

AFTAB AUTOMOBILES LIMITED

FIRST QUARTERLY REPORT

2015-2016

Dear Shareholder,

As per SEC-Notification No. SEC/CMRRCD/2008-183/Admin/03-34 dated september 27,2009 , we are pleased to forward herewith the un-audited Consolidated statement of Comprehensive Income for the 1st Quarter ended November 30,2015, Consolidated Statement of Financial Position,Consolidated statement of cash flows and Consolidated statement of Changes in Equity of the company on that date.

Sd/-

Chairman

Dated, Dhaka.

January 14, 2016

Aftab Automobiles Limited and its Subsidiary

Un-Audited consolidated Statement of Comprehensive Income

For the 1st Quarter ended November 30, 2015

Particulars	Notes	(Amount in "000" Tk.)	
		Period ended 30/11/15 BD Taka	Period ended 30/11/14 BD Taka
Revenues		880,501	650,677
Less: Cost of sales	3	657,527	479,104
Gross profit		222,974	171,573
Less: Operating expenses		112,562	76,130
Administrative expenses		24,440	19,123
Selling and distribution expenses		20,618	21,387
Financial charges		67,504	35,620
Operating profit		110,412	95,443
Add: Non-operating income		1,020	1,542
Less: Contribution to WPPF		5,306	4,618
Profit before tax		106,126	92,367
Less : Provision for Income tax		29,646	24,843
Current tax		28,548	23,875
Deferred tax		1,098	968
Net income for the Period		76,480	67,524
Revaluation Gain/(Loss) on investment in share		(1,212)	211
Total comprehensive income for the Period		75,268	67,735
Total comprehensive income for the Period			
Attributable to:			
Equity holders of the company		75,262	67,731
Non-controlling interests		6	4
Total comprehensive income for the period		75,268	67,735
Earnings per share		0.80	0.71

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Aftab Automobiles Limited and its Subsidiary

Un-Audited consolidated Statement of Financial Position

As at November 30, 2015

		Amount in '000' Tk	
		30/11/15	31/08/15
		BD Taka	BD Taka
Notes			
Assets :			
Non-current assets			
	Property, plant and equipment, net	1,110,984	1,033,688
	Capital work in progress	184,760	266,817
	Investments in shares	4,648	5,860
	Investments in associate	274,138	274,138
	Receivables -Long term	2,795,254	2,877,234
	Total non-current assets	4,369,784	4,457,737
Current assets			
	Trade debtors	1,552,387	1,450,556
	Stock and stores	1,374,935	1,351,371
	Income tax deducted at source	589,955	564,369
	Advance, deposits and prepayments	1,442,982	1,390,450
	Cash and bank balances	313,436	338,955
	Total current assets :	5,273,695	5,095,701
	Total Assets	9,643,479	9,553,438
Equity and Liabilities :			
Capital & reserves			
	Share capital	957,324	957,324
	Share premium	1,925,858	1,925,858
	Reserve	67,338	67,338
	Retained earnings	2,322,850	2,247,588
	Equity attributable to equity holders	5,273,370	5,198,108
	Non-controlling interest	328	322
	Total equity	5,273,698	5,198,430
Non-current liabilities			
	Loan and deferred liabilities (unsecured)	25,310	25,310
	Long Term loan-Net of current portion	1,574,040	1,455,804
	Deferred tax liability	103,632	102,534
	Total non-current liabilities	1,702,982	1,583,648
Current liabilities :			
	Long Term loan-Current portion	524,680	485,268
	Short-term loan	1,285,424	1,331,375
	Accrued and other current liabilities	856,695	954,717
	Total current liabilities :	2,666,799	2,771,360
	Total liabilities	4,369,781	4,355,008
	Total Equity and Liabilities	9,643,479	9,553,438
	Net assets value per share (NAVPS)	55.08	54.30

Sd/-
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Managing Director

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Director

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Chief Financial Officer

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Company Secretary

Aftab Automobiles Limited and its Subsidiary

Un-audited consolidated Statement of Cash Flows
For the First Quarter ended November 30,2015

Particulars	(Amount in "000" Tk.)	
	Period ended 30/11/15 BD Taka	Period ended 30/11/14 BD Taka
A. Cash flows from operating activities		
Receipts from customers	860,650	798,076
Receipts as other income	1,020	1,542
Payments to suppliers and employees	(890,880)	(582,782)
Cash generated from operations	(29,210)	216,836
Income tax paid	(25,586)	(17,179)
Net cash generated by operating activities	(54,796)	199,657
B. Cash flows from investing activities		
Acquisition of property, plant & equipment	(14,916)	(6,953)
Increase Capital work in progress	-	(206,839)
Net cash used investing activities	(14,916)	(213,792)
C. Cash flows from financing activities		
Received (Repayment) of bank loan	111,697	(232,133)
Bank interest paid	(67,504)	(35,620)
Net cash provided by/(used in) financing activities	44,193	(267,753)
D. Net changes in cash & cash equivalents for the period (A+B+C)	(25,519)	(281,888)
E. Cash & cash equivalents at beginning of the period	338,955	490,311
F. Cash & cash equivalents at end of the period (D+E)	313,436	208,423
Net operating cash flows per share (NOCFPS)	(0.57)	2.09

Sd/-
Chairman

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Managing Director

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Director

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Chief Financial Officer

Sd/-
Company Secretary

Aftab Automobiles Limited and its Subsidiary

Un-audited consolidated Statement of Changes in Equity
For the First Quarter ended November 30, 2015

Amount in "000" Tk.)

Purticulars	Share capital	Share premium	Reserves	Retained earnings	Attributable to equity holders of the company	Non-controlling interest	Total
	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka	BD Taka
Balance at September 01, 2014	957,324	1,925,858	67,338	2,088,569	5,039,089	273	5,039,362
Comprehensive income for the period	-	-	-	67,731	67,731	4	67,735
Balance at November 30, 2014	957,324	1,925,858	67,338	2,156,300	5,106,820	277	5,107,097
Balance at September 01, 2015	957,324	1,925,858	67,338	2,247,588	5,198,108	322	5,198,430
Comprehensive income for the period	-	-	-	75,262	75,262	6	75,268
Balance at November 30, 2015	957,324	1,925,858	67,338	2,322,850	5,273,370	328	5,273,698

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Aftab Automobiles Limited and its Subsidiary

Consolidated notes to the Financial Statements

As at and for the 1st Quarter ended November 30, 2015

1. Corporate Information and Mode of Business

1.1 Corporate Information

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.

1.2 Mode of Business

The principal activities of the Company throughout the period 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. The Company has recently setup a Motorcycle 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 1st Quarter of accounting year of the company for the period from September 1, 2015 to November 30, 2015

3 Cost of sales

	<u>(Amount in "000" Tk.)</u>	
	<u>Period ended</u>	<u>Period ended</u>
	<u>30/11/15</u>	<u>30/11/14</u>
	<u>BD Taka</u>	<u>BD Taka</u>
Materials	608,852	442,196
Factory Over Head	28,997	26,475
Depreciation	19,678	10,433
	<u>657,527</u>	<u>479,104</u>

	Amount in '000' Tk	
	30/11/15	31/08/15
	BD Taka	BD Taka
4 Property, plant and equipment, net		
Opening Balance	1,033,688	785,502
Add : Addition for the Period	14,916	131,381
Add : Transferred from Capital WIP	82,057	179,773
	1,130,661	1,096,656
Less: Depreciation	19,678	62,968
Closing Balance	1,110,984	1,033,688
5 Capital work in progress		
Opening balance	266,817	191,996
Addition during the Period/ year	-	259,294
	266,817	451,290
Less: transfer to property, plant & equipment	82,057	184,473
Closing balance	184,760	266,817
6 Receivables		
Long Term receivable	2,795,254	2,877,234
Short Term receivable	1,552,387	1,450,556
	4,347,641	4,327,790
7 Stock and stores		
Finished products	765,917	675,113
Raw materials	306,688	471,546
Work-in-process	117,432	95,365
Stores and spares	13,559	12,458
Goods in transit	171,339	96,889
	1,374,935	1,351,371
8 Advances, deposits and prepayments		
Advance to suppliers	723,941	716,399
Advance to employees	48,512	59,117
Deposits for motor Cycle Unit	69,476	69,476
Advance to others	112,547	98,395
Current Account with VAT	94,391	38,025
Deposits	394,115	409,038
	1,442,982	1,390,450
9 Cash and bank balances		
Cash in hand	15,896	12,118
Cash at bank :		
Current & STD Account	203,206	233,201
FDR AC	94,334	93,636
	313,436	338,955

	Amount in '000' Tk	
	30/11/15	31/08/15
	BD Taka	BD Taka
10 Long Term loan-Net of current portion		
Agrani Bank Ltd.	324,008	312,046
Meghna bank Ltd AC 631-4	154,680	162,458
South-bangla Agricultural & commerce	121,364	127,209
Standard bank Ltd.	27,878	31,840
Mutual trust bank Ltd.	182,746	74,997
Uttara Finance	164,487	198,397
Midland Bank Ltd. O/D AC	15,098	63,158
Peoples Leasing	225,331	245,538
One Bank Lease Loan	9,938	10,080
Al-Arafah Islami Bank Ltd.	32,488	35,059
Trust Bank Ltd.	254,250	236,925
Dutch-bangla Bank Ltd.	489,230	392,611
Social Islami Bank Ltd.	59,488	45,825
IDLC Finance	2,670	3,223
National finance Ltd	1,593	1,704
NCC Lease Finance	33,471	-
	2,098,720	1,941,070
less: Long Term loan-Current portion	524,680	485,268
Long Term loan-Net of current portion	1,574,040	1,455,804
11 Short-term loan		
Bank Asia Ltd.	399,460	466,463
Standard Bank Ltd CC AC	43,713	41,737
NRB Commercial bank Ltd.	151,341	90,000
NCC Bank Ltd CC AC	28,642	69,644
Dhaka Bank Ltd.	55,926	102,443
Mercantile Bank	24,863	19,270
Southeast Bank Ltd.	124,284	195,963
National Bank Ltd. CC loan	313,759	199,870
Shahjalal Islami bank ltd.	-	3,657
The City Bank Ltd O/D Ac	29,994	29,975
Prime bank Ltd. SOD A/C	49,693	49,945
One bank Ltd. SOD A/C	30,908	30,908
SBAC	32,841	31,500
	1,285,424	1,331,375
12 Accrued and other current liabilities		
For goods supplied	74,254	75,793
For expenses	124,332	132,840
For Income tax	526,230	513,545
For gratuity	39,326	35,326
For Workers' P.P.F. and W.F.	25,064	47,004
Unclaimed dividend	32,067	32,215
For other finance	35,422	117,994
	856,695	954,717