

**Half Yearly/2nd  
Quarterly Accounts  
December 31, 2012  
(Un-Audited)**

**Manufacturers of Automotive  
Wheels in Pakistan**

**Commitment to Excellence**



**Baluchistan Wheels Limited**



## CORPORATE INFORMATION

### BOARD OF DIRECTORS

Mr. Muhammad Siddique Misri	Chairman(Executive Director)
Mr. Razak H.M.Bengali	Chief Executive(Executive Director)
Mr. Muhammad Irfan Ghani	Chief Operating Officer(Executive Director)
Syed Haroon Rashid	Non-Executive Director (Nominee - NIT)
Syed Zubair Ahmed Shah	Non-Executive Director (Nominee - NIT)
Mr. Muhammad Javed	Executive Director
Mr. Irfan Ahmed Qureshi	Executive Director

### COMPANY SECRETARY

Mr.Irfan Ahmed Qureshi

### BOARD AUDIT COMMITTEE

Syed Zubair Ahmed Shah - Chairman	Non-Executive Director
Syed Haroon Rashid- Member	Non-Executive Director
Mr. Muhammad Irfan Ghani - Member	Chief Operating Officer(Executive Director)
Mr. Muhammad Yasin Ladha - Secretary	G.M (Finance)

### MANAGEMENT COMMITTEE

Mr. Muhammad Siddique Misri	Chairman
Mr. Razak H.M.Bengali	Chief Executive
Mr. Muhammad Irfan Ghani	Chief Operating Officer
Mr. Muhammad Javed	Director / S.G.M (Technical)
Mr. Irfan Ahmed Qureshi	Director / S.G.M (Finance) / Company Secretary
Mr. Shaikh Muhammad Iqbal	G.M (Sales)
Mr. Sajid Nadri	G.M (Research & Development)
Mr. Muhammad Yasin Ladha	G.M (Finance)
Mr. Nisar Ahmed	G.M (Supply & Services)
Mr. Arshad Ali Siddiqui	D.G.M (Human Resources)

### BOARD HUMAN RESOURCE AND REMUNERATION COMMITTEE

Syed Haroon Rashid- Chairman	Non-Executive Director
Syed Zubair Ahmed Shah - Member	Non-Executive Director
Mr. Muhammad Irfan Ghani - Member	Chief Operating Officer(Executive Director)

### RELATED PARTIES

Staff Retirement Funds

### BANKERS

Habib Bank Limited  
Faysal Bank Limited  
Standard Chartered Bank(Pakistan) Limited  
Bank Alfalah Limited  
National Bank of Pakistan

### LEGAL ADVISOR

Mohsin Tayebaly & Company  
(Advocates)

### EXTERNAL AUDITORS

Ernst & Young Ford Rhodes Sidat Hyder  
(Chartered Accountants)

### TAX CONSULTANTS

Ernst & Young Ford Rhodes Sidat Hyder  
(Chartered Accountants)  
Baker Tilly Mehmood Idrees Qamar  
(Chartered Accountants)

### CHIEF INTERNAL AUDITOR

Mr. Muhammed Asad Saeed

### SHARE REGISTRAR

Shares & Corporate Services (Pvt) Ltd  
Mehersons Estate,Block-E,  
Talpur Road,Karachi-74000  
Telephone# 32429632-35,32401634  
Fax# 32420015

### HEAD OFFICE

1st Floor,State Life Building # 3  
Dr.Ziauddin Ahmed Road,Karachi.  
E-mail:bwlfm@cyber.net.pk  
Website:http://www.bwheels.com  
Telephone#35689259,35683474,35687502  
Fax#35684003

### FACTORY AND REGISTERED OFFICE

Main RCD Highway, Hub Chowki,  
Lasbella, Baluchistan.  
Telephone # (0853) 363426,363428  
Fax # (0853) 364025



## DIRECTORS' REPORT

Your Directors are pleased to present 2nd Quarter / Half Yearly Accounts of the Company for the period ended December 31, 2012.

### **Operational and Financial Performance**

The sales during the period under review were Rs.556 million as compared to Rs.655 million which is 15% less than the corresponding previous period. The sales of Car Wheels have dropped by 38%. It has gone to Rs.274 million as compared to Rs.439 million in the corresponding period. Similarly, the sales of Truck / Bus Wheels were Rs.32 million as compared to Rs.45 million of the previous period which is 28% less than the previous period. The Tractor Wheels sales has gone up by 72% to Rs.218 million as compared to Rs.127 million for the period of six months under review. The exports sales were Rs.16 million as compared to Rs.22 million in the corresponding period of last year.

Overall at the national level, the sales of locally manufactured cars have plunged to 50,587 units as compared to 71,886 units in the corresponding period of last year which is 30% less than the previous period & the sudden drop in the sales of locally assembled cars is due to the government policy of allowing used cars up to 5 years which has resulted in the substantial import of reconditioned cars into Pakistan. On the contrary, tractors sales have increased to 27,422 units from 12,665 units which has improved by 116% due to reduction in sales tax by the Government.

The gross profit was Rs.84 million as compared to Rs.119 million of the previous period. The profit after taxation was Rs.25 million as compared to Rs.41 million of the previous period.

In terms of percentage the current period gross profit is 15% as compared to 18% of the previous period & this is due to less absorption of factory overheads & other expenses due to low productivity & sales.

The distribution costs & administrative expenses remained within the same vicinity, the other operating expenses declined considerably because of lower profit resulting in less provision for workers' profit participation fund & workers' welfare fund and the finance costs have declined significantly due to reduction in interest costs /markup charges which is because of substantial fall in short terms borrowings during the period under review as compared to the same period last year.

Our sales are directly linked with the Auto Industry sales and the decline in wheels sales is mainly due to the decline in the sales of Auto cars.

### **NBP and Related Matters**

NBP suit for recovery against the Company (BWL) and Privatization Commission (PC) for payment amounting to Rs. 91.25 million it has paid to PC, which the Company does not acknowledge as briefly explained at Note No. 25.1(ii) in the financial statements for the year ended June 30, 2012, has been heard by the High



## DIRECTORS' REPORT

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Court of Sindh and the orders were expected, but has been sent for final arguments again because of July 31, 2009 decision of the Honorable Supreme Court of Pakistan where by several Judges were removed and the Honorable Judge who had heard this matter was also removed and as such this matter had been finally argued and reheard & was reserved for Judgment, but the latest development is that the Honorable Judge who heard the case has also been transferred, and now the matter will be argued & heard again. The management and its legal counsel are hopeful that the ultimate outcome of the matter will be in Company's favour.

### Future Outlook

The relaxation in age of used cars to five years with depreciation at the rate of two percent has left the auto industry in a confused state and through the import of used cars at low price & concession by way of depreciation etc has damaged the industry beyond imagination and has resulted in piling up of stock of used & local cars in the local market and resulted in the drastic decline of car manufacturing by the local assemblers which had resulted in the sharp decline in the sales of the local vending industry too.

Although, the Government of Pakistan has again shifted to the policy of three years, but it will take some time by the market to absorb the current stock of reconditioned cars and there after it is expected the sales of locally manufactured cars will again pickup.

Nevertheless we were able to improve our sales of tractor wheels because of the reduction in sales tax by the Government thus we remained afloat.

Similarly, the demand for local trucks / buses is also low, a noticeable number of trucks and commercial vehicles are entering the market under various schemes like gift and transfer of baggage.

We are hopeful that things will be emerging positively very soon.

### Acknowledgment

We thank our valued customers for their patronage of our products, and are pleased to record our appreciation for the services rendered by the staff members and workers, and look forward to their continued efforts and dedication.

For and on Behalf of the Board of Directors

**Razak H. M. Bengali**  
Chief Executive

**Muhammad Irfan Ghani**  
Chief Operating Officer

Karachi: February 22, 2013

## **AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION**

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### **Introduction**

We have reviewed the accompanying interim condensed balance sheet of **Baluchistan Wheels Limited** as at **31 December 2012** and the related interim condensed profit and loss account, interim condensed statement of comprehensive income, interim condensed cash flow statement and interim condensed statement of changes in equity, together with the notes forming part thereof (here-in-after referred to as the "interim financial information") for the six-months period 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 for interim financial reporting. 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 Standard on Review Engagement 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists 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 than 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 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

**Ernst & Young Ford Rhodes Sidat Hyder**  
**Chartered Accountants**  
**Engagement Partner's Name:** Omar Mustafa Ansari

Karachi: February 22, 2013



## CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2012

	Note	December 31, 2012 (Rupees in thousand) (Un-audited)	June 30, 2012 (Audited)
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	4	371,188	360,700
Intangible		<u>165</u>	<u>220</u>
		371,353	360,920
Long-term investment		680	708
Long-term loans and advances		1,284	1,740
Long-term deposits		<u>8,047</u>	<u>9,082</u>
		<b>381,364</b>	<b>372,450</b>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		47,526	45,925
Stock-in-trade	5	577,844	508,184
Trade debts		107,122	129,508
Loans and advances		11,011	8,568
Trade deposits and short-term prepayments		4,121	2,907
Bank balances		<u>16,903</u>	<u>48,331</u>
		<b>764,527</b>	<b>743,423</b>
<b>TOTAL ASSETS</b>		<b><u>1,145,891</u></b>	<b><u>1,115,873</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital		133,343	133,343
Reserves		<u>795,888</u>	<u>790,921</u>
		<b>929,231</b>	<b>924,264</b>
<b>NON CURRENT LIABILITIES</b>			
Liabilities against assets subject to finance lease		3,837	5,695
Long-term deposits		914	784
Deferred taxation		<u>49,116</u>	<u>45,076</u>
		<b>53,867</b>	<b>51,555</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		133,196	87,107
Accrued mark-up		1,177	149
Short-term borrowings		747	70
Sales tax payable - net		6,167	3,131
Current portion of liabilities against assets subject to finance lease		3,550	3,291
Provision for warranty		2,630	4,091
Provision for taxation - net		<u>15,326</u>	<u>42,215</u>
		<b>162,793</b>	<b>140,054</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	6		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>1,145,891</u></b>	<b><u>1,115,873</u></b>

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

**RAZAK H.M. BENGALI**  
CHIEF EXECUTIVE

**MUHAMMAD IRFAN GHANI**  
CHIEF OPERATING OFFICER



**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT  
FOR THE HALF YEAR ENDED DECEMBER 31, 2012  
(UN-AUDITED)**

	Half-Year Ended		Quarter Ended	
	December 31, 2012	December 31, 2011	December 31, 2012	December 31, 2011
----- (Rupees in thousand) -----				
Sales - net	556,231	654,740	263,124	326,386
Cost of sales	(472,376)	(536,151)	(220,273)	(259,638)
<b>Gross profit</b>	<b>83,855</b>	118,589	<b>42,851</b>	66,748
Distribution cost	(12,591)	(10,465)	(6,922)	(6,044)
Administrative expenses	(32,758)	(32,589)	(16,384)	(17,468)
Other operating expenses	(3,295)	(5,288)	(1,724)	(2,625)
Finance cost	(2,449)	(8,560)	(1,467)	(4,295)
	(51,093)	(56,902)	(26,497)	(30,432)
<b>Operating profit</b>	<b>32,762</b>	61,687	<b>16,354</b>	36,316
Other operating income	733	1,605	(143)	906
<b>Profit before taxation</b>	<b>33,495</b>	63,292	<b>16,211</b>	37,222
Taxation				
Current	(4,696)	(24,443)	2,881	(15,971)
Prior	236	1,188	236	1,188
Deferred	(4,039)	1,038	(4,671)	1,038
	(8,499)	(22,217)	(1,554)	(13,745)
<b>Net profit for the period</b>	<b>24,996</b>	41,075	<b>14,657</b>	23,477
<b>Basic earnings per share</b>	<b>Rs. 1.87</b>	Rs. 3.08	<b>Rs. 1.09</b>	Rs. 1.76

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

**RAZAK H.M. BENGALI**  
CHIEF EXECUTIVE

**MUHAMMAD IRFAN GHANI**  
CHIEF OPERATING OFFICER



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED DECEMBER 31, 2012  
(UN-AUDITED)**

	December 31, 2012	December 31, 2011
	(Rupees in thousand)	
<b>Net profit for the period</b>	<b>24,996</b>	41,075
<b>Other comprehensive loss</b>	-	
Unrealised loss due to changes in fair value of available for sale investment during the period	<b>(28)</b>	(387)
<b>Total comprehensive income for the period</b>	<b><u>24,968</u></b>	<u>40,688</u>

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

**RAZAK H.M. BENGALI**  
CHIEF EXECUTIVE

**MUHAMMAD IRFAN GHANI**  
CHIEF OPERATING OFFICER





**CONDENSED INTERIM CASH FLOW STATEMENT  
FOR THE HALF YEAR ENDED DECEMBER 31, 2012  
(UN-AUDITED)**

	December 31, 2012	December 31, 2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>(Rupees in thousand)</b>	
Profit before taxation	33,495	63,292
<b>Adjustment for non-cash charges and other items:</b>		
Depreciation	19,940	21,436
Amortisation	55	55
Provision for employees' benefits	1,977	1,532
Provision for doubtful debts	1	58
(Reversal of) / Provision for compensated absences	(176)	22
Provision for slow moving stores, spare parts and loose tools	-	5,710
Reversal of slow moving stock in trade	(810)	-
Reversal of provision for warranty	(1,390)	(2,227)
Finance costs	2,449	6,941
Dividend income	(38)	(28)
Gain on disposal of property, plant and equipment	(192)	(939)
Profit on bank balances	(183)	(51)
Gain on redemption of mutual fund units	(151)	-
	21,482	32,509
Operating profit before working capital changes	54,977	95,801
<b>(Increase) / decrease in current assets</b>		
Stores, spare parts and loose tools	(1,601)	(3,222)
Stock-in-trade	(68,849)	(56,707)
Trade debts	22,387	34,214
Loans and advances	(2,211)	15,260
Trade deposits and short-term prepayments	-	(795)
Other receivables	(1,214)	5,733
	(51,488)	(5,517)
	3,489	90,284
<b>Decrease / (increase) in current liabilities</b>		
Trade and other payables	50,777	(13,868)
<b>Cash generated from operations</b>	54,266	76,416
Long-term loans and advances - net	456	102
Long-term deposits - net	1,165	2,650
Income tax paid	(35,045)	(35,378)
Employees' benefits paid	(122)	(3,854)
<b>Net cash inflow from operating activities</b>	20,720	39,936
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(31,853)	(4,096)
Proceeds from sale of property, plant and equipment	1,417	4,011
Dividend received	38	28
Gain on redemption of mutual fund units	151	-
Profit received on bank balances	183	51
<b>Net cash used in investing activities</b>	(30,064)	(6)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of murabaha	-	(3,951)
Repayment of short term borrowings - net	677	(30,658)
Finance costs paid	(1,421)	(5,549)
Repayment of liabilities against asset subject to finance lease	(1,599)	(814)
Dividend paid	(19,741)	(24,883)
<b>Net cash used in financing activities</b>	(22,084)	(65,855)
<b>Net decrease in cash and cash equivalents</b>	(31,428)	(25,925)
<b>Cash and cash equivalents at the beginning of the period</b>	48,331	41,391
<b>Cash and cash equivalents at the end of the period</b>	16,903	15,466

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

**RAZAK H.M. BENGALI**  
CHIEF EXECUTIVE

**MUHAMMAD IRFAN GHANI**  
CHIEF OPERATING OFFICER



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED DECEMBER 31, 2012  
(UN-AUDITED)**

	Reserves			Total reserves	Total	
	Share capital	General reserves	Unrealised gain/(loss) on revaluation of available for sale investments			Unappropriated profit
----- (Rupees in thousand) -----						
Balance as at June 30, 2011	133,343	160,000	781	554,408	715,189	848,532
Final dividend @ Rs. 2.00 per share	-	-	-	(26,669)	(26,669)	(26,669)
Net profit for the period	-	-	-	41,075	41,075	41,075
Other comprehensive loss	-	-	(387)	-	(387)	(387)
Total comprehensive income for the period	-	-	(387)	41,075	40,688	40,688
Balance as at December 31, 2011	<u>133,343</u>	<u>160,000</u>	<u>394</u>	<u>568,814</u>	<u>729,208</u>	<u>862,551</u>
Balance as at June 30, 2012	<b>133,343</b>	<b>160,000</b>	<b>564</b>	<b>630,357</b>	<b>790,921</b>	<b>924,264</b>
Final dividend @ Rs. 1.50 per share	-	-	-	(20,001)	(20,001)	(20,001)
Net profit for the period	-	-	-	24,996	24,996	24,996
Other comprehensive loss	-	-	(28)	-	(28)	(28)
Total comprehensive income for the period	-	-	(28)	24,996	24,968	24,968
<b>Balance as at December 31, 2012</b>	<b><u>133,343</u></b>	<b><u>160,000</u></b>	<b><u>536</u></b>	<b><u>635,352</u></b>	<b><u>795,888</u></b>	<b><u>929,231</u></b>

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.

**RAZAK H.M. BENGALI**  
CHIEF EXECUTIVE

**MUHAMMAD IRFAN GHANI**  
CHIEF OPERATING OFFICER



**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED DECEMBER 31, 2012  
(UN-AUDITED)**

**1. THE COMPANY AND ITS OPERATIONS**

Baluchistan Wheels Limited (the Company) was incorporated in Pakistan on June 16, 1980. The Company is engaged in manufacturing and marketing of automotive wheel rims for trucks, buses, tractors, cars, and mini commercial vehicles. The Company is listed on the Karachi Stock Exchange. The registered office of the Company is situated at Main RCD Highway, Hub Chowki Lasbella, Baluchistan.

**2. BASIS OF PREPARATION**

- 2.1.** These condensed interim financial statements have been prepared in accordance with International Accounting Standard - 34, 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirement differ, the provision of or directives issued under the Companies Ordinance, 1984 have been followed.
- 2.2.** These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended June 30, 2012.
- 2.3.** These condensed interim financial statements are unaudited but subject to limited scope review by the auditors except for the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended December 31, 2012 and December 31, 2011.

**3. ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended June 30, 2012.

The Company has adopted the following amendments to IFRSs which became effective for the current period:

- IAS 1 - Presentation of Financial Statements - Presentation of items of other comprehensive income (Amendment)
- IAS 12 - Income Taxes - Recovery of Underlying Assets (Amendment)

The adoption of the above amendments did not have any effect on the financial statements.

	December 31, 2012	June 30, 2012
	(Rupees in thousand)	
	(Un-audited)	(Audited)
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>		
Opening written down value (WDV)	<b>360,500</b>	394,140
Additions during the period / year - at cost	4.1 <u><b>31,853</b></u>	<u>13,428</u>
	<b>392,353</b>	407,568
Disposals during the period / year - at WDV	4.1 <b>(1,225)</b>	(3,889)
Impairment during the period / year	-	(108)
Depreciation charged during the period / year	<u><b>(19,940)</b></u>	<u>(43,071)</u>
Closing WDV	<b>371,188</b>	360,500
Capital work in progress	-	200
	<u><b>371,188</b></u>	<u>360,700</u>



**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED DECEMBER 31, 2012  
(UN-AUDITED)**

**4.1. Additions and disposals to property, plant and equipment**

	December 31, 2012		June 30, 2012	
	Additions (at cost) (Rupees in thousand) (Un-audited)	Disposals (at WDV) (Rupees in thousand) (Un-audited)	Additions (at cost) (Rupees in thousand) (Audited)	Disposals (at WDV) (Rupees in thousand) (Audited)
Building	200	-	135	-
Plant and machinery	29,604	-	2,359	348
Electrical installations	422	-	-	-
Furniture and fittings	-	-	23	-
Vehicles	970	1,212	9,929	3,498
Office equipment	547	13	629	43
Computers	110	-	353	-
	<u>31,853</u>	<u>1,225</u>	<u>13,428</u>	<u>3,889</u>

**5. STOCK-IN-TRADE**

	December 31, 2012 (Rupees in thousand) (Un-audited)	June 30, 2012 (Rupees in thousand) (Audited)
Raw material	304,069	185,941
Work-in-process	135,575	127,211
Finished goods	100,284	156,569
Scrap stock	38,622	33,148
	<u>578,550</u>	<u>502,869</u>
Stock-in-transit	15,692	22,524
	<u>594,242</u>	<u>525,393</u>
Less: Provision for slow moving items	<u>(16,398)</u>	<u>(17,209)</u>
	<u>577,844</u>	<u>508,184</u>

**6. CONTINGENCIES AND COMMITMENTS**

There were no major changes in the status of contingencies as reported in the financial statements for the year ended June 30, 2012.

	December 31, 2012 (Rupees in thousand) (Un-audited)	June 30, 2012 (Rupees in thousand) (Audited)
<b>Commitments</b>		
Capital Commitments - Plant and machinery	-	2,321
Letters of credit issued by commercial banks	<u>188,807</u>	<u>169,048</u>
Outstanding custom duties against stock in transit	<u>790</u>	<u>295</u>

**7. TRANSACTIONS WITH RELATED PARTIES**

Related parties of the Company comprises of directors, other key management personnel and retirement benefit plans. Transactions and balances with related parties are as follows:



**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED DECEMBER 31, 2012  
(UN-AUDITED)**

		<u>Half Year Ended</u>	
		<u>December 31,</u>	<u>December 31,</u>
		<u>2012</u>	<u>2011</u>
		<b>(Rupees in thousand)</b>	
		<b>(Un-audited)</b>	
<b>Transactions</b>			
<b>Nature of relationship</b>	<b>Nature of transactions</b>		
<b>Retirement benefit funds</b>			
- Provident funds	Contribution during the period	<u>1,820</u>	<u>1,662</u>
- Gratuity fund	Expense for the period	<u>1,977</u>	<u>1,532</u>
<b>Key management personnel</b>			
	Sale of property, plant and equipment	<u>13</u>	<u>906</u>
	Remuneration - Directors and Chief Executive	<u>14,099</u>	<u>14,502</u>
	- Executive	<u>3,106</u>	<u>3,172</u>
<b>Officers &amp; staff</b>			
	Sale of property, plant and equipments	<u>-</u>	<u>125</u>
		<b>December 31,</b>	<b>June 30,</b>
		<b>2012</b>	<b>2012</b>
		<b>(Rupees in thousand)</b>	
		<b>(Un-audited) (Audited)</b>	
<b>Balances</b>			
<b>Amount receivable / payable</b>			
Loan and advances	Advances to key management personnel	<u>679</u>	<u>893</u>
	Loan to key management personnel	<u>255</u>	<u>377</u>
Trade and other payables	Provident fund	<u>1,176</u>	<u>1,007</u>
	Gratuity fund	<u>6,612</u>	<u>3,325</u>

**8. DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial statements were authorized for issue on **February 22, 2013** by the Board of Directors of the Company.

**9. GENERAL**

Figures have been rounded off to the nearest thousand Rupees.

**RAZAK H.M. BENGALI**  
CHIEF EXECUTIVE

**MUHAMMAD IRFAN GHANI**  
CHIEF OPERATING OFFICER

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