

CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
DECEMBER 31, 2017
(UN-AUDITED)



DATA

QUALITY SEED

**DATA
AGRO
LIMITED**

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DATA AGRO LIMITED
135, Scotch Corner, Upper Mall,
Lahore.

DATA AGRO LIMITED

DIRECTOR'S REPORT

The un-audited interim condensed financial statement of your Company with auditors review report thereon for the half year ended December 31, 2017 is presented along with an update on the Company's affairs and performance.

The results for the last six months shows a net profit of Rs. 2.011 million (Dec. 2016: loss Rs.1.878 million). Sales for the period were Rs. 47.273 million (Dec. 2016: Rs. 38.915 million). These results are very encouraging to us.

Due to the seasonal nature of our business, we spend on production for the first six months and the output/sales come in the remaining period. Our major crop is Corn and we have started contract growing along with self production. This year we have worked diligently to have better production of quality seed. We hope the results of this will be evident in the coming months when we sell the seed. The results of our new products hybrid 27D65, 37T55,91S97, 2236 and 2368 are very promising and competitive with other seeds. Presently we have kept our margins low to introduce our self in wheat and cotton market. However, we plan to do not only larger quantity but also increase the profit margin in these crops.

Our policy of delinting & processing of seeds for third parties continues. We have established ourselves in this field and we do more third party delinting of seeds than any other company.

The management and sponsors are fully behind the project and assure the shareholders of all our efforts to make this venture a success.

Lahore
February 26, 2018

Chief Executive

DATA AGRO LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED) FOR THE SIX MONTHS AS AT DECEMBER 31, 2017

	UN-AUDITED 31-12-17 Rupees	AUDITED 30-06-17 Rupees
EQUITY & LIABILITIES		
SHARE CAPITAL AND RESERVE		
SHARE CAPITAL		
Authorised Share Capital 5,000,000 (2016: 5,000,000) ordinary shares of Rs. 10/- each	<u>50,000,000</u>	<u>50,000,000</u>
Issued subscribed and paid-up share capital 4,000,000 (2016: 4,000,000) ordinary shares of Rs.10/- each, fully paid in cash consideration	<u>40,000,000</u>	<u>40,000,000</u>
RESERVES		
Revenue Reserve	<u>(6,931,909)</u>	<u>(10,839,237)</u>
	33,068,091	29,160,763
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENTS	60,302,061	62,197,469
NON-CURRENT LIABILITIES		
Deferred liabilities	<u>21,893,409</u>	<u>24,166,519</u>
	21,893,409	24,166,519
CURRENT LIABILITIES		
Short term borrowings	24,378,943	24,378,943
Trade and other payables	16,840,358	21,722,670
Provision for taxation	590,920	3,797,586
	41,810,221	49,899,199
CONTINGENCIES AND COMMITMENTS	-	-
TOTAL EQUITY AND LIABILITIES	<u>157,073,781</u>	<u>165,423,950</u>
ASSETS		
NON - CURRENT ASSETS		
Property, plant & equipments	79,380,996	83,023,316
CURRENT ASSETS		
Stores, spares & loose tools	4,956,729	4,122,022
Stock in trade	20,254,805	30,224,786
Trade debts-unsecured	32,486,791	34,120,028
Loans and advances	7,052,307	7,010,383
Trade deposits and short term pre-payments	4,164,155	1,840,030
Tax refunds due from Government	465,559	465,559
Cash & bank balances	8,312,439	4,617,825
	77,692,785	82,400,634
	<u>157,073,781</u>	<u>165,423,950</u>

The annexed notes from an integral part of these financial statements

Chief Executive

CFO

Director

DATA AGRO LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2017

	Half Yearly		Quarter ended	
	31-12-2017	31-12-2016	01-10-2017 to 31-12-2017	01-10-2016 to 31-12-2016
	Rupees		Rupees	
Turnover	47,273,629	38,915,374	26,263,692	17,748,892
Cost of sales	37,784,993	31,074,579	22,449,599	12,958,257
GROSS PROFIT/ (LOSS)	9,488,636	7,840,795	3,814,093	4,790,635
Administrative Expenses	6,244,627	5,307,249	3,720,026	2,989,021
Selling and distribution	3,084,116	3,941,717	1,501,853	1,831,981
OPERATING PROFIT/(LOSS)	9,328,744	9,248,966	5,221,880	4,821,002
	159,893	(1,408,171)	(1,407,786)	(30,367)
Finance cost	202,914	95,708	11,368	13,200
	(43,021)	(1,503,879)	(1,419,154)	(43,567)
Other income	331,379	15,000	148,536	15,000
PROFIT /(LOSS) BEFORE TAXATION	288,358	(1,488,879)	(1,270,618)	(28,567)
Taxation	(1,723,562)	389,154	(2,206,844)	177,489
PROFIT /(LOSS) AFTER TAXATION	2,011,919	(1,878,033)	936,226	(206,056)
Earning/(loss) per share basic and diluted	0.50	(0.47)	0.23	(0.05)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED DECEMBER 31, 2017

PROFIT/(LOSS) AFTER TAXATION	2,011,919	(1,878,033)	936,226	(206,056)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment	2,707,726	2,908,406	1,353,863	1,454,203
Related deferred tax	(812,318)	-	(812,318)	-
	1,895,408	2,908,406	541,545	1,454,204
Total comprehensive income for the year	3,907,328	1,030,373	1,477,771	1,248,148

The annexed notes from an integral part of these financial statements

Chief Executive

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Director

DATA AGRO LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED) FOR THE SIX MONTHS AS AT DECEMBER 31, 2017

	Six month ended	
	UN-AUDITED 31-12-2017 Rupees	UN-AUDITED 31-12-2016 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit /(Loss) before tax	288,358	(1,488,880)
Adjustments for:		
Depreciation	3,857,120	3,901,663
Financial charges	202,914	95,708
Gain on disposal	-	-
Provision for gratuity	663,547	585,866
Operating profit/(loss) before working capital changes	5,011,939	3,094,357
Working capital changes: (Increase)/ Decrease in current assets		
Stores, spares & loose tools	(834,707)	12,795
Stock in trade	9,969,981	(5,031,532)
Trade debtors	1,633,237	5,516,877
Loans and advances	(41,924)	(1,232,478)
Trade deposits and short term prepayments	(2,324,125)	1,006,315
	8,402,462	271,977
Increase/(Decrease) in current liabilities		
Trade and other payables	(4,882,312)	1,143,402
Cash generated from/(utilized in) operations	8,532,089	4,509,736
Financial charges paid	(202,914)	(95,708)
Gratuity paid	-	(229,980)
Income tax paid	(4,419,761)	(2,685,488)
Net cash flow from / (utilized in) operating activities	(4,622,675)	(3,011,176)
	3,909,414	1,498,560
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditures	(214,800)	(2,236,000)
Net cash flow from / (utilized in) investing activities	(214,800)	(2,236,000)
CASH FLOW FROM FINANCING ACTIVITIES		
Short term borrowings	-	-
Lease liability	-	-
Net cash flow from / (utilized in) financing activities	-	-
Net Increase/(decrease) in cash & cash equivalents	3,694,614	(737,440)
Cash and cash equivalents at the beginning of the year	4,617,825	8,023,386
Cash and cash equivalents at the end of the period	8,312,439	7,285,946
Cash and cash equivalents		
Cash in hand	326,068	421,996
Cash at bank	7,986,371	6,863,950
	8,312,439	7,285,946

Chief Executive

CFO

Director

DATA AGRO LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2017

DESCRIPTION	SHARE CAPITAL (Rs)	Un-appropriated Profit (Rs)	Surplus on revaluation (Rs)
Balance as at June 30, 2016	40,000,000	(17,471,406)	22,528,594
Total Comprehensive Income for the period from July 01, 2016 to December 31, 2016		(1,878,033)	(1,878,033)
Surplus on revaluation of fixed assets Transferred from surplus on revaluation to unappropriated profit/(loss) due to incremental depreciation	-	2,908,406	2,908,406
Surplus related to deferred tax: -Prior -Current		-	-
Balance as at December 31, 2016	40,000,000	(16,441,033)	23,558,967
Total Comprehensive Income for the period from January 01, 2017 to June 30, 2017	-	4,496,601	4,496,601
Surplus on revaluation of fixed assets Transferred from surplus on revaluation to unappropriated profit/(loss) due to incremental depreciation	-	2,908,406	2,908,406
Surplus related to deferred tax: -Prior -Current	-	(1,803,212)	(1,803,212)
Balance as at June 30, 2017	40,000,000	(10,839,237)	29,160,762
Total Comprehensive Income for the year from July 01, 2016 to Dec. 31, 2017	-	2,011,919	2,011,919
Surplus on revaluation of fixed assets Transferred from surplus on revaluation to unappropriated profit/(loss) due to incremental depreciation	-	1,895,408	1,895,408
Surplus related to deferred tax: -Prior -Current			
Balance as at December 31, 2017	40,000,000	(6,931,909)	33,068,090

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION - (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2017

1. NATURE AND STATUS OF BUSINESS

DATA AGRO LIMITED was initially incorporated as a private limited company in Pakistan under the Companies act 2017, on November 10, 1992 and was converted in to a public limited company on March 06, 1994. The company is listed on Lahore and Karachi Stock Exchanges. The principal activity of the Company is production and processing of Agro seeds. The registered office of the company is situated at 3-A, Race View, Jail Road, Lahore in province of Punjab, Pakistan.

2. STATEMENT OF COMPLIANCE

These accounts have been prepared in accordance with the requirements of Securities and Exchange Commission of Pakistan Companies' Act 2017 and International Accounting Standard, (IAS 34, "Interim Financial Reporting"). These Financial statements have been prepared under the historical cost convention with out any adjustment for the effect of inflation on current values. The Company has adopted merchantile accounting sytem unless otherwise stated.

3. OTHER INFORMATION

- 3.1- The Financial statements are un-audited but have been reviewed by the statutory auditors as required by the Code of Corporate Governance and are being submitted to the shareholders required u/s 237 of the Companies Act 2017.
- 3.2- These financial statements do not include all the information required for full financial statement and should be read in conjunction with the annual financial statements as at and for the year ended 30, June 2017.
- 3.3- The significant judgment, estimates and assumption used by the mangement in preparation of these financial statements are the same as those applied to the annual financial statements as at end for the year ended 30, June 2017.
- 3.4- All accounting policies adopted for the preparation of these half yearly accounts are the same, to the extent and in the manner stated above, as those applied in the preparation of the preceding annual published accounts of the Company as at June 30, 2017.
- 3.5- Review report issued by the external auditor in accordance with the International Standards on Auditing applicable to review engagement is annexed.
- 3.6- There is no unusual item included in the accounts, which is affecting assets, liabilities, equity, net income or cash flow of the company.
- 3.7- Figures in the financial statements have been rounded-off to the nearest Rupees except stated otherwise. Corresponding figures have neither been rearranged nor classified.

Chief Executive

CFO

Director

DATA AGRO LIMITED

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

Introduction

We have reviewed the accompanying condensed interim balance sheet of DATA AGRO LIMITED as at December 31, 2017 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof (here-in-after referred to as the "interim financial information"), for the half year then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at and for the six months period ended December 31, 2017 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

The figures for the quarter ended December 31, 2017 and December 31, 2016 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

RAFAQAT MANSHA MOHSIN DOSSANI MASOOM & CO.

Lahore

Chartered Accountants

February 26, 2018

Lahore Engagement Partner: Muhammad Mansha