



**Capital Assets Leasing
Corporation Limited**

**Condensed Interim
Financial Information
For the Quarter Ended
September 30, 2017
(Un-Audited)**



CORPORATE INFORMATION

Board of Directors*:	Mr. Asad Nasir (Chairman) Mr. Saad Saeed Faruqui (Chief Executive Officer) Mr. Shahrugh Saeed Faruqui Mr. Brig (R) Yasub Ali Dogar Mr. Faisal Ismail Mr. Faizan Haider khan Mr. Haider Ali Hilaly
Audit Committee:	Mr. Shahrugh Saeed Faruqui (Chairman) Mr. Asad Nasir (Member) Mr. Brig (R) Yasub Ali Dogar (Member) Ms. Shomaila Siddiqui (Secretary)
HR & Remuneration Committee:	Mr. Asad Nasir Mr. Saad Saeed Faruqui Mr. Haider Ali Hilaly
Chief Executive Officer:	Mr. Saad Saeed Faruqui
CFO & Company Secretary:	Mr. Syed Sajid Nasim
Head of Internal Audit:	Ms. Shomaila Siddiqui
Registrar & Share Transfer Office:	Technology Trade (Pvt.) Ltd. Ballotter, Share Registrar & Transfer Agent Dagja House, 241-C, Block-2, P.E.C.H.S, Karachi. Tel: 92(21) 3439 1316-7 & 19, 3438 7960-1 Fax: 92(21) 3439 1318
Auditors:	Baker Tilly Mehmood, Idrees, Qamar, Chartered Accountants
Legal Advisor:	Mohsin Tayebaly & Co. Advocates Hosain & Rahim, Advocates & Corporate Counsel
Bankers:	JS Bank Limited
Registered Office:	14th Floor, Chapal Plaza, Hasrat Mohani Road, Karachi-74000 Tele: +92 (21) 3243 1181-8 Fax: +92 (21) 3246 5703 E-mail: calcorp@optimus.com.pk Web: www.calcorp.com.pk

TO THE SHARE HOLDERS

Attached is the un-audited Condensed Interim financial information for the Quarter ended September 30, 2017 together with the selected notes to the condensed interim financial information and Directors' review report thereon to the shareholder of the company. These Condensed Interim financial information are being submitted as required under section 237 of the Companies Act, 2017.

Karachi: October 31, 2017

By the Order of the Board
Syed Sajid Nasim
CFO & Company Secretary

*The approval for Appointment of Directors is pending from SECP under NBFC Regulations



DIRECTORS' REVIEW

On behalf of the Board of Directors, I am pleased to present un-audited interim financial statements for the Quarter ended September 30, 2017.

FINANCIAL RESULTS

	September 30, 2017	September 30, 2016
	Rupees	Rupees
Total Revenue	13,423,987	13,209,734
Expenses		
Administrative and operating	2,560,138	2,520,401
Financial Charges	3,450,291	1,585,009
Other Charges	-	117,625
Total Expenses	<u>6,010,429</u>	<u>4,223,035</u>
Profit before tax	7,413,558	8,986,699
Less : Taxation	<u>(3,235,902)</u>	<u>(3,185,448)</u>
Net Profit for the period	<u>4,177,656</u>	<u>5,801,251</u>
Earning per share	<u>0.39</u>	<u>0.54</u>

During the Quarter, company has generated net revenue of Rs. 13.42 million against Rs. 13.20 million in corresponding period of the year 2016. However, the profit for the period decreased in the quarter due to increase in financial cost. The net profit for the quarter is Rs. 4.177 million after accounting for taxation. Earnings per share of 0.39 Rupee for the Quarter ended September 30, 2017 as compare 0.54 Rupee per share in the corresponding period.

ACKNOWLEDGEMENT

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.

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 and other regulatory bodies of the country for their support and understanding.

Saad Saeed Faruqi
Chief Executive Officer

October 31, 2017



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2017

	(Un-Audited) 30-Sep-2017	(Audited) 30-Jun-2017
 Rupees	
ASSETS		
Current assets		
Cash and bank balances	135,958	734,834
Net investment in finance lease	4 9,291,481	9,291,481
Advances, deposits, prepayments and other receivables	172,831,218	124,192,149
Trade Receivable	48,350,257	46,113,435
Taxation-Net	19,500,085	20,042,606
	<u>250,108,999</u>	<u>200,374,505</u>
Non current assets		
Long term advance, deposits, prepayments and other receivables	25,858,451	21,920,438
Property, plant and equipment	6 134,727,859	131,592,567
Intangibles Assets	7 3	3
	<u>160,586,313</u>	<u>153,513,008</u>
TOTAL ASSETS	<u>410,695,312</u>	<u>353,887,513</u>
LIABILITIES		
Current Liabilities		
Trade and other liabilities	8,807,682	8,329,034
Current portion of long term Deposit	9,311,420	9,311,420
Current portion of Diminishing Musharaka Finaincg	8 43,989,589	37,368,340
	<u>62,108,691</u>	<u>55,008,794</u>
Non Current Liabilities		
Diminishing Musharakah Finaincg	8 146,400,888	102,846,239
Deferred Tax Liability	5 8,938,479	6,962,882
	<u>155,339,367</u>	<u>109,809,121</u>
SHARE CAPITAL & RESERVES		
Authorized Capital		
20,000,000 ordinary shares of Rs. 10/- each	<u>200,000,000</u>	<u>200,000,000</u>
Issued, Subscribed and Paid-up capital		
Reserves	107,444,130	107,444,130
	85,803,124	81,625,468
	<u>193,247,254</u>	<u>189,069,598</u>
	<u>410,695,312</u>	<u>353,887,513</u>

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM PROFIT & LOSS ACCOUNT
FOR THE QUARTER ENDED SEPTEMBER 30, 2017
(UN-AUDITED)

		30-Sep-17	30-Sep-16
	 Rupees	
REVENUES			
Income from Operations - (Net)	9	8,894,689	13,140,227
Other Income		4,529,298	69,507
		13,423,987	13,209,734
EXPENSES			
Administrative and operating expenses		2,560,138	2,520,401
Financial charges		3,450,291	1,585,009
Other Charges		-	117,625
		6,010,429	4,223,035
Profit before taxation		7,413,558	8,986,699
Taxation		(3,235,902)	(3,185,448)
Net profit after tax for the quarter		4,177,656	5,801,251
Earning per share		0.39	0.54

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2017
(UN-AUDITED)

	30-Sep-17	30-Sep-16
 Rupees	
Profit for the period	4,177,656	5,801,251
Other Comprehensive Income	-	-
	4,177,656	5,801,251

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2017
(UN-AUDITED)

	30-Sep-2017	30-Sep-2016
 Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	7,413,558	8,986,699
Adjustments for non cash items:		
Depreciation	2,374,234	3,210,256
Amortization	-	13,504
Financial charges	3,450,291	1,585,009
(Gain) / Loss on disposal of Property, plant and equipment	(4,526,129)	(60,120)
	<u>8,711,954</u>	<u>13,735,348</u>
(Increase) / Decrease in current assets		
Advances, deposits, prepayments and other receivable	(48,639,069)	1,694,604
Trade Receivables	(2,236,822)	(14,647,751)
Increase / (Decrease) in current liabilities		
Accrued and other liabilities	<u>(150,402)</u>	<u>3,627,494</u>
Cash (used in) / generated from operations	<u>(42,314,339)</u>	<u>4,409,695</u>
Financial charges paid	(2,821,241)	(1,546,085)
Tax paid	<u>(717,784)</u>	<u>(1,310,564)</u>
Net cash (used in) / generated from operating activities	<u>(45,853,364)</u>	<u>1,553,046</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Addition in Property, plant and equipment	(21,538,397)	(5,250)
Long term advances, deposits and prepayments	(3,938,013)	(773,872)
Proceeds from Sale of Property, plant and equipment	20,555,000	5,865,000
Net cash (used in) / generated from investing activities	<u>(4,921,410)</u>	<u>5,085,878</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Liabilities against assets Subject to Finance lease	-	(4,773,399)
Diminishing Musharakah Finaincng	50,175,898	(2,022,926)
Net cash generated from / (used in) Financing Activity	<u>50,175,898</u>	<u>(6,796,325)</u>
Net (decrease) / increase in cash and cash equivalents	<u>(598,876)</u>	<u>(157,401)</u>
Cash and cash equivalents at the beginning of the period	734,834	264,101
Cash and cash equivalents at the end of the period	<u><u>135,958</u></u>	<u><u>106,700</u></u>

Chief Financial Officer

Chief Executive Officer

Director



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2017
(UN-AUDITED)**

Description	Issued Subscribed and paid-up capital	Statutory Reserves	Un-appropriated Profits	Total
Balance as at July 01, 2016	107,444,130	31,811,422	28,777,791	168,033,343
Net Profit for the period from July 2016 to Sep 2016	-	-	5,801,251	5,801,251
Transfer to statutory reserves	-	1,160,250	(1,160,250)	-
Balance as at September 30, 2016	107,444,130	32,971,672	33,418,792	173,834,594
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

Chief Financial Officer

Chief Executive Officer

Director

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)**

1 THE COMPANY AND ITS OPERATIONS

The company 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. 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 M/s Optimus Limited by virtue of its 83.96% Share holding.

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 for non depository leasing companies it has been fixed at Rs.50.00 million.Hence, the management has applied for the leasing license as non-depository leasing company under current NBFC Regulations."

2 STATEMENT OF COMPLIANCE

These 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. 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, 2017.

3 ACCOUNTING POLICIES AND COMPUTATION METHOD

The accounting policies and methods of computations 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, 2017.

	(UN-AUDITED) 30-Sep-17	(AUDITED) 30-Jun-17
 Rupees	
4 NET INVESTMENT IN LEASE FINANCE		
Minimum lease and hire purchase rentals	19,427,270	19,427,270
Add: Residual value	<u>9,311,420</u>	<u>9,311,420</u>
Gross investment in lease	28,738,690	28,738,690
Less: Unearned finance income	<u>(3,882,343)</u>	<u>(3,882,343)</u>
Net investment in lease	24,856,347	24,856,347
Less: Provision for lease losses	<u>(15,564,866)</u>	<u>(15,564,866)</u>
	9,291,481	9,291,481
Current portion of non current assets	<u>9,291,481</u>	<u>9,291,481</u>
	-	-
5 DEFERRED TAX (LIABILITY) / ASSETS		
Debit balances arising in respect of:		
Liabilities against assets subject to finance lease	<u>15,592,043</u>	<u>17,903,919</u>
Carry forward tax losses	<u>6,241,076</u>	<u>7,312,943</u>
	21,833,119	25,216,862
Credit balance arising in respect of:		
Accelerated depreciation	<u>(30,771,598)</u>	<u>(32,179,744)</u>
Net deferred liability	<u>(8,938,479)</u>	<u>(6,962,882)</u>
6 PROPERTY, PLANT AND EQUIPMENTS		
Opening written down value	131,592,567	175,263,180
Add: Cost of acquisition during the quarter / year	<u>21,538,397</u>	<u>51,504,468</u>
	153,130,964	226,767,648
Less: Written down value of disposals during the quarter / year	<u>(16,028,871)</u>	<u>(83,560,830)</u>
	137,102,093	143,206,818
Less: Depreciation charged for the quarter / year	<u>2,374,234</u>	<u>11,614,251</u>
	<u>134,727,859</u>	<u>131,592,567</u>
7 INTANGIBLES ASSETS		
Opening written down value	3	13,507
Add: Cost of acquisition during the quarter / year	<u>-</u>	<u>-</u>
	3	13,507
Less: Written down value of disposals during the quarter / year	<u>-</u>	<u>-</u>
	3	13,507
Less: Amortization charged for the quarter / year	<u>-</u>	<u>13,504</u>
	<u>3</u>	<u>3</u>

8 DIMINISHING MUSHARAKAH FINANCING

	(UN-AUDITED)			(AUDITED)		
	Not later than one year	30-Sep-2017	Total	Not later than one year	30-Jun-2017	Total
	More than one year and upto five years	More than one year and upto five years		More than one year and upto five year	More than one year and upto five year	
Diminishing Musharakah Financing Payable	43,989,589	146,400,888	190,390,477	37,368,340	102,846,239	140,214,579
	43,989,589	146,400,888	190,390,477	37,368,340	102,846,239	140,214,579

(UN-AUDITED) (UN-AUDITED)
30-Sep-17 30-Sep-16

..... Rupees

9 INCOME FROM OPERATIONS - (NET)

Income from vehicle plying for hire	9.1	8,894,689	13,140,227
		<u>8,894,689</u>	<u>13,140,227</u>

9.1 Income from vehicle plying for hire

Rentals from vehicles plying for hire	21,046,822	30,772,523
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COST OF SERVICES

Road Tax / Registration & Other Charges	532,194	512,211
Vehicle Service & Maintenance-VPFH	1,868,242	4,521,319
Ijarah Lease Rental	5,182,757	6,150,741
Tracker Monitoring Cost	339,303	472,395
Insurance	993,511	1,247,955
Depreciation	2,331,126	3,205,175
Service Charges	905,000	1,522,500
	<u>12,152,133</u>	<u>17,632,296</u>
	<u>8,894,689</u>	<u>13,140,227</u>

10 TRANSACTION WITH RELATED PARTY

The related parties comprise of entities over which the directors are able to exercise significant influence, entities with common directors, 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) 30-Sep-17	(UN-AUDITED) 30-Sep-16
	 Rupees	
Optimus Limited (Holding company)	Rental services rendered	21,046,822	30,772,523
	Management Service	905,000	1,522,500
	Sale of Motor Vehicle	18,765,000	5,865,000
	Vehicles Service & Maintenance	1,868,242	4,521,319
	Salary & Allowance	828,287	1,241,835
Mustang Eye (Private) limited (Common Directorship)	Tracker Services	64,725	95,970
Staff Provident Fund	Contribution to staff provident fund	20,694	17,193

11 AUTHORIZATION FOR ISSUE

The Board of Directors of the Company has authorized these financial statements for issue on October 31, 2017.

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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If undelivered please return to:

CALCORP

CAPITAL ASSETS LEASING CORPORATION LIMITED

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