Aftab Automobiles Limited

3rd Quarter Report

2016-2017

Dear Shareholders,

We are pleased to forward herewith the un-audited Consolidated Statement of Profit or Loss and other Comprehensive Income for the 3rd Quarter ended March 31,2017, Consolidated Statement of Financial Position as at March 31,2017, Consolidated statement of cash flows , Consolidated statement of Changes in Equity and consolidated notes to the financial statements of the company for the period ended on that date.

Sd/-
Chairman

Dated, Dhaka.
April 30, 2017

Aftab Automobiles Limited and its Subsidiary

Un-Audited consolidated Statement of Profit or Loss and other Comprehensive Income

For the 3rd Quarter ended March 31, 2017

(Amount in "000" Tk.)

Particulars	Notes	July ' 2016 to March' 2017	July ' 2015 to March' 2016	3-Months ended 01/01/17 to 31/03/17	3-Months ended 01/01/16 to 31/03/16
Revenues		**3,240,115**	**2,360,248**	**1,426,043**	**826,761**
Less : Cost of sales	**3**	2,520,562	1,816,256	**1,141,095**	633,132
Gross profit		**719,553**	**543,992**	**284,948**	**193,629**
Less: Operating expenses		**368,661**	**285,408**	**119,471**	**112,660**
Administrative expenses		79,160	59,902	29,357	19,701
Selling and distribution expenses		99,198	62,714	39,231	17,572
Financial charges		190,303	162,792	50,883	75,387
Operating profit		**350,892**	**258,584**	**165,477**	**80,969**
Add : Other income		3,304	3,715	1,264	2,484
Add : Share of profit from associate company		7,666	20,082	-	-
Less : Contribution to WPPF		17,232	13,447	7,940	3,974
Profit before tax		**344,630**	**268,934**	**158,801**	**79,479**
Less : Provision for Income tax		**98,361**	**75,718**	**47,818**	**24,745**
Current tax		94,519	72,803	46,227	20,095
Deferred tax		3,842	2,915	1,591	4,650
Net income for the Period		**246,269**	**193,216**	**110,983**	**54,734**
Net Investment Valuation surplus in share		**1,900**	**851**	**1,102**	**582**
Investment Valuation surplus in share		2,235	1,001	1,296	685
Less: Deferred tax adjustment		335	150	194	103
Total comprehensive income for the Period		**248,169**	**194,067**	**112,085**	**55,316**
Consolidated earnings per share		**2.57**	**2.02**	**1.16**	**0.57**

Sd/-	**Sd/-**	**Sd/-**	**Sd/-**	**Sd/-**
Chairman	**Managing Director**	**Director**	**C F O**	**Company Secretary**

Aftab Automobiles Limited and its Subsidiary

Un-Audited consolidated Statement of Financial Position

As at March 31, 2017

	Notes	Amount in '000' Tk 31/03/17	30/06/16
Assets :			
Non-current assets			
Property, plant and equipment, net	4	1,563,226	1,265,524.00
Capital work in progress	5	123,568	103,416.00
Investments in shares		7,104	4,869.00
Investments in associate		295,201	287,535.00
Receivables -Long term	6	2,670,377	2,543,203.00
Total non-current assets		**4,659,476**	**4,204,547.00**
Current assets			
Receivables -Short term	6	912,853	1,326,788.00
Stock and stores	7	1,691,397	1,450,628.00
Income tax deducted at source		815,314	662,761.00
Advance, deposits and prepayments	8	1,344,221	1,214,045.00
Cash and bank balances	9	550,594	932,642.00
Total current assets :		**5,314,379**	**5,586,864.00**
Total Assets		**9,973,855**	**9,791,411.00**
Equity and Liabilities :			
Capital & reserve			
Share capital		957,324	957,324.00
Share premium		1,925,858	1,925,858.00
Reserve		67,338	67,338.00
Retained earnings		2,563,229	2,417,847.00
Equity attributable to equity holders		**5,513,749**	**5,368,367.00**
Non-controlling interest		**353**	**352.00**
Total equity		**5,514,102**	**5,368,719.00**
Non-current liabilities			
Loan and deferred liabilities (unsecured)		25,310	25,310.00
Deferred tax liability	10	115,153	109,060.00
Long Term loan-Net of current portion	11	1,459,912	1,407,283.00
Total non-current liabilities		**1,600,375**	**1,541,653.00**
Current liabilities :			
Long Term loan-Current portion	11	486,638	469,095.00
Short-term loan	12	1,363,052	1,437,015.00
Accrued and other current liabilities	13	1,009,689	974,929
Total current liabilities :		**2,859,379**	**2,881,039.00**
Total liabilities		**4,459,754**	**4,422,692.00**
Total Equity and Liabilities		**9,973,856**	**9,791,411.00**
Consolidated net assets value per share (NAVPS)		**57.60**	**56.08**

Sd/- **Chairman**

Sd/- **Managing Director**

Sd/- **Director**

Sd/- **C F O**

Sd/- **Company Secretary**

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Aftab Automobiles Limited and its Subsidiary

Un-audited consolidated Statement of Cash Flows

For the 3rd Quarter ended March 31, 2017

(Amount in "000" Tk.)

Particulars	July ' 2016 to March' 2017	July ' 2015 to March' 2016
A. Cash flows from operating activities		
Receipts from customers	3,526,876	2,775,602
Receipts as other income	3,304	3,715
Payments to suppliers and employees	(3,101,578)	(2,456,686)
Cash generated from operations	**428,602**	**322,631**
Income tax paid	(152,553)	(25,586)
Net cash generated by operating activities	**276,049**	**297,045**
B. Cash flows from investing activities		
Acquisition of property, plant & equipment	(232,873)	(123,952)
Capital work in progress	(145,583)	(171,220)
Net cash used investing activities	**(378,456)**	**(295,172)**
C. Cash flows from financing activities		
Received/Payments of bank loan	(3,791)	380,385
Financial charges paid	(190,303)	(162,792)
Dividend paid	(85,547)	(152,032)
Net cash used in financing activities	**(279,641)**	**65,561**
D. Net changes in cash & cash equivalents for the period (A+B+C)	**(382,048)**	**67,434**
E. Cash & cash equivalents at beginning of the period	932,642	385,598
F. Cash & cash equivalents at end of the period (D+E)	**550,594**	**453,032**
Net operating cash flows per share (NOCFPS)	**2.88**	**3.10**

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Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chairman	**Managing Director**	**Director**	**C F O**	**Company Secretary**

Aftab Automobiles Limited and its Subsidiary

Un-audited consolidated Statement of Changes in Equity

For the 3rd Quarter ended March 31, 2017

(Amount in "000" Tk.)

Purticulars	Share capital	Share premium	Reserves	Retained earnings	Attributable to equity holders of the company	Non-controlling interest	Total
Balance as on July 01, 2015	**957,324**	**1,925,858**	**67,338**	**2,206,537**	**5,157,057**	**315**	**5,157,372**
Cash Dividend paid	-	-	-	(152,032)	(152,032)	-	**(152,032)**
Comprehensive income for the period		-	-	198,350	198,350	6	**198,356**
Balance at March 31, 2016	**957,324**	**1,925,858**	**67,338**	**2,252,855**	**5,203,375**	**321**	**5,203,696**
Balance as on July 01, 2016	**957,324**	**1,925,858**	**67,338**	**2,417,847**	**5,368,367**	**352**	**5,368,719**
Cash Dividend paid	-	-	-	(102,786)	(102,786)	-	**(102,786)**
Comprehensive income for the period		-	-	248,168	248,168	1.08	**248,169**
Balance at March 31, 2017	**957,324**	**1,925,858**	**67,338**	**2,563,229**	**5,513,749**	**353**	**5,514,102**

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
C F O

Sd/-
Company Secretary

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Aftab Automobiles Limited and its Subsidiary

Consolidated notes to the Financial Statements

As at and for the 3rd Quarter ended March 31, 2017

1. Corporate Information and Mode of Business

Aftab Automobiles Limited (the company), is a Public Limited Company which is one of the largest automobile assembling plants in the private sector.

The principal activities of the Company were assembling of Hino Bus, Hino Mini Bus / Truck Chassis with a production Capacity of 2400 units of vehicles in 3 shifts in Assembling Unit**.** The company has a Bus body buliding units,The Company has setup a Motorcycle Unit with a capacity of 10,000 units of Motorcycle per year.**The** Company has one subsidiary company namely Navana Batteries Ltd, that produce and market Batteries.

2. Significant Accounting Policies and basis of preparation of the financial statements

2.1 Statement of Compliance

The financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS)- 34 Interim Financial Reporting Standards.

2.3 Basis of Reporting

The financial statements are prepared and presented for external users by the company in accordance with identified financial reporting framework. Presentation has been made in compliance with the requirement of BAS 1- "Presentation of Financial Statements".

2.4 Reporting Period

These financial statements cover 1st Quarter of accounting year of the company for the period from July 01, 2016 to March 31, 2017

Amount in '000' Tk

		July ' 2016 to March' 2017	July ' 2015 to March' 2016
3	**Cost of sales**		
	Materials	2,363,031	1,681,838
	Factory Overhead	96,929	79,785
	Depreciation	60,602	54,633
		2,520,562	**1,816,256**

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	Amount in '000' Tk	
	31/03/17	30/06/16
4 Property, plant and equipment, net		
Opening Balance	**1,265,524**	**1,033,688**
Add : Addition for the Period	232,873	31,290
Add : Transferred from Capital W-I-P	125,431	266,817
	1,623,828	**1,331,795**
Less : Depreciation	60,602	66,271
Closing Balance	**1,563,226**	**1,265,524**
5 Capital work-in-progress		
Opening balance	**103,416**	**266,817**
Addition during the Period	145,583	103,416
	248,999	370,233
Less: transfer to property, plant & equipment	125,431	266,817
Closing balance	**123,568**	**103,416**
6 Receivables		
Long Term receivable	2,670,377	2,543,203
Short Term receivable	912,853	1,326,788
	3,583,230	**3,869,991**
7 Stock and stores		
Finished products	761,529	691,272
Raw materials	381,925	483,718
Work-in-process	201,003	92,694
Stores and spares	42,153	14,134
Goods in transit	304,787	168,810
	1,691,397	**1,450,628**
8 Advances, deposits and prepayments		
Advance to suppliers	612,563	560,162
Advance to employees	62,029	40,029
Deposits for motor Cycle Unit	69,476	69,476
Advance to others	202,133	125,449
Current Account with VAT	82,511	38,598
Deposits	315,509	380,331
	1,344,221	**1,214,045**
9 Cash and bank balances		
Cash in hand	**27,582**	**26,866**
Cash at bank :		
Current & STD Accounts	317,890	799,816
FDR AC	205,122	105,960
	550,594	**932,642**

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		Amount in '000' Tk	
		31/03/17	30/06/16
10	**Deferred tax liability**		
	Opening Balance	**109,060**	**102,534**
	Add : Addition for the Period	3,842	3,326
	Add : For Associate Company	1,916	3,349
	Add : For Revaluation Gain on Share	335	(149)
	Closing Balance	**115,153**	**109,060**
11	**Long Term loan-Net of current portion**		
	Agrani Bank Ltd.	321,574	341,006
	Meghna bank Ltd.	106,847	72,179
	South-bangla Agricultural & Commerce bank ltd.	86,918	109,774
	Uttara Finance & Investment Ltd.	54,278	130,577
	Prime bank Ltd. HP loan	133,486	44,996
	Peoples Leasing & Financial services Ltd.	131,533	190,751
	Mercantile bank Ltd. Term loan	150,031	218,810
	One Bank Lease Loan	25,878	8,395
	Al-Arafah Islami Bank Ltd.	33,250	35,059
	Trust Bank Ltd.	292,812	252,955
	Dutch-bangla Bank Ltd.	375,263	416,749
	Social Islami Bank Ltd.	49,512	52,327
	IDLC Finance Ltd.	-	1,522
	National finance Ltd	1,025	1,278
	BD FINANCE & INVESTMENT CO.LTD	34,974	-
	Midas Financing	42,347	-
	Union Capital Ltd.	106,822	-
		1,946,550	**1,876,378**
	less: Long Term loan-Current portion	**486,638**	**469,095**
	Long Term loan-Net of current portion	**1,459,912**	**1,407,283**
12	**Short-term loan**		
	Bank Asia Ltd. SOD Ac	483,238	465,515
	Standard Bank Ltd CC Ac	41,131	40,986
	NRB Commercial Bank Ltd. SOD Ac	133,212	155,407
	Dhaka Bank Ltd. OD Ac	51,152	51,477
	Mercantile Bank Ltd. CC Ac	51,447	83,330
	The City Bank Ltd. OD Ac	30,708	30,989
	Midland Bank Ltd. OD Ac	19,962	21,009
	Prime bank Ltd. SOD A/c	49,987	50,731
	One bank Ltd. SOD A/c	-	31,270
	Southeast Bank Ltd . OD Ac	171,267	149,723
	National Bank Ltd. CC AC	154,176	219,747
	Modhumoti Bank Ltd.CC Ac	95,097	82,762
	Mutual trust bank ltd.CC Ac	51,631	51,849
	Social Islami bank ltd.CC Ac	30,044	2,220
		1,363,052	**1,437,015**
13	**Accrued and other current liabilities**		
	For goods supplied	149,730	82,953
	For expenses	141,929	145,301
	For Income tax	539,468	597,502
	For gratuity	42,327	39,327
	For Workers' P.P.F. and W.F.	61,955	44,723
	For other finance	23,587	31,669
	Unclaimed dividend	50,693	33,454
		1,009,689	**974,929**

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