

FINANCIAL STATEMENTS

of

RAILWAY CONSTRUCTIONS PAKISTAN LIMITED

INDEPENDENT AUDITORS' REPORT

FOR THE YEAR ENDED JUNE 30, 2016



Crowe Horwath™

Horwath Hussain Chaudhury & Co.

Chartered Accountants

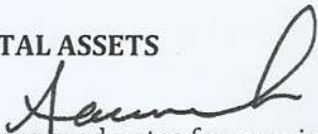
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2016

RAILWAY CONSTRUCTIONS PAKISTAN LIMITED
BALANCE SHEET
AS AT JUNE 30, 2016

	NOTE	2016 Rupees	2015 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	3	75,866,216	79,574,336
Long term investment	4	91,324,802	9,187,862
Receivable from joint venture partners	5	1,296,000	1,296,000
Long term advances - considered good	6	3,885,267	4,083,077
Long term security deposits		-	50,000
		172,372,285	94,191,275
CURRENT ASSETS			
Stores, spare parts and loose tools	7	12,259,679	7,015,257
Stock-in-trade	8	250,087,947	206,842,134
Work in Progress		1,789,610	-
Contract receivables - unsecured	9	300,650,107	418,850,090
Due from customers for construction work	10	130,946,063	79,874,119
Advances - considered good	11	34,388,935	20,419,679
Security deposits, retention money and short term prepayments	12	212,338,745	156,177,325
Short term investments	13	156,526,974	21,654,735
Investment in Pakistan Railway Freight Transportation Company	14	-	15,000,000
Accrued interest		1,671,494	848,645
Other receivables	15	25,963,800	18,605,859
Advance tax		267,036,473	191,467,946
Cash and bank balances	16	1,150,622,907	989,958,813
		2,544,282,734	2,126,714,600
TOTAL ASSETS		2,716,655,020	2,220,905,876



The annexed notes form an integral part of these financial statements.

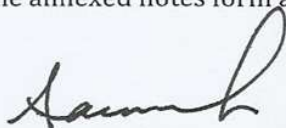
CHIEF EXECUTIVE


DIRECTOR

RAILWAY CONSTRUCTIONS PAKISTAN LIMITED
BALANCE SHEET
AS AT JUNE 30, 2016

	NOTE	2016 Rupees	2015 Rupees
SHARE CAPITAL AND RESERVES			
Authorized share capital 24,000,000 (2015: 24,000,000) shares of Rupees 10 each		<u>240,000,000</u>	<u>240,000,000</u>
Issued, subscribed and paid up share capital	17	200,000,000	200,000,000
Reserves	18	<u>1,878,565,262</u>	<u>1,605,027,449</u>
Total equity		2,078,565,262	1,805,027,449
NON-CURRENT LIABILITIES			
Employee benefits	19	36,742,691	33,587,348
CURRENT LIABILITIES			
Trade and other payables	20	288,288,144	162,128,139
Retention money		825,145	13,435,681
Security deposits		1,721,704	2,085,698
Mobilization advance		35,817,264	9,824,458
Due to customers for construction work	10	-	418,748
Provision for taxation		274,694,810	194,398,354
		601,347,067	382,291,078
TOTAL LIABILITIES		<u>638,089,758</u>	<u>415,878,427</u>
CONTINGENCIES AND COMMITMENTS	21	-	-
		<u>2,716,655,020</u>	<u>2,220,905,876</u>

The annexed notes form an integral part of these financial statements.



CHIEF EXECUTIVE


DIRECTOR

RAILWAY CONSTRUCTIONS PAKISTAN LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2016

	NOTE	2016 Rupees	2015 Rupees
Revenue	22	1,516,119,121	915,840,670
Cost	23	(1,142,054,062)	(714,500,111)
Gross profit		374,065,059	201,340,559
Administrative expenses	24	(39,842,161)	(40,229,214)
Profit from operating activities		334,222,898	161,111,345
Finance cost		(2,949,075)	(3,231,568)
		331,273,822	157,879,776
Other income	25	18,501,295	17,756,327
Profit before taxation		349,775,118	175,636,103
Taxation	26	(80,296,456)	(44,118,533)
Profit after taxation		269,478,662	131,517,570
Earnings per share - basic and diluted	27	13.47	6.58

The annexed notes form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR

RAILWAY CONSTRUCTIONS PAKISTAN LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2016

	NOTE	2016 Rupees	2015 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	28	424,516,849	403,240,961
Income taxes paid		(75,551,786)	(57,026,055)
Finance cost paid		(2,949,075)	(3,231,568)
Interest received		21,352,788	17,619,340
Long term security deposits paid		-	-
Accumulating compensated absences paid		(1,508,920)	(1,145,987)
Gratuity paid		(2,179,031)	-
Provident fund paid		(2,230,932)	(1,455,410)
Net decrease in long term advances		(197,810)	(513,657)
Net cash used in operations		361,252,083	357,487,625
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on purchase of property, plant and equipment		(7,188,351)	(2,028,425)
Capital Work in Process		(1,789,610)	-
Proceeds from sale of property, plant and equipment		6,340,000	-
Investments made - net		(202,009,179)	(24,187,862)
Net cash used in investing activities		(204,647,140)	(26,216,287)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net increase in cash and cash equivalents		156,604,943	331,271,339
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR			
Effect of exchange gain on cash and cash equivalents		989,958,813	654,455,313
		4,059,151	4,232,161
		994,017,964	658,687,474
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	29	1,150,622,907	989,958,813

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CHIEF EXECUTIVE


DIRECTOR