ADOS PAKISTAN LIMITED

REPORT ON NINE MONTHS AND QUARTER ENDED MARCH 31, 2015



COMPANY INFORMATION

CHIEF EXECUTIVE OFFICER	Mr. Zia Akbar Ansari
DIRECTORS	Mr. Jamal Akbar Ansari Mr. Zia Akbar Ansari Ms. Sabina Ansari Mrs. Uzma Jamal Mrs. Shoobarana Zia Mr. Taha Akbar Ansari Mr. Sheryar Akbar Ansari Mr. Sheikh Usman Ahmed Mr. Muhammed Fahd Shaffi
COMPANY SECRETARY	Ms. Sabina Ansari
CHIEF FINANCIAL OFFICER	Mr. Ali Imran Haider Bokhari
AUDIT COMMITTEE	Mr. Muhammed Fahd Shaffi - Member Mrs. Shoobarana Zia- Member Mr. Sheikh Usman Ahmed - Member
AUDITORS	Anjum Asim Shahid Rahman Chartered Accountants
BANKERS	Burj Bank Limited, F-8 Markaz, Islamabad Samba Bank Limited, Building 13-T, F-7, Islamabad. Dubai Islamic Bank Pakistan Limited, Roshan Center, Plot 78-W, Jinnah Avenue, Blue Area, Islamabad. NIB Bank Limited (Formerly PICIC Commercial Bank Limited, Razia Sharif Plaza, Blue Area, Islamabad. Bank Alfalah Limited, Awan Arcade, Blue Area, Islamabad. Bank Islami Pakistan Limited 5-6, Chanab Center, Block 104-E, Jinnah Avenue, Blue Area Islamabad. National Bank of Pakistan, F-8 Markaz, Islamabad. Bank of Khyber. Blue Area, Islamabad Bank of Khyber, Hattar Industrial Zone, Hattar.
LEGAL ADVISORS	Samad Law Associates, Samad Chambers, 1st Floor, G-253/A, Liquat Road, Rawalpindi.
REGISTERED OFFICE	# 88, Khayaban-e-Iqbal, F-8/2, Islamabad. Tel # 92-51-2264308-2255560 Fax # 92-51-2281678
SHARE REGISTRAR / TRANSFER AGENT	Evolution Factor (Private) Limited, formerly Corporate Support Services (Private) Limited 407-408, Al Ameera Center, Shahrah-e-Iraq, Saddar, Karachi. Tel # 92-21-5662023-24 Fax: + 92 21 5221192
FACTORY	a) Plot # 43, Phase III, Hattar Industrial Estate, Khyber Pukhtoonkhwa. Tel # 92-995-617192 & 617364, Fax # 92-995-617193 b) Plot # 292, Street # 3, Industrial Area I-9/3,

DIRECTOR'S REPORT TO THE MEMBERS

Gentlemen,

The Directors of the company take pleasure in placing before you the condensed interim financial statements for the Nine months and quarter ended March 31, 2015:

1. The management is satisfied that the Company is on the continuous path of profitability and is in a healthy & sound financial position with greater satisfaction of its shareholders.

2. The management in order boost the sales of the Company is putting all its efforts to get maximum of orders from Oil & Gas Exploration Companies Operating in Pakistan and also for its specialized fabrication division in order to maintain the level of sales while also maintaining the quality & standard of work.

3. As stated in last annual report regarding qualification by our external auditors in their report to the members on the correctness relating to nomenclature and valuation of items being classified as Stores, Spares and loose tools amounting to Rs. 1,653,593 (2014: 1,653,593) and Stock in trade amounting to Rs.3,264,562 (2014: 3,264,562), it is stated that the Company has purchased these items stated under the above stated heads in the shape of a bulk and was imported from abroad. The price was paid for whole of the items collectively i.e. for whole of the bulk and the documents related to these were fully verified by the auditors. The problem was with the assigning of cost to each item separately, as physically verified by the auditors on stock take and to have the underlying documents and the basis for the valuation for each item for verification purposes. In addition to above, regarding existence as stated by the auditors, the problem it meant was the absence of verification on individual itemized basis rather than collective/bulk.

4. The management has decided not to pay interim dividend for the quarter and nine months ended March 31, 2015 keeping in view the future cash flow requirements of the Company.

The Directors' takes this opportunity to thank the management, workers principal sponsors, bankers and to the most the shareholders for their endless cooperation and support.

For and on behalf of the Board

ZIA AKBAR ANSARI
CHIEF EXECUTIVE OFFICER & DIRECTOR

Islamabad, April 30, 2015

ADOS PAKISTAN LIMITED

CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2015

	Note	Unaudited March 31, 2015	June 30, 2014
		----------Rupees----------	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	56,698,224	49,394,806
Long term loan and advances		2,121,778	4,549,489
Deferred taxation		7,873,450	9,886,173
		66,693,452	63,830,468
CURRENT ASSETS			
Stores, spares and loose tools		1,653,593	1,653,593
Stock in trade		35,743,048	18,130,958
Trade debts		302,605,331	379,691,302
Advances		19,437,761	1,226,222
Due from associated company		5,634,283	4,949,058
Trade deposits and short term prepayments		17,572,211	8,748,627
Accrued interest on saving accounts		547,080	339,462
Tax refundable from Government- net		105,972,240	85,796,212
Cash and bank balances		172,024,413	232,119,221
		661,189,960	732,654,655
TOTAL ASSETS		727,883,411	796,485,123
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
7,000,000 (2014: 7,000,000) ordinary shares of Rs. 10 each		70,000,000	70,000,000
Issued, subscribed and paid up capital		65,826,000	65,826,000
RESERVES			
Revenue reserve un-appropriated profit		203,504,642	197,731,376
TOTAL EQUITY		269,330,642	263,557,376
LIABILITIES			
NON-CURRENT LIABILITIES			
Employees' benefit obligation		6,416,746	6,031,220
		6,416,746	6,031,220
CURRENT LIABILITIES			
Trade and other payables		449,872,548	524,631,007
Unclaimed dividend		2,263,475	2,265,520
		452,136,023	526,896,527
TOTAL LIABILITIES		458,552,770	532,927,747
TOTAL EQUITY AND LIABILITIES		727,883,411	796,485,123

The annexed notes from 1 to 8 form an integral part of this condensed interim financial information.

ZIA AKBAR ANSARI
CHIEF EXECUTIVE & DIRECTOR

JAMAL AKBAR ANSARI
DIRECTOR

ADOS PAKISTAN LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2015

	Note	Quarter ended		Nine months ended	
		March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
		----------Rupees----------			
Revenue	5	185,334,093	140,830,528	514,877,331	516,064,998
Cost of sales/services	5	(157,231,929)	(120,588,760)	(433,431,985)	(422,995,150)
Gross profit		28,102,164	20,241,768	81,445,346	93,069,848
Administrative expenses		(16,500,034)	(10,127,123)	(46,842,121)	(36,833,359)
Distribution cost		(9,305,130)	(7,265,071)	(25,743,866)	(26,026,795)
Financial charges		(3,946,896)	(507,513)	(4,382,536)	(1,080,057)
Other Operating income		1,309,958	38,559,123	7,380,052	27,454,439
Profit/ (Loss) before taxation		(339,937)	40,901,185	11,856,876	56,584,076
Taxation		(919,378)	(14,882,987)	(6,083,610)	(20,941,266)
Profit/(Loss) for the period		(1,259,315)	26,018,198	5,773,266	35,642,810
Earning per share-basic and diluted	6	(0.19)	3.95	0.88	5.41

The annexed notes from 1 to 8 form an integral part of this condensed interim financial information.

ZIA AKBAR ANSARI
CHIEF EXECUTIVE & DIRECTOR

JAMAL AKBAR ANSARI
DIRECTOR

ADOS PAKISTAN LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2015

	Quarter ended		Nine months ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	----------Rupees----------			
Profit/(loss) for the period	(1,259,315)	26,018,198	5,773,266	35,642,810
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	(1,259,315)	26,018,198	5,773,266	35,642,810

The annexed notes from 1 to 8 form an integral part of this condensed interim financial information.

ZIA AKBAR ANSARI
CHIEF EXECUTIVE & DIRECTOR

JAMAL AKBAR ANSARI
DIRECTOR

ADOS PAKISTAN LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2015

	Nine months ended	
	March 31, 2015	March 31, 2014
	----------Rupees----------	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	11,856,876	56,584,076
Adjustment for:		
Depreciation	4,725,602	4,321,869
Provision for employees' benefit obligation	385,526	1,081,488
Gain on disposal of property, plant and equipment	-	(4,514,046)
Provision for WPPF & WWF	-	4,019,239
Interest on bank accounts	-	(11,780,773)
Financial cost	4,174,918	1,080,057
	9,286,046	(5,792,166)
	21,142,922	50,791,910
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		
(Increase)/decrease in current assets:		
Stock in trade	(17,612,090)	(47,638,677)
Trade debts	77,085,971	117,890,182
Advances	(18,211,539)	(29,815,647)
Due from associated company	(685,225)	-
Short term deposits and prepayments	(8,823,584)	(3,770,689)
	31,753,533	36,665,169
Increase/(decrease) in current liabilities:		
Due to associated company		(3,572,252)
Trade and other payables	(74,758,459)	(173,562,675)
	(74,758,459)	(177,134,927)
Cash generated from/(used in) operations	(21,862,003)	(89,677,848)
Financial cost paid	(4,382,536)	(1,080,057)
Tax paid	(24,246,915)	(26,012,633)
Gratuity paid	-	(650,724)
	(28,629,451)	(27,743,414)
Net cash generated from/ (used in) operating activities	(50,491,454)	(117,421,262)
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to property, plant and equipment	(12,029,020)	(5,265,050)
Disposal of property, plant and equipment	-	976,500
Profit realized on bank accounts	-	11,552,670
Long term loan and advances	2,427,711	52,500
Short term investment	-	(87,073,241)
Net cash (used in)/ generated from investing activities	(9,601,309)	(79,756,621)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(2,045)	(16,908,399)
Net cash used in financing activities	(2,045)	(16,908,399)
Net increase /(decrease) in cash and cash equivalents	(60,094,808)	(214,086,282)
Cash and cash equivalents at the beginning of the period	232,119,221	298,688,675
Cash and cash equivalents at the end of the period	172,024,413	84,602,393

ZIA AKBAR ANSARI
CHIEF EXECUTIVE & DIRECTOR

JAMAL AKBAR ANSARI
DIRECTOR

ADOS PAKISTAN LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2015

	Issued, subscribed and paid up capital	Unappropriated profit	Total Shareholders' equity
	----------Rupees----------		
Balance as at July 01, 2013	65,826,000	208,347,076	274,173,076
Total comprehensive income for the period ended December 31, 2013	-	9,624,612	9,624,612
Transactions with owners:			
Dividend - final	-	(16,456,497)	(16,456,497)
Balance as at December 31, 2013	65,826,000	201,515,191	267,341,191
Total comprehensive income for the period ended June 30, 2014	-	(3,783,815)	(3,783,815)
Balance as at July 01, 2014	65,826,000	197,731,376	263,557,376
Total comprehensive income for the period ended March 30, 2015	-	5,773,266	5,773,266
Balance as at March 31, 2015	65,826,000	203,504,642	269,330,642

ZIA AKBAR ANSARI
CHIEF EXECUTIVE & DIRECTOR

JAMAL AKBAR ANSARI
DIRECTOR

1 THE COMPANY AND ITS OPERATIONS

Ados Pakistan Limited (the "Company") was incorporated in Pakistan under the Companies Ordinance, 1984 on March 5, 1986 as a Private Limited Company and was later on converted into Public Limited Company on April 4, 1989. The Company's registered office is situated at House No. 88, Khayaban-e-Iqbal, F-8/2, Islamabad. Its shares are quoted on all the three stock exchanges in Pakistan. The Company has been involved in the supply of oil and gas field related equipment, fabrication and refurbishment of equipment and spare parts used in oil and gas industry. The Company is also engaged in fabrication of vehicles in respect of bullet proofing protection.

2 BASIS OF PRESENTATION

2.1 Statement of compliance

This condensed interim financial information is unaudited and is being submitted to the shareholders in accordance with the requirements of Section 245 of the Companies Ordinance, 1984 and International Accounting Standard (IAS) 34 'Interim Financial Reporting' 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. This condensed interim financial information should be read in conjunction with the financial statements of the Company for the year ended June 30, 2013.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for the recognition of staff retirement benefits which is stated at present value.

2.3 Functional and presentational currency

These condensed interim financial statements have been presented in Pak rupees which is functional and presentational currency of the Company.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES & ESTIMATES

3.1 Accounting policies

Except as described in note 3.3 below accounting policies adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Company for the year ended June 30, 2013.

3.2 Estimates

When preparing the interim financial statements, management undertakes a number of judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgments, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Company's last annual financial statements for the year ended 30 June 2013.

4 PROPERTY, PLANT AND EQUIPMENT

	March 31, 2015 Rupees	June 30, 2014 Rupees
Opening net book value (NBV)	**49,394,806**	45,460,664
Additions during the period/ year	**12,029,020**	11,731,030
Disposals during the period/ year	**-**	(4,681,000)
	61,423,826	52,510,694
Disposals durring the period/year (NBV)		3,730,663
Depreciation charged during the period/year	**(4,725,602)**	(6,846,551)
Closing net book value (NBV)	**56,698,224**	49,394,806

5 REVENUE/ COST OF SALES

Nine month ended March 31, 2015	Fabrication	Repairs & services	Total
	----------Rupees----------		
Revenue- net of tax	**513,918,701**	**958,630**	**514,877,331**
Cost of sales			
Cost of material	(405,251,896)	(2,036,442)	(407,288,337)
Salaries, wages and benefits	(13,895,719)	(69,828)	(13,965,547)
Depreciation	(2,693,806)	(13,537)	(2,707,343)
Other expenses	(9,427,114)	(43,644)	(9,470,758)
	(431,268,535)	**(2,163,450)**	**(433,431,985)**
Result	**82,650,166**	**(1,204,820)**	**81,445,346**

Nine months ended March 31, 2014	Fabrication	Repairs & services	Total
	----------Rupees----------		
Revenue- net of tax	**512,886,639**	**3,178,359**	**516,064,998**
Cost of sales			
Cost of material	(356,614,578)	(1,792,033)	(358,406,611)
Salaries, wages and benefits	(12,162,848)	(61,120)	(12,223,968)
Depreciation	(3,168,703)	(15,923)	(3,184,626)
Other expenses	(48,934,045)	(245,900)	(49,179,945)
	(420,880,174)	(2,114,976)	(422,995,150)
Result	**92,006,465**	**1,063,383**	**93,069,848**

Quarter ended March 31, 2015	Fabrication	Repairs & services	Total
	----------Rupees----------		
Revenue- net of tax	**185,334,093**	-	**185,334,093**
Cost of sales			
Cost of material	(147,936,008)	(743,397)	(148,679,405)
Salaries, wages and benefits	(5,340,653)	(26,837)	(5,367,490)
Depreciation	(831,267)	(4,177)	(835,444)
Other expenses	(2,341,550)	(8,038)	(2,349,589)
	(156,449,478)	(782,450)	(157,231,928)
Result	**28,884,615**	**(782,450)**	**28,102,165**

Quarter ended March 31, 2014	Fabrication	Repairs & services	Total
	----------Rupees----------		
Revenue- net of tax	**140,073,721**	**756,807**	**140,830,528**
Cost of sales			
Cost of material	(99,352,488)	(239,143)	(99,591,631)
Salaries, wages and benefits	(3,552,199)	(9,144)	(3,561,343)
Depreciation	(1,057,414)	(3,179)	(1,060,593)
Other expenses	(16,326,122)	(49,071)	(16,375,193)
	(120,288,223)	**(300,537)**	**(120,588,760)**
Result	**19,785,498**	**456,270**	**20,241,768**

6 EARNING PER SHARE - BASIC AND DILUTED

	Quarter ended		Nine months ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	----------Rupees----------			
Profit for the period after tax	**(1,259,315)**	26,018,198	**5,773,266**	35,642,810
Number of ordinary shares outstanding during the period	**6,582,600**	6,582,600	**6,582,600**	6,582,600
Earnings per share-Rupees	**(0.19)**	3.95	**0.88**	5.41

There is no dilutive effect on the earnings per share of the Company as the Company has no such commitments.

7 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on 30th April, 2015 by the Board of Directors of the Company.

8 GENERAL

Figures in this condensed interim financial information have been rounded off to the nearest rupee.

ZIA AKBAR ANSARI
CHIEF EXECUTIVE & DIRECTOR

JAMAL AKBAR ANSARI
DIRECTOR