

Unaudited
Quarterly
Financial Statements
Nine Months Ended
March 31, 2004

Bosicor Pakistan Limited

The logo consists of a dark blue square containing a stylized, light blue circular emblem. The emblem features a central vertical line and curved, leaf-like shapes on either side, resembling a gear or a stylized 'B'.

Bosicor

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	2014	2013
Assets		
Current Assets	1,234,567	1,123,456
Non-current Assets	567,890	678,901
Liabilities		
Current Liabilities	345,678	456,789
Non-current Liabilities	789,012	890,123
Equity		
Share Capital	100,000	100,000
Reserves	1,134,567	1,023,456
Total	1,802,457	1,692,357

COMPANY INFORMATION

Board of Directors

Chairman & CEO

Mr. Parvez Abbasi

Directors

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

Chief Financial Officer Corporate Secretary

Mr. Tariq Mohammad Khan
 Mr. Abid Amin

Audit Committee

Mr. Muhammad Rashid Zahir - Chairman
 Mr. Amir A. Abbassciy - 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 Ratiq
 Chartered Accountants

Legal Advisor

Saleem uz Zaman of Kabraji & Talibuddin

DIRECTORS' REPORT

I am pleased to present on behalf of Board of Directors, the report of the Company together with the Un Audited Accounts for the third quarter ended 31st March 2004.

The Refinery is operating smoothly at a capacity of 9,000 – 10,000 barrels per day against the designed capacity of 30,000 barrels per day, producing Heavy Naphtha, Kerosene, High Speed Diesel (HSD) and Residue Furnace Oil (RFO), out of the intended range of products comprising of Liquid Petroleum Gas (LPG), Light Naphtha, High Octane Blending Component (HOBC), Motor Gasoline (MG), Jet Fuels 1 & 4. Continuous supply of on specification Petroleum Products comprising of Kerosene, RFO and HSD to Pakistan State Oil Company Limited has been made while Naphtha is being exported directly and indirectly. Two shipments of 330,000 barrels and one shipment of 448,000 barrels of Crude Oil have reached and being consumed. The Letter of Credit for the 4th shipment of 430,000 barrels has been established and this shipment is expected in the first week of June, 2004.

One of the two Crude Oil Heaters, which had a tube rupture during Hot Commissioning has been retubed and is being tested. This heater is expected to come online by the end of 2nd week of May and will enable the Refinery to operate at a higher capacity.

The Plat-forming Unit, which is used to further process Naphtha to produce Motor Gasoline and HOBC is under testing. This unit requires special chemicals and catalyst, which have been ordered and will arrive at plant by the end of May 2004. The LPG Unit is under trial run and will start producing LPG also from May 2004. Production & Storage of Jet Fuels require special arrangements, which are being made in order for these to be inspected by foreign inspectors. These facilities are also expected to be ready by end of June, 2004.

The Company is continuing with its trial run and will InshaAllah commence commercial operations from 1st July, 2004 by which time Plant is expected to be ready for the production of all intended products in commercially feasible quantities as per design.

The Board of Directors is aware that there is a slight delay in commencement of normal commercial operations by the Company against the expectations of our valued Shareholders, due to initial teething problems. Your Management is striving hard to ensure that complete commercial operations are achieved safely and smoothly.

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

Parvez Abbasi

Chairman & Chief Executive

Karachi : 27th April, 2004

BALANCE SHEET
AS AT MARCH 31, 2004
(Un-Audited)

(Unaudited) (Audited)
March 31, 2004 June 30, 2003

	Note	Rs.'000	
Tangible Fixed Assets			
Operating assets		47,698	22,778
Capital work-in-progress		2,413,898	2,299,689
Unallocated capital expenditure	4	556,119	415,437
		3,017,715	2,737,904
Investment Property			29,000
Long Term Deposits & Deferred Cost		18,484	16,020
Current Assets			
Stock in trade		709,190	-
Stores and spares		17,391	-
Debtor - Considered good		220,603	-
Advances, deposits, prepayments & other receivables		87,202	43,713
Cash & bank balances		501	704
		1,034,887	44,417
Current Liabilities			
Current obligation under finance lease		29,721	30,700
Current portion of long term loan - secured		148,475	85,291
Short term loans - secured		81,451	-
Running finances - secured		288,863	-
Provision for taxation		2,913	-
Creditors, Accrued & other liabilities		686,582	94,326
		1,238,005	210,317
Net current (liabilities) / assets		(203,118)	(165,900)
Long Term Liabilities			
Long term loans - secured		402,512	385,675
Gratuity Payable		-	245
Loans from Sponsors and Associated Undertakings		633,282	430,902
Obligation under finance lease		46,821	49,736
		(1,082,615)	(866,558)
Contingencies and Commitments	6	-	-
Net Assets		<u>1,750,466</u>	<u>1,750,466</u>
Represented by			
Authorized Capital			
217,000,000 ordinary shares of Rs. 10/-each		2,170,000	2,170,000
Issued, subscribed and paid up capital		1,750,466	1,750,466
		<u>1,750,466</u>	<u>1,750,466</u>

Chairman & CEO

Director

**CASH FLOW STATEMENT
FOR THE PERIOD ENDED
MARCH 31, 2004 (Un-Audited)**

9 months ending 9 months ending
March 31, March 31,
2004 2003

	<u>Rs.'000</u>	
CASH FLOW FROM OPERATING ACTIVITIES		
Changes in working capital		
(Increase) / Decrease in current assets		
Stock in trade	(709,190)	-
Stores and spares	(17,391)	-
Debtor	(220,603)	-
Advances, deposits, prepayments & other receivables	(40,489)	(9,558)
Increase / (Decrease) in current liabilities		
Creditors, accrued and other liabilities	595,169	(1,774)
Net cash used in operating activities	<u>(392,504)</u>	<u>(11,332)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(118,928)	(120,725)
Unallocated capital expenditure	(118,101)	(79,538)
Sale proceeds from investment property	10,000	-
Long term deposits and deferred cost	(6,964)	14,777
Net Cash used in investing activities	<u>(233,993)</u>	<u>(185,486)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Loans from sponsors and Associated Undertaking	202,380	43,538
Repayment of obligation under finance lease	(26,175)	(12,431)
Running finances	288,863	-
Short term loans	81,451	-
Long term loans	80,020	139,859
Deferred liabilities	(245)	17,833
Net cash flow from financing activities	<u>626,294</u>	<u>188,799</u>
Increase / (Decrease) in cash and cash equivalents	(203)	(8,019)
Cash and cash equivalents at the beginning of the period	704	9,282
Cash and cash equivalents at the end of the period	<u>501</u>	<u>1,263</u>

Chairman & CEO

Director

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2004 (Un-Audited)

Particulars	Rs.'000		
	Issued share capital	Advance against share capital	Total
Balance as at July 01, 2002	1,377,566	372,900	1,750,466
Share capital issued	372,900	(372,900)	-
Balance as at June 30, 2003	<u>1,750,466</u>	-	<u>1,750,466</u>
Balance as at March 31, 2004	<u>1,750,466</u>	-	<u>1,750,466</u>

Chairman & CEO

Director

BOSICOR PAKISTAN LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2004 (Un-Audited)

1 The Company and its Operations

- 1.1 The company was incorporated in Pakistan as a Public Limited Company on January 09, 1995. The company is listed on Karachi and Lahore Stock Exchanges. The principal business of the company is refining and selling of petroleum products.
- 1.2 The Company will commence commercial operations from 1st July 2004. The company started trial production since November 2003. Results of which are disclosed in Note # 4.

2 Basis of Preparations

The financial statements are unaudited and have been prepared in accordance with the requirements of International Accounting Standard 34 (IAS 34) "Interim Financial Reporting" as applicable in Pakistan.

3 Accounting Policies

The accounting policies and methods of computation followed for the preparation of these financial statements are same as those applied in preparing the financial statements for the year ended June 30, 2003, except for the policies adopted as a result of commencement of trial production which were applied in preparing the financial statements for the preceeding period.

4 Unallocated Capital Expenditure

	March 31, 2004	June 30, 2003
	<u>Rs.'000</u>	
Unallocated capital expenditure	524,289	415,437
Trid run loss	31,830	-
	<u>556,119</u>	<u>415,437</u>

4.1 Result of Trial Run

Net sales	506,609
Cost of sales	<u>509,246</u>
Gross profit (loss)	(2,637)
Administrative and general	<u>14,067</u>
Operating loss	(16,704)
Financial charges	<u>12,213</u>
Loss before taxation	(28,917)
Taxation	(2,913)
Trial run loss transferred to unallocated capital expenditure	<u>(31,830)</u>

March 31, 2004 June 30, 2003

5 Related party transaction

Rs.'000

Purchase of operating assets and services	<u>1,587</u>	-
Loans from sponsors and associated undertaking	<u>202,380</u>	<u>128,806</u>

Transaction with related parties are entered into and recorded at fair value.

6 Contingencies and commitment**6.1 Contingencies**

The indemnity bonds, as disclosed in note 15 of the Audited financial statements for the year ended June 30, 2003 have been released.

6.2 Commitment

Commitment in respect of letter of credit amounting to Rs. 1559 million.

7 Authorization of issue

These financial statements have been authorized for issue on April 27, 2004 by the Board of Directors of the company.

8 General

8.1 Figures have been rounded off to the nearest rupee.

8.2 The company has not yet started its commercial operations and as such Profit and Loss Account has not been prepared.

Chairman & CEO

. Director

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