



**Capital Assets Leasing
Corporation Limited**

**Condensed Interim
Financial Information
For the Quarter Ended
September 30, 2018
(Un-Audited)**



CORPORATE INFORMATION

Board of Directors:	Mr. Asad Nasir (Chairman) Mr. Saad Saeed Faruqui Mr. Shahruxh Saeed Faruqui Mr. Brig (R) Yasub Ali Dogar Mr. Haider Ali Hilaly Ms. Marium Abid Shirazee Ms. Rabia Fida
Audit Committee:	Ms. Rabia Fida (Chairperson) Mr. Asad Nasir (Member) Mr. Shahruxh Saeed Faruqui (Member)
HR & Remuneration Committee:	Mr. Brig (R) Yasub Ali Dogar Mr. Irfan Ahmad Mr. Haider Ali Hilaly
Chief Executive Officer:	Mr. Irfan Ahmad
CFO & Company Secretary:	Ms. Shomaila Siddiqui
Head of Internal Audit:	Mr. Syed Sajid Nasim
Registrar & Share Transfer Office:	F. D. Registrar Services (SMC-Pvt.) Limited 17 th Floor, Saima Trade Tower-A, I. I. Chundrigar Road Karachi. Tel: +92 (21)32271905-6 Fax +92(21)-32621233
Auditors:	Baker Tilly Mehmood, Idrees, Qamar, Chartered Accountants
Legal Advisor:	Mohsin Tayebaly & Co. Advocates
Bankers:	JS Bank Limited
Registered Office:	14 th Floor, Chapal Plaza, Hasrat Mohani Road, Karachi-74000 Tele: +92 (21) 3243 1181-8 E-mail: calcorp@optimus.com.pk Web: www.calcorp.com.pk



DIRECTORS' REVIEW

The Board of Directors of Capital Assets Leasing Corporation Limited is pleased to present the unaudited condensed interim financial information for the first quarter ended September 30, 2018.

FINANCIAL RESULTS

	September 30, 2018	September 30, 2017
	Rupees	
Revenue	17,303,962	13,423,987
Expenses		
Administrative and operating	3,734,060	2,560,138
Financial Charges	3,511,550	3,450,291
Total Expenses	7,245,610	6,010,429
Profit before tax	10,058,352	7,413,558
Less : Taxation	(2,208,840)	(3,235,902)
Net Profit for the period	7,849,512	4,177,656
Earning per share	0.73	0.39

During the quarter, company has generated revenue of Rs. 17.30 million against Rs. 13.42 million in corresponding period of the year 2017. The profit for the period has increased in the quarter amounting Rs. 2.64 million as compared to corresponding quarter of 2017. The net profit after tax for the quarter is Rs. 7.84 million against Rs 4.17 million in corresponding period of the year 2017. Earnings per share of 0.73 rupee for the quarter ended September 30, 2018 as compare to 0.39 rupee per share of corresponding period.

ACKNOWLEDGEMENT

We owe special gratitude to our shareholders and clients for their kindness and continuous support.

We take this opportunity to thank the Securities and Exchange Commission of Pakistan, Pakistan Stock Exchange Limited and other regulatory bodies of the country for their support.

The directors wish to place on record their appreciation for the hard work put in and dedication displayed by the staff in performance of their duties.

On behalf of the Board:

Chief Executive Officer

Director

Karachi: October 30, 2018

ڈائریکٹرز رپورٹ

ہمیں بورڈ آف ڈائریکٹرز کی جانب سے کیپٹل ایسٹس لیزنگ کارپوریشن لمیٹڈ کی ۳۰ ستمبر ۲۰۱۸ کو ختم ہونے والی سہ ماہی پر ڈائریکٹرز رپورٹ کے ساتھ مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

روپے		مالیاتی نتائج
۲۰۱۷، ستمبر ۳۰	۲۰۱۸، ستمبر ۳۰	
<u>14,423,987</u>	<u>17,303,962</u>	کل آمدنی
		اخراجات:
(2,560,138)	(3,734,060)	انتظامی اخراجات
(3,450,291)	(3,511,550)	مالیاتی اخراجات
(6,010,429)	(7,245,610)	کل اخراجات
7,413,558	10,058,352	منافع قبل از ٹیکس
(3,235,905)	(2,208,840)	ٹیکس
4,177,656	7,849,512	منافع بعد از ٹیکس
0.39	0.73	آمدنی فی شیئر

پہلی سہ ماہی ۲۰۱۸ میں آمدنی 17.30 ملین روپے رہی، گزشتہ سال ۲۰۱۷ میں اسی مدت میں آمدنی 13.42 ملین روپے تھی۔ اس سہ ماہی میں منافع 2.64 ملین روپے سے سال ۲۰۱۷ کی پہلی سہ ماہی کی مقابلے میں زیادہ ہوا ہے، خالص منافع بعد از ٹیکس 7.849 ملین روپے ہوا جبکہ اس کے مقابلے میں ۲۰۱۷ کی پہلی سہ ماہی میں 4.177 ملین روپے تھا۔

اظہار تشکر

ہم اس موقع پر سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج لمیٹڈ اور دیگر ریگولیٹری اتھارٹیز سے ان کے مسلسل تعاون اور پیشہ ورانہ رہنمائی اور شیئر ہولڈرز کے ہم پر بھروسے اور بھرپور اعتماد پر ان کا شکر یہ ادا کرتے ہیں۔ ہم اپنے اسٹاف کے آپریشنز کے عمل میں عزم اور خلوص کے ساتھ کام کرنے پر ان کے شکرگزار اور ممنون ہیں۔

برائے اور منجانب بورڈ آف ڈائریکٹرز
کیپٹل ایسٹس لیزنگ کارپوریشن لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

کراچی۔ ۳۰ اکتوبر ۲۰۱۸



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018

	(Un-Audited) 30-Sep-2018	(Audited) 30-Jun-2018
 Rupees	
ASSETS		
Current assets		
Cash and bank balances	194,056	725,989
Net investment in finance lease	4 9,291,481	9,291,481
Advances, deposits, prepayments and other receivables	34,400,719	36,925,654
Trade Receivable	56,655,341	48,871,835
Taxation-Net	14,070,472	16,979,299
	114,612,069	112,794,258
Non current assets		
Long term advance, deposits, prepayments and other receivables	25,941,025	25,759,066
Property, plant and equipment	6 264,005,714	268,819,086
Intangibles Assets	7 3	3
	289,946,742	294,578,155
TOTAL ASSETS	404,558,811	407,372,413
LIABILITIES		
Current Liabilities		
Deposits	9,311,420	9,311,420
Current portion of diminishing musharakah financing	8 49,416,470	50,226,377
Unclaimed dividend	625,215	625,215
Trade and other payables	8,320,430	7,140,671
	67,673,535	67,303,683
Non Current Liabilities		
Diminishing musharaka financing	8 99,973,664	110,205,159
Deferred tax liability	5 6,198,827	7,000,298
	106,172,491	117,205,457
SHARE CAPITAL & RESERVES		
Authorized Capital		
20,000,000 ordinary shares of Rs. 10/- each	200,000,000	200,000,000
Issued, subscribed and paid-up capital	107,444,130	107,444,130
Reserves	123,268,655	115,419,143
	230,712,785	222,863,273
TOTAL LIABILITIES AND EQUITY	404,558,811	407,372,413

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2018
(UN-AUDITED)

		30-Sep-18	30-Sep-17
	 Rupees Rupees
REVENUES			
Income from Operations - (Net)	9	14,375,845	8,894,689
Other Income		2,928,117	4,529,298
		17,303,962	13,423,987
EXPENSES			
Administrative and operating expenses		3,734,060	2,560,138
Financial charges		3,511,550	3,450,291
		7,245,610	6,010,429
Profit before taxation		10,058,352	7,413,558
Taxation		(2,208,840)	(3,235,902)
Profit after tax for the quarter		7,849,512	4,177,656
Other Comprehensive Income		-	-
Total Comprehensive Income		7,849,512	4,177,656
Earning per share		0.73	0.39

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2018
(UN-AUDITED)

	30-Sep-2018	30-Sep-2017
 Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	10,058,352	7,413,558
Adjustments for non cash items:		
Depreciation	5,414,161	2,374,234
Financial charges	3,511,550	3,450,291
(Gain) / Loss on disposal of property, plant and equipment	(2,853,419)	(4,526,129)
	<u>16,130,644</u>	<u>8,711,954</u>
(Increase) / Decrease in current assets		
Advances, deposits, prepayments and other receivable	2,524,935	(48,639,069)
Trade Receivables	(7,783,506)	(2,236,822)
Increase / (Decrease) in current liabilities		
Accrued and other liabilities	<u>1,265,796</u>	<u>(150,402)</u>
Cash generated / (used in) from operations	<u>12,137,869</u>	<u>(42,314,339)</u>
Financial charges paid	(3,597,587)	(2,821,241)
Tax paid	(101,484)	(717,784)
Net cash generated / (used in) from operating activities	<u>8,438,798</u>	<u>(45,853,364)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Addition in property, plant and equipment	(3,929,370)	(21,538,397)
Proceeds from sale of property, plant and equipment	6,182,000	20,555,000
Long term advances, deposits and prepayments	(181,959)	(3,938,013)
Net cash generated / (used in) from investing activities	<u>2,070,671</u>	<u>(4,921,410)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Diminishing musharaka financing	(11,041,402)	50,175,898
Net cash generated / (used in) from financing activity	<u>(11,041,402)</u>	<u>50,175,898</u>
Net (decrease) / increase in cash and cash equivalents	<u>(531,933)</u>	<u>(598,876)</u>
Cash and cash equivalents at the beginning of the period	725,989	734,834
Cash and cash equivalents at the end of the period	<u><u>194,056</u></u>	<u><u>135,958</u></u>

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2018
(UN-AUDITED)

Description	Issued Subscribed and paid-up capital	Statutory Reserves	Un-appropriated Profits	Total
Balance as at July 01, 2017	107,444,130	36,018,673	45,606,795	189,069,598
Net Profit for the period from July 2017 to Sep 2017	-	-	4,177,656	4,177,656
Transfer to statutory reserves	-	835,531	(835,531)	-
Balance as at September 30, 2017	107,444,130	36,854,204	48,948,920	193,247,254
Balance as at July 01, 2018	107,444,130	42,777,408	72,641,735	222,863,273
Net Profit for the period from July 2018 to Sep 2018	-	-	7,849,512	7,849,512
Transfer to statutory reserves	-	1,569,902	(1,569,902)	-
Balance as at September 30, 2018	107,444,130	44,347,310	78,921,345	230,712,785

Chief Financial Officer

Chief Executive Officer

Director

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)**

1 THE COMPANY AND ITS OPERATIONS

CAPITAL ASSETS LEASING CORPORATION LIMITED was incorporated on April 1, 1992 in Pakistan as a public limited company and its shares are quoted on Pakistan Stock Exchange Limited. The principal activity of the Company is to carry on leasing business. In addition, the company is also engaged in plying for hire vehicles through its holding company. The Company is subsidiary of Optimus Limited by virtue of 83.96% share holding.

The company has been operating with an equity which is less than the statutory requirement and has stopped its leasing operations since April 2008. This had created significant doubt over company's ability to continue as a Non-Banking Financial Company (a leasing company licensed under the Non-Banking Companies and Notified Entities Regulation, 2008).

However, according to the Non-Banking Finance Companies and Notified Entities Regulations, 2008 as notified by the SECP through its S.R.O.1203 (I) 2008, dated November 21, 2008, and further amended through its SRO 764 dated September 2, 2009, the minimum equity requirement for the leasing companies has been enhanced. The existing leasing companies are required to increase their minimum equity to Rs. 700 million which has later been reduced to Rs. 500 million for deposit taking leasing companies through SRO 1160 of 2015 and for non depository leasing companies, it has been fixed Rs. 50 million. Hence, the management has applied for the leasing license as non depository leasing company under current NBFC Regulations.

2 STATEMENT OF COMPLIANCE

This condensed interim financial statements have been prepared in accordance with approved accounting standard (IAS) 34 "Interim Financial Reporting" as applicable in Pakistan and notified by the Securities and Exchange Commission of Pakistan (SECP) and the listing regulations of Pakistan Stock Exchange Limited. This interim financial information should be read in conjunction with the preceding annual published financial statements of the company for the year ended June 30 2018.

3 ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computation adopted for the preparation of these interim condensed financial information are the same as applied in the preparation of the preceding annual published financial statements of the company for the year ended June 30, 2018.

	(UN-AUDITED) 30-Sep-18	(AUDITED) 30-Jun-18
 Rupees	
4 NET INVESTMENT IN LEASE FINANCE		
Minimum lease and hire purchase rentals	19,427,270	19,427,270
Add: Residual value	9,311,420	9,311,420
Gross investment in lease	28,738,690	28,738,690
Less: Unearned finance income	(3,882,343)	(3,882,343)
Net investment in lease	24,856,347	24,856,347
Less: Provision for lease losses	(15,564,866)	(15,564,866)
	9,291,481	9,291,481
Current portion of non current assets	9,291,481	9,291,481
	-	-
5 DEFERRED TAX (LIABILITY) / ASSET		
Debit balances in respect of:		
Provision against advance deposits and prepayments	1,306,471	1,351,522
Provision against finance lease	4,513,811	4,669,460
Minimum tax / Alternative corporate tax	14,242,203	14,242,203
	20,062,485	20,263,185
Credit balance in respect of:		
Accelerated depreciation	(26,261,312)	(27,263,483)
Net deferred tax liability	(6,198,827)	(7,000,298)

	(UN-AUDITED) 30-Sep-18	(AUDITED) 30-Jun-18
 Rupees	
6 PROPERTY, PLANT AND EQUIPMENT		
Opening written down value	268,819,086	131,592,567
Add: Cost of acquisition during the quarter / year	3,929,370	200,109,895
	<u>272,748,456</u>	<u>331,702,462</u>
Less: written down value of disposals during the quarter / year	(3,328,581)	(47,899,364)
	269,419,875	283,803,098
Less: Depreciation charged for the quarter / year	(5,414,161)	(14,984,012)
Closing written down value	<u>264,005,714</u>	<u>268,819,086</u>

7 INTANGIBLES ASSETS		
Opening written down value	3	3
Add: Cost of acquisition during the quarter / year	-	-
	<u>3</u>	<u>3</u>
Less: written down value of disposals during the quarter / year	-	-
	3	3
Less: Amortization charged for the quarter / year	-	-
Closing written down value	<u>3</u>	<u>3</u>

8 DIMINISHING MUSHARAKAH FINANCING						
	(UN-AUDITED)			(AUDITED)		
	30-Sep-2018			30-Jun-2018		
	Not later than one year	More than one year and upto five years	Total	Not later than one year	More than one year and upto five year	Total
Diminishing Musharakah Financing Payable	49,416,470	99,973,664	149,390,134	50,226,377	110,205,159	160,431,536
	<u>49,416,470</u>	<u>99,973,664</u>	<u>149,390,134</u>	<u>50,226,377</u>	<u>110,205,159</u>	<u>160,431,536</u>

	(UN-AUDITED) 30-Sep-18	(UN-AUDITED) 30-Sep-17
 Rupees	
9 INCOME FROM OPERATIONS - (NET)		
Income from vehicles plying for hire	9.1 14,375,845	8,894,689
	<u>14,375,845</u>	<u>8,894,689</u>
9.1 Income from vehicles plying for hire		
Rentals from vehicles plying for hire	27,583,506	21,046,822
COST OF SERVICES		
Road tax / registration & other charges	458,992	532,194
Vehicles service & maintenance-VPFH	2,271,821	1,868,242
Ijarah rentals	2,147,080	5,182,757
Tracker monitoring cost	448,272	339,303
Insurance	1,431,267	993,511
Depreciation	5,370,229	2,331,126
Service charges	1,080,000	905,000
	<u>13,207,661</u>	<u>12,152,133</u>
Net Income from vehicles plying for hire	<u>14,375,845</u>	<u>8,894,689</u>

10 TRANSACTIONS WITH RELATED PARTY

The related parties comprise of entities over which the directors are able to exercise significant influence, entities with common directorship, major shareholders, directors, key management personnel and employees fund. The company has a policy whereby all transactions with related parties, are entered into at arm's length prices using the permissible method of pricing. The transactions with related parties, other than remuneration under the terms of employment, are as follows:

Related Party	Nature of transaction	(UN-AUDITED)	(UN-AUDITED)
		30-Sep-18	30-Sep-17
		Rupees	
Optimus Limited (Holding company)	Rental services rendered	27,583,506	21,046,822
	Management services	1,080,000	905,000
	Sale of motor vehicles	6,182,000	18,765,000
	Vehicles service & maintenance	2,271,821	1,868,242
	Salary & allowances	2,270,554	828,287
"Mustang Eye (Private) limited (Common Directorship)"	Tracker services	321,000	64,725
Staff Provident Fund	Contribution to staff provident fund	20,221	20,694

11 AUTHORIZATION FOR ISSUE

The Board of Directors of the Company has authorized these financial statements for issue on October 30, 2018.

12 GENERAL

Figures have been rounded off to the nearest rupee.

Figures have been reclassified and re-arranged where necessary.

Chief Financial Officer

Chief Executive Officer

Director

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Stamp
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If undelivered please return to:

calcorp

CAPITAL ASSETS LEASING CORPORATION LIMITED

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