



ISUZU



GHANDHARA INDUSTRIES LIMITED
A Bibojee Group Company



CONDENSED INTERIM FINANCIAL INFORMATION
For the Half Year Ended December 31, 2015
(Un-Audited)



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COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Raza Kuli Khan Khattak	Chairman
Mr. Ahmad Kuli Khan Khattak	Chief Executive
Lt. Gen. (R) Ali Kuli Khan Khattak	Director
Dr. Parvez Hassan	Director
Mr. Jamil Ahmed Shah	Director
Ch. Sher Muhammad	Director
Mr. Shahid Kamal Khan	Independent Director

**COMPANY SECRETARY &
CHIEF FINANCIAL OFFICER**

Mr. Iftikhar A. Khan

AUDITORS

Shinewing Hameed Chaudhri & Co.
Chartered Accountants

AUDIT COMMITTEE

Lt. Gen. (R) Ali Kuli Khan Khattak	Chairman
Mr. Jamil Ahmed Shah	Member
Ch. Sher Muhammad	Member
Mr. Shahid Kamal Khan	Member
Mr. Shahnawaz Damji	Secretary

**BOARD HUMAN RESOURCE &
REMUNERATION COMMITTEE**

Mr. Jamil Ahmed Shah	Chairman
Mr. Ahmad Kuli Khan Khattak	Member
Ch. Sher Muhammed	Member
Mr. Muhammad Ali Tahir	Secretary

LEGAL ADVISORS

Syed Iqbal Ahmad and Co. Advocates
S. Abid Shirazi & Co.
Hassan & Hassan (Advocates)

BANKERS

National Bank of Pakistan
Al-Baraka Bank (Pakistan) Limited
The Bank of Khyber
Faysal Bank Limited

REGISTERED OFFICE

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Post Box No.2706,
Karachi-75730

SHARE REGISTRAR

Hameed Majeed Associates (Pvt.) Ltd.
4th Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.



DIRECTORS' REPORT

The directors of your Company take pleasure in presenting the unaudited condensed interim financial information for the half year ended December 31, 2015.

Financial results

Sales revenue for the quarter is Rs. 1.238 billion and for the half year stands at Rs. 2.180 billion from Rs. 1.375 billion of the corresponding period, resulting in 58.6% rise in sales revenue. Growth of 45% in sales volume was also achieved during July-December 2015 as compared to the similar period of last year (SPLY).

Customized body fabricated vehicles in addition to truck chassis coupled with higher sales quantity and efficient cost control resulted in improved net profit of 336.5 million from 37 million in SPLY.

The results for the half year are as follows:

	Quarter ended December 31,		Half year ended December 31,	
	2015	2014	2015	2014
Sales (Rs '000)	1,238,100	586,287	2,180,770	1,375,334
Gross profit (Rs '000)	409,453	108,610	660,767	239,886
Profit from operations (Rs '000)	337,925	72,187	532,832	156,951
Profit before tax (Rs '000)	308,744	27,783	485,740	70,243
Profit after tax (Rs '000)	210,388	13,011	336,544	37,610
Earnings per share (Rs)	9.88	0.61	15.80	1.77

Future outlook

The management will endeavor to provide consistent results in the upcoming quarters by offering customized body fabrication solution and truck chassis together with customer friendly after sale service.

By order of the Board

AHMAD KULI KHAN KHATTAK
Chief Executive

Karachi: February 18, 2016



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AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim balance sheet of Ghandhara Industries Limited as at December 31, 2015 and the related condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof for the half year then ended (here-in-after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

The figures of the condensed interim profit and loss account for the quarters ended December 31, 2015 and 2014 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2015.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended December 31, 2015 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Emphasis of Matter

Without qualifying our opinion, we draw attention to note 9.1.1 of this interim financial information, the Company had written back, in the financial statements for the year ended June 30, 2007 and June 30, 2015, provisions for Workers' Profit Participation Fund (WPPF) and accrued interest thereon for nine financial years from June 30, 2006 to June 30, 2014 aggregating Rs.40,824 thousand based on legal opinions and in a view of petition pending adjudication in the Sindh High Court on this matter. Further, provisions for the current period and preceding financial year amounting Rs.24,783 thousand and Rs.15,031 thousand respectively have also not been made in the financial statements of the respective period on the basis of that legal opinions.

Upon the final outcome of pending adjudication, if it is established that the above provisions of the Company's Profit (Workers' Participation) Act, 1968 are applicable to the Company, provisions in respect of ten financial years from June 30, 2006 to June 30, 2015 and current period aggregating Rs.80,638 thousand including any penalties may become payable.

Shining Hameed Chaudhri & Co.

SHINewing HAMEED CHAUDHRI & CO.
CHARTERED ACCOUNTANTS

Engagement Partner: Muhammad Ali
KARACHI;

February 18, 2016

a member firm of ShineWing International

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CONDENSED INTERIM BALANCE SHEET

AS AT DECEMBER 31, 2015

	Note	Un-audited December 31, 2015 (Rupees '000)	Audited June 30, 2015
ASSETS			
Non-current assets			
Property, plant and equipment	5	1,671,852	1,674,230
Intangible assets		-	45
Investment property		89,268	89,395
Long term investment		1,400	1,400
Long term loans		1,116	1,109
Long term deposits		3,410	3,322
		<u>1,767,046</u>	<u>1,769,501</u>
Current assets			
Stores and spares parts		1,475	2,009
Stock-in-trade	6	1,491,226	612,623
Trade debts	7	458,478	42,653
Loans and advances		261,279	255,449
Trade deposits and prepayments		154,766	301,657
Other receivables		5,664	16,292
Sales tax refundable / adjustable		281,825	3,211
Taxation - payments less provision		174,979	208,322
Cash and bank balances		15,929	135,710
		<u>2,845,621</u>	<u>1,577,926</u>
Total assets		<u>4,612,667</u>	<u>3,347,427</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized capital 50,000,000 (June 30, 2015: 50,000,000) ordinary shares of Rs.10 each		<u>500,000</u>	<u>500,000</u>
Issued, subscribed and paid-up capital 21,304,422 (June 30, 2015: 21,304,422) ordinary shares of Rs.10 each		213,044	213,044
Unappropriated profit		609,615	365,002
		<u>822,659</u>	<u>578,046</u>
Surplus on revaluation of fixed assets		1,667,402	1,671,341
Liabilities			
Non-current liabilities			
Liabilities against assets subject to finance lease		9,050	10,584
Staff retirement benefit - gratuity		33,514	30,545
Deferred taxation		45,380	47,509
		<u>87,944</u>	<u>88,638</u>
Current liabilities			
Trade and other payables		437,915	783,464
Accrued mark-up / interest		24,231	20,961
Short term borrowings	8	1,569,574	201,140
Current maturity of liabilities against assets subject to finance lease		2,942	3,837
		<u>2,034,662</u>	<u>1,009,402</u>
Total liabilities		<u>2,122,606</u>	<u>1,098,040</u>
Contingencies and commitments	9	-	-
Total equity and liabilities		<u>4,612,667</u>	<u>3,347,427</u>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.


Ahmad Kuli Khan Khattak
Chief Executive Officer



Jamil Ahmed Shah
Director



CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2015

	Note	Quarter ended		Half year ended	
		December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
..... (Rupees '000)					
Sales - net		1,238,100	586,287	2,180,770	1,375,334
Cost of sales	10	(828,647)	(477,677)	(1,520,003)	(1,135,448)
Gross profit		409,453	108,610	660,767	239,886
Distribution cost		(50,179)	(30,009)	(92,079)	(58,345)
Administrative expenses		(20,483)	(17,505)	(40,933)	(32,965)
Other expenses		(6,426)	(4,062)	(12,766)	(7,400)
Other income		5,560	15,153	17,843	15,775
Profit from operations		337,925	72,187	532,832	156,951
Finance cost		(29,181)	(44,404)	(47,092)	(86,708)
Profit before taxation		308,744	27,783	485,740	70,243
Taxation		(98,356)	(14,772)	(149,196)	(32,633)
Profit after taxation		210,388	13,011	336,544	37,610
Other comprehensive income		-	-	-	-
Total comprehensive income		210,388	13,011	336,544	37,610
..... (Rupees)					
Basic and diluted earnings per share		9.88	0.61	15.80	1.77

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.


Ahmad Kuli Khan Khattak
Chief Executive Officer



Jamil Ahmed Shah
Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2015

	Note	Half year ended	
		December 31, 2015	December 31, 2014
..... (Rupees '000)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	11	(1,231,426)	(238,195)
Gratuity paid		(1,634)	(2,008)
Finance cost paid		(43,822)	(54,607)
Income tax paid		(117,982)	(31,122)
Long term loans - net		(7)	(9)
Long term deposits - net		(88)	38
Net cash used in operating activities		(1,394,959)	(325,903)
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(9,228)	(11,921)
Sale proceeds from disposal of operating fixed assets		-	269
Interest received		368	424
Net cash used in investing activities		(8,860)	(11,228)
CASH USED IN FINANCING ACTIVITIES			
Liabilities against assets subject to finance lease - net		(2,429)	(3,592)
Dividend paid		(81,967)	-
Net cash used in financing activities		(84,396)	(3,592)
Net decrease in cash and cash equivalents		(1,488,215)	(340,723)
Cash and cash equivalents - at beginning of the period		(65,430)	(1,045,448)
Cash and cash equivalents - at end of the period	12	(1,553,645)	(1,386,171)

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.


Ahmad Kuli Khan Khattak
 Chief Executive Officer



Jamil Ahmed Shah
 Director



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2015**

	Issued subscribed and paid-up capital	Unappropriated profit	Total
..... (Rupees '000)			
Balance as at July 1, 2014 (Audited)	213,044	133,989	347,033
Total comprehensive income for the half year ended December 31, 2014			
Profit for the period	-	37,610	37,610
Other comprehensive income	-	-	-
	-	37,610	37,610
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred taxation	-	3,771	3,771
Balance as at December 31, 2014 (Un-audited)	213,044	175,370	388,414
Balance as at July 1, 2015 (Audited)	213,044	365,002	578,046
Transaction with owners			
Final dividend for the year ended June 30, 2015 at the rate of Rs.4.50 per share	-	(95,870)	(95,870)
Total comprehensive income for the half year ended December 31, 2015			
Profit for the period	-	336,544	336,544
Other comprehensive income	-	-	-
	-	336,544	336,544
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred taxation	-	3,939	3,939
Balance as at December 31, 2015 (Un-audited)	213,044	609,615	822,659

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.


Ahmad Kuli Khan Khattak
Chief Executive Officer


Jamil Ahmed Shah
Director



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2015

1. CORPORATE INFORMATION

Gandhara Industries Limited (the Company) was incorporated on February 23, 1963. The Company's shares are quoted on Karachi, Lahore and Islamabad Stock Exchanges (Pakistan Stock Exchange Limited with effect from January 11, 2016). The principal activity of the Company is assembly and progressive manufacturing of Isuzu trucks and buses.

Bibojee Services (Private) Limited, the ultimate Holding Company, held 8,343,397 (June 30, 2015: 8,343,397) ordinary shares of Rs.10 each of the Company as at December 31, 2015.

2. BASIS OF PREPARATION

This condensed interim financial information of the Company for the half year ended December 31, 2015 is un-audited and has been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984 (the Ordinance). In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed. The figures for the half year ended December 31, 2015 have, however, been subjected to limited scope review by the auditors as required by the Code of Corporate Governance. This condensed interim financial information does not include all the information required for annual financial statements and therefore should be read in conjunction with the audited annual financial statements of the Company for the year ended June 30, 2015.

3. ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2015.

There are certain new International Financial Reporting Standards (standards), amendments to published standards and interpretations that are mandatory for the financial year beginning on July 1, 2015. These considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in this condensed interim financial information.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited annual financial statements for the year ended June 30, 2015.



5. PROPERTY, PLANT AND EQUIPMENT	Un-audited December 31, 2015	Audited June 30, 2015
	-----(Rupees in '000)----	
Operating fixed assets - at net book value	1,663,924	1,674,230
Capital work-in-progress - at cost	7,928	-
	<u>1,671,852</u>	<u>1,674,230</u>
5.1 Additions of operating fixed assets during the period / year are as follows:		
Owned		
- Plant and machinery	860	11,982
- Permanent tools	-	135
- Furniture and fixture	-	141
- Motor vehicles	-	637
- Trucks / lift trucks	-	2,100
- Office machines & equipment	90	582
- Computers	350	521
Leased		
- Cars	-	6,788
	<u>1,300</u>	<u>22,886</u>
5.2 Disposal of operating fixed assets during the period / year are as follows:		
Owned - Motor vehicles	-	<u>2,021</u>
6. STOCK-IN-TRADE		
Raw materials and components	848,538	363,834
Work-in-process	17,698	33,875
Finished goods including components	547,208	154,649
Trading stocks	77,782	60,265
	<u>1,491,226</u>	<u>612,623</u>
6.1 Stock-in-trade includes stock of Rs.1,186,915 thousand (June 30, 2015: Rs.363,049 thousand) held with third parties out of which stock of Rs.944,645 thousand (June 30, 2015: Rs.333,931 thousand) is held with Gandhara Nissan Limited (an Associated Company) for further processing into parts and trucks to be supplied to the Company.		
7. TRADE DEBTS	Un-audited December 31, 2015	Audited June 30, 2015
	-----(Rupees in '000)----	
- Unsecured and considered good		
Government and semi-government agencies	414,686	36,417
Others	43,792	6,236
	<u>458,478</u>	<u>42,653</u>
8. SHORT TERM BORROWINGS - Secured		
Running finances	266,055	-
Finance against imported merchandise	663,874	34,169
Istisna	132,400	34,800
Murabaha	507,245	132,171
	<u>1,569,574</u>	<u>201,140</u>



9. CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

9.1.1 The Company had obtained legal advice in connection with the establishment of Worker's Participation Fund (the Fund) under the Companies Profits (Workers' Participation) Act, 1968 (the Act). The legal advisor is of the view that since, during the year ended June 30, 2006, the Company did not employ any person who falls under the definition of worker as defined in the Act of 1968, it was not legally or factually possible to constitute the Fund as required by section 3 of the Act. As a consequence, the Company was not required to make contributions to the Fund established pursuant to Workers' Welfare Fund Ordinance 1971. The Company based on legal advice had written back in the financial statements for the year ended June 30, 2007 the contribution of Rs.7,722 thousand of worker's participation fund provided during the year June 30, 2006.

Further, during the preceding year, the Company obtained another legal opinion in connection with the establishment of the Fund under the Act and its intension to disburse workers' profit participation fund amount amongst the workers employed by an independent contractor. The opinion states that in the absence of essential entity i.e. workmen category employed by the Company neither the Fund can be established & constituted nor the Company is liable to pay 5% amount to a non-existent Fund. Consequently, the Act becomes unenforceable and ineffective. Regarding the query of depositing the entire 5% profit amount with the Government treasury - Workers Welfare Fund (WWF) established under section 3 of the Workers Welfare Fund Ordinance, 1971; legal opinion states that deposit of the amount in the WWF arises only after the units have been so allocated. Consequently, the Company is neither liable to appropriate 5% profit amount in the balance sheet nor liable to pay the said amount to non-existent Fund / or in vacuum.

Based on that legal opinion the Company had written back outstanding balance of Rs.33,102 thousand which relates to the contribution of workers' profit participation fund and accrued interest thereon of eight financial years from June 30, 2007 to June 30, 2014 in the financial statements for the year ended June 30, 2015. Provisions for current period and preceding financial year amounting Rs.24,783 thousand and Rs.15,031 thousand respectively have also not been made in the financial statements of respective period on the basis of that legal advice.

Furthermore, the question whether a company to which the Act of 1968 and its scheme applies but which does not employ any worker is nevertheless obliged to establish and pay contributions into the fund under the act and thereafter transfer the same to the fund established under the Workers' Welfare Fund Ordinance, 1971 is sub-judiced before Sindh High Court as the Supreme Court of Pakistan accepted the petition of another company and remanded the case to the Sindh High Court for fresh decision.

If it is established that the above provisions of the Act are applicable to the Company, provisions in respect of ten financial years from June 30, 2006 to June 30, 2015 and current period aggregating Rs.80,638 thousand including any penalties may become payable.

9.1.2 There has been no significant change in status of other contingencies as disclosed in note 26.1 of the audited annual financial statements of the Company for the year ended June 30, 2015.

9.2 Commitments

	Un-audited December 31, 2015	Audited June 30, 2015
	------(Rupees in '000)-----	
Bank guarantees	<u>632,261</u>	<u>1,144,655</u>
Letters of credit	<u>426,490</u>	<u>809,877</u>
Capital commitments	<u>14,758</u>	<u>-</u>



10. COST OF SALES

		(Un-audited)			
		Quarter ended		Half year ended	
Note	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014	
(Rupees '000)					
	Stocks at beginning of the period	493,343	378,731	214,914	368,323
	Cost of goods manufactured	941,249	478,669	1,886,420	1,142,406
	Trading goods - purchases	19,045	25,558	43,659	30,000
		960,294	504,227	1,930,079	1,172,406
	Stocks at end of the period	1,453,637 (624,990)	882,958 (405,281)	2,144,993 (624,990)	1,540,729 (405,281)
		<u>828,647</u>	<u>477,677</u>	<u>1,520,003</u>	<u>1,135,448</u>

10.1 Cost of goods manufactured

	Work in process at beginning of the period	46,829	22,816	33,875	48,127
	Raw materials and components consumed	834,079	425,266	1,713,119	1,012,054
	Direct labour and factory overheads	78,039	47,951	157,124	99,589
		912,118	473,217	1,870,243	1,111,643
	Work in process at end of the period	958,947 (17,698)	496,033 (17,364)	1,904,118 (17,698)	1,159,770 (17,364)
		<u>941,249</u>	<u>478,669</u>	<u>1,886,420</u>	<u>1,142,406</u>

11. CASH USED IN OPERATIONS

		(Un-audited)	
		Half year ended	
Note	December 31, 2015	December 31, 2014	
----- (Rupees in '000) -----			
	Profit before taxation	485,740	70,243
	Adjustment for non cash charges and other items:		
	Depreciation / amortization on:		
	- property, plant and equipment	11,606	12,033
	- intangible assets	45	151
	- investment property	127	126
	Exchange loss	-	1,625
	Provision for gratuity	4,603	4,735
	Gain on disposal of operating fixed assets	-	(131)
	Amortization of gain on sale and lease back of fixed assets	-	(42)
	Interest income	(368)	(424)
	Finance cost	47,092	86,708
		<u>548,845</u>	<u>175,024</u>
	Working capital changes - net	11.1	
		<u>(1,780,271)</u>	<u>(413,219)</u>
		<u>(1,231,426)</u>	<u>(238,195)</u>



		(Un-audited) Half year ended	
Note		December 31, 2015	December 31, 2014
		----- (Rupees in '000) -----	
11.1 Working capital changes			
Decrease / (increase) in current assets:			
Stores and spare parts		534	(423)
Stock-in-trade		(878,603)	(112,276)
Trade debts		(415,825)	(259,931)
Loans and advances		(5,830)	12,494
Trade deposits and prepayments		146,891	80,287
Other receivables		10,628	(9,192)
Sales tax refundable / adjustable		(278,614)	(26,022)
		<u>(1,420,819)</u>	<u>(315,063)</u>
Decrease in trade and other payables		<u>(359,452)</u>	<u>(98,156)</u>
		<u>(1,780,271)</u>	<u>(413,219)</u>
12. CASH AND CASH EQUIVALENTS			
Cash and bank balances		15,929	7,495
Short term borrowings		(1,569,574)	(1,393,666)
		<u>(1,553,645)</u>	<u>(1,386,171)</u>

13. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including foreign currency risk, interest rate risk and other price risk).

The condensed interim financial information does not include all financial risk management information and disclosures required in the audited annual financial statements and should be read in conjunction with the audited annual financial statement for the year ended June 30, 2015.

There has been no change in Company's sensitivity to these risks since June 30, 2015 except for general exposure to fluctuations in foreign currency and interest rates. There have been no change in the risk management policies during the period.

14. OPERATING SEGMENTS

This condensed interim financial information has been prepared on the basis of a single reportable segment.

All non-current assets of the Company at December 31, 2015 are located in Pakistan. Revenues from external customers attributed to foreign countries in aggregate are not material.

The Company does not have any customer having sale of ten percent or more during the period ended December 31, 2015 (December 31, 2014: The Company earned revenue from one customer amounted Rs.193,282 thousand which constituted 14.05%).



15. TRANSACTIONS WITH RELATED PARTIES

15.1 Significant transactions with related parties are as follows:

Name of related party and nature of relationship	Nature of transaction	(Un-audited) Half year ended	
		December 31, 2015	December 31, 2014
----- (Rupees in '000) -----			
(a) Holding Company			
Bibojee Services (Pvt.) Ltd.	Dividend paid	37,545	-
(b) Subsidiary Company			
Marghzar Industries (Pvt.) Ltd.	Financial charges	174	171
(c) Associated Companies			
The General Tyre and Rubber Co. of Pakistan Ltd. (Common Directorship)	Purchase of tyres	73,863	52,844
	Rental income	450	1,350
	Dividend paid	453	-
Gandhara Nissan Ltd. (Common Directorship)	Assembly charges	70,545	35,400
	Sales of parts	5	-
	Sales - truck	-	2,250
	Reimbursement of expenses	-	180
	Dividend paid	23,248	-
The Universal Insurance Company Limited (Common Directorship)	Dividend paid	5,329	-
Bibojee Investments (Pvt.) Ltd. (Common Directorship)	Dividend paid	96	-
Rehman Cotton Mills Ltd. (Common Directorship)	Rent expense	900	900
Gammon Pakistan Ltd. (Common Directorship)	Rent expense	750	750
	Reimbursement of expenses	110	-
Hasan & Hasan Advocates (Common Directorship)	Retainership and legal advice fee	60	1,070
(d) Technology supplier			
Isuzu Motors Ltd. - Japan	Commission earned	16,966	13,828
	Royalty accrued	4,973	3,779
	Reimbursement of expenses	-	3,367
	Warranty claims received	104	247
(e) Other			
Key management personnel	Remuneration and other benefits	10,055	10,167
	Retirement benefit paid	-	552



Un-audited **Audited**
December **June**
31, 2015 **30, 2015**

----- (Rupees in '000) -----

15.2 Period / year end balances are as follows:

Receivables from related parties

Long term investment	1,400	1,400
Long term loans	453	261
Trade debts	-	300
Loans and advances	4,262	4,081
Other receivables	5,664	16,292

Payable to related parties


Trade and other payables	61,540	47,246
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16. CORRESPONDING FIGURES

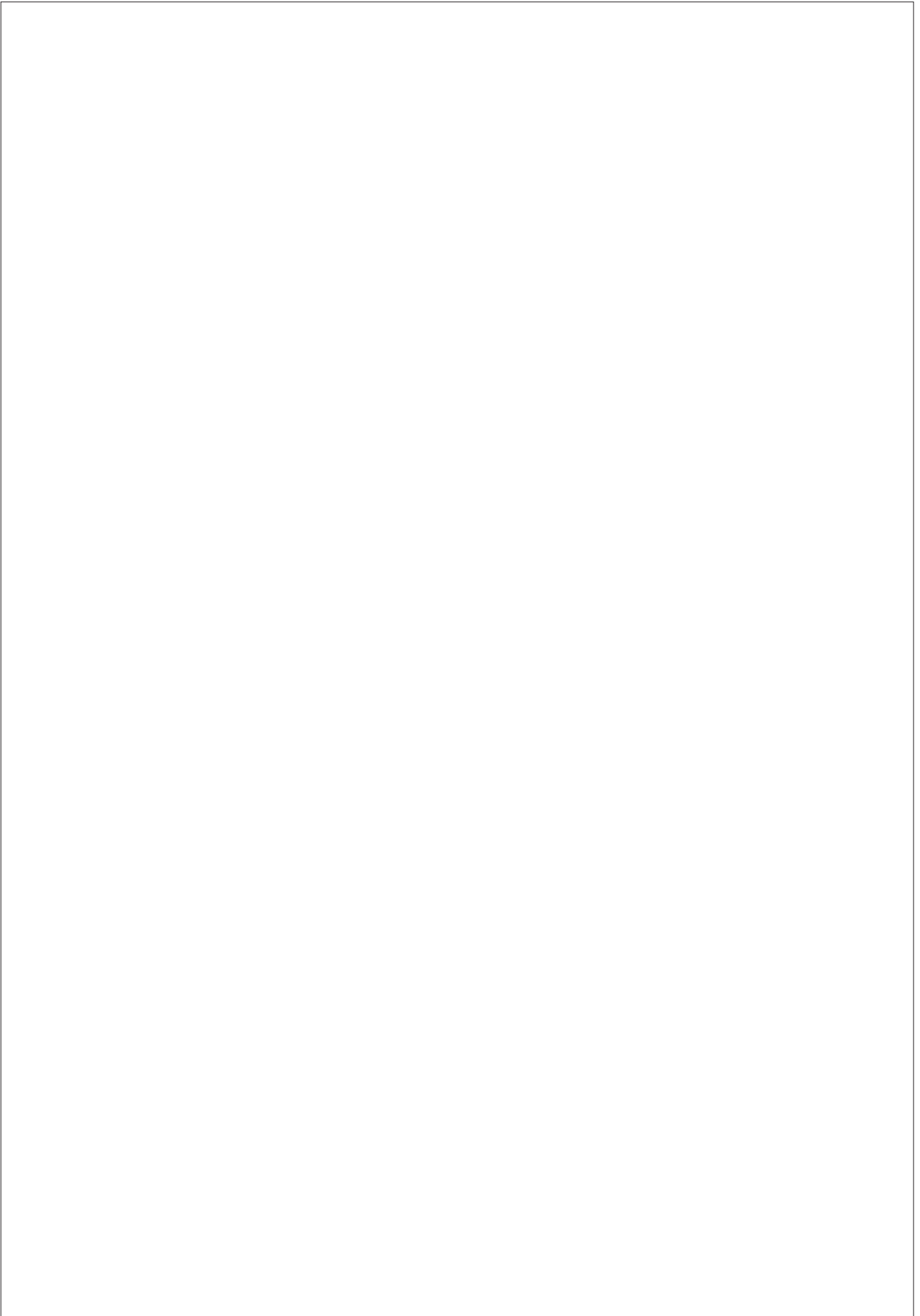
In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim balance sheet has been compared with the balances of audited annual financial statements of the Company for the year ended June 30, 2015, whereas, the condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial information of the Company for the half year ended December 31, 2014.

17. DATE OF AUTHORIZATION

This condensed interim financial information was authorized for issue on February 18, 2016 by the Board of Directors of the Company.


Ahmad Kuli Khan Khattak
 Chief Executive Officer


Jamil Ahmed Shah
 Director



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CORPORATE