

DEWAN AUTOMOTIVE ENGINEERING LIMITED

January 8, 2018

FORM-3

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building, Stock Exchange Road
Karachi, Pakistan. Fax No.: (+92 21) 111 573 329

Subject: **Financial Results for the years ended June 30, 2013 to June 30, 2017**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meetings held on January 8, 2018 starting at 03:30 pm onwards at 7th Floor, Block-A, Finance & Trade Centre, Shahrah-e-Faisal, Karachi, Pakistan, recommended the following:

(i) **CASH DIVIDEND** Nil

AND/OR

(ii) **BONUS SHARES** Nil

AND/OR

(iii) **RIGHT SHARES** Nil

AND/OR

(iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION** Nil

AND/OR

(v) **ANY OTHER PRICE-SENSITIVE INFORMATION** Nil



DEWAN AUTOMOTIVE ENGINEERING LIMITED

Registered & Corporate Office: 7th Floor, Block 'A', Finance & Trade Centre, Shahrah-e-Faisal, Karachi-75350 Pakistan
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DEWAN AUTOMOTIVE ENGINEERING LIMITED

The financial results of the Company for the year ended June 30, 2013 are as follows:

	2013	2012 (Restated)
	----- (Rupees in '000) -----	
Sales - Net	--	--
Cost of sales	34,416	39,565
Gross loss	(34,416)	(39,565)
Operating expenses		
Distribution expenses	703	2,054
Administrative expenses	7,488	18,941
Other operating expenses	93,561	10,600
	101,752	31,595
Operating loss	(136,168)	(71,160)
Other income	519,977	--
Finance cost	(101,682)	(116,501)
Profit / (loss) before taxation	282,127	(187,661)
Taxation - Net	(2,848)	9,777
Profit / (loss) for the year	284,975	(197,438)
Earnings / (loss) per share - Basic and diluted	13.32	(9.23)

The Auditors have given adverse opinion that the going concern assumption used in preparation of financial statements is inappropriate, qualification on non-provisioning of the markup, staff retirement benefits are not based on actuarial valuation and short provision of slow moving and obsolescence stocks.

DEWAN AUTOMOTIVE ENGINEERING LIMITED

The financial results of the Company for the year ended June 30, 2014 are as follows:

	2014	2013
	----- (Rupees in '000) -----	
Sales - Net	40,797	--
Cost of sales	<u>(59,939)</u>	<u>(34,416)</u>
Gross loss	(19,142)	(34,416)
<i>Operating expenses</i>		
Distribution expenses	(667)	(703)
Administrative expenses	(8,562)	(7,488)
Other expenses	(34,196)	(93,561)
	<u>(43,425)</u>	<u>(101,752)</u>
Operating loss	(62,567)	(136,168)
Other income	48,313	519,977
Finance cost	(94,649)	(101,682)
(Loss) / profit before taxation	<u>(108,903)</u>	<u>282,127</u>
Taxation - Net	3,639	2,848
(Loss) / profit for the year	<u><u>(105,264)</u></u>	<u><u>284,975</u></u>
(Loss) / earnings per share - Basic and diluted	<u>(4.92)</u>	<u>13.32</u>

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DEWAN AUTOMOTIVE ENGINEERING LIMITED

The financial results of the Company for the year ended June 30, 2015 are as follows:

	2015	2014
	----- (Rupees in '000) -----	
Sales - Net	--	40,797
Cost of sales	<u>(32,114)</u>	<u>(59,939)</u>
Gross loss	(32,114)	(19,142)
<i>Operating expenses</i>		
Distribution expenses	<u>(602)</u>	<u>(667)</u>
Administrative expenses	(6,527)	(8,562)
Other expenses	<u>(23,938)</u>	<u>(34,196)</u>
	<u>(31,067)</u>	<u>(43,425)</u>
Operating loss	(63,181)	(62,567)
Other income	10,109	48,313
Finance cost	(63,952)	(94,649)
Loss before taxation	<u>(117,024)</u>	<u>(108,903)</u>
Taxation - Net	3,234	3,639
Loss for the year	<u>(113,790)</u>	<u>(105,264)</u>
Loss per share - Basic and diluted (Rupees)	<u>(5.32)</u>	<u>(4.92)</u>

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DEWAN AUTOMOTIVE ENGINEERING LIMITED

The financial results of the Company for the year ended June 30, 2016 are as follows:

	2016	2015
	----- (Rupees in '000) -----	
Sales - Net	--	--
Cost of sales	<u>(29,690)</u>	<u>(32,114)</u>
Gross loss	(29,690)	(32,114)
<i>Operating expenses</i>		
Distribution expenses	<u>(545)</u>	<u>(602)</u>
Administrative expenses	(6,135)	(6,527)
Other expenses	<u>(17,237)</u>	<u>(23,938)</u>
	<u>(23,917)</u>	<u>(31,067)</u>
Operating loss	(53,607)	(63,181)
Other income	10,116	10,109
Finance cost	(24,190)	(63,952)
Loss before taxation	<u>(67,681)</u>	<u>(117,024)</u>
Taxation - Net	2,874	3,234
Loss for the year	<u>(64,807)</u>	<u>(113,790)</u>
Loss per share - Basic and diluted (Rupees)	<u>(3.03)</u>	<u>(5.32)</u>

The Auditors have given adverse opinion that the going concern assumption used in preparation of financial statements is inappropriate, qualification on non-provisioning of the markup, staff retirement benefits are not based on actuarial valuation and short provision of slow moving and obsolescence stocks.

DEWAN AUTOMOTIVE ENGINEERING LIMITED

The financial results of the Company for the year ended June 30, 2017 are as follows:

	2017	2016
	----- (Rupees in '000) -----	
Sales - Net	--	--
Cost of sales	<u>(33,742)</u>	<u>(29,690)</u>
Gross loss	(33,742)	(29,690)
Operating expenses		
Distribution expenses	<u>(495)</u>	<u>(545)</u>
Administrative expenses	(4,652)	(6,135)
Other expenses	<u>(39,097)</u>	<u>(17,237)</u>
	(44,244)	(23,917)
Operating loss	(77,986)	(53,607)
Other income	44,158	10,116
Finance cost	(11,035)	(24,190)
Loss before taxation	<u>(44,863)</u>	<u>(67,681)</u>
Taxation - Net	6,613	2,874
Loss for the year	<u><u>(38,250)</u></u>	<u><u>(64,807)</u></u>
Loss per share - Basic and diluted (Rupees)	<u>(1.79)</u>	<u>(3.03)</u>

The Auditors have given adverse opinion that the going concern assumption used in preparation of financial statements is inappropriate, qualification on non-provisioning of the mark-up and staff retirement benefits are not based on actuarial valuation.

