطابق موجودہ رجحان کو مد نظر رکھتے ہوئے اگلے سہ ماہی میں گاڑیوں کی طلب میں خاطر خواہ اضافہ ہوتا نظر نہیں آ رہا۔

ایگری آٹو اسٹیمپنگ کمپنی (پرائیویٹ) لمیٹڈ (ASC)

گزشتہ ڈائریکٹران کی رپورٹ کے مطابق، چین سے درآمد شدہ دوپریس جو 800 اور 500 ٹن کی صلاحیت رکھتی ہیں، سائٹ پر پہنچ چکی ہیں اور اس وقت چینی انجینئرز کی موجودگی میں نصب کی جارہی ہیں۔ یہ پریس اور اس کے علاوہ ویلڈنگ گیٹری کی توسیع کے ثمرات اگلے مالی سال کی تجارتی پیداوار میں آنا شروع ہو جائیں گے۔

ذیلی ادارے کے بورڈ نے ہولڈنگ کمپنی کو 10% نقد Dividend کی ادائیگی کی بھی سفارش کی ہے۔

آخر میں ہم اپنی مخلصانہ تہنیت اپنے تمام کسٹمرز، ڈیلرز، بیکارز اور بیرونی تکنیکی معاونت کاروں کو ان کی بیش بہا خدمات اور کمپنی پر ان کے اعتماد پر انہیں پیش کرتے ہیں۔ ہم اپنی ٹیم کے تمام ممبران کے مشکور ہیں جنہوں نے جانفشانی کے ساتھ کمپنی کی ترقی کے لئے کام کیا۔

برائے و منجانب

فہیم کپاڈیا
چیف ایگزیکٹو

مورخہ: 24 اپریل 2019

AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2019

	Note	March 31, 2019 (Un-audited) ----- (Rupees in '000) -----	June 30, 2018 (Audited)
<u>ASSETS</u>			
NON-CURRENT ASSETS			
Property, plant and equipment	6	771,846	667,623
Intangible asset		9,780	7,863
Long-term investment		1,144,006	1,144,006
Long-term deposits		6,234	6,234
		<u>1,931,866</u>	<u>1,825,726</u>
CURRENT ASSETS			
Stores, spares and loose tools		83,697	83,178
Stock-in-trade		931,135	964,242
Trade debts		684,201	431,931
Advances, deposits, prepayments and other receivables	7	304,631	7,099
Accrued profit		1,422	681
Short-term investments	8	143,454	543,560
Sales tax receivable		-	9,086
Taxation – net		91,053	254,258
Cash and bank balances		372,489	230,264
		<u>2,612,082</u>	<u>2,524,299</u>
TOTAL ASSETS		<u><u>4,543,948</u></u>	<u><u>4,350,025</u></u>
<u>EQUITY AND LIABILITIES</u>			
SHARE CAPITAL AND RESERVES			
Authorised capital			
40,000,000 (June 30, 2018: 40,000,000) ordinary shares of Rs. 5/- each		<u>200,000</u>	<u>200,000</u>
Issued, subscribed and paid-up capital 28,800,000 (June 30, 2018: 28,800,000) ordinary shares of Rs. 5/- each		144,000	144,000
Reserves		<u>3,785,862</u>	<u>3,726,986</u>
		<u>3,929,862</u>	<u>3,870,986</u>
NON-CURRENT LIABILITY			
Deferred taxation		4,379	16,792
CURRENT LIABILITIES			
Trade and other payables		561,677	436,227
Unpaid dividend		8,310	2,516
Unclaimed dividend		23,394	23,504
Sales tax payable		16,326	-
		<u>609,707</u>	<u>462,247</u>
COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		<u><u>4,543,948</u></u>	<u><u>4,350,025</u></u>

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive


SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE NINE MONTHS & QUARTER MARCH 31, 2019
(UN-AUDITED)

	Nine months ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	(Rupees in '000)		(Rupees in '000)	
Turnover – net	5,412,768	4,539,895	1,902,045	1,589,819
Cost of sales	<u>(4,553,903)</u>	<u>(3,651,981)</u>	<u>(1,586,364)</u>	<u>(1,281,574)</u>
Gross profit	858,865	887,914	315,681	308,245
Distribution costs	<u>(96,390)</u>	<u>(84,610)</u>	<u>(32,862)</u>	<u>(29,616)</u>
Administrative expenses	<u>(165,802)</u>	<u>(156,302)</u>	<u>(57,414)</u>	<u>(51,141)</u>
	<u>(262,192)</u>	<u>(240,912)</u>	<u>(90,276)</u>	<u>(80,757)</u>
Operating profit	596,673	647,002	225,405	227,488
Other expenses	<u>(50,153)</u>	<u>(54,336)</u>	<u>(18,395)</u>	<u>(16,705)</u>
Other income	<u>25,653</u>	<u>38,902</u>	<u>8,255</u>	<u>13,982</u>
Finance costs	<u>(215)</u>	<u>(215)</u>	<u>(60)</u>	<u>(67)</u>
	<u>(24,715)</u>	<u>(15,649)</u>	<u>(10,200)</u>	<u>(2,790)</u>
Profit before taxation	571,958	631,353	215,205	224,698
Taxation	<u>(181,882)</u>	<u>(189,176)</u>	<u>(73,963)</u>	<u>(66,807)</u>
Profit after taxation	<u>390,076</u>	<u>442,177</u>	<u>141,242</u>	<u>157,891</u>
----- (Rupees) -----				
Earnings per share - basic and diluted	<u>13.54</u>	<u>15.35</u>	<u>4.90</u>	<u>5.48</u>

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive


SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS & QUARTER MARCH 31, 2019
(UN-AUDITED)

	Nine months ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	(Rupees in '000)		(Rupees in '000)	
Profit after taxation for the period	390,076	442,177	141,242	157,891
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>390,076</u>	<u>442,177</u>	<u>141,242</u>	<u>157,891</u>

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive


SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED MARCH 31, 2019
(UN-AUDITED)

	Nine months ended	
	March 31, 2019	March 31, 2018
	(Rs. in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	571,958	631,353
Adjustments for:		
Depreciation and amortization	65,763	60,246
Finance costs	215	215
Reversal for impairment of trade debts	-	(39)
Gain on disposal of property, plant and equipment	(998)	(2,497)
Profit on term deposit receipts	(13,146)	(28,004)
Profit on bank balances	(8,380)	(5,320)
	615,412	655,954
Increase in current assets	(508,128)	(163,449)
Increase in current liabilities	141,776	118,754
Cash generated from operations	249,060	611,259
Finance costs paid	(215)	(215)
Income tax paid	(31,090)	(45,718)
Net cash generated from operating activities	217,755	565,326
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(175,281)	(67,583)
Proceeds from disposal of property, plant and equipment	4,376	9,559
Short term investment	(22,000)	-
Profit received on term deposit receipts	14,560	27,008
Profit received on bank balances	7,639	6,926
Net cash used in investing activities	(170,706)	(24,090)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(325,516)	(323,200)
Net decrease in cash and cash equivalents	(278,467)	218,036
Cash and cash equivalents at the beginning of the period	770,956	869,835
Cash and cash equivalents at the end of the period	492,489	1,087,871
CASH AND CASH EQUIVALENTS		
Cash and bank balances	372,489	249,718
Short-term investments	120,000	838,153
	492,489	1,087,871

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive


SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2019
(UN-AUDITED)

Issued, subscribed and paid-up capital	Reserves					Total equity
	Capital reserve	Revenue reserves			Total	
		Share premium	General	Unapp-ropriated profit		
Balance as at July 01, 2017	144,000	12,598	2,975,000	550,181	3,537,779	3,681,779
Final dividend for the year ended June 30, 2017 @ Rs.7.5 /- per share	-	-	-	(216,000)	(216,000)	(216,000)
Interim dividend for the year ended June 30, 2018 @ Rs. 4.0 /- per share	-	-	-	(115,200)	(115,200)	(115,200)
Transfer to general reserve	-	-	300,000	(300,000)	-	-
Profit after taxation for the period	-	-	-	442,177	442,177	442,177
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	442,177	442,177	442,177
Balance as at March 31, 2018	144,000	12,598	3,275,000	361,158	3,648,756	3,792,756
Balance as at July 01, 2018	144,000	12,598	3,275,000	439,388	3,726,986	3,870,986
Final dividend for the year ended June 30, 2018 @ Rs.8.5 /- per share	-	-	-	(244,800)	(244,800)	(244,800)
Interim dividend for the year ended June 30, 2019 @ Rs.3.0 /- per share	-	-	-	(86,400)	(86,400)	(86,400)
Transfer to general reserve	-	-	190,000	(190,000)	-	-
Profit after taxation for the period	-	-	-	390,076	390,076	390,076
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	390,076	390,076	390,076
Balance as at March 31, 2019	144,000	12,598	3,465,000	308,264	3,785,862	3,929,862

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive


SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 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 Limited. 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 These unconsolidated condensed interim financial statements are the separate unconsolidated condensed interim financial statements of the Company in which investments in subsidiary is accounted for on the basis of direct equity interest and is not consolidated or accounted for using equity method.

2 STATEMENT OF COMPLIANCE

These unconsolidated 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 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 audited unconsolidated financial statements for the year ended June 30, 2018.

4 SUMMARY OF SIGNIFICANT 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 unconsolidated financial statements for the year ended June 30, 2018 except for the adoption of new standards, amendments and interpretation of International Financial Reporting Standards (IFRSs) as disclosed in note 5.

5 NEW STANDARDS, AMMENDMENTS AND INTERPRETATIONS OF IFRSs

Effective 1 July 2018, the Company has adopted IFRS 15 "Revenue from Contracts with Customers" (replacing IAS 18 "Revenue", IAS 11 "Construction Contracts" and related interpretations) and IFRS 9 "Financial Instruments (replacing IAS 39 "Financial Instruments: Recognition and Measurement". The effects of adoption of these standards are explained below;

5.1 IFRS 15 Revenue from Contracts with Customers

According to IFRS 15, revenue is recognized to depict the transfer of promised goods or services to a customer in an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. Revenue is recognized when, or as, the customer obtains control of the goods or services. IFRS 15 also includes guidance on the presentation of contract balances, that is, assets and liabilities arising from contracts with customers, depending on the relationship between the entity's performance and the customer's payment.

The Company has applied IFRS 15 with initial application date of 1 July 2018 as notified by the Securities and Exchange Commission of Pakistan (SECP). The first-time application of IFRS 15 by the Company has not had any significant effects with regard to the amount of revenue recognised and when it is recognised. Hence, no cumulative adjustment amounts have been recognised to adjust the opening equity as at 1 July 2018. Accordingly, the information presented for previous years has not been restated, as previously reported, under IAS 18 and related interpretations.

The management of the Company has assessed that the Company is in compliance with the requirements of IFRS 15.

5.2 IFRS 9 Financial Instruments

IFRS 9 sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below:

5.2.1 Effect of adopting IFRS 9 on the classification of financial assets

Financial asset	Original category under IAS 39	New category under IFRS 9
Trade debts	Loans and receivables	Amortised cost
Deposits and other receivables	Loans and receivables	Amortised cost
Short-term investments	Held to maturity	Amortised cost
Cash and bank balances	Loans and receivables	Amortised cost
Long-term deposits	Loans and receivables	Amortised cost

5.2.2 Classification and measurement of financial assets and financial liabilities

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities. However, it eliminates the previous IAS 39 categories for financial assets of held to maturity, loans and receivables and available for sale.

The adoption of IFRS 9 has not had a significant effect on the Company's accounting policies related to financial liabilities. The impact of IFRS 9 on the classification and measurement of financial assets is set out below:

a) Initial recognition and measurement

Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortised cost; Fair Value through Other Comprehensive Income (FVOCI) – debt investment; FVOCI – equity investment; or Fair Value through Profit or Loss (FVTPL).

The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

b) Subsequent measurement

The following accounting policies apply to the subsequent measurement of financial assets.

Financial assets at amortised cost - These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses, if any.

Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

5.2.3 Impairment of financial assets

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) model. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments at FVOCI, but not to investments in equity instruments.

At each reporting date, the Company assesses whether financial assets are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the respective asset.

The Company uses the standard's simplified approach and calculates ECL based on life time ECL on its financial assets. For this purpose, the management conducts an exercise to assess the impairment of its financial assets using historical data and forward looking information.

Based on such exercise, the Company has concluded that it is in compliance with the requirements of the new accounting standard including the assessment of impairment on its financial assets using expected credit loss model.

	Note	March 31, 2019 ----- (Rupees in '000) ----- (Un-audited)	June 30, 2018 (Audited)
6 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	6.1 & 6.2	688,192	644,258
Capital work-in-progress		83,654	23,365
		<u>771,846</u>	<u>667,623</u>

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

	Additions at cost		Disposal at NBV	
	Nine months ended		Nine months ended	
	March 31,		March 31,	
	2019	2018	2019	2018
	(Un-audited)		(Un-audited)	
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Owned				
Plant and machinery	83,502	21,026	97	3,722
Vehicles	22,840	16,232	3,142	3,273
Furniture and fixtures	1,658	1,649	-	-
Computers	1,681	1,164	141	67
Office equipment	1,536	113	-	-
	<u>111,217</u>	<u>40,184</u>	<u>3,380</u>	<u>7,062</u>

6.2 Depreciation charge for the period amounted to Rs. 63,904 (March 31, 2018: Rs. 59,129).

AGRIAUTO INDUSTRIES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2019
(UN-AUDITED)

- 7 Includes an amount of Rs. 289.736 million (June 30, 2018: Nil) deposited with commercial banks in respect of cash margin requirement on import.

		March 31, 2019 (Un-audited)	June 30, 2018 (Audited)
	Note	----- (Rupees in '000) -----	----- (Rupees in '000) -----
8 SHORT TERM INVESTMENTS			
Financial assets at amortised cost			
Term deposit receipts	8.1	142,000	442,000
Treasury bills		-	98,692
Accrued profit thereon		1,454	2,868
		<u>143,454</u>	<u>543,560</u>

- 8.1 Represents one to three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from of 4.75% to 9.75% (March 31, 2018: 4.05% to 6.00%) per annum having maturity date of 17 July 2019.

9 COMMITMENTS

There is no material change in the status of commitments as reported in the annual financial statements for the year ended June 30, 2018 other than described below:

- 9.1 Commitments in respect of outstanding letters of credit for raw material amounting to Rs. 377.777 million (June 30, 2018: Rs. 634.494 million).
- 9.2 Commitments in respect of capital expenditure amounting to Rs. 21.139 million (June 30, 2018: Rs. 78.342 million).

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

Name of related party and relationship with the Company	Nature of transactions	March 31, 2019 (Un-audited)	March 31, 2018 (Un-audited)
		----- (Rupees in '000) -----	----- (Rupees in '000) -----
Subsidiary (wholly owned)			
Agriauto Stamping Company (Private) Limited.	Sale of goods	25,915	22,626
	Tax credit claimed on behalf of subsidiary	13,424	-
	Services received	2,932	-
Retirement benefit funds			
Provident fund	Contribution	8,061	6,552
Key management personnel			
	Remuneration and other benefits	26,275	19,240 *
	Fee for attending board meetings	1,275	825
Common directorship			
	Services received	5,899	4,874

* The amount has been restated to include the remuneration and other benefits of Chief Financial Officer and Company Secretary in compliance with S.R.O 1194(1)/2018, dated October 02, 2018.

11 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the subsidiary Company has approved interim cash dividend of Rs. 1.0 /- per share for the year ended June 30, 2019 in its meeting held on April 24, 2019.

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

12 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on April 24, 2019 by the Board of Directors of the Company.

13 GENERAL

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive


SAAD USMAN
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2019

	Note	March 31, 2019 (Un-audited) ----- (Rupees in '000) -----	June 30, 2018 (Audited)
<u>ASSETS</u>			
NON-CURRENT ASSETS			
Property, plant and equipment	6	2,021,717	1,584,818
Intangible asset		9,780	14,657
Long-term deposits		13,038	6,234
		2,044,535	1,605,709
CURRENT ASSETS			
Stores, spares and loose tools		103,373	95,788
Stock-in-trade		1,309,828	1,456,346
Trade debts		938,414	574,251
Advances, deposits, prepayments and other receivables	7	379,832	51,238
Accrued profit		2,871	1,318
Short-term investments	8	356,454	743,488
Sales tax receivable		21,909	36,675
Taxation – net		180,612	324,202
Cash and bank balances		639,300	425,961
		3,932,593	3,709,267
TOTAL ASSETS		5,977,128	5,314,976
<u>EQUITY AND LIABILITIES</u>			
SHARE CAPITAL AND RESERVES			
Authorised capital			
40,000,000 (June 30, 2018: 40,000,000) ordinary shares of Rs. 5/- each		200,000	200,000
Issued, subscribed and paid-up capital 28,800,000 (June 30, 2018: 28,800,000) ordinary shares of Rs. 5/- each		144,000	144,000
Reserves		5,019,090	4,556,676
		5,163,090	4,700,676
NON-CURRENT LIABILITY			
Deferred taxation		68,217	76,011
CURRENT LIABILITIES			
Trade and other payables		714,117	512,269
Unpaid dividend		8,310	2,516
Unclaimed dividend		23,394	23,504
Sales tax payable		-	-
		745,821	538,289
COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		5,977,128	5,314,976

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 NINE MONTHS & QUARTER MARCH 31, 2019
(UN-AUDITED)

	Nine months ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	(Rupees in '000)		(Rupees in '000)	
Turnover – net	7,651,565	6,150,929	2,714,856	2,159,016
Cost of sales	<u>(6,355,903)</u>	<u>(4,909,694)</u>	<u>(2,241,141)</u>	<u>(1,727,496)</u>
Gross profit	1,295,662	1,241,235	473,715	431,520
Distribution costs	<u>(104,046)</u>	<u>(90,909)</u>	<u>(35,827)</u>	<u>(32,565)</u>
Administrative expenses	<u>(178,774)</u>	<u>(170,563)</u>	<u>(61,740)</u>	<u>(55,213)</u>
	<u>(282,820)</u>	<u>(261,472)</u>	<u>(97,567)</u>	<u>(87,778)</u>
Operating profit	1,012,842	979,763	376,148	343,742
Other expenses	<u>(81,260)</u>	<u>(78,056)</u>	<u>(28,408)</u>	<u>(25,095)</u>
Other income	<u>48,954</u>	<u>50,041</u>	<u>18,551</u>	<u>19,401</u>
Finance costs	<u>(426)</u>	<u>(351)</u>	<u>(123)</u>	<u>(144)</u>
	<u>(32,732)</u>	<u>(28,366)</u>	<u>(9,980)</u>	<u>(5,838)</u>
Profit before taxation	980,110	951,397	366,168	337,904
Taxation	<u>(186,500)</u>	<u>(187,970)</u>	<u>(72,444)</u>	<u>(66,694)</u>
Profit after taxation	<u>793,610</u>	<u>763,427</u>	<u>293,724</u>	<u>271,210</u>
----- (Rupees) -----				
Earnings per share - basic and diluted	<u>27.56</u>	<u>26.51</u>	<u>10.20</u>	<u>9.42</u>

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 NINE MONTHS & QUARTER MARCH 31, 2019
(UN-AUDITED)

	Nine months ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	(Rupees in '000)		(Rupees in '000)	
Profit after taxation for the period	793,610	763,427	293,724	271,210
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>793,610</u>	<u>763,427</u>	<u>293,724</u>	<u>271,210</u>

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 MARCH 31, 2019
(UN-AUDITED)

	Nine months ended	
	March 31, 2019	March 31, 2018
	(Rs. in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	980,110	951,397
Adjustments for:		
Depreciation and amortization	142,617	150,155
Finance costs	426	351
Reversal for impairment of trade debts	-	(39)
Gain on disposal of property, plant and equipment	(125)	(2,923)
Profit on term deposit receipts	(24,932)	(32,559)
Profit on bank balances	(16,641)	(8,454)
	<u>1,081,455</u>	<u>1,057,928</u>
Increase in current assets	(534,969)	(302,270)
Increase in current liabilities	199,675	150,988
Cash generated from operations	<u>746,161</u>	<u>906,646</u>
Finance costs paid	(426)	(351)
Income tax paid	(50,705)	(45,628)
	<u>(10)</u>	<u>-</u>
Net cash generated from operating activities	<u>695,020</u>	<u>860,667</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(586,347)	(80,945)
Proceeds from disposal of property, plant and equipment	5,039	11,225
Short term investment	(22,000)	-
Profit received on term deposit receipts	25,325	29,560
Profit received on bank balances	14,451	9,851
Net cash used in investing activities	<u>(563,532)</u>	<u>(30,309)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(325,516)	(323,200)
Net decrease in cash and cash equivalents	<u>(194,028)</u>	<u>507,158</u>
Cash and cash equivalents at the beginning of the period	1,165,328	1,037,261
Cash and cash equivalents at the end of the period	<u><u>971,300</u></u>	<u><u>1,544,419</u></u>
CASH AND CASH EQUIVALENTS		
Cash and bank balances	639,300	458,143
Short-term investments	332,000	1,086,276
	<u><u>971,300</u></u>	<u><u>1,544,419</u></u>

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 CHANGES IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2019
(UN-AUDITED)

	Issued, subscribed and paid-up capital	Reserves				Total equity	
		Capital reserve	Revenue reserves		Total		
			Share premium	General			Unapp-ropriated profit
Balance as at July 01, 2017	144,000	12,598	3,075,000	840,565	3,928,163	4,072,163	
Final dividend for the year ended June 30, 2017 @ Rs.7.5 /- per share	-	-	-	(216,000)	(216,000)	(216,000)	
Interim dividend for the year ended June 30, 2018 @ Rs. 4.0 /- per share	-	-	-	(115,200)	(115,200)	(115,200)	
Transfer to general reserve	-	-	580,000	(580,000)	-	-	
Profit after taxation for the period	-	-	-	763,427	763,427	763,427	
Other comprehensive income	-	-	-	-	-	-	
Total comprehensive income for the period	-	-	-	763,427	763,427	763,427	
Balance as at March 31, 2018	144,000	12,598	3,655,000	692,792	4,360,390	4,504,390	
Balance as at July 01, 2018	144,000	12,598	3,655,000	889,082	4,556,680	4,700,680	
Final dividend for the year ended June 30, 2018 @ Rs.8.5 /- per share	-	-	-	(244,800)	(244,800)	(244,800)	
Interim dividend for the year ended June 30, 2019 @ Rs.3.0 /- per share	-	-	-	(86,400)	(86,400)	(86,400)	
Transfer to general reserve	-	-	590,000	(590,000)	-	-	
Profit after taxation for the period	-	-	-	793,610	793,610	793,610	
Other comprehensive income	-	-	-	-	-	-	
Total comprehensive income for the period	-	-	-	793,610	793,610	793,610	
Balance as at March 31, 2019	144,000	12,598	4,245,000	761,492	5,019,090	5,163,090	

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 MARCH 31, 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, 2018.

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, 2018 except for the adoption of new standards, amendments and interpretation of International Financial Reporting Standards (IFRSs) as disclosed in note 5

5 NEW STANDARDS, AMMENDMENTS AND INTERPRETATIONS OF IFRSs

Effective 1 July 2018, the Company has adopted IFRS 15 "Revenue from Contracts with Customers" (replacing IAS 18 "Revenue", IAS 11 "Construction Contracts" and related interpretations) and IFRS 9 "Financial Instruments (replacing IAS 39 "Financial Instruments: Recognition and Measurement)". The effects of adoption of these standards are explained below;

5.1 IFRS 15 Revenue from Contracts with Customers

According to IFRS 15, revenue is recognized to depict the transfer of promised goods or services to a customer in an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. Revenue is recognized when, or as, the customer obtains control of the goods or services. IFRS 15 also includes guidance on the presentation of contract balances, that is, assets and liabilities arising from contracts with customers, depending on the relationship between the entity's performance and the customer's payment.

The Company has applied IFRS 15 with initial application date of 1 July 2018 as notified by the Securities and Exchange Commission of Pakistan (SECP). The first-time application of IFRS 15 by the Company has not had any significant effects with regard to the amount of revenue recognised and when it is recognised. Hence, no cumulative adjustment amounts have been recognised to adjust the opening equity as at 1 July 2018. Accordingly, the information presented for previous years has not been restated, as previously reported, under IAS 18 and related interpretations.

The management of the Company has assessed that the Company is in compliance with the requirements of IFRS 15.

5.2 IFRS 9 Financial Instruments

IFRS 9 sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below:

5.2.1 Effect of adopting IFRS 9 on the classification of financial assets

Financial asset	Original category under IAS 39	New category under IFRS 9
Trade debts	Loans and receivables	Amortised cost
Deposits and other receivables	Loans and receivables	Amortised cost
Short-term investments	Held to maturity	Amortised cost
Cash and bank balances	Loans and receivables	Amortised cost
Long-term deposits	Loans and receivables	Amortised cost

5.2.2 Classification and measurement of financial assets and financial liabilities

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities. However, it eliminates the previous IAS 39 categories for financial assets of held to maturity, loans and receivables and available for sale.

The adoption of IFRS 9 has not had a significant effect on the Company's accounting policies related to financial liabilities. The impact of IFRS 9 on the classification and measurement of financial assets is set out below:

a) Initial recognition and measurement

Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortised cost; Fair Value through Other Comprehensive Income (FVOCI) – debt investment; FVOCI – equity investment; or Fair Value through Profit or Loss (FVTPL).

The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

b) Subsequent measurement

The following accounting policies apply to the subsequent measurement of financial assets.

Financial assets at amortised cost - These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses, if any.

Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

5.2.3 Impairment of financial assets

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) model. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments at FVOCI, but not to investments in equity instruments.

At each reporting date, the Company assesses whether financial assets are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the respective asset.

The Company uses the standard's simplified approach and calculates ECL based on life time ECL on its financial assets. For this purpose, the management conducts an exercise to assess the impairment of its financial assets using historical data and forward looking information.

Based on such exercise, the Company has concluded that it is in compliance with the requirements of the new accounting standard including the assessment of impairment on its financial assets using expected credit loss model.

	Note	March 31, 2019 ----- (Rupees in '000) ----- (Un-audited)	June 30, 2018 ----- (Rupees in '000) ----- (Audited)
6 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	6.1 & 6.2	1,494,084	1,481,752
Capital work-in-progress		527,633	103,066
		<u>2,021,717</u>	<u>1,584,818</u>

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

	Additions at cost		Disposal at NBV	
	Nine months ended		Nine months ended	
	March 31,		March 31,	
	2019	2018	2019	2018
	(Un-audited)		(Un-audited)	
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Owned				
Plant and machinery	127,751	21,488	675	3,722
Vehicles	25,020	20,626	3,509	4,496
Furniture and fixtures	1,928	2,147	560	-
Computers	1,770	1,640	151	84
Office equipment	1,536	161	22	-
	<u>158,005</u>	<u>46,062</u>	<u>4,917</u>	<u>8,302</u>

6.2 Depreciation charge for the period amounted to Rs. 140,758 (March 31, 2018: Rs. 149,038).

AGRIAUTO INDUSTRIES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2019
(UN-AUDITED)

- 7 Includes an amount of Rs. 353.296 million (June 30, 2018: 40.594 million) deposited with commercial banks in respect of cash margin requirement on import.

		March 31, 2019 (Un-audited)	June 30, 2018 (Audited)
	Note	----- (Rupees in '000) -----	----- (Rupees in '000) -----
8 SHORT TERM INVESTMENTS			
Financial assets at amortised cost			
Term deposit receipts	8.1	354,000	598,000
Treasury bills		-	98,692
Accrued profit thereon		2,454	3,261
		<u>356,454</u>	<u>699,953</u>

- 8.1 Represents one to three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from of 4.75% to 9.75% (March 31, 2018: 4.05% to 6.00%) per annum having maturity date of 17 July 2019.

9 COMMITMENTS

There is no material change in the status of commitments as reported in the annual financial statements for the year ended June 30, 2018 other than described below:

- 9.1 Commitments in respect of outstanding letters of credit for raw material amounting to Rs. 676.631 million (June 30, 2018: Rs. 967.347 million).
- 9.2 Commitments in respect of capital expenditure amounting to Rs. 21.139 million (June 30, 2018: Rs. 287.965 million).

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	March 31, 2019 (Un-audited)	March 31, 2018 (Un-audited)
		----- (Rupees in '000) -----	----- (Rupees in '000) -----
Retirement benefit funds			
Provident fund	Contribution	8,887	7,286
Key management personnel			
	Remuneration and other benefits	26,275	19,240 *
	Fee for attending board meetings	1,275	825
Common directorship			
	Services received	5,899	4,874

* The amount has been restated to include the remuneration and other benefits of Chief Financial Officer and Company Secretary in compliance with S.R.O 1194(1)/2018, dated October 02, 2018.

11 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the subsidiary Company has approved interim cash dividend of Rs. 1.0 /- per share for the year ended June 30, 2019 in its meeting held on April 24, 2019.

These consolidated condensed interim financial statements does 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 April 24, 2019 by the Board of Directors of the Company.

13 GENERAL

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


YUTAKA ARAE
Chairman


FAHIM KAPADIA
Chief Executive


SAAD USMAN
Chief Financial Officer