

Third Quarter Report
March 31, 2019



ATTOCK CEMENT
PAKISTAN LIMITED



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Attock Cement Pakistan Limited

COMPANY INFORMATION





Board of Directors

Laith G. Pharaon - Chairman
Wael G. Pharaon
Shuaib A. Malik
Abdus Sattar
Agha Sher Shah
Sajid Nawaz
Babar Bashir Nawaz

Chief Executive

Babar Bashir Nawaz

Alternate Directors

Shuaib A. Malik
Irfan Amanullah

Audit Committee of the Board

Agha Sher Shah	Chairman
Shuaib A. Malik	Member
Abdus Sattar	Member

HR & Remuneration Committee

Agha Sher Shah	Chairman
Shuaib A. Malik	Member
Abdus Sattar	Member

Company Secretary

Irfan Amanullah

Chief Financial Officer

Muhammad Rehan

Auditors

A.F. Ferguson & Co.
Chartered Accountants

Legal Advisor

M/s. HNT & Associates

Bankers

The Bank of Punjab
Allied Bank Limited
MCB Bank Limited
Askari Bank Limited
United Bank Limited
Habib Bank Limited
Bank Al-Habib Limited
Meezan Bank Limited
National Bank of Pakistan Limited
Dubai Islamic Bank Limited
Faysal Bank Limited

Registered Office

D - 70, Block-4, Kehkashan-5
Clifton, Karachi-75600
Tel: (92-21) 35309773-4
UAN: 111-17-17-17
Fax: (92-21) 35309775
Email: acpl@attockcement.com
Website: www.attockcement.com

Plant

Hub Chowki, Lasbella,
Baluchistan

Share Registrar

M/s. FAMCO Associates (Pvt) Ltd.
8-F, Near Hotel Faran,
Nursery, Block-6, PECHS,
Shahrah-e-Faisal, Karachi.
Tel: (92-21) 34380101-5
(92-21) 34384621-3
Fax: (92-21) 34380106



DIRECTORS' REVIEW

The Directors are pleased to announce the results of the Company for the period ended March 31, 2019.

OPERATIONAL & FINANCIAL REVIEW

Production and sales figures for the period ended March 31, 2019 are as follows:

	Jul-Mar. 2019	Jul-Mar. 2018
	-----Tons-----	
Clinker Production	2,380,497	1,689,740
Cement Production	1,896,562	1,719,218
Cement Dispatch - Local	1,473,409	1,355,548
- Export	427,220	341,587
Cement Dispatches - Total	1,900,629	1,697,135
Clinker Dispatch- Export	616,309	41,724
Total Dispatches	2,516,938	1,738,859
Clinker Capacity Utilization	110%	106%

During the period under review the Company achieved 110% of its overall clinker production capacity and all the three lines continued to operate well above their rated capacities.

Industry Review

During the first nine months of the fiscal year 2018-2019, the local market of south, where your company is situated, witnessed an exuberant growth of 46% owing to robust demand not only in local markets which increased by 15% as compared to same period last year but also due to higher export which showed a huge growth of 211% as compared to same period last year.

Despite serious economic challenges, the local market of South showed an impressive growth. On export front, the cement players of South exploited the favorable conditions and exported clinker in the markets of Bangladesh, Sri Lanka and Africa.

Sales Review

During the period under review, your company maintained its dominant position in the core market of Karachi both in terms of volume share and also in terms of price domination. However as part of strategy it also maintained presence in the entire South Zone and also in lower Punjab market. Local dispatches of the company, therefore, increased by 117,861 tons (9%). On export front, total dispatches including clinker was 1,043,529 tons showing an increase of 660,218 tons (172%) as compared to same period last year. On the back of higher production due to commencement of line 3 operations the company aggressively explored the regional markets and was able to sell 616,309 tons of clinker in the markets of Bangladesh, Sri Lanka and East Africa. The total dispatches of the company including both clinker and cement therefore increased by 778,079 Tons (45%) as compared to same period last year.



Financial Review

Due to additional sales of both cement and clinker, the net sales revenue of the company reached at record level of Rs. 16.15 billion showing an increase of Rs. 4,294 million (36%) over corresponding period. Though the overall net retention from sale of cement only increased by Rs. 124 per ton (2%), the massive growth in sales was primarily achieved due to higher volumetric growth derived from clinker sales.

The continuous devaluation of PKR against US dollar, increase in coal prices in international markets and increase in diesel prices kept the production cost at higher levels and on a comparable period basis production cost showed an increase of Rs. 288 per ton (6%).

Further due to higher exports of both cement & clinker by 660,218 tons, the distribution cost also increased by Rs. 628 million (133%) as compared to the same period last year. As a result, both the gross and operating margins remained under pressure and reduced from 31% and 23% to 22% and 14% respectively. Accordingly the company recorded net profit after tax of Rs. 1,376 million which is lower by 25% as compared to same period last year.

PROGRESS ON PROJECTS

Cement Grinding Unit in Basra, Iraq

The trial production of cement grinding unit will commence in April 2019 and it is anticipated that the commercial production will be started after the approval to import clinker is obtained from local authorities.

Future Outlook

The Pakistan's economy has been passing through a very challenging time. With higher interest rates, significant devaluation of PKR against US \$ and mounting current and fiscal account deficits have posed a serious challenge for both the Government and Businesses.

During the period under review the overall construction sector remained under lot of pressure due to higher costs and sector's inability to pass on the impact to end customer due to stiff competition in both local and export markets. With new local and regional capacities coming in next 3-9 months the excess supply may further aggravate the situation. However in the month of March 2019 the coal prices have started to come down and from as high as US \$110 C&F Karachi it has come down to US \$ 75 C&F Karachi and this reduction may provide much needed support to already fragile margins. Currency devaluation, higher interest rates and upward revisions in diesel prices are contributing unfavorably towards cost of production and your management is fully alive to the situation, evaluating all the available options and trying its level best to keep the momentum going.

The immediate target of the company is to ensure 100% sales both in local and export markets either in the form of cement or clinker from its all 3 production lines by exploring all available market segments both locally and in the region. Efforts are being made to curtail the cost wherever possible and create a price efficient sales mix to maximize profitability.

On behalf of the Board

BABAR BASHIR NAWAZ
Director & Chief Executive

April 11, 2019
Rawalpindi, Pakistan



Monthly Budget - Detail

Description	Category	Project Cost
Entertainment	Children	50
Medical	Children	50
School Supplies	Children	50
Movies	Children	50
Music (CDs, downloads, etc.)	Entertainment	50
Sporting Events	Entertainment	50
Joining Out	Entertainment	50
Groceries	Entertainment	50
Charity	Entertainment	50
Travel	Entertainment	50

All financial companies are also included in "Main Market - UK Listed" companies by equity market value





UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS PERIOD ENDED
MARCH 31, 2019



UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2019

	Note	(Unaudited) March 31, 2019	(Audited) June 30, 2018
-----Rs. in '000-----			
ASSETS			
Non-current assets			
Fixed assets - property, plant and equipment	4	17,869,968	17,962,931
Long-term investments		1,811,876	1,435,379
Long-term loans and advances - considered good		46,392	47,311
Long-term deposits		99,940	99,940
Deferred tax assets		112,865	131,543
		<u>19,941,041</u>	<u>19,677,104</u>
Current assets			
Inventories	5	3,090,957	3,649,066
Trade receivables - considered good		695,796	709,917
Loans and advances - considered good		94,466	78,499
Short-term deposits and prepayments		69,801	22,593
Other receivables		232,411	201,370
Taxation - payments less provision		1,569,286	1,453,299
Tax refunds due from government - Sales tax		-	289,270
Cash and bank balances		153,339	324,936
		<u>5,906,056</u>	<u>6,728,950</u>
Total assets		<u>25,847,097</u>	<u>26,406,054</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital		1,374,270	1,145,225
Unappropriated profit		13,958,381	13,727,410
		<u>15,332,651</u>	<u>14,872,635</u>
LIABILITIES			
Non-current liabilities			
Long term loans		2,812,500	3,437,500
Liabilities against asset subject to finance lease		9,354	10,793
Employee benefit obligations		345,907	387,093
		<u>3,167,761</u>	<u>3,835,386</u>
Current liabilities			
Trade and other payables	6	3,846,030	4,983,843
Unclaimed dividend		10,566	8,998
Accrued mark up		166,325	88,773
Short term borrowings		3,321,605	2,612,508
Current maturity of liabilities against assets subject to finance lease		2,159	3,911
		<u>7,346,685</u>	<u>7,698,033</u>
Total liabilities		<u>10,514,446</u>	<u>11,533,419</u>
Contingency and commitments			
Total equity and liabilities	7	<u>25,847,097</u>	<u>26,406,054</u>

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

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director



**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF
PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED**

	Note	Quarter ended		Nine months ended	
		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
-----Rs. in '000-----					
Revenue	8	5,516,643	4,494,430	16,150,866	11,857,346
Cost of sales		(4,154,704)	(3,197,750)	(12,540,657)	(8,162,259)
Gross profit		1,361,939	1,296,680	3,610,209	3,695,087
Distribution costs	9	(350,318)	(192,715)	(1,099,714)	(471,904)
Administrative expenses		(127,870)	(134,590)	(379,981)	(376,333)
Other expenses		(41,500)	(40,260)	(102,500)	(132,000)
Other income		28,592	16,241	163,137	43,843
Profit from operations		870,843	945,356	2,191,151	2,758,693
Finance cost		(184,736)	(73,954)	(485,277)	(152,246)
Profit before income tax		686,107	871,402	1,705,874	2,606,447
Income tax expense		(126,702)	(197,552)	(329,678)	(779,684)
Profit for the year		559,405	673,850	1,376,196	1,826,763
Other comprehensive income / (loss)		-	-	-	-
Total comprehensive income		559,405	673,850	1,376,196	1,826,763
Basic and diluted earnings per share (Rupees)		4.07	(Restated) 4.90	10.01	(Restated) 13.29

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

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director



UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

	Share capital	Unappropriated profit	Total
-----Rs. in '000-----			
Balance as at July 1, 2017	1,145,225	10,802,410	11,947,635
Final dividend for the year ended June 30, 2017 @ Rs. 13.50 per share	-	(1,546,053)	(1,546,053)
Total comprehensive income for the nine months period ended March 31, 2018	-	1,826,763	1,826,763
Balance as at March 31, 2018	1,145,225	11,083,120	12,228,345
Balance as at June 30, 2018	1,145,225	13,727,410	14,872,635
Bonus shares issued in the ratio of 20 shares for every 100 shares held	229,045	(229,045)	-
Final dividend for the year ended June 30, 2018 @ Rs. 8/- per share	-	(916,180)	(916,180)
Total comprehensive income for the nine months period ended March 31, 2019	-	1,376,196	1,376,196
Balance as at March 31, 2019	1,374,270	13,958,381	15,332,651

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

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director



CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

	Note	March 31, 2019	March 31, 2018
-----Rs. in '000-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	10	2,472,815	4,076,086
Finance cost paid		(407,725)	(25,771)
Income tax paid		(426,987)	(359,971)
Decrease in long-term loans and advances		919	3,674
Increase in long term deposits		-	(56,960)
Employee benefit obligations paid		(107,865)	(102,593)
Net cash from operating activities		1,531,157	3,534,465
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure incurred		(505,634)	(2,420,726)
Investment in subsidiary company		(376,497)	(649,034)
Proceeds from disposal of fixed assets		4,768	8,331
Purchase of open ended mutual fund units		-	(130,000)
Interest received		8,315	7,395
Net cash used in investing activities		(869,048)	(3,184,034)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(914,612)	(1,544,462)
Long term loan repaid		(937,500)	3,400,000
Lease rentals paid		(3,191)	(2,480)
Net cash used in financing activities		(1,855,303)	1,853,058
Net (decrease)/increase in cash and cash equivalents		(1,193,194)	2,203,490
Cash and cash equivalents at the beginning of the period		(1,037,572)	(1,859,000)
Cash and cash equivalents at the end of the period		(2,230,766)	344,489

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

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director



SELECTED NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

1 THE COMPANY AND ITS OPERATIONS

The company was incorporated in Pakistan on October 14, 1981 as a public limited company and is listed on Pakistan Stock Exchange. Its main business activity is manufacturing and sale of cement. The registered office of the company is at D-70, Block-4, Kehkashan-5, Clifton, Karachi. The company's cement manufacturing plant is located in Tehsil Hub, District Lasbella, Balochistan. The company also has a representative / liaison office in Dubai, UAE, to explore business opportunities in the growing markets of Middle East and Africa.

The company is a subsidiary of Pharaon Investment Group Limited Holding S.A.L., Lebanon.

2. BASIS OF PREPARATION

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. The accounting and reporting standards as applicable in Pakistan for interim financial reporting 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.

3 ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this condensed interim financial statements are the same as those applied in the preparation of the preceding annual financial statements of the Company for the year ended June 30, 2018.

4 FIXED ASSETS - property, plant and equipment

	March 31, 2019	(Audited) June 30, 2018
	-----Rs. in '000-----	
Operating assets - note 4.1	16,720,660	17,141,954
Capital work-in-progress	195,399	12,574
Stores held for capital expenditure	953,909	808,403
	17,869,968	17,962,931

4.1 Additions to operating assets during the period were as follows:

	March 31, 2019	March 31, 2018
	-----Rs. in '000-----	
Buildings and roads on freehold land	3,787	1,928
Plant and Machinery	185,751	107,542
Vehicles	21,985	13,632
Others	7,402	2,390
	218,925	125,492
Disposals during the period - Net book value	1,677	3,629
Transfers to stores during the period - Net book value	47,856	28,226



SELECTED NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

	March 31, 2019	(Audited) June 30, 2018
-----Rs. in '000-----		
5 INVENTORIES		
Stores, spares & loose tools - note 5.1	2,204,261	2,671,379
Raw materials	125,836	105,704
Packing materials	151,050	143,214
Work-in-process	411,978	529,009
Finished goods	197,832	199,760
	<u>3,090,957</u>	<u>3,649,066</u>
5.1 Stores, spares & loose tools		
Coal	919,752	1,627,122
Stores & spares	1,276,650	984,470
Bricks	56,902	100,862
Loose tools	3,062	6,996
	<u>2,256,366</u>	<u>2,719,450</u>
Less: Provision for slow moving and obsolete items	(52,105)	(48,071)
	<u>2,204,261</u>	<u>2,671,379</u>
6 TRADE AND OTHER PAYABLES		
Creditors	328,530	461,269
Accrued Liabilities	2,469,226	3,053,173
Electricity charges payable	147,890	175,342
Advances from customers	163,516	190,084
Excise duty payable	105,102	7,148
Others	631,766	1,096,827
	<u>3,846,030</u>	<u>4,983,843</u>

7 CONTINGENCIES AND COMMITMENTS

- 7.1 The status of contingency as reported in note 23.1 to the financial statements for the year ended June 30, 2018 is the same.
- 7.2 Commitments in respect of capital expenditure outstanding as at March 31, 2019 amounted to Rs. 119.2 million (June 30, 2018: Rs. 67.6 million).

	March 31, 2019	March 31, 2018
-----Rs. in '000-----		
8 REVENUE		
Local sale of goods	15,760,399	14,184,560
Sales tax	(2,611,104)	(2,300,730)
Federal excise duty	(2,200,361)	(1,690,034)
	(4,811,465)	(3,990,764)
Commission	(183,151)	(250,567)
Net local sales of goods	<u>10,765,783</u>	<u>9,943,229</u>
Export sales	5,842,417	2,198,910
Freight	(457,334)	(284,793)
	<u>5,385,083</u>	<u>1,914,117</u>
	<u>16,150,866</u>	<u>11,857,346</u>



SELECTED NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

9 DISTRIBUTION COSTS

Distribution costs includes Rs. 910 million (March 31, 2018: Rs. 332 million) in respect of export sales.

10 CASH GENERATED FROM OPERATIONS

	March 31, 2019	March 31, 2018
	-----Rs. in '000-----	
Profit before income tax	1,705,874	2,606,447
Add/(Less): Adjustment for non cash charges and other items:		
Depreciation	596,920	352,324
Gain on disposal of property, plant and equipment	(3,090)	(4,005)
Interest income	(8,315)	(7,395)
Provision for stores, spares and loose tools	4,034	1,396
Employee benefits obligations	66,678	72,197
Finance cost	485,277	152,246
	<u>1,141,504</u>	<u>566,763</u>
Profit before working capital changes	2,847,378	3,173,210
Effect on cash flow due to working capital changes		
Decrease/(Increase) in current assets :		
Inventories	554,075	(738,893)
Trade receivable - considered good	14,121	(359,496)
Loans and advances	(15,967)	(22,565)
Short - term deposits and prepayments	(47,208)	(41,940)
Other receivables	(31,041)	(33,173)
Tax refunds due from government - Sales tax	289,270	314,669
	<u>763,250</u>	<u>(881,398)</u>
(Decrease)/Increase in current liabilities:		
Trade and other payables	(1,137,813)	1,784,274
	<u>(374,563)</u>	<u>902,876</u>
Cash generated from operations	<u>2,472,815</u>	<u>4,076,086</u>



SELECTED NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

	March 31, 2019	March 31, 2018
-----Rs. in '000-----		
11 TRANSACTIONS WITH RELATED PARTIES		
Transaction with related parties during the period are as follows:		
Holding Company		
Dividend paid	770,176	1,299,671
Bonus shares issued	192,544	-
Recovery of expenses	2,364	2,511
Subsidiary Company		
Investment	376,497	669,828
Expenses incurred on behalf of subsidiary company	62,499	10,492
Associated Companies		
Purchase of goods	345,863	230,397
Reimbursement of expenses	4,997	2,481
Recovery of expenses	7,385	8,184
Other related parties		
Payments made to retirement benefit funds	107,865	102,593
Key management personnel		
Salaries and other short-term employee benefits	116,014	107,730
Post-employment benefits	3,186	5,673

12 CORRESPONDING FIGURES

Prior period figures have been reclassified wherever necessary for the purpose of appropriate presentation.

13 DATE OF AUTHORISATION FOR ISSUE

This condensed unconsolidated interim financial statements was authorised for issue on April 11, 2019 by the Board of Directors of the company.

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director

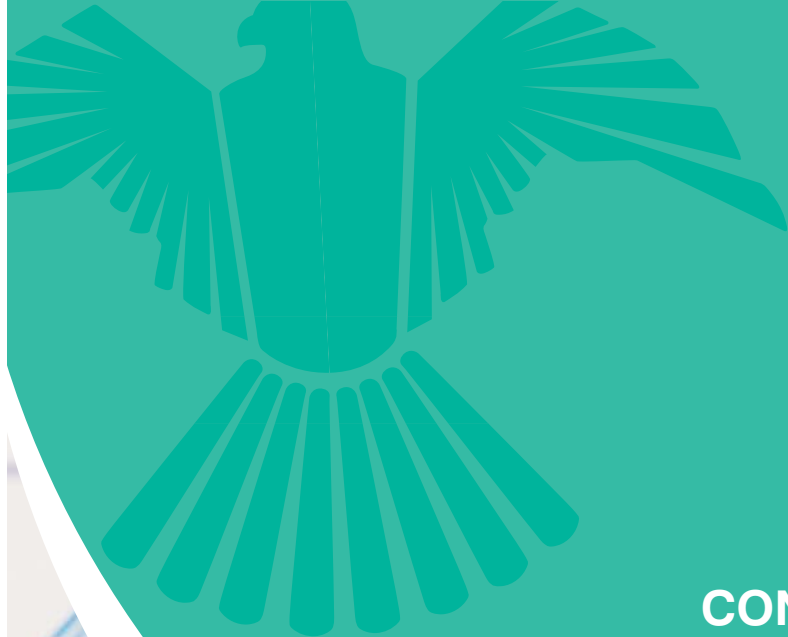


Monthly Budget - Detail

Description	Category	Original Cost
Extracurricular activities	Children	50
Medical	Children	10
School Supplies	Children	10
Movies	Children	10
Music (CDs, downloads, etc.)	Entertainment	10
Sporing Events	Entertainment	10
Dining Out	Entertainment	10
Groceries	Entertainment	10
Charity /	Entertainment	10
Phone	Entertainment	10

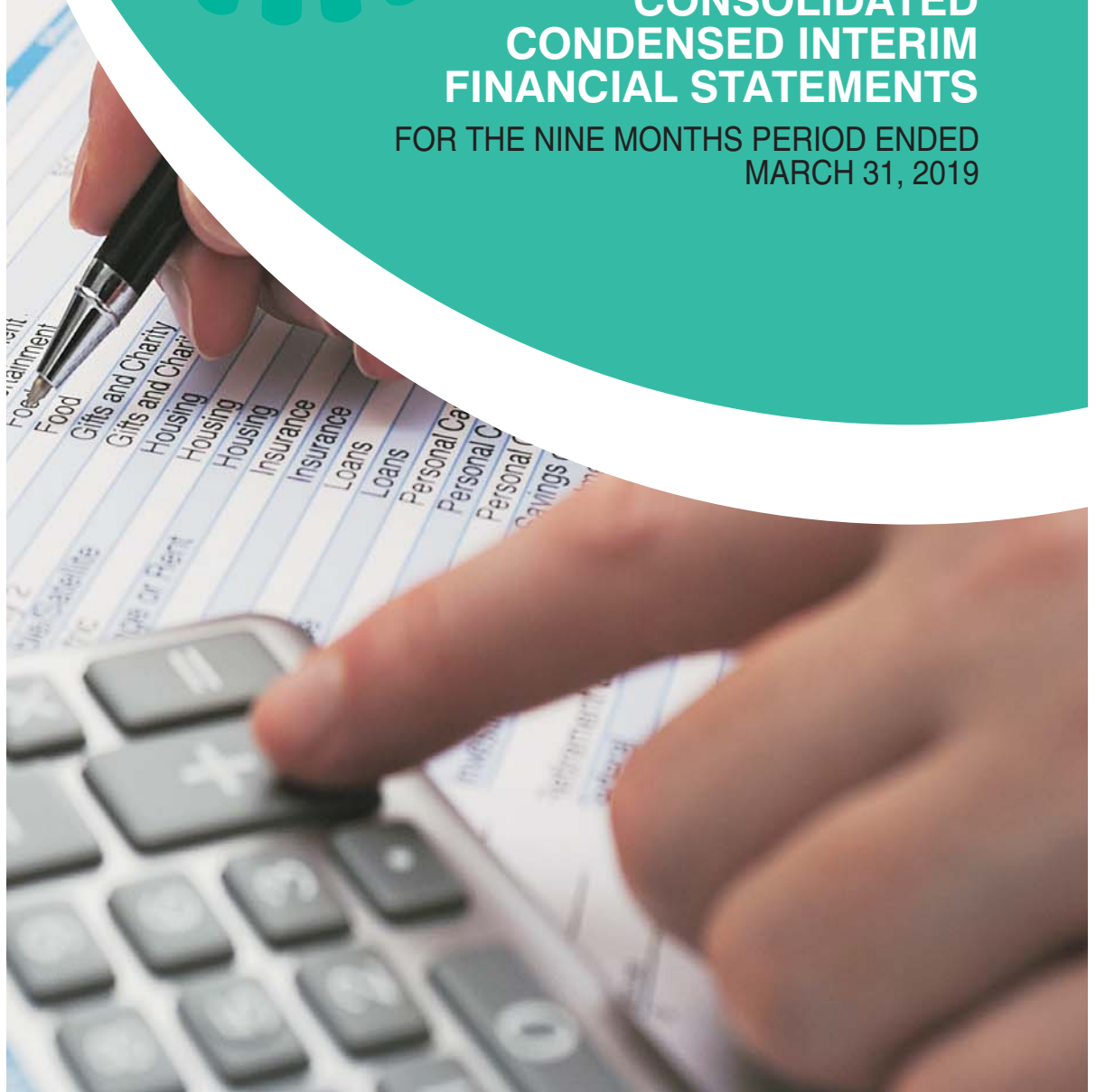
A handful of companies are also poised in "Main Market - UK Listed" companies by equity market value





CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS PERIOD ENDED
MARCH 31, 2019





CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2019

		(Unaudited) March 31, 2019	(Audited) June 30, 2018
ASSETS			
	Note	-----Rs. in '000-----	
Non-current assets			
Fixed assets - property, plant and equipment	4	21,661,592	20,425,000
Long-term investment		4,500	4,500
Long-term loans and advances - considered good		46,392	47,311
Long-term deposits		99,940	99,940
Deferred tax assets		112,865	131,543
		21,925,289	20,708,294
Current assets			
Inventories	5	3,118,304	3,649,066
Trade receivables - considered good		695,796	709,917
Loans and advances - considered good		94,466	78,499
Short-term deposits and prepayments		85,252	28,258
Other receivables		52,405	83,863
Taxation - payments less provision		1,569,286	1,453,299
Tax refunds due from Government - Sales tax		-	289,270
Cash and bank balances		356,274	634,395
		5,971,783	6,926,567
Total assets		27,897,072	27,634,861
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital		1,374,270	1,145,225
Unappropriated profit		13,958,381	13,727,410
Exchange revaluation reserve		704,962	217,129
Attributable to owners of Attock Cement Pakistan Limited- Holding company		16,037,613	15,089,764
Non-controlling interests		1,295,608	946,558
		17,333,221	16,036,322
LIABILITIES			
Non-current liabilities			
Long term loans		2,812,500	3,437,500
Liabilities against assets subject to finance lease		9,354	10,793
Employee benefits - obligations		345,907	387,093
		3,167,761	3,835,386
Current liabilities			
Trade and other payables	6	3,895,435	5,048,963
Unclaimed dividend		10,566	8,998
Accrued mark-up		166,325	88,773
Short term borrowings		3,321,605	2,612,508
Current maturity of liabilities against assets subject to finance lease		2,159	3,911
		7,396,090	7,763,153
Total liabilities		10,563,851	11,598,539
Contingency and commitments			
	7		
Total equity and liabilities		27,897,072	27,634,861

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

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director



CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

	Note	Quarter ended		Nine months ended	
		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
-----Rs. in '000-----					
Revenue	8	5,516,643	4,494,430	16,150,866	11,857,346
Cost of sales		(4,154,704)	(3,197,750)	(12,540,657)	(8,162,259)
Gross profit		1,361,939	1,296,680	3,610,209	3,695,087
Distribution costs	9	(350,318)	(192,715)	(1,099,714)	(471,904)
Administrative expenses		(127,870)	(134,590)	(379,981)	(376,333)
Other expenses		(41,500)	(40,260)	(102,500)	(132,000)
Other income		28,592	16,241	163,137	43,843
Profit from operations		870,843	945,356	2,191,151	2,758,693
Finance cost		(184,736)	(73,954)	(485,277)	(152,246)
Profit before income tax		686,107	871,402	1,705,874	2,606,447
Income tax expense		(126,702)	(197,552)	(329,678)	(779,684)
Profit for the period		559,405	673,850	1,376,196	1,826,763
Other comprehensive income					
Items that will be reclassified to profit or loss					
Exchange revaluation reserve		279,343	118,274	692,533	212,642
Total comprehensive income		838,748	792,124	2,068,729	2,039,405
Total comprehensive income attributable to:					
Owners of Attock Cement Pakistan Limited- Holding Company		789,388	751,219	1,864,029	1,961,996
Non-controlling interests		49,360	40,905	204,700	77,409
		838,748	792,124	2,068,729	2,039,405
Basic and diluted earnings per share (Rupees)		4.07	(Restated) 4.90	10.01	(Restated) 13.29

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

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director



CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

	Attributable to the owners of the Holding Company					Total Equity
	Share capital	Unappropriated profit	Exchange revaluation reserve	Sub - Total	Non-controlling interests	
	-----Rupees '000-----					
Balance as at July 01, 2017	1,145,225	10,802,410	(577)	10,801,833	624,285	12,571,343
Final dividend for the year ended June 30, 2017 @ Rs. 13.50 per share	-	(1,546,053)	-	(1,546,053)	-	(1,546,053)
Equity contribution by Non-controlling interests	-	-	-	-	200,577	200,577
Total comprehensive income for the nine months period ended March 31, 2018						
Profit for the nine months ended March 31, 2018	-	1,826,763	-	1,826,763	-	1,826,763
Other comprehensive income for the nine months ended March 31, 2018	-	-	135,233	135,233	77,409	212,642
	-	1,826,763	135,233	1,961,996	77,409	2,039,405
Balance as at March 31, 2018 (unaudited)	<u>1,145,225</u>	<u>11,083,120</u>	<u>134,656</u>	<u>11,217,776</u>	<u>902,271</u>	<u>13,265,272</u>
Balance as at July 01, 2018	1,145,225	13,727,410	217,129	13,944,539	946,558	16,036,322
Final dividend for the year ended June 30, 2018 @ Rs. 8 per share	-	(916,180)	-	(916,180)	-	(916,180)
Bonus shares issued during the period in the ratio of 20 shares for every 100 shares held	229,045	(229,045)	-	(229,045)	-	-
Equity contribution by Non-controlling interests	-	-	-	-	144,396	144,396
Total comprehensive income for the nine months ended March 31, 2019						
Profit for the nine months ended March 31, 2019	-	1,376,196	-	1,376,196	-	1,376,196
Other comprehensive income for the nine months period ended March 31, 2019	-	-	487,833	487,833	204,700	692,533
	-	1,376,196	487,833	1,864,029	204,700	2,068,729
Balance as at March 31, 2019 (unaudited)	<u>1,374,270</u>	<u>13,958,381</u>	<u>704,962</u>	<u>14,663,343</u>	<u>1,295,654</u>	<u>17,333,267</u>

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

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abus Sattar
Director



CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

	Note	March 31, 2019	March 31, 2018
Rs. in '000			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	10	2,486,500	4,164,873
Finance cost paid		(407,725)	(25,773)
Income tax paid		(426,987)	(359,971)
Decrease in long-term loans and advances		919	3,674
Increase in long-term deposits		-	(56,960)
Employee benefit obligations paid		(107,865)	(102,593)
Net cash generated from operating activities		1,544,842	3,623,250
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure incurred		(1,391,107)	(3,868,881)
Proceeds from disposal of operating assets		4,768	8,331
Purchase of open ended mutual fund units		-	(130,000)
Interest received		8,315	7,395
Net cash used in investing activities		(1,378,024)	(3,983,155)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(914,612)	(1,544,462)
Proceeds from long term loan		-	3,400,000
Current portion of long term loan repaid		(937,500)	-
Amount received from non-controlling interests		144,396	200,577
Lease rental paid		(3,191)	(2,480)
Net cash (used in) / generated from financing activities		(1,710,907)	2,053,635
Net (decrease) / increase in cash and cash equivalents		(1,544,089)	1,693,730
Cash and cash equivalents at beginning of the period		(728,113)	(734,722)
Effects of exchange rate changes on cash and cash equivalents		244,371	44,491
Cash and cash equivalents at end of the period		(2,027,831)	1,003,499

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

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director



SELECTED NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

1. THE GROUP AND ITS OPERATIONS

1.1 The Group consists of:

Holding Company - Attock Cement Pakistan Limited (the "Company")

The Holding Company was incorporated in Pakistan on October 14, 1981 as a public limited company and is listed on Pakistan Stock Exchange. Its main business activity is manufacturing and sale of cement. The registered office of the Company is at D-70, Block-4, Kehkashan-5, Clifton, Karachi. The Company's cement manufacturing plant is located in Tehsil Hub, District Lasbella, Balochistan. The Holding Company also has a representative / liaison office in Dubai, UAE, to explore business opportunities in the growing markets of Middle East and Africa.

Pharaon Investment Group Limited Holding S.A.L., Lebanon is the ultimate holding company as it holds 84.06% of the total paid-up share capital of the company.

Subsidiary Company - Saqr Al Keetan for Cement Production Company Limited (SAKCPCL)

SAKCPCL was incorporated under the Iraqi law on November 3, 2014 by the name of Saqr Al Keetan for Cement Production Company Limited. Its main business activity is manufacturing and sale of cement and the principal place of business is in Iraq. The registered office of the company is at House # 35, Square 29, Near Al Buradia Super Market, Al Rbeea District Al Buradia, Basra. The company's cement manufacturing plant is located in Industrial Sector, Land No. 1/7, Sector 56, Al-Arquli Al-Janobi, Khor Al-Zubair, Basra, Iraq.

The installation of the plant has been completed and SAKCPCL is going to commence its trial production in the month April, 2019.

2. BASIS OF PREPARATION

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. The accounting and reporting standards as applicable in Pakistan for interim financial reporting 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.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the preceding annual financial statements of the Group for the year ended June 30, 2018.

March 31, 2019	(Audited) June, 30 2018
-----Rs. in '000-----	

4. FIXED ASSETS - property, plant and equipment

Operating assets - note 4.1
Capital work-in-progress
Stores held for capital expenditures

16,767,893	17,184,187
3,939,790	2,432,410
953,909	808,403
21,661,592	20,425,000



SELECTED NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

	March 31, 2019	March 31, 2018
-----Rs. in '000-----		
4.1 Additions to operating assets during the period were as follows:		
Buildings and roads on freehold land	3,787	3,009,562
Plant and machinery	185,751	8,367,010
Vehicles	25,255	28,954
Others	16,060	33,787
	<u>230,853</u>	<u>11,439,313</u>
Disposals during the period - Net book value	<u>1,677</u>	<u>4,326</u>
Transfer to stores during the period - Net book value	<u>47,856</u>	<u>44,864</u>

	March 31, 2019	(Audited) June, 30 2018
-----Rs. in '000-----		
5. INVENTORIES		
Stores, spares and loose tools - note 5.1	2,204,261	2,671,379
Raw materials	125,955	105,704
Packing materials	159,930	143,214
Work-in-process	413,073	529,009
Finished goods	215,085	199,760
	<u>3,118,304</u>	<u>3,649,066</u>

5.1 Stores, spares and loose tools

Coal	919,752	1,627,122
Stores & spares	1,276,650	984,470
Bricks	56,902	100,862
Loose tools	3,062	6,996
	<u>2,256,366</u>	<u>2,719,450</u>
Less: Provision for slow moving and obsolete items	<u>(52,105)</u>	<u>(48,071)</u>
	<u>2,204,261</u>	<u>2,671,379</u>

6. TRADE AND OTHER PAYABLES

Creditors	328,530	461,269
Accrued liabilities	2,518,631	3,118,293
Electricity charges payable	147,890	-
Excise duty payable	105,102	7,148
Advances from customers	163,516	190,084
Others	631,766	1,272,169
	<u>3,895,435</u>	<u>5,048,963</u>

7. CONTINGENCY AND COMMITMENTS

- 7.1 There has been no change in the status of contingency as reported in annual financial statements for the year ended June 30, 2018.



SELECTED NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED

7.2 Commitments for capital expenditure outstanding as at March 31, 2019 amounted to Rs. 349 million (June 30, 2018: Rs. 729.32 million).

	March 31, 2019	March 31, 2018
-----Rs. in '000-----		
8. REVENUE		
Local sale of goods	15,760,399	14,184,560
Sales tax	(2,611,104)	(2,300,730)
Federal excise duty	(2,200,361)	(1,690,034)
	(4,811,465)	(3,990,764)
Commission	(183,151)	(250,567)
Net local sales of goods	10,765,783	9,943,229
Export sales	5,842,417	2,198,910
Freight	(457,334)	(284,793)
	5,385,083	1,914,117
	16,150,866	11,857,346

9. DISTRIBUTION COSTS

This includes Rs. 910 million (March 31, 2018: Rs. 332 million) incurred in respect of export sales.

10. CASH GENERATED FROM OPERATIONS

Profit before income tax	1,705,874	2,606,447
Add / (Less): Adjustments for non-cash charges and other items		
Depreciation	596,920	352,324
Gain on disposal of property, plant and equipment	(3,090)	(4,005)
Provision for stores, spares and loose tools	4,034	1,396
Interest income	(8,315)	(7,395)
Finance cost	485,277	152,246
Employee benefit obligations	66,678	72,197
	1,141,504	566,763
Profit before working capital changes	2,847,378	3,173,210

Effect on cash flow due to working capital changes

Decrease/(Increase) in current assets

Inventories	530,762	(738,893)
Trade receivables	14,121	(359,496)
Loans and advances	(15,967)	(22,565)
Short-term deposits and prepayments	(56,994)	(45,561)
Tax refunds due from Government - Sales tax	289,270	314,669
Other receivables	31,458	(1,888)
	792,650	(853,734)

(Decrease)/Increase in current liabilities

Trade and other payables	(1,153,528)	1,845,397
	(360,878)	991,663
Cash generated from operations	2,486,500	4,164,873



**SELECTED NOTES TO AND FORMING PART OF THE
CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019 - UNAUDITED**

March 31,
2019

March 31,
2018

-----Rs. in '000-----

11. TRANSACTIONS WITH RELATED PARTIES

Transactions with related parties during the period are as follows:

Ultimate Holding Company

Dividend paid	770,176	1,299,671
Bonus shares issued	192,544	-
Recovery of expenses	2,364	2,511

Group Companies

Purchase of goods	345,863	230,397
Reimbursement of expenses	4,997	2,481
Recovery of expenses	7,385	8,184

Other related parties

Payments made to retirement benefit funds	107,865	102,593
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Key management personnel

Salaries and other short-term employee benefits	116,014	107,730
Post-employment benefits	3,186	5,673

12. CORRESPONDING FIGURES

Prior period figures have been reclassified wherever necessary for the purpose of appropriate presentation.

13. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Holding Company on April 11, 2019.

Muhammad Rehan
Chief Financial Officer

Babar Bashir Nawaz
Chief Executive

Abdus Sattar
Director



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NOTES:

Date: _____

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