



engro corp

February 21, 2018

The General Manager  
Pakistan Stock Exchange Ltd  
Stock Exchange Building  
Stock Exchange Road  
Karachi  
Fax: (021) 111-573-329

**FINANCIAL RESULTS FOR THE YEAR ENDED**  
**DECEMBER 31, 2017 - CONSOLIDATED AND STAND ALONE**

Dear Sir,

We would like to inform you that the Board of Directors of our Company, Engro Corporation Limited, in their meeting held on Wednesday, February 21<sup>st</sup>, 2018 at 8<sup>th</sup> Floor, The Harbour Front Building, Block 4, Clifton, Karachi, have approved the audited financial results for year ended December 31, 2017 and recommended the following:

- A Final Cash Dividend for the year ended December 31, 2017 @ Rs 2.00 per share i.e. 20%. This is in addition to Interim Cash Dividends already paid at Rs 19.00 per share i.e. 190%
- Bonus / Right Shares – Nil.

The audited financial results of the Company (consolidated and standalone) for the year ended December 31, 2017 are attached.

The Annual General Meeting of the Company will be held on Tuesday, April 24, 2018 at 10:00 am at the Karachi Marriot Hotel, Abdullah Haroon Road, Karachi.

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on Tuesday, April 17, 2018.

The Share Transfer Books of the Company will be closed from Tuesday, April 17, 2018 to Tuesday, April 24, 2018 (both days inclusive). Transfers received in order at the office of our registrars, M/s FAMCO Associates (Private) Limited, 8-F, near Hotel Faran, Nursery, Block 6, P.E.C.H.S Shahr-ah-e-Faisal, Karachi at the close of business (5:00 pm) on Monday, April 16, 2018 will be treated to have been in time for the purpose of payment of Final dividend to the transferees and to attend and vote at the Annual General Meeting.

We will be sending you required copies of printed accounts for distribution amongst the members of the Exchange within 21 days before the date of AGM.

Very truly yours

Faiz Chapra  
GM – Legal & Company Secretary  
Encl.: As above

**ENGRO CORPORATION LIMITED**  
**CONSOLIDATED PROFIT & LOSS ACCOUNT**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**

(Amounts in thousand except for earnings per share)

	<b>FY 2017</b>	<b>FY 2016</b>
Net sales (refer note 1)	128,592,511	157,207,668
Cost of sales	(93,786,270)	(121,364,855)
Gross profit	34,806,241	35,842,813
Selling and distribution expenses	(7,850,236)	(12,052,758)
Administrative expenses	(3,790,184)	(3,605,812)
	23,165,821	20,184,243
Other income	10,488,895	68,838,182
Other operating expenses including WPPF and WWF	(2,565,450)	(2,348,563)
Finance Cost	(5,130,635)	(6,037,911)
Share of income from joint venture & associates	1,463,095	1,273,497
Profit before taxation	27,421,726	81,909,448
Taxation (refer note 2)	(11,131,979)	(8,311,319)
<b>Profit after taxation (refer note 1)</b>	<b>16,289,747</b>	<b>73,598,129</b>
Less: Profit attributable to Non-Controlling Interest	6,882,662	4,490,889
<b>Profit attributable to Owners of Holding Company</b>	<b>9,407,085</b>	<b>69,107,240</b>
<b>Earnings per share attributable to Owners of the Holding Company</b>		
- basic	<b>17.96</b>	<b>131.94</b>
- diluted	<b>17.96</b>	<b>131.86</b>

**Note 1:** Engro Foods became an associated company with effect from December 19, 2016. Accordingly, its revenues are not consolidated for the year 2017, whereas comparative year includes such revenues. Similarly, Profit after Taxation (PAT) for 2017 includes share of profit of Engro Foods under equity method of accounting, whereas comparative year PAT includes Engro Foods profit of Rs. 2,445,261.

**Note 2:** This includes a provision for 'Super Tax' levied through Finance Act, 2017 retrospectively on the income for the financial year ended December 31, 2016. The Company has challenged the levy of this tax and believes that there is a reasonable case in Company's favour. However, based on prudence, the Company has made provision for Super Tax in its books of accounts.



**ENGRO CORPORATION LIMITED**  
**PROFIT & LOSS ACCOUNT (STANDALONE)**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**

(Amounts in thousand except for earnings per share)

	<b>FY 2017</b>	<b>FY 2016</b>
Dividend and royalty income	13,891,315	8,306,438
Administrative expenses	(1,603,368)	(1,122,907)
Other income	4,233,787	56,412,666
Other operating expenses	(330,802)	(4,617)
Finance Cost	(357,828)	(559,471)
Profit before taxation	15,833,104	63,032,109
Taxation ( <i>refer note below</i> )	(4,432,940)	(1,168,241)
<b>Profit after taxation</b>	<b>11,400,164</b>	<b>61,863,868</b>
<b>Earnings per share - basic and diluted</b>	<b>21.76</b>	<b>118.11</b>
Add: Un-appropriated profit brought forward	61,307,059	13,585,382
Less: Final cash dividend for the year ended December 31, 2015 @ Rs. 7.00 per share	-	(3,666,494)
Less: 1 <sup>st</sup> interim cash dividend for the year ended December 31, 2016 @ Rs. 5.00 per share	-	(2,618,924)
Less: 2 <sup>nd</sup> interim cash dividend for the year ended December 31, 2016 @ Rs. 7.00 per share	-	(3,666,495)
Less: 3 <sup>rd</sup> interim cash dividend for the year ended December 31, 2016 @ Rs. 8.00 per share	-	(4,190,278)
Less: Final cash dividend for the year ended December 31, 2016 @ Rs. 4.00 per share	(2,095,138)	-
Less: 1 <sup>st</sup> interim cash dividend for the year ended December 31, 2017 @ Rs. 5.00 per share	(2,618,924)	-
Less: 2 <sup>nd</sup> interim cash dividend for the year ended December 31, 2017 @ Rs. 7.00 per share	(3,666,495)	-
Less: 3 <sup>rd</sup> interim cash dividend for the year ended December 31, 2017 @ Rs. 7.00 per share	(3,666,495)	-
Profit available for appropriation	60,660,171	61,307,059

**Note:** This includes a provision for 'Super Tax' levied through Finance Act, 2017 retrospectively on the income for the financial year ended December 31, 2016. The Company has challenged the levy of this tax and believes that there is a reasonable case in Company's favour. However, based on prudence, the Company has made provision for Super Tax in its books of accounts.