

ATTOCK PETROLEUM LIMITED
SELECTED NOTES TO AND FORMING PART OF THE
CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2009

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 was listed on Karachi Stock Exchange on March 7, 2005. The Company is engaged in marketing of petroleum products. Pharaon Investment Group Limited Holding s.a.l holds 34.38% (June 30, 2009: 34.38%) shares of the Company.

2. BASIS OF PREPARATION

These financial statements have been prepared in accordance with the requirements of International Accounting Standard 34 'Interim Financial Reporting'.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 All accounting policies as 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.

3.2 The following amendments to standards are mandatory for the first time for the financial year beginning January 1, 2009.

IAS 1 (Revised) 'Presentation of financial statements' has been applied which requires that all non-owner changes in equity be presented as other comprehensive income in profit and loss account.

In addition to above, various new standards and amendments to standards are mandatory for the first time for the financial year beginning January 1, 2009 and are also relevant to the Company. However, the adoption of these new standards and amendments to standards did not have any significant impact on the financial information of the Company.

4. TRADE AND OTHER PAYABLES

	September 30, 2009	June 30, 2009
	Rs ('000)	
Creditors	95,588	88,994
Due to related parties (note 4.1)	6,221,440	8,647,369
Accrued liabilities	552,961	625,080
Advance from customers	1,554,744	1,329,180
Retention money	24,951	31,814
Workers' profit participation fund	53,336	-
Unclaimed dividend	12,888	6,119
	<u>8,515,908</u>	<u>10,728,556</u>
4.1 Due to related parties		
National Refinery Limited	2,984,189	4,788,411
Attock Refinery Limited	3,227,054	3,849,134
Pakistan Oilfields Limited	10,076	11,612
Attock Cement Pakistan Limited	121	141
Attock Hospital (Private) Limited	-	100
Attock Sahara Foundation	-	48
Staff pension fund (receivable)	-	(2,077)
	<u>6,221,440</u>	<u>8,647,369</u>

	September 30, 2009	June 30, 2009
	Rs ('000)	
5. CONTINGENCIES AND COMMITMENTS		
(i) Claims of Government levies not accepted by the Company and currently under appeal	310	310
(ii) Corporate guarantees and indemnity bonds issued by the Company to the Collector Sales Tax and Federal Excise, Islamabad	4,484,618	4,844,886
(iii) Guarantees issued by bank on behalf of the Company	43,287	43,287
(iv) Capital expenditure commitments	85,594	95,901
	Three months to September 30, 2009	Year ended June 30, 2009
6. PROPERTY, PLANT AND EQUIPMENT	Rs ('000)	
Cost		
Opening balance	1,294,352	822,138
Additions during the period / year	55,116	492,046
Disposals during the period / year	(16,269)	(19,832)
Closing balance	<u>1,333,199</u>	<u>1,294,352</u>
Accumulated depreciation		
Opening balance	354,572	289,626
Charge for the period / year	29,640	82,634
Relating to disposals	(15,370)	(17,688)
Closing balance	<u>368,842</u>	<u>354,572</u>
Operating assets - written down value	964,357	939,780
Capital work in progress	202,045	191,095
	<u>1,166,402</u>	<u>1,130,875</u>
7. LONG TERM INVESTMENTS IN ASSOCIATED COMPANIES		
Balance at beginning of the period / year	733,397	709,081
Investment in associated company during the period/year	-	22,679
Share of profit for the period/year	6,168	25,562
Impairment reversal-National Refinery Limited	-	948
	6,168	26,510
Dividend received during the period/year	-	(24,873)
Balance at end of the period / year	<u>739,565</u>	<u>733,397</u>

	September 30, 2009		June 30, 2009	
	Holding %	Amount Rs. (000')	Holding %	Amount Rs. (000')
7.1 The Company's interest in associated companies is as follows:				
Quoted				
National Refinery Limited	1	382,525	1	375,731
Attock Refinery Limited	1.56	350,955	1.56	352,024
Unquoted				
Attock Information Technology Services (Private) Limited	10	6,085	10	5,642
		<u>739,565</u>		<u>733,397</u>

7.2 Share of profit of associated companies is based on audited financial statements for the year ended June 30, 2009 (June 30, 2009: unaudited financial statements for the nine months ended March 31, 2009).

8. STOCK IN TRADE

It includes Company's share of line fill in accordance with the terms of White Oil Pipeline (WOP) throughput agreement and Mehmoodkot-Faisalabad-Machike (MFM) transportation agreement implemented during quarter ended September 30, 2009.

	September 30, 2009	June 30, 2009
	Rs ('000)	
9. TRADE DEBTS		
Considered good		
Secured	2,789,164	5,307,458
Unsecured	141,743	113,071
Due from related parties (note 9.1)	2,700,228	2,414,992
	<u>5,631,135</u>	<u>7,835,521</u>
Considered doubtful - unsecured	31,000	31,000
Provision for doubtful debts	(31,000)	(31,000)
	<u>-</u>	<u>-</u>
	<u><u>5,631,135</u></u>	<u><u>7,835,521</u></u>
9.1 Due from related parties		
Attock Gen Limited	2,657,527	2,400,566
Pakistan Oilfields Limited	15,699	7,425
Attock Cement Pakistan Limited	25,988	5,479
Attock Refinery Limited	706	1,076
National Refinery Limited	308	446
	<u>2,700,228</u>	<u>2,414,992</u>
10. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Loans and advances	112,787	16,832
Trade deposits and short term prepayments	23,076	15,048
Current account balances with statutory authorities	132,933	141,183
Accrued income	42,937	61,268
Price differential claim receivable from the Government	229,848	719,848
Receivable from oil marketing companies under freight pool	19,090	20,466
Claims receivable	2,762	5,202
Due from related parties		
Attock Information Technology Services (Private) Limited	456	1,252
The Attock Oil Company Limited	147	63
Workers' profit participation fund	-	9,801
Other	355	355
	<u>564,391</u>	<u>991,318</u>
11. CASH AND BANK BALANCES		
Cash in hand	1,403	814
Bank balances on		
Short term deposits	5,382,500	6,571,287
Interest/mark-up bearing saving accounts	1,329,427	856,686
Current account	12,242	6,123
	<u>6,724,169</u>	<u>7,434,096</u>
	<u><u>6,725,572</u></u>	<u><u>7,434,910</u></u>
11.1 Short term deposits of Rs 43,287 thousand (June 30, 2009: Rs 45,916 thousand) were under lien with banks against letters of guarantees and letters of credits.		
	Three months to	
	September 30, 2009	September 30, 2008
	Rs ('000)	
12. OTHER OPERATING INCOME		
Commission and handling income	179,583	297,192
Other income	5,976	2,672
	<u>185,559</u>	<u>299,864</u>

Three months to	
September 30, 2009	September 30, 2008
Rs ('000)	

13. TRANSACTIONS WITH RELATED PARTIES

Associated companies

Purchase of petroleum products	13,953,684	19,179,715
Sale of petroleum products	2,877,917	306,668
Commission and handling income	179,583	297,192
Administrative services expense	5,867	7,789

Other related parties

Remuneration of Chief Executive and key management personnel including benefits and perquisites	8,445	4,437
Contribution to staff retirement benefits plans		
Staff Pension fund trust	1,647	1,617
Staff Provident fund trust	838	808
Contribution to workers' profit participation fund	53,336	59,002

14. EARNINGS PER SHARE

Basic earnings per share previously reported at Rs 16.36 in the financial statements for the quarter ended September 30, 2008 has been restated to Rs 13.63 for 9,600,000 bonus shares issued during the year ended June 30, 2009.

A diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at September 30, 2008 and 2009 which would have any effect on the earnings per share if the option to convert is exercised.

15. DATE OF AUTHORISATION FOR ISSUE OF FINANCIAL STATEMENTS

These condensed interim financial statements were authorised for issue by the Board of Directors of the Company on October 19, 2009.

Sd/-
Chief Executive

Sd/-
Director