

**ATTOCK PETROLEUM LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2006**

**1. BASIS OF PREPARATION**

- 1.1 These financial statements have been prepared in accordance with the requirements of International accounting standard IAS 34 'Interim Financial Reporting'.
- 1.2 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.

	<b>September 30, 2006</b>	<b>June 30, 2006</b>
	<b>Rupees ('000)</b>	
<b>2. TRADE AND OTHER PAYABLES</b>		
Creditors and due to related parties	4,528,447	3,297,819
Accrued liabilities	360,132	362,556
Advance from customers	395,758	379,107
Retention money	10,367	16,988
Workers' profit participation fund - payable/(receivable)	29,677	(19,017)
Unclaimed dividend	1,874	1,943
Staff Provident fund	146	-
Staff Pension fund	215	-
	<u>5,326,616</u>	<u>4,039,396</u>

**3. CONTINGENCIES AND COMMITMENTS**

- (i) Claims for Government levies not accepted by the Company Rs 25.874 million (June 30, 2006: Rs 25.874 million).
- (ii) Capital expenditure commitments outstanding at September 30, 2006 amounted to Rs 42.208 million (June 30, 2006: Rs 35.647 million).

	<b>Three months to September 30, 2006</b>	<b>Year ended June 30, 2006</b>
	<b>Rupees ('000)</b>	
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>		
Cost		
Opening balance	642,314	401,355
Additions during the period	4,317	245,544
Disposals during the period	(522)	(4,585)
Closing balance	<u>646,109</u>	<u>642,314</u>
Accumulated depreciation		
Opening balance	152,089	98,382
Charge for the period	13,611	55,785
Relating to disposals	(475)	(2,078)
Closing balance	<u>165,225</u>	<u>152,089</u>
Net book value	<u>480,884</u>	<u>490,225</u>

	September 30, 2006	June 30, 2006
	Rupees ('000)	
<b>5. TRADE DEBTS</b>		
Considered good		
Secured	2,420,827	1,818,351
Unsecured	1,063,305	684,125
	3,484,132	2,502,476
Unsecured - considered doubtful	16,000	16,000
Provision for doubtful debts	(16,000)	(16,000)
	-	-
	<u>3,484,132</u>	<u>2,502,476</u>

**6. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES**

Loans and advances	31,975	35,042
Trade deposits and short term prepayments	8,281	3,544
Current account balances with statutory authorities	476,971	429,199
Accrued income	30,966	17,829
Price differential claim receivable from the Government	419,267	334,247
Receivable from OMC's under freight pool	-	17,064
Claims receivable	12,604	12,167
Due from related parties	1,764	1,273
Others	107	107
	<u>981,935</u>	<u>850,472</u>

**7. CASH AND BANK BALANCES**

Cash in hand	1,581	1,120
Bank balances		
On short term deposits	2,058,956	1,806,668
On interest/mark-up bearing saving account	966,245	473,112
On current account	4	4
	<u>3,026,786</u>	<u>2,280,904</u>

**Three months to  
September 30,      September 30,  
2006                      2005  
Rupees ('000)**

**8. TRANSACTIONS WITH RELATED PARTIES**

Purchase of petroleum products	10,419,428	6,578,778
Sale of petroleum products	109,264	66,299
Commission and handling income	78,621	53,351
Administrative services expense	6,808	5,054

**9. DATE OF AUTHORIZATION FOR ISSUE**

These financial statements were authorized for issue by the Board of Directors of the Company on October 9, 2006.

Sd/-  
Chief Executive

Sd/-  
Director