



QUARTERLY ACCOUNTS (un-audited)  
for the 1st quarter ended March 31, 2018

# CONTENTS

Company Information	2
Directors' Report	3
Directors' Report (Urdu)	8
Unconsolidated condensed interim financial information	8 - 21
Consolidated condensed interim financial information	23 - 40

# COMPANY INFORMATION

## Board of Directors

Mr. Hussain Dawood - Chairman  
Mr. M. Abdul Aleem - Director  
Mr. Shahzada Dawood - Director  
Mr. Samad Dawood - Director  
Ms. Sabrina Dawood - Director  
Mr. Parvez Ghias - Director  
Mr. Shabbir Hussain Hashmi - Director  
Mr. Muneer Kamal - Director  
Mr. Hasan Reza Ur Rahim - Director  
Mr. Inam ur Rahman - Chief Executive Officer

## Board Audit Committee

Mr. Shabbir Hussain Hashmi - Chairman  
Mr. M. Abdul Aleem - Member  
Mr. Hassan Raza-ur-Rahim - Member

## Board Compensation Committee

Mr. Samad Dawood - Chairman  
Mr. M. Abdul Aleem - Member  
Mr. Parvez Ghias - Member

## Chief Financial Officer & Company Secretary

Mr. Shafiq Ahmed

## Registered Office

Dawood Centre, M.T. Khan Road  
Karachi-75530  
Tel: +92 (21) 35686001  
Fax: +92 (21) 35644147  
Email: [shareholders@dawoodhercules.com](mailto:shareholders@dawoodhercules.com)  
Website: [www.dawoodhercules.com](http://www.dawoodhercules.com)

## Bankers

Allied Bank Limited  
Bank Alfalah Limited  
Bank Al-Habib Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
MCB Islamic Bank Limited  
United Bank Limited  
MCB Limited

## Auditors

A.F. Ferguson & Co.  
Chartered Accountants  
State Life Building No 1-C  
I.I. Chundrigar Road  
P.O. Box 4716, Karachi- 74000  
Tel: +92 (21) 32426682-6  
Fax: +92 (21) 32415007, 32427938

## Shares Registrar

FAMCO Associates (Private) Limited  
8-F, Next to Hotel Faran, Nursery, Block 6  
P.E.C.H.S, Shahrah-e-Faisal, Karachi  
Tel: +92 (21) 34380101-2,  
Fax: +92 (21) 34380106

## Tax Consultants

A.F. Ferguson & Co.  
Chartered Accountants  
State Life Building No 1-C  
I.I. Chundrigar Road  
P.O. Box 4716, Karachi- 74000  
Tel: +92 (21) 32426682-6  
Fax: +92 (21) 32415007, 32427938

## Legal Advisors

HaidermotaBNR & Co.  
(Barristers at law)  
D-79, Block – 5, Clifton  
KDA Scheme No.5  
Karachi- 75600  
Tel: +92 (21) 111520000, 35879097  
Fax: +92 (21) 35862329, 35871054

# DIRECTOR'S REPORT

The Directors are pleased to present their report together with the unaudited unconsolidated condensed interim financial statements of the Company and the unaudited consolidated condensed interim financial statements of the Group for the quarter ended 31 March 2018.

During the period, the management based on the shareholder's approval dated 16th March, 2018, disposed of its entire investment in The Hub Power Company Limited (HUBCO) of 172.582 million shares at PKR 105.12 per share resulting in total sales proceeds of PKR 18,142 million. Total capital gain recognized on the disposal of HUBCO shares in the unconsolidated financial statements was PKR 3,972 million. The realized funds will be utilized in investment in edotco Pakistan (Private) Limited.

During the period, the Company has raised a second round of Sukuks worth PKR 6,000 million. The instrument is secured against shares of Engro Corporation Limited and a floating charge on all present and future assets of the Company and has been rated AA by PACRA.

The investment in edotco has been delayed due to completion of certain approvals from the regulatory authorities and is expected to be completed by the end of second quarter 2018.

On a consolidated basis the group earned a revenue of PKR 33,525 million for the first quarter of 2018 against PKR 22,499 million in 2017, an increase of 49%. The increase was mainly on account of growth in fertilizer business by 81%, and 28% in petrochemical business over the similar period last year. Consolidated profit after tax for the quarter was PKR 17,863 million which was 321% higher as compared to last year, this includes one of capital gain of PKR 11,530 million recorded on account of disposal of HUBCO investments. Consolidated earnings per share was PKR 26.15 against PKR 2.25 for first quarter 2017.

On standalone basis, the profit after tax was PKR 3,848 million against PKR 446 million for the similar quarter last year. The increase was mainly due to the one time recording of capital gain from sale of HUBCO investments. Earnings per share for the quarter was PKR 8.00 per share against PKR 0.93 per share for the first quarter, 2017.

## **Fertilizers**

During the quarter, Engro Fertilizers Limited (EFert) has shown a growth of 81% in its revenue due to increase in urea prices, export sales and higher local offtake of urea. Profit after tax was PKR 3,889 million, up by 138% over similar quarter last year.

## **Polymers & chemicals**

During the period Engro Polymer & Chemicals Limited (EPCL) profit after tax increased by 71% over last quarter mainly due to higher PVC growth in local market, improved caustic soda margins and operational efficiencies.

### **Energy and energy infrastructure**

Engro Powergen Qadirpur Limited (EPQL), dispatched 412 GwH to the national grid with a load factor of 89% vs 98.3% in Q1 last year. EPQL made a PAT of PKR 669 million against PKR 668 million for the similar period last year.

Thar Power generation project is targeting its “first electron flow” to the grid by end of 2018 subject to completion of dispatch lines by NTDC and related milestones.

### **FUTURE OUTLOOK**

Our subsidiary ECL will continue to explore new investment opportunities in all sectors to add shareholders value.

Local fertilizer market is expected to remain stable with prices expected to be at the same level. However, there are expectation that offtake may be delayed for Kharif season.

Domestic PVC market is expected to remain healthy whereas, the caustic soda market is expected to remain stable. The business will continue to focus on achieving operational excellence by completing its expansion project within the target value and scheduled timeframe.

The Board places on record its gratitude to shareholders for placing confidence in them and also thanks the management and employees for their sincere contribution toward the growth and prosperity of the company.

Inam ur Rahman  
Chief Executive

Shabbir Hussain Hashmi  
Director

Dated: 25<sup>th</sup> April 2018

توقع ہے کہ مقامی فریڈائزر مارکیٹ میں قیمتیں مستحکم رہیں گی اور قیمتوں میں کوئی رد و بدل نہیں ہوگا۔ تاہم، خریف کی فصل میں تاخیر کے باعث اس کے استعمال میں بھی تاخیر متوقع ہے۔

اندرون ملک PVC مارکیٹ کے مستحکم رہنے کی توقع ہے جبکہ کاسٹک سوڈا کی مارکیٹ کے بارے میں بھی مستحکم رہنے کی توقع ہے۔ طے شدہ مالیت اور مقررہ ٹائم پر پروجیکٹ کی تکمیل کے ذریعہ کاروبار اپنی کارکردگی میں بہتری پر توجہ مرکوز رکھے گا۔

بورڈ اپنے تمام حصص یافتگان کے اعتماد اور تعاون کا اعتراف کرتا ہے اور ان کا شکریہ ادا کرتا ہے۔ اس کے علاوہ، ہم کمپنی کی خوشحالی اور نشوونما کے لیے خلصانہ کوششیں کرنے پر ہم کمپنی کی انتظامیہ اور عملہ کے اراکین کے بھی شکرگزار ہیں۔

شعبہ حسینی ہاشمی  
ڈائریکٹر

انعام الرحمن  
چیف ایگزیکٹو

کراچی: 25 اپریل، 2018

2017ء کی پہلی سہ ماہی میں 0.93 روپے فی حصص تھی۔

#### فرٹیلائزرز

زیر جائزہ سہ ماہی کے دوران اینگرو فرٹیلائزرز لمیٹڈ (EFert) نے اپنی آمدنی میں 81% اضافہ دکھایا ہے جس کی وجہ یوریا کی قیمتوں میں اضافہ، برآمدی فروخت میں اضافہ اور یوریا کی مقامی کھپت میں اضافہ ہے۔ بعد از ٹیکس منافع 3,889 فیصد رہا جو گزشتہ برس کی اسی سہ ماہی کے مقابلہ میں 138 فیصد زیادہ ہے۔

#### پولیمیرز اور کیمیکلز

اسی عرصہ کے دوران اینگرو پولیمیرز (Engro Polymer & Chemicals Limited; EPCL) کے بعد از ٹیکس میں 71% فیصد اضافہ ہوا جس کی وجہ مقامی مارکیٹ میں PVC کی پیداوار میں اضافہ، کاسٹک سوڈ کے منافع میں بہتری اور کارکردگی میں بہتری تھے۔

#### توانائی اور توانائی کا بنیادی ڈھانچہ

اینگرو پاور جین قادر پور لمیٹڈ (Engro Powergen Qadirpur Limited; EPQL) نے 412 GWh بجلی نیشنل گرڈ کو فروخت جس کا لوڈ فیکٹر 89% تھا جبکہ گزشتہ برس پہلی سہ ماہی کے دوران یہ لوڈ فیکٹر 98.3 فیصد تھا۔ اس طرح اینگرو پاور جین قادر پور لمیٹڈ نے گزشتہ برس کی پہلی سہ ماہی کے مقابلہ میں اس سہ ماہی کی دوران 669 ملین روپے کا بعد از ٹیکس منافع حاصل کیا جبکہ گزشتہ برس یہ منافع 668 ملین روپے تھا۔

توقع ہے کہ تھرپارکر جرنیشن پروجیکٹ سے اس کے پہلے الیکٹرون فلو کا آغاز سنہ 2018ء کے اختتام تک شروع ہو جائے گا بشرطیکہ نیشنل ٹرانسمیشن اینڈ ڈسٹری بیوٹن کمپنی (NTDC) اپنی ڈسٹری بیوٹن لائنیں اور دیگر ضروریات مکمل کر لے۔

#### مستقبل کے امکانات

ہمارے ذیلی ادارے اینگرو کارپوریشن لمیٹڈ (ECL) عیتام شعبوں میں سرمایہ کاری کے نئے مواقع کی تلاش جاری رکھی اور حصص یافتگان کے لیے قدر میں اضافہ کیا۔

## ڈائریکٹرز کی جائزہ رپورٹ

کمپنی کے ڈائریکٹرز نہایت مسرت کے ساتھ 31 مارچ، 2018ء کو ختم ہونے والی پہلی سہ ماہی کے لیے اپنی رپورٹ کے ہمراہ کمپنی کے غیر پڑتال شدہ غیر انضمام شدہ مختصر مالی گوشوارے مع گروپ کے غیر پڑتال شدہ غیر انضمام شدہ مختصر مالی گوشوارے پیش کر رہے ہیں۔

اس عرصہ میں انتظامیہ نے 16 مارچ، 2018ء کو حصص یافتگان کی جانب سے دی گئی منظوری کی بنیاد پر 172,582 ملین حصص کی صورت میں حب پاور کمپنی لمیٹڈ (حبکو) کی کل سرمایہ کاری 105.12 روپے فی حصص کی شرح سے فروخت کر دی جس کے نتیجے میں کل 18,142 ملین روپے وصول ہوئے۔ حبکو کے حصص کی فروخت سے حاصل ہونے والی سرمایہ کاری منافع (capital gain) کی مالیت غیر انضمام شدہ مالی گوشواروں میں 3,972 ملین روپے دکھائی گئی ہے۔ حاصل شدہ اس رقم کو ای ڈاٹ کو پاکستان (پرائیویٹ) لمیٹڈ [Edotco Pakistan (Private) Limited] میں سرمایہ کاری کے لیے استعمال کیا جائے گا۔

اس عرصہ میں کمپنی نے 6,000 ملین روپے کے دوسرے صلوک سرٹیفکیٹس جاری کیے۔ اس دستاویز کو اینگرو کارپوریشن لمیٹڈ کے حصص، رواں اثاثوں (floating assets) اور کمپنی کے تمام موجودہ اور مستقبل کے اثاثوں پر بار قائم (floating charge) کے ذریعہ محفوظ بنایا گیا ہے اور اسے PACRA کی جانب سے AA ریٹنگ بھی دی گئی ہے۔

بعض انضباطی حکام (regulatory authorities) کی جانب سے منظوری میں تاخیر کے باعث ای ڈاٹ کو (edotco) میں سرمایہ کاری میں بھی تاخیر ہوئی ہے۔ توقع ہے کہ یہ عمل سنہ 2018ء کی دوسری سہ ماہی کے اختتام تک مکمل ہو جائے گا۔

مجموعی طور گروپ کو سنہ 2018ء کی پہلی سہ ماہی میں 33,525 ملین روپے آمدنی ہوئی ہے جبکہ گزشتہ برس اسی عرصہ میں یہ آمدنی 22,499 ملین روپے تھی اور اس طرح اس میں 49 فیصد اضافہ ہوا۔ اس اضافہ کی بنیادی وجہ، گزشتہ برس کے اسی عرصہ کے مقابلہ میں فرٹیلائزرز کے کاروبار میں ترقی ہے جو بڑھ کر 81 فیصد اور گزشتہ برس کے اسی عرصہ کے مقابلہ میں پیٹرولیم کیل کا کاروبار بڑھ کر 28 فیصد ہو گیا۔ بعد از ٹیکس مجموعی منافع 17,863 ملین روپے رہا جو گزشتہ برس کے مقابلہ میں 321 فیصد زیادہ ہے۔ اس منافع میں حبکو کی سرمایہ کاری کی فروخت سے حاصل ہونے والا سرمایہ جاتی منافع بھی شامل ہے جس کی مالیت 11,530 روپے تھی۔ اس طرح اس سہ ماہی کے دوران فی حصص آمدنی 26.15 روپے رہی جو اس سے قبل سنہ 2017ء کی پہلی سہ ماہی کے دوران 2.25 روپے تھی۔

خود، کمپنی کا بعد از ٹیکس منافع 3,848 ملین روپے رہا جو گزشتہ برس اسی عرصہ کے لیے 446 ملین روپے تھا۔ منافع میں اس اضافہ کی بنیادی وجہ حبکو کی سرمایہ کاری کی فروخت سے حاصل ہونے والا منافع تھا جسے صرف ایک مرتبہ ریکارڈ کیا گیا ہے۔ فی حصص آمدنی 8 روپے رہی جو سنہ

# UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET

As at March 31, 2018

	Note	March 31, 2018 (Unaudited)	December 31, 2017 (Audited)
----- (Rupees in '000) -----			
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	6	149,970	156,898
Long term investments	7	23,308,927	23,308,927
Advance against investment	1.3	1,653,750	1,653,750
		25,112,647	25,119,575
<b>CURRENT ASSETS</b>			
Advance, deposits and prepayment		42,215	44,453
Dividend receivable		389,945	-
Other receivables		20,447	23,608
Accrued mark-up		36,824	88
Short term investments	8	22,567,243	15,000
Cash and bank balances		131,287	229,064
		23,187,961	312,213
Investment - Held for sale	1.4	-	14,169,098
<b>TOTAL ASSETS</b>		<b>48,300,608</b>	<b>39,600,886</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital		10,000,000	10,000,000
Issued, subscribed and paid up share capital		4,812,871	4,812,871
Revenue reserves		31,801,386	27,953,301
		36,614,257	32,766,172
<b>NON CURRENT LIABILITIES</b>			
Long term financing	9	11,082,166	5,139,511
Defined benefit liability	10	3,824	3,567
		11,085,990	5,143,078
<b>CURRENT LIABILITIES</b>			
Short term finance		-	1,241,776
Trade and other payables	11	59,493	49,429
Unclaimed dividend		88,777	89,294
Accrued mark-up		82,695	91,550
Taxation - net		369,396	219,587
		600,361	1,691,636
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>48,300,608</b>	<b>39,600,886</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	12		

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT - UNAUDITED

For the three months ended March 31, 2018

	Note	Three months ended March 31, 2018	March 31, 2017
		----- (Rupees in '000) -----	
Dividend income	13	648,818	779,890
Administrative expenses		(117,468)	(112,724)
Gross profit		<u>531,350</u>	<u>667,166</u>
Other income - net	14	3,642,937	327
Operating profit		<u>4,174,287</u>	<u>667,493</u>
Finance costs		(149,366)	(124,365)
Profit before taxation		<u>4,024,921</u>	<u>543,128</u>
Taxation		(176,836)	(97,557)
Profit after taxation		<u><u>3,848,085</u></u>	<u><u>445,571</u></u>
Earnings per share (Rupees)			
- basic and diluted		<u><u>8.00</u></u>	<u><u>0.93</u></u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF TOTAL COMPREHENSIVE INCOME-UNAUDITED

For the three months ended March 31, 2018

	Note	Three months ended	
		March 31, 2018	March 31, 2017
		----- (Rupees in '000) -----	
Profit after taxation		3,848,085	445,571
<b>Other comprehensive income for the period</b>			
Items that will not be reclassified to profit & loss			
Remeasurements of post-retirement benefits		-	-
Other comprehensive income for the period		-	-
Total comprehensive income for the period		<u>3,848,085</u>	<u>445,571</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - UNAUDITED

For the three months ended March 31, 2018

	Issued, subscribed and paid up share capital	Revenue reserves			Total
		General reserve	Un- appropriated profit	Sub-total	
----- (Rupees in '000) -----					
Balance as at January 1, 2017 (Audited)	4,812,871	700,000	25,325,990	26,025,990	30,838,861
Total comprehensive Income					
Profit after taxation	-	-	445,571	445,571	445,571
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	445,571	445,571	445,571
Balance as at March 31, 2017 (Unaudited)	<u>4,812,871</u>	<u>700,000</u>	<u>25,771,561</u>	<u>26,471,561</u>	<u>31,284,432</u>
Balance as at January 1, 2018 (Audited)	4,812,871	700,000	27,253,301	27,953,301	32,766,172
Total comprehensive Income					
Profit after taxation	-	-	3,848,085	3,848,085	3,848,085
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	3,848,085	3,848,085	3,848,085
Balance as at March 31, 2018 (Unaudited)	<u>4,812,871</u>	<u>700,000</u>	<u>31,101,386</u>	<u>31,801,386</u>	<u>36,614,257</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT - UNAUDITED

For the three months ended March 31, 2018

	Note	Three months ended	
		March 31, 2018	March 31, 2017
		----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash utilized in operations	15	(520,506)	(228,760)
Finance cost paid		(158,221)	(60,442)
Taxes paid		(27,027)	(1,910)
Employees retirement and other service benefits paid		(1,040)	(961)
Net cash utilized in operating activities		(706,794)	(292,073)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Additions to property, plant and equipment		(3,366)	(29,077)
Profit received on bank deposits		63,570	128
Proceeds from disposal of fixed assets		1	219
Proceeds from disposal of investment		18,141,820	-
Dividends received		258,873	-
Net cash generated from / (utilized in) investing activities		18,460,898	(28,730)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term finance repaid		-	(52,179)
Long term finance obtained - net of transaction costs		5,942,655	-
Dividends paid		(517)	(15,319)
Net cash generated from / (utilized in) financing activities		5,942,138	(67,498)
Net increase / (decrease) in cash and cash equivalents		23,696,242	(388,301)
Cash and cash equivalents at the beginning of the period		(1,012,712)	(2,582,644)
Cash and cash equivalents at the end of the period	16	22,683,530	(2,970,945)

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

## 1. LEGAL STATUS AND OPERATIONS

- 1.1 Dawood Hercules Corporation Limited (the Company) was incorporated in Pakistan on April 17, 1968 as a public limited company under the Companies Act, 1913 (now Companies Act, 2017) (the 'Act') and its shares are quoted on Pakistan Stock Exchanges (PSX). The principal activity of the Company is to manage investments in its subsidiary and associated companies. The registered office of the Company is situated at Dawood Center, M.T. Khan Road, Karachi.
- 1.2 During the year ended December 31, 2015, the Company had reassessed the control conclusion of its investment in Engro Corporation Limited (ECL) as a result of adoption of International Financial Reporting Standards (IFRS) - 10 'Consolidated Financial Statements', by Securities and Exchange Commission of Pakistan (SECP), that although, the Company has less than 50% voting rights in ECL, however, based on the absolute size of the Company's shareholdings, the relative size of other shareholdings and the number of representation on ECL's Board, the Company has the ability to exercise control over ECL as per the terms of IFRS 10. Henceforth, the Company is deemed to be Holding Company of ECL.
- 1.3 Based on the approval of the Board of Directors (Board), on August 29, 2017, the Company has signed Shareholders Agreement (SHA) and Share Subscription Agreement (SSA) with edotco Investments (Labuan) Limited Malaysia (Edotco) for an investment of approximately Rs 17,430 million in edotco Pakistan (Private) Limited (EPPL). On January 19, 2018, the Company notified PSX that it is in the process of injecting a cumulative amount of Rs 17,430 million in EPPL in the form of equity and / or a short term loan, out of which the amount of loan shall not exceed Rs 10,130 million subject to the obtaining of necessary regulatory and shareholders' approval. The shareholders at its Extraordinary General Meeting (EoGM) held on March 6, 2018, approved the requested investment plan.
- 1.4 During the period, the Board in its meeting held on February 1, 2018, accepted an offer from Mega Conglomerate (Private) Limited for the purchase of the Company's entire shareholding in HUBCO at Rs 106.5 per share, the said price was adjusted by Rs 1.38 / share dividend received by company post signing of sale agreement. This was duly notified to PSX. In this respect an Extraordinary General Meeting (EoGM) was held On March 6, 2018 to seek the required shareholders' approval. The shares were transferred after completion of all regulatory compliances on March 16th, 2018.

## BASIS OF PREPARATION AND PRESENTATION

2. These unconsolidated condensed interim financial statements of the Company for the three months period ended March 31, 2018 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - "Interim Financial Reporting" and provisions of and directives issued under the Act. In case where requirements differ, the provisions of or directives issued under the Act have been followed. These unconsolidated condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2017, which have been prepared in accordance with International Financial Reporting Standards (IFRSs).
- 2.2 These unconsolidated condensed interim financial statements comprise of the statement of financial position as at March 31, 2018 and the unconsolidated condensed interim profit and loss account, the unconsolidated condensed interim statement of total comprehensive income, the unconsolidated condensed interim statement of changes in equity, the unconsolidated condensed interim cash flow statement and notes thereto for the three months period then ended.

The comparative statement of financial position presented in these unconsolidated condensed

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

- 2.3 interim financial statements as at December 31, 2017 has been extracted from the audited financial statements of the Company for the year then ended. The comparative unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of total comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim cash flow statement for the three months ended March 31, 2017 have been extracted from the unconsolidated condensed interim financial statements of the Company for the three months then ended.

## 3. ACCOUNTING POLICIES

- 3.1 The accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended December 31, 2017.
- 3.2 New standards, amendments and interpretations that are mandatory for accounting periods beginning on or after January 1, 2018 are considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in these unconsolidated condensed interim financial statements.

## 4. ACCOUNTING ESTIMATES

The preparation of unconsolidated condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revision to accounting estimates are recognised prospectively commencing from the period of revision.

In preparing these unconsolidated condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimating uncertainty were the same as those that were applied to the financial statements for the year ended December 31, 2017.

## 5. SEASONALITY OF OPERATIONS

The principal activity of the Company is to manage investments in its subsidiary and associated companies. Revenue of the Company mainly comprises dividend income which is dependent on the profitability and the decisions of directors and shareholders of the subsidiary and associated companies regarding the declaration and approval of dividends, whereas the majority of costs of the Company are fixed and hence are more evenly spread throughout the year.

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

	Note	March 31, 2018 (Unaudited)	December 31, 2017 (Audited)
		----- (Rupees in '000) -----	
<b>6 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets:			
Net book value at the beginning of the period / year		156,898	96,461
Add: Additions during the period / year	6.1	3,366	92,776
		<b>160,264</b>	<b>189,237</b>
Less: Disposals during the period / year			
- net book value	6.2	1	284
Depreciation charged during the period / year		10,293	32,055
		<b>10,294</b>	<b>32,339</b>
Net book value at the end of the period / year		<b>149,970</b>	<b>156,898</b>
<b>6.1 Additions during the period / year</b>			
Leasehold improvements		-	172
Furniture, fittings and equipment		637	267
Motor vehicles		-	64,640
Data processing equipment / communication devices		2,729	27,697
		<b>3,366</b>	<b>92,776</b>
<b>6.2 Disposals during the period / year - net book value</b>			
Motor vehicles		-	48
Data processing equipment / communication devices		1	236
		<b>1</b>	<b>284</b>
<b>7. LONG TERM INVESTMENTS</b>			
Investment in subsidiary company	7.1	<b>23,308,927</b>	23,308,927
Other at cost- e2e Business Enterprise (Private)	7.2	-	-
Limited-unquoted			
		<b>23,308,927</b>	<b>23,308,927</b>
<b>7.1 Investment in subsidiary company</b>			
Engro Corporation Limited - quoted			
194,972,555 (December 31, 2017: 194,972,555)			
ordinary shares of Rs 10 each		<b>23,308,927</b>	<b>23,308,927</b>

Percentage of holding 37.22% (December 31, 2017: 37.22%)

**7.1.1** The market value of investment in ECL as at March 31, 2018 was Rs 60,373 million (December 31, 2017: Rs 53,569 million).

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

7.1.2 The details of shares pledged as security against various facilities are as follows:

	As at March 31, 2018			As at December 31, 2017		
	Number of shares pledged	Face value of pledged shares	Market value of pledged shares	Number of shares pledged	Face value of pledged shares	Market value of pledged shares
	(in '000)	---(Rupees in '000)---		(in '000)	---(Rupees in '000)---	
<b>Bank</b>						
"Pledged in favor of Fatima Fertilizer Company Limited against potential liabilities of ex subsidiary DHFL.(Now Fatima fert)"						
"Meezan Bank Limited - as agent"	15,131	151,308	4,685,252	15,131	151,308	4,157,187
<b>Pledged in favor of JS Bank Limited against issuance of Sukuks</b>						
JS Bank Limited (note 9.2 & 9.3)	81,376	813,760	25,198,078	38,519	385,185	10,582,963
			Note	<b>March 31, 2018</b>	<b>December 31, 2017</b>	
				<b>(Unaudited)</b>	<b>(Audited)</b>	
				----- (Rupees in '000) -----		

## 7.2 Other investment

e2e Business Enterprises (Private) Limited

11,664,633 (December 31, 2017:

ordinary shares of Rs 10 each

Less: impairment loss

7.2.1	95,713	95,713
	(95,713)	(95,713)
	<u>-</u>	<u>-</u>

Percentage of holding 19.14% (December 31, 2017: 19.14%)

7.2.1 The Company had made aggregate investment amounting to Rs 238 million during the years 2013 and 2014 in e2e Business Enterprises (Private) Limited (e2eBE) representing an equity interest of 39%. e2eBE was set up for the production, sale and marketing of Rice Bran Oil (RBO) and was planned to start commercial operations in 2014. However, due to certain technical issues it has not been able to start the commercial operations of the project till date. Further, due to serious financial and liquidity issues, it has not been able to service its outstanding loans and working capital requirements.

The Company disposed of part of its shareholding, 19.86%, in e2eBE during the year ended December 31, 2015. However, the said disposal has not been recorded by e2eBE in its shareholder register. The Company has informed SECP in this respect through its letters dated May 12, 2016 and January 22, 2018. Further, the Company had assessed the carrying amount of its investment in e2eBE in accordance with the requirements of IAS 36 'Impairment of Assets' and the investment has been fully impaired as the possibility of turnaround of e2eBE operations was considered remote.

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

	Note	March 31, 2018 (Unaudited)	December 31, 2017 (Audited)
----- (Rupees in '000) -----			
<b>8. SHORT TERM INVESTMENTS</b>			
Fair value through profit or loss			
- Treasury bills		13,073,421	-
Held to maturity			
- Term Deposit Receipt (TDR)	8.1	9,493,822	15,000
		<u>22,567,243</u>	<u>15,000</u>
<b>8.1</b>	These carry profit ranging from 5% to 6.30% per annum.		
<b>9. LONG TERM FINANCING</b>			
Sukuk certificates - I	9.2	5,145,047	5,139,511
Sukuk certificates - II	9.3	5,937,119	-
		<u>11,082,166</u>	<u>5,139,511</u>
<b>9.1</b>	Syndicate Term Finance (STF)		
Sukuk - I		5,139,511	-
Sukuks issued during the period [net of transaction cost of Rs 59.63 million (2017: Rs 59.878 million)]		5,940,370	5,140,122
Accrued transaction cost		(4,681)	(2,600)
		<u>5,935,689</u>	<u>5,137,522</u>
Amortisation of transaction cost		6,966	1,989
STF repaid during the period		-	(3,889,143)
		<u>11,082,166</u>	<u>5,139,511</u>
<b>9.2</b>	This represents the amortised cost of the Rated, Over the Counter Listed and Secured Islamic Certificates (Sukuks), amounting to Rs 5,200 million (2017: Rs 5,200 million), issued by the Company on November 16, 2017, to Qualified Institutional Buyers (QIBs) through private placement by JS Bank Limited as an agent and advisor. The Sukuks are secured against ECL shares with 50% margin as disclosed in note 7.1.2 and charge over all the assets of the Company with a 25% margin. The Sukuks carry mark-up at the rate of three months KIBOR plus 100 basis points per annum. The Sukuks are for a period of 5 years and are payable semiannually with the first principal repayment to be made after the expiry of 18 months commencing from May 2019.		
<b>9.3</b>	This represents the amortised cost of the Rated, Over the Counter Listed and Secured Islamic Certificates (Sukuks), amounting to Rs 6,000 million (2017: Nil), issued by the Company on March 01, 2018, to Qualified Institutional Buyers (QIBs) through private placement by JS Bank Limited as an agent and advisor. The Sukuks are secured against ECL shares with 50% margin as disclosed in note 7.1.2 and charge over all the assets of the Company with a 25% margin. The Sukuks carry mark-up at the rate of three months KIBOR plus 100 basis points per annum. The Sukuks are for a period of 5 years and are payable semiannually with the first principal repayment to be made after the expiry of 18 months commencing from September 2019.		

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

	Note	March 31, 2018 (Unaudited)	December 31, 2017 (Audited)
		----- (Rupees in '000) -----	

## 10. DEFINED BENEFIT LIABILITY

- Funded gratuity
- Unfunded gratuity

1,008	1,008
2,816	2,559
3,824	3,567

## 11. TRADE AND OTHER PAYABLES

- Creditors
- Accrued expenses
- Others

4,684	4,051
45,019	45,163
9,790	215
59,493	49,429

## 12. CONTINGENCIES AND COMMITMENTS

### 12.1 Contingencies

There were no change in the status of contingencies since December 31, 2017.

### 12.2 Commitments

Note	March 31, 2018 (Unaudited)	March 31, 2017
	----- (Rupees in '000) -----	

- Commitments in respect of operating lease  
not later than one year

12.2.1	8,566	4,222
--------	-------	-------

**12.2.1** The Company has entered into lease agreement for renting of premises for Lahore office on August 2015 for a period of seven years, expiring on September 2022. The agreement is revocable by either party through prior notice of at least 6 months.

Note	Three months ended March 31, 2018 (Unaudited)	March 31, 2017
	----- (Rupees in '000) -----	

## 13. DIVIDEND INCOME

- Engro Corporation Limited
- Hub Power Company Limited

389,945	779,890
258,873	-
648,818	779,890

## 14. OTHER INCOME

- Income from financial instruments
- Income from non-financial instruments

14.1	100,306	128
14.2	3,542,631	199
	3,642,937	327

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

Note **Three months ended**  
**March 31, March 31,**  
**2018 2017**  
**(Unaudited)**  
**----- (Rupees in '000) -----**

## 14.1 Income from financial instruments

Profit on savings accounts and term deposit receipts	67,882	128
Profit on treasury bills	32,424	-
	<u>100,306</u>	<u>128</u>

## 14.2 Income from non-financial instruments

Profit on disposal of property, plant and equipment	-	148
Profit on disposal of investment - net of transaction cost		
Profit on disposal	3,972,722	-
Less: Transaction cost	(430,250)	-
	<u>3,542,472</u>	<u>-</u>
Others	159	51
	<u>3,542,631</u>	<u>199</u>

## 15. CASH UTILIZED IN OPERATIONS

Profit before taxation	4,024,921	543,128
Adjustments for non cash expenses and other items:		
Depreciation and amortization	10,293	6,026
Finance cost	149,366	124,365
Dividend income	(648,818)	(779,890)
Defined service benefits and other service costs	1,297	1,219
Gain on disposal of fixed assets	(3,972,722)	(148)
Profit received on bank deposits	(100,306)	(128)
Working capital changes	15,463	(123,332)
Cash utilised in operations	15.1 <u>(520,506)</u>	<u>(228,760)</u>

## 15.1 Working capital changes

Decrease / (Increase) in current assets		
Advance, deposits and prepayment	2,238	(22,567)
Other receivables	3,161	9,624
	<u>5,399</u>	<u>(12,943)</u>
Increase / (Decrease) in trade and other payables	10,064	(110,389)
	<u>15,463</u>	<u>(123,332)</u>

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

	Note	Three months ended	
		March 31, 2018	March 31, 2017
		(Unaudited)	
		----- (Rupees in '000) -----	
16. CASH AND CASH EQUIVALENT			
Cash at bank		131,287	6,842
Short term investments		22,552,243	-
Short term running finance		-	(2,977,786)
		<u>22,683,530</u>	<u>(2,970,944)</u>

## 17. FINANCIAL RISK MANAGEMENT AND FINANCIAL DISCLOSURES

### 17.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including interest rate risk, currency risk and price risk), credit risk and liquidity risk.

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements as at December 31, 2017. There have been no changes in any risk management policies since the year end.

### 17.2 Fair value of financial assets and liabilities

The carrying value of all financial assets and liabilities reflected in this unconsolidated condensed interim financial statements approximate their fair values.

## 18. RELATED PARTY TRANSACTIONS

Significant transactions with related parties are as follows:

	Note	Three months ended	
		March 31, 2018	March 31, 2017
		(Unaudited)	
		----- (Rupees in '000) -----	
<b>Subsidiary company</b>			
Reimbursement of expenses to the Company		6,890	-
Dividend income		389,945	779,890
<b>Associates</b>			
Purchase of goods and services		6,706	12,204
Sale of goods and services		2,199	-
Dividend income		258,873	-
Reimbursement of expenses from associates		5,288	5,881
Reimbursement of expenses to associates		207	1,080
Advances and deposits		-	16,956
Membership fee and other subscriptions		1,000	-

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the three months ended March 31, 2018

Note	Three months ended	
	March 31, 2018	March 31, 2017
	(Unaudited)	
	----- (Rupees in '000) -----	
<b>Key management personnel</b>		
Salaries and other short term employee benefits	58,156	62,146
Post retirement benefit plans	2,502	2,692
Sales of assets	-	1
<b>Other related parties</b>		
Membership fee and other subscriptions	550	-
Contribution to staff gratuity fund	1,040	1,135
Contribution to staff provident fund	1,846	2,045

## 19. GENERAL

- 19.1** All financial information, except as otherwise stated, has been rounded to the nearest thousand rupees.
- 19.2** These unconsolidated condensed interim financial statements were authorised for issue by the Board of Directors on April 25, 2018.

## 20. NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors in its meeting held on April 25, 2018 approved an interim cash dividend of Rs Nil per share amounting to Rs Nil (2017: Rs 2 per share) for the three months ended March 31, 2018.

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director



**CONSOLIDATED CONDENSED INTERIM  
FINANCIAL INFORMATION**

# CONSOLIDATED CONDENSED INTERIM BALANCE SHEET

As at March 31, 2018

(Amounts in thousand)

	Note	Consolidated	
		March 31, 2018 Unaudited	December 31, 2017 Audited
		------(Rupees)-----	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	163,024,265	157,512,017
Intangible assets		4,746,449	4,753,253
Deferred taxation		14,511	23,765
Long term investments		32,393,592	32,195,681
Long term loans and advances		6,582,857	6,809,735
Advance against investment	1.2	1,653,750	1,653,750
		208,415,424	202,948,201
<b>Current assets</b>			
Stores, spares and loose tools		7,912,437	7,638,801
Stock-in-trade		13,128,216	13,065,877
Trade debts		11,252,116	13,641,538
Loans, advances, deposits and prepayments		2,130,640	2,057,035
Other receivables		11,320,635	10,922,891
Taxes recoverable		-	92,881
Accrued Income		641,827	528,242
Derivative financial asset		18,300	-
Short term investments		90,001,455	69,893,637
Cash and bank balances		9,552,646	9,786,651
		145,958,272	127,627,553
<b>Investment held for sale</b>	1.3	-	6,611,468
<b>TOTAL ASSETS</b>		354,373,696	337,187,222

# CONSOLIDATED CONDENSED INTERIM BALANCE SHEET

As at March 31, 2018

(Amounts in thousand)

Note **March 31,** **December 31,**  
**2018** **2017**  
**Unaudited** **Audited**  
-----**(Rupees)**-----

## EQUITY AND LIABILITIES

### Equity

Share capital	4,812,871	4,812,871
Revaluation reserve on business combination	12,110	13,059
Maintenance reserve	60,117	60,117
Exchange revaluation reserve	51,685	30,888
Hedging reserve	(22,544)	(27,341)
General reserve	700,000	700,000
Unappropriated profit	62,340,458	49,756,284
Remeasurement of post-employment benefits	(29,265)	(29,265)
	<u>63,112,561</u>	<u>50,503,742</u>
	67,925,432	55,316,613
Non-controlling interest	6 125,343,772	122,148,275
<b>Total Equity</b>	<b>193,269,204</b>	<b>177,464,888</b>

### Liabilities

#### Non-current liabilities

Borrowings	7 94,634,491	83,490,369
Derivative financial instruments	-	-
Deferred taxation	11,151,687	10,692,321
Deferred liabilities	113,990	227,830
Staff retirement and other service benefits	3,824	-
	<u>105,903,992</u>	<u>94,410,520</u>

#### Current liabilities

Trade and other payables	38,560,033	39,310,803
Accrued interest / mark-up	2,190,236	1,552,664
Current portion of :	6,301,833	12,392,265
- borrowings	77,537	103,235
- deferred liabilities	2,469,082	219,587
Taxes payable	5,186,822	11,327,158
Short term borrowings	414,957	406,102
Unclaimed dividends	55,200,500	65,311,814
	<u>161,104,492</u>	<u>159,722,334</u>

#### Total Liabilities

#### Contingencies and Commitments

<b>TOTAL EQUITY AND LIABILITIES</b>	8	<u><u>354,373,696</u></u>	<u><u>337,187,222</u></u>
-------------------------------------	---	---------------------------	---------------------------

The annexed notes 1 to 19 form an integral part of this consolidated condensed interim financial information.

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand except for earnings per share)

	Note	Three months ended March 31, 2018	March 31, 2017
		------(Rupees)-----	
Net sales		33,524,875	22,499,336
Cost of sales		(21,966,894)	(15,787,043)
<b>Gross profit</b>		<b>11,557,981</b>	6,712,293
Selling and distribution expenses		(1,839,444)	(1,480,888)
Administrative expenses		(1,001,374)	(845,155)
		8,717,163	4,386,250
Other income	9	14,099,151	2,393,313
Other operating expenses		(597,643)	(289,223)
Finance cost		(1,372,491)	(1,439,882)
Share of income from associates & joint ventures		416,051	838,726
<b>Profit before taxation</b>		<b>21,262,231</b>	5,889,184
Taxation		(3,399,493)	(1,645,192)
<b>Profit for the period</b>		<b>17,862,738</b>	4,243,992
Profit attributable to:			
- Owners of the Holding Company		12,586,253	1,082,406
- Non-controlling interest		5,276,485	3,161,586
		<u>17,862,738</u>	<u>4,243,992</u>
Earnings per share - basic and diluted	10	<u>26.15</u>	<u>2.25</u>

The annexed notes 1 to 19 form an integral part of this consolidated condensed interim financial information.

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

	<b>Three months ended</b>	
	<b>March 31,</b>	<b>March 31,</b>
	<b>2018</b>	<b>2017</b>
	<b>----- (Rupees) -----</b>	
<b>Profit for the period</b>	<b>17,862,738</b>	<b>4,243,992</b>
<b>Other comprehensive income</b>		
<b>Items that may be reclassified subsequently to profit or loss</b>		
<b>Hedging reserve - cash flow hedges</b>		
- Losses arising during the period	18,300	(10,459)
- Reclassification adjustments for losses included in profit or loss	407	2,428
- Adjustments for amounts transferred to initial carrying amount of hedged items	-	10,183
	18,707	2,152
<b>Share of other comprehensive income of associate</b>	-	(1,079)
<b>Revaluation reserve on business combination</b>	(5,250)	(5,250)
<b>Exchange differences on translation of foreign operations</b>	82,333	7,083
	77,083	1,833
<b>Income tax relating to:</b>		
Hedging reserve - cash flow hedges	-	(368)
Revaluation reserve on business combination	1,680	1,680
	1,680	1,312
	97,470	4,218
<b>Total Comprehensive income for the period</b>	<b>17,960,208</b>	<b>4,248,210</b>
<b>Total comprehensive income attributable to:</b>		
- Owners of the Holding Company	12,610,898	1,083,298
- Non-controlling interest	5,349,310	3,164,912
	17,960,208	4,248,210

The annexed notes 1 to 19 form an integral part of this consolidated condensed interim financial information.

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

## For the three months ended March 31, 2018

-Attributable to owners of the Holding Company--

The annexed notes 1 to 19 form an integral part of this consolidated condensed interim financial information.

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

	Note	<b>Three months ended</b>	
		<b>March 31, 2018</b>	<b>March 31, 2017</b>
		<b>------(Rupees)-----</b>	
Cash flows from operating activities			
Cash generated from operations	11	10,123,020	3,973,892
Retirement and other service benefits paid		(125,317)	(67,399)
Finance cost paid		(1,462,958)	(1,318,554)
Taxes paid		(653,548)	(263,716)
Long term loans and advances - net		20,156	(46,224)
Net cash generated from operating activities		7,901,353	2,277,999
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment (PPE) and biological assets		(4,621,490)	(2,076,726)
Sale proceeds on disposal of PPE and biological assets		804	21,857
Proceeds on disposal of investments		18,141,820	-
Income on deposits / other financial assets		1,083,881	128
Proceeds from short term investments		-	793,352
Purchase of treasury bills - net		6,939,710	(8,686,060)
Dividends received		483,873	315,000
Net cash generated from / (utilised in) investing activities		22,028,598	(9,632,449)
<b>Cash flows from financing activities</b>			
Proceeds from/repayment of borrowings - net		3,055,009	(1,090,000)
Payment of finance cost		-	(1,100,000)
Repayment of borrowings - net		-	(52,179)
Share issuance cost		(20,455)	-
Unclaimed dividend paid		(10,645)	23,982
Dividends paid		-	(15,640)
Net cash generated from / (utilised in) financing activities		3,023,909	(2,233,837)
Net increase/(decrease) in cash and cash equivalents		32,953,860	(9,588,287)
Cash and cash equivalents at beginning of the period		42,863,608	25,896,896
Cash and cash equivalents at end of the period	12	75,817,468	16,308,609

The annexed notes 1 to 19 form an integral part of this consolidated condensed interim financial information.

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

## 1. LEGAL STATUS AND OPERATIONS

- 1.1 Dawood Hercules Corporation Limited (the Holding Company) was incorporated in Pakistan on April 17, 1968 as a public limited company under the Companies Act 1913 (now Companies Act, 2017) (the Act) and its shares are quoted on Pakistan Stock Exchange Limited (the PSX). The principal activity of the Holding Company is to manage investments in its subsidiary and associated companies. The registered office of the Holding Company is situated at Dawood Center, M.T. Khan Road, Karachi.
- 1.2 Based on the approval of the Board, on August 29, 2017, the Holding Company has signed Shareholders Agreement (SHA) and Share Subscription Agreement (SSA) with edotco Investments (Labuan) Limited Malaysia (Edotco) for an investment of approximately Rs 17,430 million in edotco Pakistan (Private) Limited (EPPL). On January 19, 2018, the Holding Company notified PSX that it is in the process of injecting a cumulative amount of Rs 17,430 million in EPPL in the form of equity and / or a short term loan, out of which the amount of loan shall not exceed Rs 10,130 million subject to the obtaining of necessary regulatory and shareholders' approval. The shareholders at its Extraordinary General Meeting (EoGM) held on March 6, 2018, approved the requested investment plan.
- 1.3 During the period, the Board of Directors (the Board) in its meeting held on February 1, 2018, accepted an offer from Mega Conglomerate (Private) Limited for the purchase of the Holding Company's entire shareholding in HUBCO at Rs 106.5 per share, the said price was adjusted by Rs 1.38 / share dividend received by the Holding Company post signing of sale agreement. This was duly notified to PSX. In this respect an Extraordinary General Meeting (EoGM) was held On March 6, 2018 to seek the required shareholders' approval. The shares were transferred after completion of all regulatory compliances on March 16th, 2018.
- 1.4 The "Group" consists of:

**Ultimate Parent Company:** Dawood Hercules Corporation Limited;

**Holding Company:** Dawood Hercules Corporation Limited;

**Principal Subsidiary Companies:** Companies in which the Holding Company owns over 50% of voting rights, or companies directly controlled by the Holding Company:

	%age of direct holding	
	2018	2017
- Engro Corporation Limited (ECL)	37.22	37.22

- 1.5 **Other Subsidiary Companies:** Companies in which ECL owns over 50% of voting rights, or companies directly controlled by the ECL:

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

	%age of direct holding	
	March 31, 2018	December 31, 2017
- Engro Energy Limited	100	100
Formerly Engro Powergen Limited)		
- Engro Eximp Agriproducts (Private) Limited	100	100
- Elengy Terminal Pakistan Limited	80	80
- Engro Fertilizers Limited	56.27	56.45
- Engro Polymer and Chemicals Limited	56.19	56.19
- Engro Infiniti (Private) Limited (note 1.5.1)	100	100
<b>Joint Venture Company:</b>		
- Engro Vopak Terminal Limited	50	50
<b>Associated Company:</b>		
- Engro Foods Limited	39.9	39.9

## 1.5.1 Engro Infiniti (Private) Limited

During the period, the ECL has made an equity investment of Rs. 301,000 through subscription of 130,000 right shares of Rs. 10 each, in Engro Infiniti (Private) Limited.

## 2. BASIS FOR PREPARATION

- 2.1 These consolidated condensed interim financial statements of the Company for the three months period ended March 31, 2018 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - "Interim Financial Reporting" and provisions of and directives issued under the Act. In case where requirements differ, the provisions of or directives issued under the Act have been followed. These consolidated condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2017, which have been prepared in accordance with International Financial Reporting Standards (IFRSs).
- 2.2 The preparation of this consolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.
- 2.3 During the preparation of this consolidated condensed interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that apply to the consolidated financial statements of the Group for the year ended December 31, 2017.
- 2.4 These consolidated condensed interim financial statements comprise of the consolidated statement of financial position as at March 31, 2018 and the consolidated condensed interim profit and loss account, the consolidated condensed interim statement of total comprehensive income, the consolidated condensed interim statement of changes in equity, the consolidated condensed interim cash flow statement and notes thereto for the three months period then ended.

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

**2.5** The comparative statement of financial position presented in these consolidated condensed interim financial statements as at December 31, 2017 has been extracted from the audited financial statements of the Company for the year then ended. The comparative consolidated condensed interim profit and loss account, consolidated condensed interim statement of total comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim cash flow statement for the three months ended March 31, 2017 have been extracted from the consolidated condensed interim financial statements of the Company for the three months then ended.

**2.6** These consolidated condensed interim financial information is presented in Pakistan Rupees, which is the Holding Company's functional currency. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of comprehensive income, except where such gains and losses are directly attributable to the acquisition, construction or production of a qualifying asset, in which case, such gains and losses are capitalized as part of the cost of that asset.

## **3. BASIS OF CONSOLIDATION**

**3.1** The condensed interim financial information of the subsidiary companies has been consolidated on a line by line basis. The carrying value of investments held by the Holding Company is eliminated against the subsidiaries' share capital and pre-acquisition reserves.

**3.2** Non-controlling interest has been presented as a separate item in this consolidated condensed interim financial information. All material intercompany balances and transactions have been eliminated.

**3.3** The Group's interest in jointly controlled and associated entities, Engro Vopak Terminal Limited, Sindh Engro Coal Mining Company Limited, GEL Utility Limited and Engro Foods Limited has been accounted for using the equity method.

## **4. ACCOUNTING POLICIES**

**4.1** The significant accounting policies adopted in the preparation of this consolidated condensed interim financial information are the same as those applied in the preparation of audited annual consolidated financial statements of the Group for the year ended December 31, 2017.

**4.2** There are certain new International Financial Reporting Standards, amendments to published standards and interpretations that are mandatory for the financial year beginning on January 1, 2018. These are considered not to be relevant or to have any significant effect on the Group's financial reporting and operations and are, therefore, not disclosed in this consolidated condensed interim financial information.

**4.3** Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

	Unaudited March 31 2018	Audited December 31, 2017
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>	<b>------(Rupees)-----</b>	
Operating assets, at net book value	103,172,024	103,109,054
Capital work in progress - Expansion and other projects	58,466,453	52,994,469
Capital spares and standby equipments	1,385,788	1,408,494
	<u>163,024,265</u>	<u>157,512,017</u>

5.1 Additions to operating assets during the period are as follows:

	Unaudited March 31 2018	Audited December 31, 2017
	<b>------(Rupees)-----</b>	
Land	-	6,200
Plant and machinery	1,755,684	3,328,195
Building and civil works including pipelines	26,318	216,390
Furniture, fixture and equipment	36,232	367,331
Catalyst	-	8,978
Vehicles	34,621	242,811
	<u>1,852,855</u>	<u>4,169,905</u>

5.2 During the period, assets costing Rs. 2,016 (December 31, 2017: Rs.908,922), having net book value of Rs. 94 (December 31, 2017: Rs. 40,245) were disposed / written-off.

## 6. NON - CONTROLLING INTEREST

### PREFERENCE SHARE CAPITAL

Last year, Engro Powergen Thar (Private) Limited, a subsidiary company, received Rs. 3,228,494 from sponsors as advance against issue of shares. During the period, consequent to completion of the requisite legal formalities, ordinary and preference share capital amounting to Rs. 1,117,739 and Rs. 993,525, respectively, have been issued and allotted in favour of non controlling interest.

## 7. BORROWINGS

7.1 During the period, Engro Fertilizers Limited, a subsidiary company, has fully repaid four of its long terms loans, aggregating to Rs. 6,200,000.

7.2 During the period, Engro Powergen Thar (Private) Limited, a subsidiary company, has made further draw downs aggregating to Rs. 1,893,750 and USD 18,952.

7.3 During the period, the Holding Company issued Rated, Over the Counter Listed and Secured Islamic Certificates (Sukuks), amounting to Rs 6,000 million on March 01, 2018, to Qualified

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

Institutional Buyers (QIBs) through private placement by JS Bank Limited as an agent and advisor. The Sukuks are secured against ECL shares with 50% margin and charge over all the assets of the Company with a 25% margin. The Sukuks carry mark-up at the rate of three months KIBOR plus 100 basis points per annum. The Sukuks are for a period of 5 years and are payable semiannually with the first principal repayment to be made after the expiry of 18 months commencing from September 2019.

## 8. CONTINGENCIES AND COMMITMENTS

### 8.1 Contingencies

Significant changes in the status of contingencies and commitments since December 31, 2017 are mentioned below :

**8.1.1** During 2016, ECL pledged shares of Engro Fertilizers Limited and Engro Foods Limited against the Standby Letters of Credit (Equity SBLCs) provided by Engro Energy Limited (previously Engro Powergen Limited), through National Bank of Pakistan for its equity commitments in favour of the Intercreditor Agent (Habib Bank Limited) and the Project Companies (Sindh Engro Coal Mining Company Limited (SECMC), its associated company, and Engro Powergen Thar (Private) Limited (EPTL), its subsidiary company). Subsequent to equity injections / submission of equity SBLC by sponsors, the amount of Equity SBLCs have been reduced to USD 12,599 (2017: USD 14,027) and USD 26,509 (2017: USD 36,619) (in PKR equivalent) related to SECMC and EPTL respectively. Equity SBLCs expire on earlier of (i) four years after the issuance of SBLCs i.e. March 21, 2020; and (ii) fulfillment of sponsor obligations under Sponsor Support Agreements.

**8.1.2** In respect of Engro Elengy Terminal (Private) Limited, ECL had issued Corporate and Performance guarantees amounting to USD 20,700 and USD 10,000 respectively. These guarantees were secured against the shares of Engro Fertilizers Limited and Engro Foods Limited. During the period, these securities have been replaced by Treasury Bills.

**8.1.3** On February 09, 2018 Engro Energy Limited, furnished 7 bank guarantees amounting to Rs. 5,530 each, expiring on February 8, 2020, to Baluchistan Power Development Board (BPDB). These were issued to acquire LOIs / development rights for 50MW x 7 project sites located in Kuchlak, Khuzdar and Punjgur areas of Baluchistan.

### 8.2 Commitments

**8.2.1** The Holding Company has entered into lease agreement for renting of premises for Lahore office on August 2015 for a period of seven years, expiring on September 2022. The agreement is revocable by either party through prior notice of at least 6 months.

**8.2.2** Commitments in respect of capital expenditure contracted but not incurred amount to Rs. 46,642,251 (2017: Rs. 45,297,632).

**8.2.3** Other commitments in respect of subsidiary companies amounts to Rs. 3,479,883 (2017: Rs. 2,943,637).

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

## 9. OTHER INCOME

- 9.1** This includes income from sales under Government Subsidy amounting to Rs. 991,628 (March 31, 2017: Rs. 1,125,023).
- 9.2** This includes gain on disposal of investment in Hub Power Company Limited by the Holding Company of Rs 11,100,102 (net of transaction cost) (March 31, 2017: Nil) as further explained in note 1.2.

## 10. EARNINGS PER SHARE - BASIC AND DILUTED

	Three months ended	
	March 31, 2018	March 31, 2017
	------(Rupees)-----	
There is no dilutive effect on the basic earnings per share of the Group, which is based on:		
Profit after taxation (attributable to the owners of the Holding Company)	12,586,253	1,082,406
	------(Number in thousands)-----	
Weighted average number of ordinary shares	481,287	481,287

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

Three months ended  
March 31      March 31,  
2018          2017  
----- (Rupees) -----

## 11. CASH GENERATED FROM OPERATIONS

Profit before taxation	21,262,231	5,889,184
------------------------	------------	-----------

Adjustment for non-cash charges and other items:

Depreciation and amortization	1,863,656	1,843,635
Gain on disposal / write off of property, plant and equipment	(529)	(16,514)
Provision for retirement and other service benefits	58,388	(81)
Gain on disposal of investment	(11,530,352)	-
Income on deposits / other financial assets	(1,182,613)	(952,092)
Share of income from joint venture and associated companies	(416,051)	(838,726)
Dividend income from Hubco	(258,873)	-
Finance cost	1,339,700	1,403,672
(Gain) / Loss on foreign currency translations	354,242	3,775
Working capital changes (note 11.1)	(1,366,779)	(3,358,961)

	10,123,020	3,973,892
--	------------	-----------

### 11.1 Working capital changes

(Increase) / decrease in current assets		
- Stores, spares and loose tools	(288,452)	(238,208)
- Stock-in-trade	(39,574)	(2,859,993)
- Trade debts	2,390,040	4,515,334
- Loans, advances, deposits and prepayments	81,721	(263,785)
- Other receivables - net	(620,825)	(1,262,148)

	1,522,910	(108,800)
--	-----------	-----------

Decrease in current liabilities

- Trade and other payables, including other service benefits - net		
--	--	--

	(2,889,689)	(3,250,161)
--	-------------	-------------

	(1,366,779)	(3,358,961)
--	-------------	-------------

## 12. CASH AND CASH EQUIVALENTS

Cash and bank balances	9,552,646	6,636,924
Short term investments	71,451,644	18,158,514
Short term borrowings	(5,186,822)	(8,486,829)

	75,817,468	16,308,609
--	------------	------------

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

## 13. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

### 13.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

There have been no changes in the risk management policies of the Group during the period, consequently this condensed interim financial information does not include all the financial risk management information and disclosures required in the annual financial statements.

### 13.2 Fair value estimation

The carrying value of all financial assets and liabilities reflected in this condensed interim financial information approximate their fair values.

The table below analyses financial instruments carried at fair value by valuation method. The different level have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2)
- Inputs for the asset or liability that are not based on observable market data (level 3)

	Level 1	Level 2	Level 3
	----- (Rupees) -----		
<b>Assets</b>			
Financial assets at fair value through profit and loss	-	76,777,401	-
Held to maturity	-	9,530,322	-
<b>Liabilities</b>			
Derivatives			
- Derivative financial instruments	-	-	-

There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

### 13.3 Valuation techniques used to derive Level 2 fair values

Level 2 fair valued instruments comprise short term investments and hedging derivatives which include forward exchange contracts. These forward foreign exchange contracts have been fair valued using forward exchange rates that are received from the contracting banks and financial

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

institutions. Interest rate swaps are fair valued using mark to market rates received from the banks and financial institutions.

## 13.4 Fair value of financial assets and liabilities

The carrying value of all financial assets and liabilities reflected in the consolidated condensed interim financial information approximate their fair value.

## 14. TRANSACTIONS WITH RELATED PARTIES

Related party comprise subsidiaries, joint venture companies, associates, other companies with common directors, retirement benefit funds, directors and key management personnel. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in this consolidated condensed interim financial information, are as follows:

	Three months ended	
	March 31 2018	March 31, 2017
	------(Rupees)-----	
<b>Associated companies and joint ventures</b>		
Purchases and services	3,496,520	3,390,552
Services rendered / sale of goods	2,199	212,078
Dividends received	483,873	1,094,890
Dividend receivable	-	3,060,759
Payment of interest on Term Finance Certificates and repayment of principal amount	-	2,652
Profit on Term Finance Certificate	-	9,618
Interest on borrowing (IFC)	-	139,833
Reimbursements from associates	5,288	5,881
Reimbursements to associates	108,906	3,453
Loan received	144,928	-
Interest on deposit	6	4
Bank charges	8	11
Finance cost paid	12,353	-
Share capital issued	2,102,770	-
Membership fee and other subscriptions	1,000	-
<b>Key Management Personnel</b>		
Remuneration paid to key management personnel / directors	354,922	442,330
Retirement benefits	150,545	-
Profit on Term Finance Certificates	9,784	-
<b>Membership fee and other subscriptions</b>	550	-
<b>Contribution for retirement benefits</b>	2,886	-

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

## 15. SEGMENT REPORTING

- 15.1** A business segment is a group of assets and operations engaged in providing products that are subject to risk and returns that are different from those of other business segments.

Type of segments	Nature of business
Fertilizer	Manufacture, purchase and market fertilizers.
Polymer	Manufacture, market and sell Poly Vinyl Chloride (PVC), PVC compounds, Caustic Soda and related chemicals.
Food	Manufacture, process and sell dairy and other food products.
Power	Includes Independent Power Projects (IPP).
Other operations	Includes LNG and engineering business.

- 15.2** Information regarding the Group's operating segment is as follows:

	Three months ended March 31, 2018	March 31, 2017
	------(Rupees)-----	
<b>Revenue</b>		
Fertilizer	18,218,879	10,063,731
Polymer	8,687,202	6,812,363
Food	957,923	297,186
Power	2,856,578	2,984,439
Other operations	5,832,884	3,121,507
Elimination - net	(3,028,591)	(779,890)
Consolidated	<u>33,524,875</u>	<u>22,499,336</u>
<b>Profit for the period</b>		
Fertilizer	3,889,595	1,637,514
Polymer	1,448,109	845,886
Food	126,348	82,526
Power	426,173	556,035
Other operations	7,514,729	1,542,605
Elimination / adjustment - net	4,457,784	(420,574)
Consolidated	<u>17,862,738</u>	<u>4,243,992</u>

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

	March 31, 2018 (Unaudited)	December 31, 2017 (Audited)
Assets	------(Rupees)-----	
Fertilizer	103,495,441	111,816,249
Polymer	26,637,873	24,364,326
Food	31,370,036	31,112,561
Power	89,206,239	82,494,582
Other operations	154,909,315	150,653,722
Elimination - net	(51,245,208)	(63,254,218)
Consolidated	<u>354,373,696</u>	<u>337,187,222</u>

## 16. SEASONALITY

- 16.1** The Group's fertilizer business is subject to seasonal fluctuations as a result of two different farming seasons viz, Rabi (from October to March) and Kharif (from April to September). On an average fertilizer sales are more tilted towards Rabi season. The Group manages seasonality in the business through appropriate inventory management.
- 16.2** The Group's agri business is subject to seasonal fluctuation as majority of paddy / unprocessed rice is procured during the last quarter of the year which is the harvesting period for all rice varieties grown in Pakistan. However, rice is sold evenly throughout the year. The Group manages seasonality in the business through appropriate inventory management.

## 17. NON-ADJUSTING EVENT AFTER BALANCE SHEET DATE

- 17.1** The Board of Directors of the Holding Company in its meeting held on March 19, 2018 had proposed a final cash dividend of Rs. 2.00 per share for the year ended December 31, 2017 amounting to Rs. 962,574 for approval of the members at the Annual General Meeting (AGM) to be held on April 27, 2018. The effect of this has not been incorporated in this consolidated condensed interim financial information.
- 17.2** The Board of Directors of the Holding Company in its meeting held on April 25, 2018 has approved an interim cash dividend of Rs. Nil per share for the year ending December 31, 2018 (2017: Rs 2 per share). This consolidated condensed interim financial information does not include the effect of the said interim dividend.

## 18. CORRESPONDING FIGURES

- 18.1** Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison, the effects of which are not material.

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three months ended March 31, 2018

(Amounts in thousand)

**18.2** In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the consolidated condensed interim balance sheet has been compared with the balances of annual consolidated financial statements of preceding financial year, whereas the consolidated condensed interim profit and loss account, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

## **19. DATE OF AUTHORIZATION**

This consolidated condensed interim financial information is authorized for issue on April 25, 2018 by the Board of Directors of the Holding Company.

Inam ur Rahman  
Chief Executive Officer

Shafiq Ahmed  
Chief Financial Officer

Shabbir Hussain Hashmi  
Director

## NOTES

[illegible]

[illegible]

www.jamapunji.pk



**Be aware, Be alert,  
Be safe**

**Learn about investing at  
www.jamapunji.pk**

**Key features:**

- Licensed Entities Verification
- Scam meter\*
- Jamapunji games\*
- Tax credit calculator\*
- Company Verification
- Insurance & Investment Checklist
- FAQs Answered

- Stock trading simulator  
(based on live feed from KSE)
- Knowledge center
- Risk profiler\*
- Financial calculator
- Subscription to Alerts (event  
notifications, corporate and  
regulatory actions)
- Jamapunji application for  
mobile device
- Online Quizzes



Jama Punji is an Investor  
Education Initiative of  
Securities and Exchange  
Commission of Pakistan

[jamapunji.pk](http://jamapunji.pk)

[@jamapunji\\_pk](https://twitter.com/jamapunji_pk)

\*Mobile apps are also available for download for android and ios devices



Dawood Hercules

**Dawood Hercules Corporation Limited**

Dawood Centre, M.T. Khan Road, Karachi - 75530  
Tel: +92-21-35686001 Fax: +92-21-35644147

[www.dawoodhercules.com](http://www.dawoodhercules.com)