

ATTOCK PETROLEUM LIMITED

**BALANCE SHEET (UNAUDITED)
AS AT DECEMBER 31, 2006**

	Note	Dec 31, 2006 Rupees ('000)	June 30, 2006 Rupees ('000)		Note	Dec 31, 2006 Rupees ('000)	June 30, 2006 Rupees ('000)
SHARE CAPITAL AND RESERVES				PROPERTY, PLANT AND EQUIPMENT	5	477,398	490,225
Authorised capital		<u>750,000</u>	<u>750,000</u>	CAPITAL WORK IN PROGRESS		<u>38,088</u>	<u>30,723</u>
Issued, subscribed and paid up capital		400,000	400,000			515,486	520,948
Reserves				LONG TERM INVESTMENTS IN ASSOCIATED COMPANIES	6	356,203	353,257
Special reserve		13,082	13,082	CURRENT ASSETS			
Revenue reserve				Stores and spares		2,414	1,839
Unappropriated profit		<u>2,127,066</u>	<u>1,632,609</u>	Stock in trade		134,236	74,220
		<u>2,540,148</u>	<u>2,045,691</u>	Trade debts	7	2,616,213	2,502,476
NON CURRENT LIABILITIES				Advances, deposits, prepayments and other receivables	8	876,192	850,472
Long term deposits		108,739	100,638	Cash and bank balances	9	2,783,800	2,280,904
Deferred income tax liability		18,000	29,000			6,412,855	5,709,911
		126,739	129,638				
CURRENT LIABILITIES							
Trade and other payables	3	4,310,775	4,039,396				
Dividend payable		1,377	-				
Provision for income tax		305,505	369,391				
		4,617,657	4,408,787				
CONTINGENCIES AND COMMITMENTS	4						
		<u>7,284,544</u>	<u>6,584,116</u>			<u>7,284,544</u>	<u>6,584,116</u>

The annexed notes form an integral part of these financial statements.

sd/-
Chief Executive

sd/-
Director

ATTOCK PETROLEUM LIMITED

**PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2006**

	Note	Quarter ended		Half year ended	
		Dec 31, 2006 Rupees ('000)	Dec 31, 2005 Rupees ('000)	Dec 31, 2006 Rupees ('000)	Dec 31, 2005 Rupees ('000)
SALES		11,368,664	10,787,373	24,898,548	19,515,960
Sales tax		(1,313,567)	(1,273,057)	(2,837,148)	(2,239,625)
NET SALES		10,055,097	9,514,316	22,061,400	17,276,335
Cost of products sold		(9,564,994)	(9,094,534)	(21,070,006)	(16,507,020)
GROSS PROFIT		490,103	419,782	991,394	769,315
Other operating income	10	89,097	69,111	172,170	123,826
Operating expenses		(81,598)	(56,896)	(136,579)	(96,768)
OPERATING PROFIT		497,602	431,997	1,026,985	796,373
Income on bank deposits and investments		86,335	23,181	150,486	37,590
Share of profit of associated companies		2,709	8,138	11,276	8,138
Workers' profit participation fund		(29,613)	(23,009)	(59,290)	(41,948)
PROFIT BEFORE TAXATION		557,033	440,307	1,129,457	800,153
Provision for taxation - Current		(157,000)	(125,743)	(326,000)	(227,500)
- Deferred		2,000	(6,000)	11,000	(5,000)
		(155,000)	(131,743)	(315,000)	(232,500)
PROFIT FOR THE PERIOD		402,033	308,564	814,457	567,653
Basic earnings per share (Rupees)		10.05	7.71	20.36	14.19

The annexed notes form an integral part of these financial statements.

sd/-
Chief Executive

sd/-
Director

ATTOCK PETROLEUM LIMITED**CASH FLOW STATEMENT (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2006**

	Half year ended	
	Dec 31, 2006	Dec 31, 2005
	Rupees ('000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,129,457	800,153
Adjustment for		
Depreciation	28,003	19,605
Gain on sale of property, plant and equipment	(40)	(303)
Income on bank deposits and investments	(150,486)	(37,590)
Share in profit of associated companies	(11,276)	(8,138)
	<u>995,658</u>	<u>773,727</u>
Changes in working capital		
(Increase) in stores and spares	(575)	(1,656)
(Increase) in stock in trade	(60,016)	(100,610)
(Increase) in trade debts	(113,737)	(1,430,349)
(Increase) in advances, deposits, prepayments and other receivables	(18,568)	(410,817)
Increase in trade and other payables	271,379	1,948,048
Taxes paid	<u>(389,886)</u>	<u>(39,338)</u>
Net cash flow from operating activities	684,255	739,005
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(22,692)	(118,820)
Proceeds from sale of property, plant and equipment	191	412
Long term investment in associated companies	-	(235,516)
Income received on bank deposits and investments	143,334	32,079
Dividend received from associated companies	8,330	4,998
Net cash flow from investing activities	129,163	(316,847)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(318,623)	(163,107)
Long term deposits received	8,101	5,390
Net cash flow from financing activities	<u>(310,522)</u>	<u>(157,717)</u>
INCREASE IN CASH AND CASH EQUIVALENTS	502,896	264,441
CASH AND CASH EQUIVALENTS AT JULY 1	<u>2,280,904</u>	<u>1,267,074</u>
CASH AND CASH EQUIVALENTS AT DECEMBER 31	<u><u>2,783,800</u></u>	<u><u>1,531,515</u></u>

Cash and cash equivalents comprise of cash and bank balances.

The annexed notes form an integral part of these financial statements.

sd/-
Chief Executive

sd/-
Director

ATTOCK PETROLEUM LIMITED**STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2006**

	Share capital	Special reserve	Unappropriated profit	Total
	Rupees ('000)			
Balance at June 30, 2005	400,000	-	613,085	1,013,085
Profit for the period	-	-	567,653	567,653
Final dividend @ 50% relating to the year ended June 30, 2005	-	-	(200,000)	(200,000)
Balance at December 31, 2005	400,000	-	980,738	1,380,738
Profit for the period	-	-	824,953	824,953
Transfer to special reserve by an associated company	-	13,082	(13,082)	-
Interim dividend @ 40% relating to the year ended June 30, 2006	-	-	(160,000)	(160,000)
Balance at June 30, 2006	400,000	13,082	1,632,609	2,045,691
Profit for the period	-	-	814,457	814,457
Final dividend @ 80% relating to the year ended June 30, 2006	-	-	(320,000)	(320,000)
Balance at December 31, 2006	<u>400,000</u>	<u>13,082</u>	<u>2,127,066</u>	<u>2,540,148</u>

The annexed notes form an integral part of these financial statements.

sd/-
Chief Executive

sd/-
Director

ATTOCK PETROLEUM LIMITED

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2006

1. LEGAL STATUS AND OPERATIONS

Attock Petroleum Limited (the Company) was incorporated in Pakistan as a public limited company on December 3, 1995, commenced its operations in 1998 and listed on Karachi Stock Exchange on March 7, 2005. The Company is engaged in marketing of petroleum products. Pharaon Investment Group Limited has a controlling interest in the Company.

2. BASIS OF PREPARATION

2.1 These financial statements have been prepared in accordance with the requirements of International accounting standard 34 'Interim Financial Reporting'.

2.2 All accounting policies adopted for the preparation of these financial statements are the same as those applied in preparation of the preceding annual published financial statements of the Company for the year ended June 30, 2006.

	Dec 31, 2006	June 30, 2006
	Rs ('000)	
3. TRADE AND OTHER PAYABLES		
Trade creditors	127,389	42,163
Due to related parties (note 3.1)	3,272,175	3,255,656
Accrued liabilities	406,539	362,556
Retention money	11,849	16,988
Advances from customers	431,767	379,107
Workers' profit participation fund	59,290	(19,017)
Unclaimed dividend	1,766	1,943
	<u>4,310,775</u>	<u>4,039,396</u>
3.1 Due to related parties		
National Refinery Limited	2,221,922	2,082,095
Attock Refinery Limited	1,037,371	1,168,588
Pakistan Oilfields Limited	9,245	3,741
The Attock Oil Company	3,522	1,019
Attock Cement Pakistan Limited	115	192
Attock Sahara Foundation	-	21
	<u>3,272,175</u>	<u>3,255,656</u>

4. CONTINGENCIES AND COMMITMENTS

(i) Claims for Government levies not accepted by the Company amounted to Rs 25.874 million (June 30, 2006: Rs 25.874 million).

(ii) Capital expenditure commitments outstanding at December 31, 2006 amounted to Rs 58.244 million (June 30, 2006: Rs 35.647 million).

	Six months ended Dec 31, 2006	Year ended June 30, 2006
	Rs ('000)	
5. PROPERTY, PLANT AND EQUIPMENT		
Cost		
Opening balance	642,314	401,355
Additions during the period / year	15,327	245,544
Disposals during the period / year	<u>(412)</u>	<u>(4,585)</u>
Closing balance	<u>657,229</u>	<u>642,314</u>
Accumulated depreciation		
Opening balance	152,089	98,382
Charge for the period / year	28,003	55,785
Relating to disposals	<u>(261)</u>	<u>(2,078)</u>
Closing balance	<u>179,831</u>	<u>152,089</u>
Net book value	<u>477,398</u>	<u>490,225</u>
6. LONG TERM INVESTMENTS IN ASSOCIATED COMPANIES		
Balance at beginning of the period / year	353,257	4,454
Purchase of shares of National Refinery Limited	-	321,865
Share of profit	11,276	34,268
Dividend received	<u>(8,330)</u>	<u>(7,330)</u>
Balance at end of the period / year	<u>356,203</u>	<u>353,257</u>

This represents 1% shareholding in National Refinery Limited and 10% shareholding in Attock Information Technology Services (Private) Limited.

	Dec 31, 2006	June 30, 2006
	Rs ('000)	
7. TRADE DEBTS		
Secured	1,737,565	1,818,351
Unsecured	863,496	663,335
Due from related parties (note 7.1)	<u>15,152</u>	<u>20,790</u>
	<u>2,616,213</u>	<u>2,502,476</u>
7.1 Due from related parties		
Pakistan Oilfields Limited	9,213	18,694
Attock Cement Pakistan Limited	5,423	1,685
Attock Refinery Limited	<u>516</u>	<u>411</u>
	<u>15,152</u>	<u>20,790</u>

	Dec 31, 2006	June 30, 2006
	Rs ('000)	
8. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Loans and advances	54,306	35,042
Trade deposits and short term prepayments	8,956	3,544
Current account balances with statutory authorities	417,316	429,199
Accrued income	24,981	17,829
Price differential claim receivable from the Government	339,881	334,247
Receivable from OMC's under freight pool	18,519	17,064
Claims receivable	11,134	12,167
Due from related parties		
Attock Information Technology Services (Private) Limited	992	1,273
Others	107	107
	<u>876,192</u>	<u>850,472</u>
9. CASH AND BANK BALANCES		
Cash in hand	1,572	1,120
Bank balances on		
Short term deposits	2,375,360	1,806,668
Interest/mark-up bearing saving accounts	406,864	473,112
Current account	4	4
	<u>2,783,800</u>	<u>2,280,904</u>

9.1 Short term deposits of Rs 35.748 million (June 2006: Rs 29.524 million) were held under lien with banks against letters of guarantees.

	Quarter ended		Half year ended	
	Dec 31, 2006	Dec 31, 2005	Dec 31, 2006	Dec 31, 2005
	Rs ('000)		Rs ('000)	
10. OTHER OPERATING INCOME				
Commission and handling income	80,139	62,718	157,292	116,100
Exchange gain	5,942	2,851	8,163	3,650
Other income	3,016	3,542	6,715	4,076
	<u>89,097</u>	<u>69,111</u>	<u>172,170</u>	<u>123,826</u>
11. TRANSACTIONS WITH RELATED PARTIES				
Purchase of petroleum products	8,403,988	7,814,482	18,816,790	14,393,260
Sale of petroleum products	109,526	82,166	218,790	148,465
Commission and handling income	72,045	62,849	157,292	116,100
Administrative services expense	9,633	789	13,249	3,285
Key management employees compensation	10,147	6,838	13,725	9,395

12. NON-ADJUSTING EVENT AFTER BALANCE SHEET DATE

The Board of Directors in its meeting held on February 24, 2007 declared NIL interim dividend for the year ending June 30, 2007.

13. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Company on February 24, 2007.

sd/-
Chief Executive

sd/-
Director