

GHANDHARA NISSAN LIMITED
BALANCE SHEET
AS AT JUNE 30, 2007

	Note	June 30, 2007	June 30, 2006
		Rupees '000	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	951,897	978,526
Intangible assets	6	419	626
Long term investments	7	23,239	-
Long term deposits	8	4,987	5,161
		<u>980,542</u>	<u>984,313</u>
CURRENT ASSETS			
Stores, spares and loose tools	9	50,598	38,872
Stock-in-trade	10	772,798	1,346,001
Trade debts	11	311,177	342,112
Loans and advances	12	28,107	33,215
Prepayments	13	10,656	10,041
Other receivables	14	195,732	69,849
Cash and bank balances	15	49,009	36,567
		<u>1,418,077</u>	<u>1,876,657</u>
		<u><u>2,398,619</u></u>	<u><u>2,860,970</u></u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Share capital	16	450,025	450,025
Share premium	17	40,000	40,000
Accumulated profit		257,915	42,153
		<u>747,940</u>	<u>532,178</u>
SURPLUS ON REVALUATION OF FIXED ASSETS	18	272,376	300,907
		<u>1,020,316</u>	<u>833,085</u>
NON CURRENT LIABILITIES			
Long term financing	19	116,666	322,397
Liabilities against assets subject to finance lease	20	1,165	7,350
Long term deposits	21	14,611	15,611
Deferred liabilities	22	206,838	202,797
		<u>339,280</u>	<u>548,155</u>
CURRENT LIABILITIES			
Trade and other payables	23	505,099	642,160
Accrued mark up	24	10,026	19,544
Short term financing	25	75,000	50,000
Running finance under mark up arrangement	26	154,002	490,279
Current portion of long term financing	27	183,333	183,333
Current portion of liabilities against assets subject to finance lease	20	6,074	6,054
Provision for taxation	28	105,489	88,360
		<u>1,039,023</u>	<u>1,479,730</u>
CONTINGENCIES AND COMMITMENTS	29		
		<u><u>2,398,619</u></u>	<u><u>2,860,970</u></u>

The annexed notes (1) to (43) form an integral part of these financial statements.

AHMED KULI KHAN KHATTAK
 CHIEF EXECUTIVE

JAMIL A. SHAH
 DIRECTOR

**GHANDHARA NISSAN LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2007**

		June 30, 2007	June 30, 2006
	Notes	Rupees '000	
NET SALES AND SERVICES	30	2,894,826	4,440,210
COST OF SALES	30	2,398,138	3,819,968
GROSS PROFIT		496,688	620,242
DISTRIBUTION COST	31	39,174	34,500
ADMINISTRATIVE EXPENSES	32	101,686	88,311
OPERATING PROFIT		355,828	497,431
OTHER OPERATING EXPENSES	33	21,476	25,888
FINANCE COST	34	113,903	101,077
		220,449	370,466
OTHER OPERATING INCOME	35	65,469	20,424
PROFIT FOR THE YEAR BEFORE TAX		285,918	390,890
TAXATION	36		
CURRENT YEAR		(105,489)	(134,005)
PRIOR YEAR		821	15,297
DEFERRED		5,981	(139,468)
		(98,687)	(258,176)
PROFIT FOR THE YEAR AFTER TAX		187,231	132,714
EARNINGS PER SHARE - BASIC AND DILUTED (Rupees)	37	4.16	2.95

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AHMED KULI KHAN KHATTAK
CHIEF EXECUTIVE

JAMIL A. SHAH
DIRECTOR

GHANDHARA NISSAN LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2007

June 30, June 30,
 2007 2006

Rupees '000

	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the year before taxation	285,918	390,890
Adjustments:		
Depreciation	93,856	99,356
Amortization	207	308
Mark up / interest expenses and lease finance charges	111,171	101,077
Gain on disposal of fixed asset	(145)	(186)
Exchange gain	(32,665)	(7,704)
Provision for gratuity and compensated absences	10,973	11,658
	183,397	204,509
Operating profit before working capital changes	469,315	595,399
(Increase) / decrease in current assets		
Stores, spares and loose tools	(11,726)	(6,337)
Stock-in-trade	573,203	(22,946)
Trade debts	(7,803)	(311,701)
Loans and advances	5,108	(21,632)
Prepayments	(615)	3,419
Other receivables	(37,432)	80,109
	520,735	(279,088)
Decrease in trade and other payables	(104,353)	(409,809)
	885,697	(93,498)
Gratuity and compensated absences paid	(948)	(2,173)
Finance cost paid	(120,689)	(88,615)
Income tax paid	(175,990)	(43,276)
	(297,627)	(134,064)
Cash flow from / (used-in) operating activities	588,070	(227,562)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(67,672)	(37,664)
Proceeds from disposal of fixed assets	587	206
Dividend received from associated company	15,499	-
Long term deposits	174	(2,781)
Net cash used in investing activities	(51,412)	(40,239)
Net cash flow before financing activities	536,658	(267,801)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liability	(6,165)	(5,567)
Dividend paid	(43)	(55,539)
Proceeds from short term financing	25,000	50,000
(Decrease) / increase in finance under mark up arrangement	(336,277)	338,564
Repayment of long term deposit	(1,000)	-
Repayment of long term financing	(205,731)	(64,333)
Net cash (used-in) / from financing activities	(524,216)	263,125
Increase / (decrease) in cash and cash equivalents	12,442	(4,676)
Cash and cash equivalents at beginning of the year	36,567	41,243
Cash and cash equivalents at end of the year	49,009	36,567

The annexed notes (1) to (43) form an integral part of these financial statements.

AHMED KULI KHAN KHATTAK
 CHIEF EXECUTIVE

JAMIL A. SHAH
 DIRECTOR

**GHANDHARA NISSAN LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2007**

	Share Capital	Share Premium	Accumulated (Loss)/ Profit	Total
	Rupees '000			
Balance as at July 1, 2005	450,025	40,000	(68,667)	421,358
Profit for the year	-	-	132,714	132,714
Dividend	-	-	(56,253)	(56,253)
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation charged during the year - net of tax	-	-	34,359	34,359
Balance as at June 30, 2006	450,025	40,000	42,153	532,178
Profit for the year	-	-	187,231	187,231
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation charged during the year - net of tax	-	-	28,531	28,531
Balance as at June 30, 2007	450,025	40,000	257,915	747,940

The annexed notes (1) to (43) form an integral part of these financial statements.

AHMED KULI KHAN KHATTAK
CHIEF EXECUTIVE

JAMIL A. SHAH
DIRECTOR