Accounts for the
First Quarter Ended
September 30, 2003
Bosicor Pakistan Limited
COMPANY INFORMATION

Board of Directors

Chairman & CEO
Mr. Parvez Abbasi

Directors
Mr. Amir A. Abbassi
Mr. Muhammad Rashid Zahir
Mr. Rizwan A. Panjwani
Syed Arshad Raza
Mrs. Uzma A. Abbassi
Mrs. Samia Roomi

Chief Financial Officer
Mr. Tariq Mohammad Khan

Corporate Secretary
Mr. Abid Amin

Audit Committee
Mr. Muhammad Rashid Zahir - Chairman
Mr. Amir A. Abbassi - Member
Mr. Rizwan A. Panjwani - Member

Registered & Corporate Office
2nd Floor, Business Plaza
Mumtaz Hasan Road-Karachi

Plant
Mouza Kund, Sub Tehsil Gadani
Lasbella-Baluchistan

Bankers
Habib Bank Limited
National Bank of Pakistan
Union Bank Limited
Saudi Pak Commercial Bank Limited
The Bank of Khyber

Auditors
Khalid Majid Rahman Sarfaraz Rahim Iqbal Ralik
Chartered Accountants

Legal Advisor
Saleem uz Zaman of Kabraji & Talibuddin

Bosicor Pakistan Limited
NOTES TO THE ACCOUNTS:
FOR THE PERIOD ENDED
SEPTEMBER 30, 2003

1. Status and Nature of Business
   The company was incorporated in Pakistan as a Public Limited Company on
   January 09, 1995 and was granted a certificate of commencement of business
   on March 13, 1995. The company is quoted on the Karachi Stock Exchange
   with effect from July 15, 2002. The principal objective of the company is setting
   up of an oil refinery for the refining and sale of petroleum products.

2. Basis of Preparations
   These financial statements are unaudited and have been prepared in
   accordance with the requirements of section 245 of the Companies Ordinance,
   1984 and International Accounting Standard 34 (IAS 34) "Interim Financial
   Reporting".

3. Accounting Policies
   The accounting policies and methods of computation followed for the preparation
   of these financial statements are same as those applied in the preparation
   of the preceding published annual financial statements of the company.

4. Stock in trade
   Stock of crude oil has been valued at cost plus incidental charges.

5. Related Party Transactions

<table>
<thead>
<tr>
<th></th>
<th>Sept 30,</th>
<th>June 30,</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2003</td>
<td>2003</td>
</tr>
<tr>
<td>Purchase of operating assets and services</td>
<td>694</td>
<td></td>
</tr>
<tr>
<td>Loans from Sponsors and Associated Undertakings-net</td>
<td>13,253</td>
<td>128,806</td>
</tr>
</tbody>
</table>

6. General

6.1 Figures have been rounded off to the nearest rupee.
6.2 Figures of the corresponding period have been re-arranged, wherever
   necessary, to facilitate comparison.
6.3 The company has not yet started its commercial operations and as such Profit
   & Loss Account has not been prepared.
6.4 These accounts were authorised for issue on 31st October, 2003 by the Board
   of Directors of the Company.
6.5 Due to absence of Chairman & CEO from Country the financial statements
   has been signed by two Directors according to Section 241 of the Companies
   Ordinance 1984.

__________________________  __________________________
Director                  Director

Bosicor Pakistan Limited
## BALANCE SHEET

**AS AT SEPTEMBER 30, 2003**

<table>
<thead>
<tr>
<th></th>
<th>Unaudited</th>
<th>Audited</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Rs.'000</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Tangible Fixed Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating assets</td>
<td>45,746</td>
<td>22,778</td>
</tr>
<tr>
<td>Capital work-in-progress</td>
<td>2,356,786</td>
<td>2,297,755</td>
</tr>
<tr>
<td>Unallocated capital expenditure</td>
<td>485,287</td>
<td>417,371</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>2,887,819</td>
<td>2,737,904</td>
</tr>
<tr>
<td><strong>Investment Property</strong></td>
<td>-</td>
<td>29,000</td>
</tr>
<tr>
<td><strong>Long Term Deposits &amp; Deferred Cost</strong></td>
<td>15,412</td>
<td>16,020</td>
</tr>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stock in trade</td>
<td>584,507</td>
<td>-</td>
</tr>
<tr>
<td>Advances, deposits, prepayments &amp; other receivables</td>
<td>78,903</td>
<td>43,713</td>
</tr>
<tr>
<td>Cash &amp; bank balances</td>
<td>1,039</td>
<td>704</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>664,449</td>
<td>44,417</td>
</tr>
<tr>
<td><strong>Current Liabilities</strong></td>
<td>31,454</td>
<td>30,700</td>
</tr>
<tr>
<td>Current obligation under finance lease</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Current portion of long term loan</td>
<td>105,382</td>
<td>85,291</td>
</tr>
<tr>
<td>Running finances - Secured</td>
<td>118,780</td>
<td>-</td>
</tr>
<tr>
<td>Creditors, accrued &amp; other liabilities</td>
<td>694,365</td>
<td>94,326</td>
</tr>
<tr>
<td><strong>Net current assets/(liabilities)</strong></td>
<td>(285,532)</td>
<td>(165,900)</td>
</tr>
<tr>
<td><strong>Long Term Liabilities</strong></td>
<td>371,601</td>
<td>385,675</td>
</tr>
<tr>
<td>Long term loans - Secured</td>
<td>-</td>
<td>245</td>
</tr>
<tr>
<td>Deferred Liabilities (Gratuity payable)</td>
<td>444,156</td>
<td>430,902</td>
</tr>
<tr>
<td>Loan from Sponsors and Associated Undertakings Unsecured</td>
<td>51,476</td>
<td>49,736</td>
</tr>
<tr>
<td>Obligation Under Finance Lease</td>
<td>(867,233)</td>
<td>(866,558)</td>
</tr>
<tr>
<td><strong>Contingencies and Commitments</strong></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net Assets</strong></td>
<td>1,750,466</td>
<td>1,750,466</td>
</tr>
<tr>
<td><strong>Represented by</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Authorized capital</td>
<td></td>
<td></td>
</tr>
<tr>
<td>217,000,000 ordinary shares of Rs. 10/- each</td>
<td>2,170,000</td>
<td>2,170,000</td>
</tr>
<tr>
<td>Issued, subscribed and paid up capital</td>
<td>1,750,466</td>
<td>1,377,566</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>1,750,466</td>
<td>1,750,466</td>
</tr>
</tbody>
</table>

The annexed notes form an integral part of these financial statements.
CASH FLOW STATEMENT
FOR THE PERIOD ENDED
SEPTEMBER 30, 2003

<table>
<thead>
<tr>
<th></th>
<th>Unaudited Sept 30, 2003</th>
<th>Unaudited Sept 30, 2002</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Rs.'000</td>
<td>Rs.'000</td>
</tr>
</tbody>
</table>

CASH FLOW FROM OPERATING ACTIVITIES

Changes in working capital

(Increase)/Decrease in current assets
- Stock in trade: (584,507)
- Advances, deposits, prepayments & other receivables: (35,190)

Increase/(Decrease) in current liabilities
- Creditors, accrued and other liabilities: 600,039

Net cash flow from operating activities: (19,658)

CASH FLOW FROM INVESTING ACTIVITIES

- Fixed capital expenditure: (83,061)
- Unallocated capital expenditure: (47,853)
- Sale proceeds of investment property: 10,000
- Long term deposits & deferred costs: (893)

Net cash used in investing activities: (121,607)

CASH FLOW FROM FINANCING ACTIVITIES

- Loans from Sponsors and Associated Undertakings: 13,253
- Repayment of obligation under finance lease: (10,027)
- Long term loans & running finances: 124,797
- Obligation under finance lease: 14,022
- Deferred liabilities: (245)

Net cash generated from financing activities: 141,800

Increase/(Decrease) in cash and cash equivalents: 335

Cash and cash equivalents at the beginning of the period: 704

Cash and cash equivalents at the end of the period: 1,039

Director

Bacicor Pakistan Limited
## STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED
SEPTEMBER 30, 2003 (UNAUDITED)

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Issued share capital</th>
<th>Advance against share capital</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance as at July 01, 2002</td>
<td>1,377,566</td>
<td>372,900</td>
<td>1,750,466</td>
</tr>
<tr>
<td>Share capital issued</td>
<td>372,900</td>
<td>(372,900)</td>
<td>-</td>
</tr>
<tr>
<td>Balance as at June 30, 2003</td>
<td>1,750,466</td>
<td>-</td>
<td>1,750,466</td>
</tr>
<tr>
<td>Balance as at September 30, 2003</td>
<td>1,750,466</td>
<td>-</td>
<td>1,750,466</td>
</tr>
</tbody>
</table>

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**Director**

**Director**

Bosicor Pakistan Limited
DIRECTORS' REPORT

Your Directors take pleasure in presenting to you the Quarterly Report of the Company together with the Un Audited Accounts for the quarter ended September 30, 2003.

The Company has undertaken hot commissioning of its Mouza Kund Plant for trial operation. The management expects that InshaAllah your Company will commence dispatches to Pakistan State Oil Company Limited in the first week of November 2003. The formal announcement of commercial operations will be made once the Company attains full capacity and start supply of all the products.

The Board of Directors is aware that there is a slight delay in achieving of normal operations by the Company against the expectations of our valued Shareholders. However, it will be pertinent to note that refineries can take 3 – 6 months' trial operations period before commencing production as per the required specifications. Your management continues to strive hard and is taking every possible measure to ensure that commercial operations are achieved safely and smoothly. Like every new set up, your Company has faced initial teething problems, which are being overcome through appropriate measures.

The Board puts on record its gratitude to its valued Shareholders, Federal and Provincial Government Authorities and Banks whose co-operation & continued support is helping us in achieving our goals.

The Board also expresses its appreciation for the valuable services, loyalty and laudable efforts rendered by the Executives, Staff Members and Workers of the Company, during the Period under Review.

In conclusion, we pray to Almighty Allah for his continued blessings.

For and on behalf of the Board of Directors
Amir Abbassciy
Director

Karachi :31 October 2003
BOOK POST
(Under Postal Certificate)

If undelivered please return to:

Bosicor Pakistan Limited

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            (92-21) 241-0099,
            (92-21) 241-0909,
Fax: (92-21) 111-333-081,
       (92-21) 241-0722

Bosicor Pakistan Limited