

AFTAB AUTOMOBILES LIMITED

FIRST QUARTERLY REPORT

2014-2015

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 30,2014, 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 10, 2015

Aftab Automobiles Limited and its Subsidiary

Un-Audited consolidated Statement of Comprehensive Income

For the 1st Quarter ended November 30, 2014

Particulars	Notes	(Amount in "000" Tk.)	
		Period ended	Period ended
		30/11/14	30/11/13*
		BD Taka	BD Taka
Revenues		650,677	774,064
Less: Cost of sales	3	479,104	578,744
Gross profit		171,573	195,320
Less: Operating expenses		76,130	105,079
Administrative expenses		19,123	22,727
Selling and distribution expenses		21,387	40,318
Financial charges		35,620	42,034
Operating profit		95,443	90,241
Add: Non-operating income		1,542	16,331
Less: Contribution to WPPF		4,618	5,075
Profit before tax		92,367	101,497
Less : Provision for Income tax		24,843	28,737
Current tax		23,875	26,110
Deferred tax		968	2,627
Net income for the Period		67,524	72,760
Revaluation Gain/(Loss) on investment in share		211	976
Total comprehensive income for the Period		67,735	73,736
Total comprehensive income for the Period			
Attributable to:			
Equity holders of the company		67,731	73,709
Non-controlling interests		4	27
Total comprehensive income for the period		67,735	78,812
Earnings per share		0.71	0.76

*Consolidated financial statements of previous year consist of three subsidiaries and current year consist of one subsidiary.

Sd/-

Chairman

Sd/-

Company Secretary

Aftab Automobiles Limited and its Subsidiary

Un-Audited consolidated Statement of Financial Position

As at November 30, 2014

	Notes	Amount in '000' Tk	
		30/11/14	31/08/14
		BD Taka	BD Taka
Assets :			
Non-current assets			
Property, plant and equipment, net	4	851,935	785,502
Capital work in progress	5	326,315	191,996
Investments in shares		7,031	6,820
Investments in associate		254,057	254,057
Trade debtors -Long term	6	1,663,475	1,723,995
Total non-current assets		3,102,813	2,962,370
Current assets			
Trade debtors	6	1,064,825	1,212,224
Stock and stores	7	1,205,767	1,074,836
Income tax deducted at source		482,839	465,660
Advance, deposits and prepayments	8	1,426,383	1,540,586
Cash and bank balances	9	208,423	490,311
Total current assets :		4,388,237	4,783,617
Total Assets		7,491,050	7,745,987
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		2,156,300	2,088,569
Equity attributable to equity holders		5,106,820	5,039,089
Non-controlling interest		277	273
Total equity		5,107,097	5,039,362
Non-current liabilities			
Loan and deferred liabilities (unsecured)		25,310	25,310
Long Term loan-Net of current portion	10	418,771	459,133
Deferred tax liability		97,743	96,775
Total non-current liabilities		541,824	581,218
Current liabilities :			
Long Term loan-Current portion	10	139,590	153,044
Short-term loan	11	1,067,710	1,246,027
Accrued and other current liabilities	12	634,829	726,336
Total current liabilities :		1,842,129	2,125,407
Total liabilities		2,383,953	2,706,625
Total Equity and Liabilities		7,491,050	7,745,987
Net assets value per share (NAVPS)		53.34	52.64

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Aftab Automobiles Limited and its Subsidiary

Un-audited consolidated Statement of Cash Flows

For the First Quarter ended November 30,2014

(Amount in "000" Tk.)

Particulars	Period ended	Period ended
	30/11/14	30/11/13*
	BD Taka	BD Taka
A. Cash flows from operating activities		
Receipts from customers	798,076	962,007
Receipts as other income	1,542	16,331
Payments to suppliers and employees	(582,782)	(868,540)
Cash generated from operations	216,836	109,798
Income tax paid	(17,179)	(14,691)
Net cash generated by operating activities	199,657	95,107
B. Cash flows from investing activities		
Acquisition of property, plant & equipment	(6,953)	(4,786)
Increase Capital work in progress	(206,839)	-
Net cash used investing activities	(213,792)	(4,786)
C. Cash flows from financing activities		
Repayment of bank loan	(232,133)	(639,003)
Bank interest paid	(35,620)	(42,034)
Repayment of other Finance	-	(9,512)
Net cash provided by/(used in) financing activities	(267,753)	(690,549)
D. Net changes in cash & cash equivalents for the period (A+B+C)	(281,888)	(600,228)
E. Cash & cash equivalents at beginning of the period	490,311	915,016
F. Cash & cash equivalents at end of the period (D+E)	208,423	314,788
Net operating cash flows per share (NOCFPS)	2.09	0.99

*Consolidated financial statements of previous year consist of three subsidiaries and current year consist of one subsidiary.

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Aftab Automobiles Limited and its Subsidiary

Un-audited consolidated Statement of Changes in Equity
For the First Quarter ended November 30, 2014

Amount in "000" Tk.)

Particulars	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, 2013	854,754	1,925,858	67,338	2,016,363	4,864,313	508	4,864,821
Comprehensive income for the period	-	-	-	78,785	78,785	27	78,812
Balance at November 30, 2013*	854,754	1,925,858	67,338	2,095,148	4,943,098	535	4,943,633
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

*Consolidated financial statements of previous year consist of three subsidiaries and current year consist of one subsidiary.

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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, 2014

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, 2014 to November 30, 2014

	(Amount in "000" Tk.)	
	Period ended 30/11/14	Period ended 30/11/13
	BD Taka	BD Taka
3 Cost of sales		
Materials	442,196	532,679
Factory Over Head	26,475	34,554
Depreciation	10,433	11,511
	479,104	578,744
	Amount in '000' Tk	
	30/11/14	31/08/14
	BD Taka	BD Taka
4 Property, plant and equipment, net		
Opening Balance	785,501	727,891
Add : Addition for the Period	6,953	9,854
Add : Transferred from Capital WIP	72,521	123,535
	864,975	861,280
Less Depreciation	13,040	75,779
Closing Balance	851,935	785,501

	Amount in '000' Tk	
	30/11/14	31/08/14
	BD Taka	BD Taka
5 Capital work in progress		
Opening balance	191,997	168,363
Addition during the Period/ year	206,839	147,169
	<u>398,836</u>	<u>315,532</u>
Less: transfer to property, plant & equipment	72,521	123,535
Closing balance	<u>326,315</u>	<u>191,997</u>
6 Trade debtors		
Below six months	1,064,825	1,074,836
Trade debtors -Long term	1,663,475	1,723,995
	<u>1,064,825</u>	<u>2,798,831</u>
7 Stock and stores		
Finished products	634,400	767,976
Raw materials	304,263	245,825
Work-in-process	68,521	79,947
Stores and spares	5,562	6,675
Goods in transit	193,021	111,801
	<u>1,205,767</u>	<u>1,212,224</u>
8 Advances, deposits and prepayments		
Advance to suppliers	706,058	820,259
Advance to employees	18,523	23,853
Deposits for motor Cycle Unit	78,626	84,066
Advance to others	115,208	122,080
Current Account with VAT	63,452	58,853
Deposits	444,516	431,474
	<u>1,426,383</u>	<u>1,540,585</u>
9 Cash and bank balances		
Cash in hand	7,987	9,956
Cash at bank :		
Current & STD Account	135,436	351,955
FDR AC	65,000	128,400
	<u>208,423</u>	<u>490,311</u>
10 Long Term loan-Net of current portion		
Agrani Bank Ltd.	351,063	341,081
Meghna bank Ltd AC 631-4	92,962	96,692
South-bangla Agricultural & commerce	68,096	101,020
Standard bank Ltd.	21,178	21,178
Mutual trust bank Ltd.	25,062	52,206
	<u>558,361</u>	<u>612,177</u>
less: Long Term loan-Current portion	<u>139,590</u>	<u>153,044</u>
Long Term loan-Net of current portion	<u>418,771</u>	<u>459,133</u>

	Amount in '000' Tk	
	30/11/14	31/08/14
	BD Taka	BD Taka
11 Short-term loan		
Bank Asia Ltd.	453,257	348,449
Standard Bank Ltd CC AC	41,832	41,918
NRB Commercial	-	49,889
NCC Bank Ltd CC AC	71,234	76,171
Dhaka Bank Ltd.	52,325	54,745
Mercantile Bank	49,324	45,712
National Bank Ltd. CC loan	344,677	497,080
Others	55,061	132,062
	<u>1,067,710</u>	<u>1,246,026</u>
12 Accrued and other current liabilities		
For goods supplied	69,852	53,451
For expenses	63,014	72,950
For Income tax	463,818	439,943
Others	38,145	159,990
	<u>634,829</u>	<u>726,334</u>