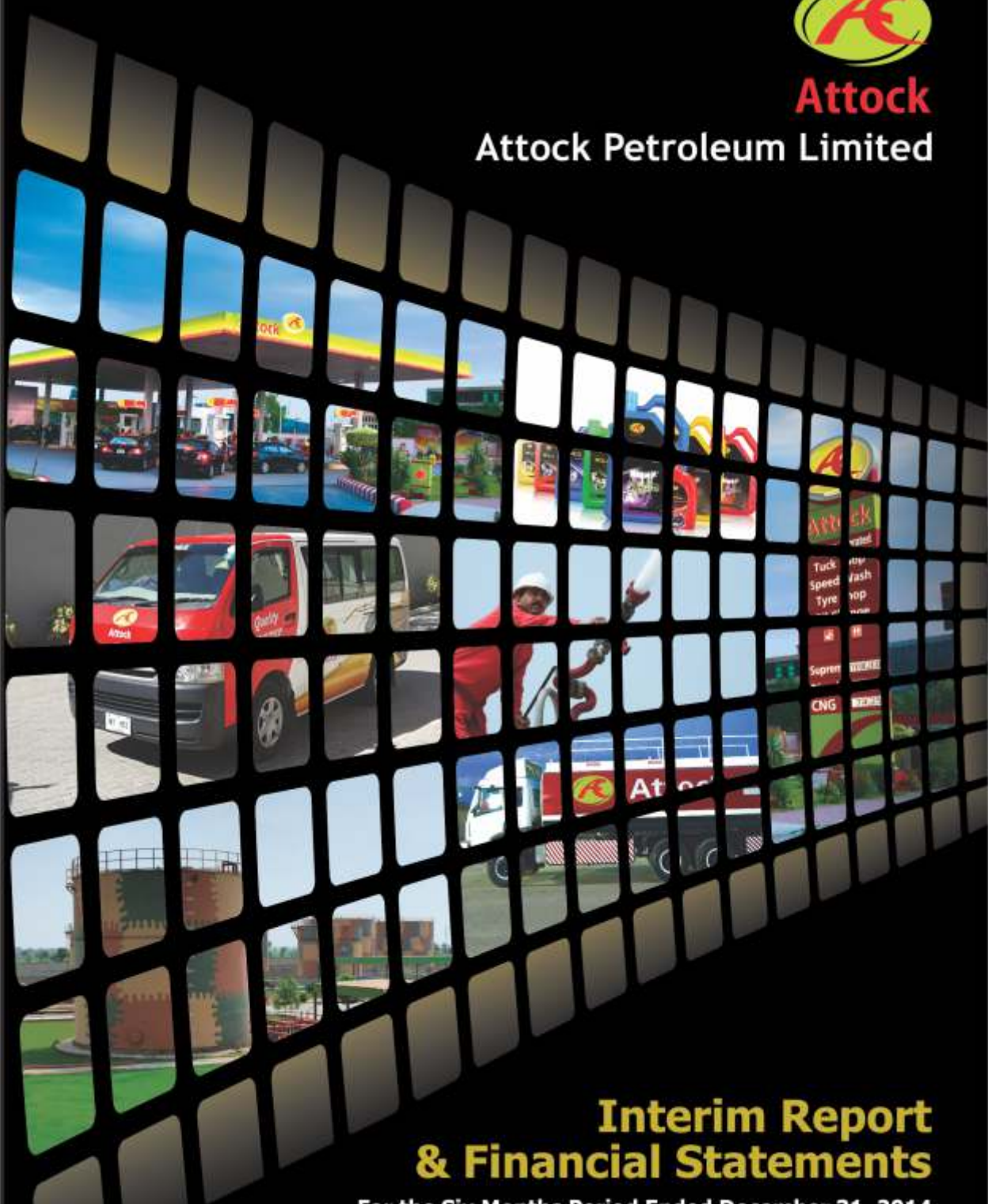




**Attock**

**Attock Petroleum Limited**



## **Interim Report & Financial Statements**

**For the Six Months Period Ended December 31, 2014**

# CONTENTS

Page No.

**COMPANY INFORMATION** 02**DIRECTORS' REVIEW** 03**AUDITOR'S REVIEW REPORT** 05**CONDENSED INTERIM FINANCIAL INFORMATION**

➤ Balance Sheet 06

➤ Profit and Loss Account 08

➤ Statement of Comprehensive Income 09

➤ Cash Flow Statement 10

➤ Statement of Changes in Equity 11

➤ Notes to the Financial Information 12

## COMPANY INFORMATION

<b>Directors</b>	<b>Dr. Ghaith R. Pharaon</b> <i>(Alternate Director - Mr. Shuaib A. Malik)</i> <i>Chairman</i>
	<b>Mr. Laith G. Pharaon</b> <i>(Alternate Director - Mr. Iqbal A. Khwaja)</i>
	<b>Mr. Wael G. Pharaon</b> <i>(Alternate Director - Mr. Rehmat Ullah Bardaie)</i>
	<b>Mr. Abdus Sattar</b>
	<b>Mr. Babar Bashir Nawaz</b>
	<b>Mr. M. Adil Khattak</b>
<b>Audit Committee</b>	<b>Mr. Shuaib A. Malik</b> <i>Chief Executive</i>
	<b>Mr. Abdus Sattar</b> <i>Chairman</i>
<b>Human Resource &amp; Remuneration Committee</b>	<b>Mr. Babar Bashir Nawaz</b> <i>Chairman</i>
	<b>Mr. Shuaib A. Malik</b>
	<b>Mr. M. Adil Khattak</b>
<b>Company Secretary / CFO</b>	<b>Mr. Rehmat Ullah Bardaie</b>
<b>Auditors</b>	<b>A. F. Ferguson &amp; Co.</b> Chartered Accountants
<b>Bankers</b>	<b>Allied Bank Limited</b> <b>Askari Bank Limited</b> <b>Bank Alfalah Limited</b> <b>Habib Bank Limited</b> <b>United Bank Limited</b>
<b>Share Registrar</b>	<b>THK Associates (Pvt.) Limited</b> 2 <sup>nd</sup> Floor, State Life Building-3 Dr. Ziauddin Ahmed Road, Karachi Tel: +92-21-111-000-322 Fax: +92-21-35655595
<b>Legal Advisor</b>	<b>Ali Sibtain Fazli &amp; Associates</b>
<b>Registered Office</b>	<b>Attock House, Morgah, Rawalpindi</b> Tel:+92-51-5127250-4 Email: contact@apl.com.pk Website: www.apl.com.pk

## DIRECTORS' REVIEW

IN THE NAME OF ALLAH, THE MOST BENEVOLENT, THE MOST GRACIOUS

The Board of Directors of Attock Petroleum Limited takes pleasure in presenting the report on the performance of the Company together with the auditor's reviewed financial statements for the six months period ended December 31, 2014.

During the period under review, sharp decline in international oil prices and political disturbance across the country severely affected the Company's business and industry as a whole. The rapid fall in oil prices, having devastating financial impact on oil and gas sector, has been attributed mainly due to excessive oil supplies and slow down in the business growth of the major economies. Despite these odds, the Company recorded net sales revenue of Rs. 100,153 million during the period as compared to Rs. 98,611 million during same period last year signifying an increase of 2%. On the other hand, more than expected plunging oil prices led to substantial inventory losses directly affecting the profitability of the Company. Consequently, APL recorded profit after tax of Rs. 1,468 million compared to Rs. 2,669 million earned during the same period last year reflecting decrease of 45%. Subsequent to the reporting date, the oil price trend is further going downward which will further eat away the increase in OMCs margin of High Speed Diesel (HSD) and Premier Motor Gasoline (PMG) effective November 01, 2014.

The management remained focused on strategic sales of the products. As a consequence, APL outperformed other major industry players in terms of its sales revenue on account of better inventory management and efficient supply chain cycle. The Company is committed to cater to the increasing energy demands of the country and to reduce the demand-supply gap of petroleum products; APL is frequently entering into contracts for import of Furnace Fuel Oil (FFO) and Premier Motor Gasoline (PMG).

The objective to enhance and rapidly expand the retail network has further progressed and on the retail development side, APL established 23 new retail outlets during the period under review bringing the total number of commissioned sites to 491 as at December 31, 2014. An agreement has been signed with one of the leading Japanese companies, JX Nippon Oil and Energy Corporation, for joint business collaboration in marketing and blending of international lubricants brands in Pakistan thereby opening new avenues.

Sustainable economic development requires enhancement of infrastructure and to achieve this, multiple projects are undertaken involving considerable investment to establish new Bulk Oil Terminals/Depots, tapping into key regions of the country, gaining freight advantages and delivering quality products to customers in an efficient manner. In this regard, development of Bulk Oil Terminal at Mehmoodkot has further progressed. Contracts for civil work have been awarded and construction has commenced. Land for development of Oil Depots at Sahiwal, Shikarpur and Habibabad has also been acquired and construction is expected to start soon subject to approvals from relevant authorities.

The Board would like to thank and appreciate its employees, customers and strategic partners for their dedication, commitment and contributions in this challenging time. The Board further extends its gratitude to suppliers, contractors, Government authorities and esteemed shareholders for their unwavering support to the Company.

Beirut, Lebanon  
January 27, 2015

On behalf of the Board



**SHUAIB A. MALIK**  
Chief Executive

*A. F. FERGUSON & CO.*

## AUDITOR'S REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION

### *Introduction*


We have reviewed the accompanying condensed interim balance sheet of Attock Petroleum Limited as at December 31, 2014 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the financial information for the six-month period then ended (here-in-after referred to as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for three months period ended December 31, 2014 and 2013 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2014.

### *Scope of Review*

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### *Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as of and for the six months period ended December 31, 2014 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.



Chartered Accountants  
Islamabad  
Date: January 27, 2015

Engagement partner: Asim Masood Iqbal

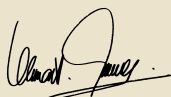
**CONDENSED INTERIM BALANCE SHEET (UNAUDITED)**

AS AT DECEMBER 31, 2014

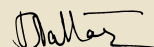
	<b>Note</b>	<b>December 31, 2014</b>	June 30, 2014
		Rupees ('000)	
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorised capital</b>			
150,000,000 (June 30, 2014: 150,000,000) ordinary shares of Rs 10 each		<b>1,500,000</b>	1,500,000
<b>Issued, subscribed and paid up capital</b>			
82,944,000 (June 30, 2014: 82,944,000) ordinary shares of Rs 10 each	<b>4</b>	<b>829,440</b>	829,440
<b>Reserves</b>			
Special reserves		<b>106,298</b>	96,774
Revenue reserve			
Unappropriated profit		<b>11,844,029</b>	12,873,508
		<b>12,779,767</b>	13,799,722
<b>NON CURRENT LIABILITIES</b>			
Long term deposits		<b>618,900</b>	574,881
Provision for deferred income tax		-	6,801
		<b>618,900</b>	581,682
<b>CURRENT LIABILITIES</b>			
Trade and other payables	<b>5</b>	<b>12,712,346</b>	19,516,149
Provision for current income tax		-	188,311
		<b>12,712,346</b>	19,704,460
<b>CONTINGENCIES AND COMMITMENTS</b>			
	<b>7</b>	<b>26,111,013</b>	34,085,864

		<b>December 31, 2014</b>	June 30, 2014
	<b>Note</b>	Rupees ('000)	
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	<b>8</b>	<b>1,987,763</b>	1,931,085
Long term investments in associated companies	<b>9</b>	<b>884,016</b>	887,042
Other long term investments	<b>10</b>	<b>404,469</b>	-
Deferred tax asset		<b>17,263</b>	-
Long term prepayments		<b>11,489</b>	18,918
		<b>3,305,000</b>	2,837,045
<b>CURRENT ASSETS</b>			
Stores and spares		<b>42,985</b>	32,931
Stock in trade	<b>11</b>	<b>4,125,030</b>	6,787,904
Trade debts	<b>12</b>	<b>11,806,564</b>	14,247,856
Income tax refundable		<b>310,794</b>	-
Advances, deposits, prepayments and other receivables	<b>13</b>	<b>778,486</b>	747,398
Short term investments	<b>14</b>	<b>565,104</b>	1,782,278
Cash and bank balances	<b>15</b>	<b>5,177,050</b>	7,650,452
		<b>22,806,013</b>	31,248,819
		<b>26,111,013</b>	34,085,864

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.



Chief Executive



Director



**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)**

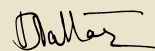
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2014

	Note	Three months period ended		Six months period ended	
		December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
		Rupees ('000)		Rupees ('000)	
<b>Sales</b>		<b>52,564,939</b>	60,155,037	<b>117,435,063</b>	115,640,084
Sales tax		<b>(7,759,157)</b>	(8,856,845)	<b>(17,282,133)</b>	(17,028,686)
<b>NET SALES</b>		<b>44,805,782</b>	51,298,192	<b>100,152,930</b>	98,611,398
Cost of products sold		<b>(44,865,151)</b>	(49,466,627)	<b>(98,274,802)</b>	(94,831,687)
<b>GROSS PROFIT / (LOSS)</b>		<b>(59,369)</b>	1,831,565	<b>1,878,128</b>	3,779,711
Other income	<b>16</b>	<b>307,743</b>	325,066	<b>649,555</b>	646,328
Operating expenses		<b>(384,638)</b>	(512,561)	<b>(1,005,623)</b>	(969,412)
<b>OPERATING PROFIT / (LOSS)</b>		<b>(136,264)</b>	1,644,070	<b>1,522,060</b>	3,456,627
Finance income	<b>17</b>	<b>258,137</b>	235,720	<b>582,079</b>	522,394
Finance costs	<b>17</b>	<b>(54,999)</b>	(22,366)	<b>(96,790)</b>	(46,524)
Net finance income		<b>203,138</b>	213,354	<b>485,289</b>	475,870
Share of profit / (loss) of associated companies		<b>(13,422)</b>	5,591	<b>(3,775)</b>	18,859
Other charges	<b>18</b>	<b>(4,588)</b>	(128,535)	<b>(137,758)</b>	(270,942)
<b>PROFIT BEFORE TAXATION</b>		<b>48,864</b>	1,734,480	<b>1,865,816</b>	3,680,414
Provision for income tax	<b>19</b>	<b>160,217</b>	(406,524)	<b>(398,200)</b>	(1,011,524)
<b>PROFIT FOR THE PERIOD</b>		<b>209,081</b>	1,327,956	<b>1,467,616</b>	2,668,890
Earnings per share - Basic and diluted (Rupees)		<b>2.52</b>	16.01	<b>17.69</b>	32.18

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.



Chief Executive



Director

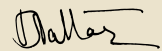
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
 FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2014

	<b>Three months period ended</b>		<b>Six months period ended</b>	
	<b>December 31, 2014</b>	December 31, 2013	<b>December 31, 2014</b>	December 31, 2013
	Rupees ('000)		Rupees ('000)	
<b>PROFIT FOR THE PERIOD</b>	<b>209,081</b>	1,327,956	<b>1,467,616</b>	2,668,890
Remeasurement loss on staff retirement benefit plan	-	-	-	(297)
Share of other comprehensive income / (loss) of associated companies - net of tax	<b>(201)</b>	(262)	<b>749</b>	(262)
Other comprehensive income / (loss) for the period	<b>(201)</b>	(262)	<b>749</b>	(559)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>208,880</b>	1,327,694	<b>1,468,365</b>	2,668,331

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.



Chief Executive



Director

**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)**

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2014

**Six months period ended**
**December 31, 2014**      December 31, 2013

Rupees ('000)

**CASH FLOW FROM OPERATING ACTIVITIES**

Cash receipts from customers	<b>103,133,786</b>	96,894,909
Payments for purchase of products and operating expenses	<b>(103,299,373)</b>	(96,114,243)
Other charges received	<b>33,419</b>	20,908
Long term deposits received	<b>44,019</b>	26,504
Income tax paid	<b>(921,369)</b>	(1,010,553)
Cash flow from operating activities	<b>(1,009,518)</b>	(182,475)

**CASH FLOW FROM INVESTING ACTIVITIES**

Addition to property, plant and equipment	<b>(202,599)</b>	(235,677)
Proceeds from sale of property, plant and equipment	<b>5,089</b>	2,390
Other long term investments	<b>(384,961)</b>	-
Short term investments encashed	<b>1,217,174</b>	740,141
Income received on bank deposits, short term and long term investments	<b>385,182</b>	451,910
Dividend received from associated companies	<b>-</b>	15,575
Cash flow from investing activities	<b>1,019,885</b>	974,339

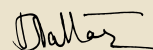
**CASH FLOW FROM FINANCING ACTIVITIES**

Dividends paid	<b>(2,484,708)</b>	(3,104,557)
Cash used in financing activities	<b>(2,484,708)</b>	(3,104,557)
Effect of exchange rate changes	<b>939</b>	1,842
<b>(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(2,473,402)</b>	(2,310,851)
<b>CASH AND CASH EQUIVALENTS AT JULY 1</b>	<b>7,650,452</b>	9,970,317
<b>CASH AND CASH EQUIVALENTS AT DECEMBER 31</b>	<b>5,177,050</b>	7,659,466

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.



Chief Executive



Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2014

	Share capital	Special reserves	Unappropriated profit	Total
Rupees ('000)				
<b>BALANCE AS AT JUNE 30, 2013</b>	<b>691,200</b>	<b>85,584</b>	<b>13,266,673</b>	<b>14,043,457</b>
Total comprehensive income for the six months period ended December 31, 2013:				
Profit for the period	-	-	2,668,890	2,668,890
Other comprehensive income/(loss)	-	-	(559)	(559)
	-	-	2,668,331	2,668,331
Transfer to special reserves by associated companies	-	11,110	(11,110)	-
Transaction with owners:				
Issue of bonus shares @ 20% relating to the year ended June 30, 2013	138,240	-	(138,240)	-
Final cash dividend @ 450% relating to year ended June 30, 2013	-	-	(3,110,400)	(3,110,400)
Total transactions with owners	138,240	-	(3,248,640)	(3,110,400)
<b>BALANCE AS AT DECEMBER 31, 2013</b>	<b>829,440</b>	<b>96,694</b>	<b>12,675,254</b>	<b>13,601,388</b>
Profit for the period	-	-	1,657,874	1,657,874
Other comprehensive income/(loss)	-	-	(8,020)	(8,020)
	-	-	1,649,854	1,649,854
Transfer to special reserves by associated companies	-	80	(80)	-
Transaction with owners:				
Interim cash dividend @ 175% relating to year ended June 30, 2014	-	-	(1,451,520)	(1,451,520)
Total transactions with owners	-	-	(1,451,520)	(1,451,520)
<b>BALANCE AS AT JUNE 30, 2014</b>	<b>829,440</b>	<b>96,774</b>	<b>12,873,508</b>	<b>13,799,722</b>
Total comprehensive income for the six months period ended December 31, 2014:				
Profit for the period	-	-	1,467,616	1,467,616
Other comprehensive income	-	-	749	749
Total comprehensive income	-	-	1,468,365	1,468,365
Transfer to special reserves by associated companies	-	9,524	(9,524)	-
Transaction with owners:				
Final cash dividend @ 300% relating to the year ended June 30, 2014	-	-	(2,488,320)	(2,488,320)
Total transactions with owners	-	-	(2,488,320)	(2,488,320)
<b>BALANCE AS AT DECEMBER 31, 2014</b>	<b>829,440</b>	<b>106,298</b>	<b>11,844,029</b>	<b>12,779,767</b>

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.


  
 Chief Executive


  
 Director

## SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2014

### 1. LEGAL STATUS AND OPERATIONS

Attock Petroleum Limited (the Company) was incorporated in Pakistan as a public limited company on December 3, 1995 and it commenced its operations in 1998. The Company was listed on Karachi Stock Exchange on March 7, 2005. The registered office of the Company is situated at Attock House, Morgah, Rawalpindi, Pakistan. The Company is domiciled in Rawalpindi. The principal activity of the Company is procurement, storage and marketing of petroleum and related products. Pharaon Investment Group Limited Holding s.a.l holds 34.38% (June 30, 2014: 34.38%) shares of the Company.

### 2. STATEMENT OF COMPLIANCE

The condensed interim financial information of the Company for the six months period ended December 31, 2014 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

### 3. ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended June 30, 2014.

### 4. ISSUED, SUBSCRIBED AND PAID UP CAPITAL

Shares issued for cash  
5,000,000 ordinary shares of Rs 10 each  
(June 30, 2014: 5,000,000 ordinary shares of Rs 10 each)

Shares issued as fully paid bonus shares  
77,944,000 (June 30, 2014: 77,944,000) ordinary shares  
82,944,000 (June 30, 2014: 82,944,000)  
ordinary shares of Rs 10 each

**December 31,**  
**2014**

June 30,  
2014

Rupees ('000)

**50,000**

50,000

**779,440**

779,440

**829,440**

829,440

### 5. TRADE AND OTHER PAYABLES

Creditors  
Due to related parties (unsecured) - note 5.1  
Accrued liabilities  
Advance from customers  
Retention money  
Workers' welfare fund  
Unclaimed dividend

**184,910**

57,128

**7,552,213**

14,651,556

**3,022,831**

2,832,856

**1,372,790**

1,434,237

**54,089**

55,863

**497,825**

460,433

**27,688**

24,076

**12,712,346**

19,516,149

**5.1 Due to related parties**

**December 31,**      June 30,  
**2014**                      2014

Rupees ('000)

National Refinery Limited	<b>3,324,893</b>	8,234,634
Attock Refinery Limited	<b>4,106,996</b>	6,362,887
Pakistan Oilfields Limited	<b>4,334</b>	13,672
The Attock Oil Company Limited	<b>1,306</b>	26,742
Attock Sahara Foundation	<b>161</b>	105
Workers' Profit Participation Fund	<b>100,366</b>	-
APL Gratuity Fund	<b>14,157</b>	13,516
	<b>7,552,213</b>	14,651,556

**6. LETTER OF CREDIT FACILITY**

The Company has entered into an arrangement with banks for obtaining letter of credit facility to import petroleum products and spare parts and materials upto a maximum of Rs 5,700 million. The facility is secured against first pari passu charge of Rs 7,600 million on all present and future current and fixed assets of the Company (excluding land and building). The facility will expire on January 31, 2015.

**December 31,**      June 30,  
**2014**                      2014

Rupees ('000)

**7. CONTINGENCIES AND COMMITMENTS**
**(a) CONTINGENCIES**

(i) Tax contingency related to proration of expenses against local and export sales for prior years, as per show cause notices of tax department. The Company has filed its response against the show cause notice and no further action has yet been taken by the department.	<b>332,772</b>	332,772
(ii) Corporate guarantees and indemnity bonds issued by the Company to the Collector of Customs.	<b>1,101,290</b>	1,414,017
(iii) Guarantees issued by bank on behalf of the Company.	<b>86,031</b>	83,554

**(b) COMMITMENTS**

(i) Capital expenditure commitments	<b>239,421</b>	216,103
(ii) Commitments for import of petroleum products against letter of credit facility	<b>1,640,421</b>	2,208,451
(iii) Commitments for rentals of assets under operating lease agreements	<b>1,555,368</b>	1,570,823

**Six months to**  
**December 31,**  
**2014**  
 Rupees ('000)

Year ended  
 June 30,  
 2014

**8. PROPERTY, PLANT AND EQUIPMENT**

Opening net book value	<b>1,672,658</b>	1,569,820
Additions	<b>216,735</b>	426,756
Disposals		
Cost	<b>(6,783)</b>	(17,986)
Depreciation	<b>4,341</b>	15,936
	<b>(2,442)</b>	(2,050)
Depreciation charge	<b>143,479</b>	321,868
Closing net book value	<b>1,743,472</b>	1,672,658
Capital work in progress	<b>244,291</b>	258,427
	<b>1,987,763</b>	1,931,085

**9. LONG TERM INVESTMENTS IN ASSOCIATED COMPANIES**
**Movement during the period / year**

Balance at beginning of the period / year	<b>887,042</b>	878,111
Share of profit / (loss) of associated companies	<b>(5,692)</b>	39,383
Reversal of impairment loss / impairment (loss) of investment in National Refinery Limited	<b>1,917</b>	(14,339)
	<b>(3,775)</b>	25,044
Share of other comprehensive income / (loss) of associated companies	<b>749</b>	(538)
Dividend from associated companies	-	(15,575)
Balance at end of the period / year	<b>884,016</b>	887,042

**December 31, 2014**
**June 30, 2014**
**9.1 The Company's interest in associated companies is as follows:**

	Holding %	Amount Rs ('000)	Holding %	Amount Rs ('000)
National Refinery Limited - Quoted	<b>1</b>	<b>512,079</b>	1	513,996
Attock Refinery Limited - Quoted	<b>1.68</b>	<b>499,757</b>	1.68	503,622
Attock Information Technology Services (Private) Limited - Unquoted	<b>10</b>	<b>12,858</b>	10	12,019
Carrying value on equity method		<b>1,024,694</b>		1,029,637
Less: Impairment loss - National Refinery Limited (note 9.2)		<b>(140,678)</b>		(142,595)
		<b>884,016</b>		887,042

**9.2** Impairment loss is based on a valuation analysis carried out as at June 30, 2014 by an external investment advisor engaged by the Company. The recoverable amount has been estimated on a value in use calculation.

<b>December 31, 2014</b>	June 30, 2014
Rupees ('000)	

**10. OTHER LONG TERM INVESTMENTS**

Held to maturity investments in Pakistan Investment Bonds - at amortized cost (note 10.1)

**404,469**

-

**10.1** This represents amount invested in Pakistan Investment Bonds at interest rate of 11.25% to 11.50% per annum having maturity of 3 to 5 years and are due for maturity in the year 2017 - 2019.

**11. STOCK IN TRADE**

**11.1** Stock in trade includes items costing Rs 4,695,047 thousand (June 30, 2014: Nil) which have been valued at net realisable value amounting to Rs 4,086,845 thousand (June 30, 2014: Nil) as a result of decline in the selling prices of certain petroleum products with effect from January 1, 2015.

**11.2** Stock in trade includes the Company's share of pipeline stock amounting to Rs 2,372,272 thousand (June 30, 2014: Rs 4,560,654 thousand) and Rs 652,083 thousand (June 30, 2014: Rs 783,754 thousand) held by Pak-Arab Pipeline Company Limited and Pak-Arab Refinery Limited respectively.

<b>December 31, 2014</b>	June 30, 2014
Rupees ('000)	

**12. TRADE DEBTS**

Trade debts include following balances due from related parties (unsecured):

Attock Gen Limited	<b>4,570,169</b>	5,703,054
Pakistan Oilfields Limited	<b>12,955</b>	21,618
Attock Cement Pakistan Limited	<b>10,153</b>	10,434
Attock Refinery Limited	<b>552</b>	301
National Refinery Limited	<b>1,800</b>	-
	<b>4,595,629</b>	5,735,407



**December 31,**                      June 30,  
**2014**    2014

Rupees ('000)

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

Advances to suppliers and employees	<b>306,643</b>	307,829
Trade deposits and short term prepayments	<b>77,461</b>	81,928
Current account balances with statutory authorities	<b>26,859</b>	28,375
Accrued income on bank deposits	<b>52,762</b>	23,060
Price differential claim receivable from the Government	<b>28,528</b>	28,528
Receivable from oil marketing companies under freight pool	<b>313,580</b>	272,685
Due from related parties - unsecured		
Attock Information Technology Services (Private) Limited	<b>547</b>	-
Attock Cement Pakistan Limited	<b>595</b>	90
Attock Leisure & Management Associates (Private) Limited	<b>39</b>	12
Workers' profit participation fund	<b>-</b>	33,419
Less: Provision for doubtful receivables	<b>(28,528)</b>	(28,528)
	<b>778,486</b>	747,398

**14. SHORT TERM INVESTMENTS**

Held to maturity investment in treasury bills - at amortized cost	<b>565,104</b>	1,782,278
---	----------------	-----------

**15. CASH AND BANK BALANCES**

Cash in hand	<b>4,648</b>	3,625
Bank balances		
On short term deposits	<b>3,700,000</b>	5,100,000
On interest / mark-up bearing saving accounts (includes US \$ 102 thousand; 2014: US \$ 103 thousand)	<b>857,713</b>	1,228,385
On current accounts (includes US \$ 164 thousand; 2014: US \$ 169 thousand)	<b>614,689</b>	1,318,442
	<b>5,172,402</b>	7,646,827
	<b>5,177,050</b>	7,650,452

**Three months period ended**

<b>December 31,</b>	December 31,
<b>2014</b>	2013
Rupees ('000)	

**Six months period ended**

<b>December 31,</b>	December 31,
<b>2014</b>	2013
Rupees ('000)	

**16. OTHER INCOME**

Commission and handling income	<b>269,980</b>	310,121	<b>581,495</b>	616,985
Other income	<b>37,763</b>	14,945	<b>68,060</b>	29,343
	<b>307,743</b>	325,066	<b>649,555</b>	646,328

	<b>Three months period ended</b>		<b>Six months period ended</b>	
	<b>December 31, 2014</b>	December 31, 2013	<b>December 31, 2014</b>	December 31, 2013
	Rupees ('000)		Rupees ('000)	
<b>17. FINANCE INCOME AND COSTS</b>				
<b>Finance income</b>				
Income on bank deposits and short term investments	<b>175,677</b>	211,563	<b>434,392</b>	481,718
Mark-up on delayed payments	<b>82,460</b>	24,157	<b>147,687</b>	40,676
	<b>258,137</b>	235,720	<b>582,079</b>	522,394
<b>Finance cost</b>				
Bank charges	<b>9,274</b>	4,571	<b>17,249</b>	13,423
Mark-up on delayed payments	<b>45,725</b>	17,795	<b>79,541</b>	33,101
	<b>54,999</b>	22,366	<b>96,790</b>	46,524
Net finance income	<b>203,138</b>	213,354	<b>485,289</b>	475,870
<b>18. OTHER CHARGES</b>				
Workers' profit participation fund	<b>3,342</b>	93,647	<b>100,366</b>	197,401
Workers' welfare fund	<b>1,246</b>	34,888	<b>37,392</b>	73,541
	<b>4,588</b>	128,535	<b>137,758</b>	270,942
<b>19. PROVISION FOR TAXATION</b>				
Current tax				
- For the period	<b>(38,000)</b>	545,000	<b>505,000</b>	1,161,000
- For prior periods	<b>(82,736)</b>	-	<b>(82,736)</b>	-
	<b>(120,736)</b>	545,000	<b>422,264</b>	1,161,000
Deferred tax	<b>(39,481)</b>	(138,476)	<b>(24,064)</b>	(149,476)
	<b>(160,217)</b>	406,524	<b>398,200</b>	1,011,524
<b>20. TRANSACTIONS WITH RELATED PARTIES</b>				
<b>Associated companies</b>				
Purchase of petroleum products	<b>28,694,723</b>	36,711,323	<b>67,840,834</b>	72,867,341
Sale of petroleum products	<b>3,992,725</b>	5,178,409	<b>9,060,618</b>	10,177,838
Commission and handling income	<b>272,024</b>	310,121	<b>583,539</b>	616,985
Mark-up earned on delayed payments	<b>81,858</b>	23,538	<b>146,503</b>	39,464
Late payment charges	<b>45,725</b>	17,794	<b>79,541</b>	33,101
Administrative services expense	<b>51,138</b>	37,467	<b>91,069</b>	73,426
Purchase of property, plant and equipment	-	-	-	1,500
<b>Other related parties</b>				
Remuneration of Chief Executive and key management personnel including benefits and perquisites	<b>23,522</b>	20,764	<b>33,651</b>	29,057

	<b>Three months period ended</b>		<b>Six months period ended</b>	
	<b>December 31, 2014</b>	December 31, 2013	<b>December 31, 2014</b>	December 31, 2013
	Rupees ('000)		Rupees ('000)	
Contribution to staff retirement benefits plans				
APL Employees provident fund	<b>2,324</b>	1,761	<b>4,596</b>	3,561
APL Gratuity fund	<b>1,924</b>	772	<b>3,812</b>	7,635
Contribution to workers' profit participation fund	<b>3,342</b>	93,647	<b>100,366</b>	197,401

## 21. SEGMENT REPORTING

21.1 As described in note 1 to these financial statements the Company markets petroleum products. Revenue from external customers for products of the Company are as follows:

<b>Product</b>	<b>Three months period ended</b>		<b>Six months period ended</b>	
	<b>December 31, 2014</b>	December 31, 2013	<b>December 31, 2014</b>	December 31, 2013
	Rupees ('000)		Rupees ('000)	
High Speed Diesel	<b>19,406,718</b>	27,285,104	<b>45,438,368</b>	51,737,171
Furnace Fuel Oil	<b>18,724,636</b>	18,349,869	<b>41,803,125</b>	36,757,944
Premier Motor Gasoline	<b>9,489,537</b>	9,948,202	<b>19,798,562</b>	18,869,613
Bitumen	<b>3,160,919</b>	2,694,530	<b>6,778,054</b>	4,650,625
Others	<b>1,783,129</b>	1,877,332	<b>3,616,954</b>	3,624,731
	<b>52,564,939</b>	60,155,037	<b>117,435,063</b>	115,640,084

21.2 There is no single external customer of the Company whose revenue amounts to 10% or more of the Company's total revenue during the six months period ended December 31, 2014.

## 22. GENERAL

### 22.1 Non-adjusting event after the balance sheet date

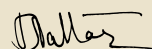
The Board of Directors in its meeting held on January 27, 2015 has declared an interim cash dividend @ Rs 12.50 per share, amounting to Rs 1,036,800 thousand for the year ending June 30, 2015.

### 22.2 Date of authorisation for issue

This condensed interim financial information was authorised for issue by the Board of Directors of the Company on January 27, 2015.



Chief Executive



Director

Blank

Blank

w w w . a p l . c o m . p k



**Attock**

Attock Petroleum Limited  
Attock House, Morgah, Rawalpindi - Pakistan  
Tel: +92-51-5127250-4