Aftab Automobiles Limited

3rd Quarter Report

2017-2018

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 31,2018. Consolidated Statement of Financial Position as at March 31,2018. 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 26, 2018

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, 2018

(Amount in "000" Tk.)

Particulars	Notes	July ' 2017 to March' 2018	July ' 2016 to March' 2017	3-Months ended 01/01/18 to 31/03/18	3-Months ended 01/01/17 to 31/03/17
Revenues		**3,150,865**	**3,240,115**	**699,259**	**1,426,043**
Less : Cost of sales	**3**	2,458,341	2,520,562	510,160	1,141,095
Gross profit		**692,524**	**719,553**	**189,099**	**284,948**
Less: Operating expenses		**397,033**	**368,661**	**114,836**	**119,471**
Administrative expenses		82,061	79,160	32,053	29,357
Selling and distribution expenses		98,950	99,198	36,813	39,231
Financial charges		216,022	190,303	45,970	50,883
Operating profit		**295,491**	**350,892**	**74,263**	**165,477**
Add : Other income		6,286	3,304	5,221	1,264
Profit before contribution to WPPF		**301,777**	**354,196**	**79,484**	**166,741**
Less : Contribution to WPPF		14,370	16,866	3,785	7,940
Net profit before tax		**287,407**	**337,330**	**75,699**	**158,801**
Add :Realised gain on Sale of Share		6,548	-	6,548	**-**
Add : Share of profit from associate company		19,557	7,666	-	-
Profit before tax		**306,963**	**344,995**	**75,699**	**158,801**
Less : Provision for Income tax		**(92,199)**	**(98,361)**	**(22,217)**	**(47,818)**
Current tax		(82,104)	(94,519)	(19,231)	(46,227)
Deferred tax		(10,095)	(3,842)	(2,986)	(1,591)
Net income for the Period		**214,765**	**246,634**	**53,482**	**110,983**
Other comprehensive Income for the year :					
Investment Valuation surplus in share		**6,858**	**1,900**	**7,352**	**(386)**
Revaluation Gain/(Loss) on investment in share		7,620	2,235	8,168	(580)
Deferred tax		(762)	(335)	(816)	194
Total comprehensive income for the Period		**221,623**	**248,534**	**60,834**	**110,597**
Consolidated earnings per share		**2.24**	**2.58**	**0.56**	**1.16**

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, 2018

	Notes	Amount in '000' Tk 31/03/18	30/06/17
Assets :			
Non-current assets			
Property, plant and equipment	4	1,971,163	1,742,323
Capital work-in-progress	5	96,082	289,002
Investments		30,972	38,592
Investments in associate		321,563	297,117
Receivables -Non-Current Maturity	6	2,051,735	2,041,737
Total non-current assets		**4,471,515**	**4,408,771**
Current assets			
Receivables -Current Maturity	6	1,580,323	1,647,745
Stock and stores	7	2,026,548	2,131,144
Current account with Navana Group Companies		1,210,690	1,066,437
Advances, deposits and prepayments	8	2,505,439	2,158,585
Cash and bank balances	9	504,887	481,144
Total current assets :		**7,827,887**	**7,485,055**
Total Assets		**12,299,402**	**11,893,826**
Equity and Liabilities :			
Capital & reserve			
Share capital		957,324	957,324
Share premium		1,925,858	1,925,858
Reserve		67,338	67,338
AFS Reserve		6,858	6,858
Retained earnings		2,840,241	2,716,088
Equity attributable to equity holders		**5,797,619**	**5,673,466**
Non-controlling interest		**421**	**395**
Total equity		**5,798,040**	**5,673,861**
Non-current liabilities			
Loan and deferred liabilities (unsecured)		25,310	25,310
Long Term loan-Net of current maturity	10	2,071,991	2,020,724
Deferred tax liability	11	137,341	121,595
Total non-current liabilities		**2,234,642**	**2,167,629**
Current liabilities :			
Long Term loan-Current maturity	10	690,664	673,575
Short-term loan	12	2,508,855	2,265,616
Accrued and other current liabilities	13	1,067,201	1,113,145
Total current liabilities :		**4,266,719**	**4,052,336**
Total liabilities		**6,501,362**	**6,219,965**
Total Equity and Liabilities		**12,299,402**	**11,893,826**
Consolidated net assets value per share (NAVPS)		**60.56**	**59.26**

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, 2018

(Amount in "000" Tk.)

Particulars	July ' 2017 to March' 2018	July ' 2016 to March' 2017
A. Cash flows from operating activities		
Receipts from customers	3,208,289	3,526,876
Receipts as other income	6,286	3,304
Payments to suppliers and employees	(3,128,419)	(3,101,578)
Cash generated from operations	**86,156**	**428,602**
Income tax paid	(107,703)	(152,553)
Net cash generated by operating activities	**(21,547)**	**276,049**
B. Cash flows from investing activities		
Acquisition of property, plant & equipment	(64,387)	(232,873)
Capital work in progress	(39,563)	(145,583)
Inter company transaction	144,253	-
Net cash used investing activities	**40,303**	**(378,456)**
C. Cash flows from financing activities		
Received of bank loan	311,595	(3,791)
Financial charges paid	(216,022)	(190,303)
Dividend paid	(90,586)	(85,547)
Net cash used in financing activities	**4,987**	**(279,641)**
D. Net changes in cash & cash equivalents for the period (A+B+C)	**23,743**	**(382,048)**
E. Cash & cash equivalents at beginning of the period	481,144	932,642
F. Cash & cash equivalents at end of the period (D+E)	**504,887**	**550,594**
Consolidated net operating cash flows per share (NOCFPS)	**(0.23)**	**2.88**

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Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
C F O

Sd/-
Company Secretary

Aftab Automobiles Limited and its Subsidiary

Un-audited consolidated Statement of Changes in Equity

For the 3rd Quarter ended March 31, 2018

(Amount in "000" Tk.)

Purticulars	Share capital	Share premium	Reserves	AFS Reserve	Retained earnings	Attributable to equity holders of the company	Non-controlling interest	Total
Balance as on July 01, 2016	**957,324**	**1,925,858**	**67,338**	**6858**	**2,410,989**	**5,368,367**	**352**	**5,368,719**
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, 2017	**957,324**	**1,925,858**	**67,338**	**6858**	**2,457,307**	**5,414,685**	**358**	**5,415,043**
Balance as on July 01, 2017	**957,324**	**1,925,858**	**67,338**	6,858	**2,716,088**	**5,673,466**	**395**	**5,673,861**
Cash Dividend paid	-	-	-		(90,586)	(90,586)	-	**(90,586)**
Comprehensive income for the period		-	-		214,739	214,739	26	**214,765**
Balance at March 31, 2018	**957,324**	**1,925,858**	**67,338**	**6,858**	**2,840,241**	**5,797,619**	**421**	**5,798,040**

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, 2018

1. Corporate Information and Mode of Business

Aftab Automobiles Limited (the company), was incorporated in Bangladesh in 1967 as a Private Limited Company. In 1981 the company registered itself as a Public Limited Company which is one of the largest automobile assembling plants in the private sector. The Registered Office of the Company is located at 125/A, Motijheel Commercial Area,Dhaka-1000. The Company was listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited in the year 1987 and 1996 respectively.

The principal activities of the Company were assembling of Toyota Land Cruiser soft top / Pick-up, Land Cruiser Prado, Hino Bus, Hino Mini Bus / Truck Chassis with a production Capacity of 2400 units of vehicles in 3 shifts in Assembling Unit.At present the plant is running single shift .The Company has setup a Motor Cycle 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 3rd Quarter of accounting year of the company for the period from July 01, 2017 to March 31, 2018

Amount in '000' Tk

	July ' 2017 to March' 2018	July ' 2016 to March' 2017
3. Cost of sales		
Materials	2,295,531	2,363,031
Factory O/H & others	89,791	96,929
Depreciation	73,019	60,602
	2,458,341	**2,520,562**

	Amount in '000' Tk	
	31/03/18	30/06/17
4. Property, plant and equipment, net		
Opening Balance	**1,742,323**	**1,265,524**
Add : Addition made during the Period	64,387	491,035
Add : Transferred from Capital W-I-P	237,472	73,862
	2,044,182	**1,830,421**
Less : Depreciation	73,019	88,098
Closing Balance	**1,971,163**	**1,742,323**
5.Capital work-in-progress		
Opening balance	**289,002**	**103,416**
Add : Addition made during the Period	39,563	369,419
	328,565	472,835
Less: Transfer to property, plant & equipment	232,483	183,833
Closing balance	**96,082**	**289,002**
6. Receivables		
Receivables -Non-Current Maturity	2,051,735	2,041,737
Receivables -Current Maturity	1,580,323	1,647,745
	3,632,058	**3,689,482**
7.Stock and stores		
Finished products	1,264,658	1,393,323
Raw materials	284,453	385,463
Work-in-process	93,293	77,094
Stores and spares	22,626	2,046
Goods in transit	361,518	273,218
	2,026,548	**2,131,144**
8. Advances, deposits and prepayments		
Advance to suppliers	752,172	638,320
Advance to employees	43,064	34,954
Deposits for motor Cycle Unit	69,476	69,476
Advance to others	159,920	119,198
Current Account with VAT	165,850	81,263
Deposits	325,492	333,612
Advance Income tax (note-8.1)	989,465	881,762
	2,505,439	**2,158,585**
8.1 Advance Income tax		
Opening balance	**881,762**	**662,760**
Add : Addition made during the Period	**107,703**	**219,002**
	989,465	881,762
Less : Adjustment made during the period	-	-
Closing Balance	**989,465**	**881,762**
9. Cash and bank balances		
Cash in hand	**33,950**	**27,954**
Cash at bank :		
Current & STD Accounts	260,409	344,228
FDR AC	210,528	108,962
	504,887	**481,144**

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	Amount in '000' Tk	
	31/12/17	30/06/17
10. Long Term loan-Net of current portion		
Agrani Bank Ltd.	510,933	309,656
Meghna bank Ltd AC 631-4	63,916	92,255
South-bangla Agricultural & commerce Ltd.	69,529	78,668
Standard bank ltd.	77,888	94,628
Mutual trust bank ltd.	157,662	137,679
Bank Asia Ltd.	40,343	153,057
City bank Ltd.STL	150,971	105,453
Uttara Finance & investment Ltd.	90,196	37,023
Prime bank Ltd. HP loan	67,731	107,667
Midland Bank Ltd.	72,009	53,345
Peoples Leasing & Financial services Ltd.	62,985	109,325
Mercantile bank Ltd. Term loan	219,721	85,864
One Bank Ltd. Lease Loan	97,272	149,696
Al-Arafah Islami Bank Ltd.	26,304	30,344
Trust Bank Ltd.	237,295	357,037
Dutch-Bangla Bank Ltd	194,539	103,065
NCC Bank Ltd TL AC	156,857	126,117
Bay Leasing and investment Ltd.	88,453	97,454
GSP Finance co.(Bd) Ltd.	161,734	191,949
Midas financing Ltd.	32,395	39,962
Union Capital Ltd.	132,615	150,912
Modhumoti bank Ltd.	-	83,143
Brac Bank Ltd.	51,307	-
	2,762,655	**2,694,299**
less: Long Term loan-Current portion	**690,664**	**673,575**
Long Term loan-Net of current portion	**2,071,991**	**2,020,724**
11. Deferred tax liability		
Opening Balance	**121,595**	**107,293**
Add : Addition for the Period	10,857	12,386
Add : For Associate Company	4,889	1,916
Closing Balance	**137,341**	**121,595**
12. Short-term loan		
Bank Asia Ltd.SOD A/C	512,398	493,993
Agrani Bank Ltd.	315,251	-
Standard Bank Ltd CC A/C	41,376	40,849
NRB Commercial Ltd. OD A/C	170,130	210,979
NCC Bank Ltd CC A/C	55,326	66,560
Dhaka Bank Ltd.OD A/C	55,704	51,084
Mercantile Bank Ltd CC A/C	67,673	73,124
The City Bank Ltd OD A/C	30,802	30,632
Midland Bank Ltd. OD A/C	21,345	21,238
Prime bank Ltd. SOD A/C	49,839	49,706
SBAC Bank Ltd. CC A/C	32,985	31,108
Mutual trust bank ltd.CC A/C	55,152	51,554
Southeast Bank Ltd. CC A/C	144588	335,271
Modhumoti Bank Ltd. CC A/C	82,758	122,227
Dutch-Bangla Bank Ltd. SOD A/C	616,801	600,956
Al-Arafah Islami Bank Ltd. CC A/C	33,750	33,171
Social Islami Bank Ltd. CC A/C	56,533	53,164
Shahjalal Islami Bank Ltd. CC A/C	166,444	-
	2,508,855	**2,265,616**
13.Accrued and other current liabilities		
For goods supplied	101,606	73,348
For expenses	104,292	101,171
For Income tax	651,414	733,518
For gratuity	48,157	45,157
For Workers' P.P.F. and W.F.	66,417	52,047
For other finance	39,671	57,632
Unclaimed dividend	55,643	50,271
	1,067,201	**1,113,144**

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