



**By PUCARS & Hand**

Pakistan Stock Exchange Limited  
Stock Exchange Building  
Stock Exchange Road  
Karachi.

27<sup>th</sup> February 2018

Attention: The General Manager

Dear Sirs,

**Re: *Financial Results for the Half Year ended 31<sup>st</sup> December 2017***

We enclose the Company's letter of even date announcing the financial results for the half year ended 31<sup>st</sup> December 2017.

Yours truly,

Majid Muqtadir  
Company Secretary

Ref: BPPL/COR/PSX/093

Byco Petroleum Pakistan Limited

The Harbour Front, 9<sup>th</sup> Floor, Dolmen City  
HC-3, Block 4, Marine Drive, Clifton  
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**By PUCARS and Hand**

The Pakistan Stock Exchange Limited  
Stock Exchange Building  
Stock Exchange Road  
Karachi

27<sup>th</sup> February 2018

Attention: The General Manager

Dear Sirs,

**Re: FINANCIAL RESULTS FOR THE HALF YEAR ENDED DECEMBER 31<sup>st</sup>, 2017**

We are pleased to inform you that the Board of Directors of the Company in their meeting held on Tuesday, 27<sup>th</sup> February 2018 at 6:00 pm at the corporate office of the Company, 10<sup>th</sup> Floor, The Harbour Front, Dolmen City, HC-3, Block 4, Marine Drive, Clifton, Karachi, has approved the unaudited Financial Statements of the Company for the half year ended December 31<sup>st</sup>, 2017.

The financial results of the Company are as follows:

	Six months period ended		Three months period ended	
	31 December 2017	31 December 2016 (Restated)	31 December 2017	31 December 2016 (Restated)
	-----Rupees in '000-----			
Gross sales	81,032,855	51,957,697	39,680,921	29,884,001
Sales tax, discount and others	(18,398,633)	(12,808,362)	(8,488,173)	(7,336,199)
<b>Net sales</b>	<b>62,634,222</b>	<b>39,149,335</b>	<b>31,192,748</b>	<b>22,547,802</b>
Cost of Sales	(57,908,412)	(37,902,755)	(28,721,732)	(21,631,829)
<b>Gross profit</b>	<b>4,725,810</b>	<b>1,246,580</b>	<b>2,471,016</b>	<b>915,973</b>
Administrative expenses	(418,124)	(408,340)	(191,575)	(199,886)
Selling and distribution expenses	(160,273)	(154,775)	(78,752)	(86,697)
Other expenses	(620,268)	(424,039)	(368,656)	(254,675)
Other income	334,157	1,214,587	191,036	281,612
	(864,508)	227,433	(447,947)	(259,646)
<b>Operating profit</b>	<b>3,861,302</b>	<b>1,474,013</b>	<b>2,023,069</b>	<b>656,327</b>
Finance costs	(1,334,494)	(1,238,683)	(840,584)	(668,353)
<b>Profit / (Loss) before taxation</b>	<b>2,526,808</b>	<b>235,330</b>	<b>1,182,485</b>	<b>(12,026)</b>
<b>Taxation</b>				
- Current	(239,470)	(216,000)	(112,156)	(128,962)
- Deferred	-	-	-	(55,595)
	(239,470)	(216,000)	(112,156)	(184,557)
<b>Profit / (Loss) after taxation</b>	<b>2,287,338</b>	<b>19,330</b>	<b>1,070,329</b>	<b>(196,583)</b>
<b>Earnings / (Loss) per Ordinary Share - basic and diluted (Rupees)</b>	<b>0.43</b>	<b>0.004</b>	<b>0.20</b>	<b>(0.04)</b>



### Consolidated Condensed Interim Profit and Loss Account

	Six-month period ending		Three-month period ending	
	31 December 2017	31 December 2016 (Restated)	31 December 2017	31 December 2016 (Restated)
-----Rupees in '000-----				
Gross sales	81,032,855	51,957,697	39,680,921	29,884,001
Sales tax, discount and others	(18,398,633)	(12,808,362)	(8,488,173)	(7,336,199)
<b>Net sales</b>	<b>62,634,222</b>	<b>39,149,335</b>	<b>31,192,748</b>	<b>22,547,802</b>
Cost of Sales	(58,366,880)	(38,363,317)	(28,950,776)	(21,862,304)
<b>Gross profit</b>	<b>4,267,342</b>	<b>786,018</b>	<b>2,241,972</b>	<b>685,498</b>
Administrative expenses	(418,124)	(411,360)	(191,575)	(199,897)
Selling and distribution expenses	(160,273)	(154,775)	(78,752)	(86,697)
Other expenses	(620,268)	(424,039)	(368,656)	(254,675)
Other income	334,006	1,214,436	190,885	281,461
	(864,659)	224,262	(448,098)	(259,808)
<b>Operating profit</b>	<b>3,402,683</b>	<b>1,010,280</b>	<b>1,793,874</b>	<b>425,690</b>
Finance Costs	(1,334,494)	(1,238,683)	(840,585)	(668,353)
<b>Profit / (Loss) before taxation</b>	<b>2,068,189</b>	<b>(228,403)</b>	<b>953,289</b>	<b>(242,663)</b>
<b>Taxation</b>				
- Current	(239,470)	(216,000)	(112,156)	(125,561)
- Deferred	-	105,873	-	(2,659)
	(239,470)	(110,127)	(112,156)	(128,220)
<b>Profit / (Loss) after taxation</b>	<b>1,828,719</b>	<b>(338,530)</b>	<b>841,133</b>	<b>(370,883)</b>
<b>Earnings / (Loss) per share - basic and diluted (Rupees)</b>	<b>0.34</b>	<b>(0.06)</b>	<b>0.16</b>	<b>(0.07)</b>

#### EXTRACTS FROM THE AUDITOR'S REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION FOR THE HALF YEAR ENDED DECEMBER 31, 2017

The report of Byco Oil Pakistan Limited (BOPL) had a qualification related to capitalization of certain expenses now since BOPL is merged with the company they have carried forward their qualification in the current period report stating that had these capitalization not done, the profit for the period would have been higher by Rs. 43.910 million and net equity would have been lower by Rs. 3,797.645 million. The extracts from their report is as under:

Certain expenses aggregating to Rs. 4,192.303 million have been capitalized by the Company which do not meet the criteria for the recognition of assets and have not been incurred in respect of qualifying assets. These expenses include exchange losses and interest expenses, aggregating to Rs. 1,493.232 million, incurred on certain foreign currency borrowings, equity arrangement fee and shares issuance cost aggregating to Rs. 620.845 million, production loss of Rs. 546.490 million incurred on crude oil



used by the Company, loss of Rs. 772.466 million on the write down of stock in trade item and guaranteed throughput cost of Rs. 759.270 million.

Had the above capitalization not been done, the cost of property, plant and equipment and net equity as of 31 December 2017, would have been lower by Rs. 3,797.645 million and profit for the period would have been higher by Rs. 43.910 million.

The external auditors have also included the following paragraph of emphasis in their report

We draw attention to note 2 to the unconsolidated condensed interim financial information which states that the current liabilities of the Company exceed its current assets by Rs. 32,416.236 million. This condition along with other factors stated in the said note indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. Our conclusion is not qualified in respect of this matter.

We will be sending you required number of copies of printed accounts for distribution amongst the members of the exchange.

Yours faithfully,

  
Chief Financial Officer

Copy: (1) The Securities & Exchange Commission of Pakistan, Islamabad.