

ATTOCK PETROLEUM LIMITED
SELECTED NOTES TO AND FORMING PART OF THE
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2008

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 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 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.

	March 31 2008	June 30, 2007
	Rs ('000)	
3. TRADE AND OTHER PAYABLES		
Trade creditors	52,613	66,519
Due to related parties (note 3.1)	5,509,353	3,922,563
Accrued liabilities	414,643	426,657
Retention money	16,967	10,756
Advances from customers	601,104	866,481
Payable to oil marketing companies under freight pool	37,739	-
Workers' profit participation fund	123,104	-
Unclaimed dividend	3,604	2,638
Staff Pension Fund	-	569
	<u>6,759,127</u>	<u>5,296,183</u>
3.1 Due to related parties		
National Refinery Limited	3,785,249	2,829,940
Attock Refinery Limited	1,715,366	1,080,679
Pakistan Oilfields Limited	8,635	8,836
The Attock Oil Company	-	1,680
Attock Cement Pakistan Limited	26	1,369
Attock Hospital (Private) Limited	-	59
Attock Sahara Foundation	77	-
	<u>5,509,353</u>	<u>3,922,563</u>
4. CONTINGENCIES AND COMMITMENTS		
(i) Claims for Government levies not accepted by the Company and currently under appeal	23,064	23,064
(ii) Corporate guarantees issued by the Company to the Collector Sales Tax and Federal Excise, Islamabad	2,067,104	1,116,091
(iii) Capital expenditure commitments	131,309	123,250

Nine months ended
 March 31,
 2008
 Year ended
 June 30,
 2007
 Rs ('000)

5. PROPERTY, PLANT AND EQUIPMENT

Cost

Opening balance	706,217	642,314
Additions during the period / year	97,995	64,828
Disposals during the period / year	(688)	(925)
Closing balance	803,524	706,217

Accumulated depreciation

Opening balance	215,111	152,089
Charge for the period / year	55,249	63,428
Relating to disposals	(601)	(406)
Closing balance	269,759	215,111

Operating assets - written down value

533,765 491,106

Capital work in progress

331,982 110,220
865,747 601,326

6. LONG TERM INVESTMENTS IN ASSOCIATED COMPANIES

Balance at beginning of the period / year	387,246	353,257
Share of profit	33,322	42,319
Dividend received	(13,328)	(8,330)
Balance at end of the period / year	407,240	387,246

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

March 31,
 2008
 June 30,
 2007
 Rs ('000)

7. TRADE DEBTS

Considered good

Secured	3,756,869	2,089,864
Unsecured	784,891	407,453
Due from related parties (note 7.1)	58,776	5,681
	4,600,536	2,502,998

Considered doubtful - unsecured

Provision for doubtful debts	31,000	31,000
	(31,000)	(31,000)
	4,600,536	2,502,998

7.1 Due from related parties

Pakistan Oilfields Limited	51,381	3,153
Attock Cement Pakistan Limited	7,148	2,441
Attock Refinery Limited	-	87
National Refinery Limited	247	-
	58,776	5,681

March 31, 2008 June 30, 2007
Rs ('000)

8. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Loans and advances	58,150	38,359
Trade deposits and short term prepayments	8,322	4,983
Current account balances with statutory authorities	372,805	433,415
Accrued income	19,661	88,435
Price differential claim receivable from the Government	1,640,816	288,616
Receivable from oil marketing companies under freight pool	-	11,831
Claims receivable	3,496	4,882
Due from related parties		
Attock Information Technology Services (Private) Limited	1,653	2,034
The Attock Oil Company	76	-
Workers' profit participation fund	-	5,599
	1,729	7,633
Other	344	344
	<u>2,105,323</u>	<u>878,498</u>

9. CASH AND BANK BALANCES

Cash in hand	1,929	616
Bank balances on		
Short term deposits	2,355,030	3,131,122
Interest/mark-up bearing saving accounts	629,788	932,428
Current account	2,424	2,643
	<u>2,987,242</u>	<u>4,066,193</u>
	<u>2,989,171</u>	<u>4,066,809</u>

9.1 Short term deposits of Rs 42,821 thousand (June 30, 2007: Rs 39,226 thousand) were under lien with banks against letters of guarantees and letters of credits.

	Quarter ended		Nine Months ended	
	March 31, 2008	March 31, 2007	March 31, 2008	March 31, 2007
	Rs ('000)		Rs ('000)	
Commission and handling income	244,112	106,052	606,688	263,344
Other income	2,704	5,875	9,791	12,590
Exchange gain	-	2,479	-	10,642
	<u>246,816</u>	<u>114,406</u>	<u>616,479</u>	<u>286,576</u>

10. OTHER OPERATING INCOME

	Quarter ended		Nine Months ended	
	March 31, 2008	March 31, 2007	March 31, 2008	March 31, 2007
	Rs ('000)		Rs ('000)	
11. TRANSACTIONS WITH RELATED PARTIES				
Associated companies				
Purchase of petroleum products	12,833,993	8,137,210	33,173,310	26,954,000
Sale of petroleum products	171,984	101,610	399,571	320,400
Commission and handling income	244,112	105,052	589,258	263,344
Administrative services expense	2,954	3,069	12,913	10,755
Other related parties				
Remuneration of Chief Executive and key management personnel including benefits and perquisites	2,998	4,597	16,917	18,322
Contribution to staff retirement benefits plans				
Staff Pension fund trust	1,607	804	4,110	2,449
Staff Provident fund trust	683	446	1,890	1,250
Contribution to workers' profit participation fund	43,117	29,307	123,112	88,597

12. BASIC EARNINGS PER SHARE

Basic earnings per share previously reported at Rs 30.50 in the financial statements for the nine months ended March 31, 2007 has been restated to Rs 25.42 for 8,000,000 bonus shares issued during the nine months ended March 31, 2008.

13. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Company on April 15, 2008.

S/d-
Chief Executive

S/d-
Director