

CS/S&T/FT/KSE/367BM/AFR-14/15
May 04, 2015

The General Manager
Karachi Stock Exchange Limited.
Stock Exchange Building
Stock Exchange Road
Karachi

**ANNUAL FINANCIAL RESULTS OF THE CORPORATION
FOR THE PERIOD ENDED DECEMBER 31, 2014**

Dear Sir,

1. In compliance of Listing of Companies and Securities Regulations of KSEL, we are pleased to send you a copy of the Annual Financial Results of the Corporation for the year ended December 31, 2014, as approved by PIA Board of Directors in its 367th Meeting held on Sunday, May 03, 2015, through fax and through Pakistan Unified Corporate Action Reporting System (PUCARS) and a hard copy is being sent through courier.
2. It is informed that no Cash Dividend / Bonus Shares / Right Shares / Any other Entitlement / Corporate Action have been recommended for the FY-2014 by the PIA Board of Directors in its aforementioned Meeting.
3. Requisite copies of the Annual Reports for the year ended December 31, 2014 will be sent to Stock Exchange as soon as these are printed.
4. 58th Annual General Meeting of PIA Shareholders will be held at 10:00 A.M. on Friday May 29, 2015 at CAA Jogging Track Lawn, The Grand Ball Room, Opposite CAA Club, Near Star Gate, Main Shahrah-e-Faisal, Karachi.
5. The Shares Transfer Books of the Corporation will remain closed from Saturday, May 23, 2015 to Friday, May 29, 2015 (both days inclusive).
6. A copy of the Notice of 58th Annual General Meeting is being sent.

Yours sincerely,



Younus M. Khan
Secretary – PIA

Encl: As specified above

Pakistan International Airlines
PIA Building
Head Office: Karachi Airport-Pakistan
Tel : 9904 4850, 9904 4852
Fax : 99242310
E-mail : secretary@piac.aero
Website : www.piac.aero

CS/S&T/FT/LSE/367BM/AFR-14/15
May 04, 2015

The General Manager
Lahore Stock Exchange Guarantee Ltd.
19 – Khayaban-e-Aiwan-e-Iqbal
Lahore

**ANNUAL FINANCIAL RESULTS OF THE CORPORATION
FOR THE PERIOD ENDED DECEMBER 31, 2014**

Dear Sir,

1. In compliance of Listing Regulations of LSE, we are pleased to send you a copy of the Annual Financial Results of the Corporation for the year ended December 31, 2014, as approved by PIA Board of Directors in its 367th Meeting held on Sunday, May 03, 2015, through fax and through Pakistan Unified Corporate Action Reporting System (PUCARS) and a hard copy is being sent through courier..
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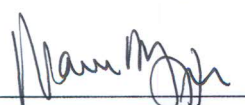
Pakistan International Airlines Corporation
 Unconsolidated Profit and Loss account
 For the year ended December 31, 2014

	Note	2014 (Rupees in '000)	2013 (Restated)	2014 (US\$ in '000)	2013 (Restated)
Revenue - net	30	99,519,057	95,771,125	985,964	906,121
Cost of services					
Aircraft fuel		(48,033,885)	(55,116,104)	(475,886)	(521,471)
Others	31	(53,399,903)	(50,983,722)	(529,048)	(482,373)
		(101,433,788)	(106,099,826)	(1,004,934)	(1,003,844)
Gross loss		(1,914,731)	(10,328,701)	(18,970)	(97,723)
Distribution costs	32	(4,486,978)	(4,239,440)	(44,454)	(40,111)
Administrative expenses	33	(9,302,358)	(10,246,387)	(92,161)	(96,944)
Other provisions and adjustments	34	(2,825,541)	(2,565,504)	(27,993)	(24,273)
Exchange gain / (loss) - net		3,105,045	(6,406,746)	30,763	(60,616)
Other income	35	485,746	1,663,978	4,812	15,743
		(13,024,086)	(21,794,099)	(129,033)	(206,201)
Loss from operations		(14,938,817)	(32,122,800)	(148,003)	(303,924)
Finance costs	36	(14,372,621)	(12,588,077)	(142,394)	(119,100)
Loss before taxation		(29,311,438)	(44,710,877)	(290,397)	(423,024)
Taxation	37	(2,911,034)	388,836	(28,840)	3,679
Loss for the year		(32,222,472)	(44,322,041)	(319,237)	(419,345)
Loss per share - basic and diluted		----- (Rupees) -----		----- (US\$) -----	
Loss attributable to:					
'A' class ordinary shares of Rs. 10 each	38	(7.00)	(12.51)	(0.07)	(0.12)
'B' class ordinary shares of Rs. 5 each	38	(3.50)	(6.26)	(0.04)	(0.06)

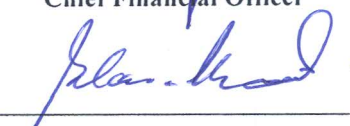
The annexed notes 1 to 44 form an integral part of these unconsolidated financial statements.

066 4/2014


 Chairman


 Chairman


 Chief Financial Officer


 Director

Pakistan International Airlines Corporation
 Consolidated Profit and Loss account
 For the year ended December 31, 2014

	2014 (Rupees in '000)	2013 (Restated)	2014 (US\$ in '000)	2013 (Restated)
Revenue - net	113,780,088	109,811,240	1,127,252	1,038,959
Cost of services				
Aircraft fuel	(48,033,885)	(55,116,104)	(475,886)	(521,471)
Others	(62,332,628)	(59,697,932)	(617,547)	(564,821)
	<u>(110,366,513)</u>	<u>(114,814,036)</u>	<u>(1,093,433)</u>	<u>(1,086,292)</u>
Gross profit / (loss)	3,413,575	(5,002,796)	33,819	(47,333)
Distribution costs	(5,110,927)	(4,817,880)	(50,635)	(45,584)
Administrative expenses	(11,861,226)	(12,820,768)	(117,513)	(121,301)
Other provisions and adjustments	(2,848,768)	(2,566,564)	(28,224)	(24,283)
Exchange gain / (loss) - net	3,098,216	(6,406,746)	30,695	(60,616)
Other income	384,999	1,586,833	3,814	15,013
	<u>(16,337,706)</u>	<u>(25,025,125)</u>	<u>(161,863)</u>	<u>(236,771)</u>
Loss from operations	(12,924,131)	(30,027,921)	(128,044)	(284,104)
Finance costs	(15,016,848)	(13,414,851)	(148,776)	(126,922)
Share of profit / (loss) from associated company	933	(1,456)	9	(14)
Loss before taxation	(27,940,046)	(43,444,228)	(276,811)	(411,040)
Taxation	(2,785,327)	(1,626,392)	(27,595)	(15,388)
Loss for the year	(30,725,373)	(45,070,620)	(304,406)	(426,428)
Attributable to:				
Equity holders of the Holding company	(30,765,562)	(45,113,787)	(304,804)	(426,837)
Non-controlling interest	40,189	43,167	398	409
	<u>(30,725,373)</u>	<u>(45,070,620)</u>	<u>(304,406)</u>	<u>(426,428)</u>

----- (Rupees) ----- ----- (US\$) -----

Loss per share - basic and diluted

Loss attributable to:

'A' class Ordinary shares of Rs 10 each	<u>(6.69)</u>	<u>(12.73)</u>	<u>(0.07)</u>	<u>(0.12)</u>
'B' class Ordinary shares of Rs 5 each	<u>(3.34)</u>	<u>(6.37)</u>	<u>(0.03)</u>	<u>(0.06)</u>

Wahid Khan

Nawaz M. Khan
 Chairman

Ali
 Chief Financial Officer

Nawaz M. Khan
 Chairman

Ali
 Director

Notice of 58th Annual General Meeting

Notice is hereby given that 58th Annual General Meeting of the Shareholders of Pakistan International Airlines Corporation will be held at 10:00 A.M. on Friday, May 29, 2015 at CAA Jogging Track Lawn, The Grand Ball Room, Opposite CAA Club, Near Star Gate, Main Shahrah-e-Faisal, Karachi to transact the following business:

1. To receive and adopt the Audited Accounts for the Financial Year ended December 31, 2014 together with the Auditors' and Directors' Reports.
2. To transact any other business with the permission of the Chair.

By order of the Board

Younus M. Khan
Secretary – PIA

Karachi May 07, 2015

Notes

1. The shares transfer books of the Corporation will remain closed from Saturday, May 23, 2015 to Friday, May 29, 2015 (both days inclusive). Transfer documents (Physical Scrip Transfers / CDC Transaction IDs) received in order at the office of PIA Share Registrar / Transfer Agent, Central Depository Company of Pakistan Limited, CDC House, 99-B, Block-B, S.M.C.H.S. Main Shahrah-e-Faisal, Karachi, upto 05:00 PM, by Friday, May 22, 2015 will be in time for registration of transfer of shares.

2. A Shareholder entitled to attend and vote at the Meeting may appoint another shareholder as his/her proxy. Proxy and Power of Attorney, in order to be effective, must be deposited at the registered office of PIA Share Registrar / Transfer Agent alongwith copy of CNIC, not less than 48 hours before the time fixed for holding the Meeting, unless the Power of Attorney has already been registered in the Corporation books, and must be stamped, signed and witnessed.

3. Any individual Beneficial Owner of CDC, entitled to attend and vote at the Meeting, must bring his / her CNIC or Passport to authenticate his / her identity alongwith CDC Account Numbers. However, if proxy is granted by such a shareholder, the same shall also have to be accompanied with an attested copy of CNIC or Passport of the granter. Representatives of Corporate Shareholders should bring the usual documents required for such purpose.

4. Shareholders are requested to promptly notify changes, if any, in their registered mailing addresses and also for the consolidation of folio numbers if any shareholder holds more than one folio to PIA Share Registrar / Transfer Agent.

INFORMATION REQUIRED AS PER SECP S.R.O. 779(1)2011, DATED AUGUST 18, 2011

In compliance with Securities and Exchange Commission of Pakistan (SECP)'s S.R.O.779(1)2011. Shareholders of the Corporation are requested to provide copy of their Computerized National Identity Card for updation of computerized record, directly at the office of PIA Share Registrar / Transfer Agent.