

THE SEARLE COMPANY LIMITED

**UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2018**

	Note	2018 Rupees '000	(Re-stated) 2017
Revenue	26	12,911,141	10,753,751
Cost of sales	27	(8,473,767)	(6,574,400)
Gross profit		<u>4,437,374</u>	<u>4,179,351</u>
Distribution costs	28	(3,149,899)	(2,644,535)
Administrative expenses	29	(900,149)	(683,553)
Other operating expenses	30	(177,601)	(178,876)
Other income	31	3,228,408	2,328,810
Profit from operations		<u>3,438,133</u>	<u>3,001,197</u>
Finance cost	32	(204,910)	(126,264)
Profit before income tax		<u>3,233,223</u>	<u>2,874,933</u>
Income tax expense	33	(184,059)	(236,188)
Profit for the year		<u>3,049,164</u>	<u>2,638,745</u>
Other comprehensive income / (loss):			
Items that will not be reclassified to profit or loss			
Remeasurements of post employment benefit obligations	21	(3,506)	(479)
Surplus on revaluation of property, plant and equipment - net of deferred tax		131,957	146,550
		<u>128,451</u>	<u>146,071</u>
Total comprehensive income for the year		<u>3,177,615</u>	<u>2,784,816</u>
Basic and diluted earnings per share (Rupees)	34	<u>16.51</u>	<u>14.29</u>

The annexed notes from 1 to 45 form an integral part of these unconsolidated financial statements.

Chief Executive

Director

Chief Financial Officer

THE SEARLE COMPANY LIMITED

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2018**

	Note	2018 Rupees '000	2017
Revenue	25	16,395,639	13,309,651
Cost of sales	26	(8,064,675)	(6,291,348)
Gross profit		<u>8,330,964</u>	<u>7,018,303</u>
Distribution costs	27	(3,742,496)	(3,139,747)
Administrative expenses	28	(1,078,295)	(932,523)
Other operating expenses	29	(195,407)	(206,079)
Other income	30	156,393	275,570
Profit from operations		<u>3,471,159</u>	<u>3,015,524</u>
Finance cost	31	(216,736)	(135,108)
Profit before income tax		<u>3,254,423</u>	<u>2,880,416</u>
Income tax expense	32	(537,823)	(487,341)
Profit for the year		<u><u>2,716,600</u></u>	<u><u>2,393,075</u></u>
Profit is attributable to:			
Owners of The Searle Company Limited - Holding Company		2,687,216	2,355,829
Non-controlling interests		<u>29,384</u>	<u>37,246</u>
		<u><u>2,716,600</u></u>	<u><u>2,393,075</u></u>
			(Re-stated)
Basic and diluted earnings per share (Rupees)	33	<u><u>14.55</u></u>	<u><u>12.75</u></u>

The annexed notes from 1 to 47 form an integral part of these consolidated financial statements.

Chief Executive

Director

Chief Financial Officer

The Company Secretary
The Searle Company Limited
1st Floor, NIC Building
Abbasi Shaheed Road
Off. Shahrah-e-Faisal
Karachi

11 October 2018

Our reference: ASR 0814

Dear Sir

RESIDUAL FREE RESERVES AS AT 30 JUNE 2018

As requested, we have ascertained, from the Company's unconsolidated financial statements for the year ended 30 June 2018 which have been approved by the Board of Directors and on which the auditor's report remains to be signed, that the Company's residual free reserves, in terms of the meaning given to free reserves in the Companies (Issue of Capital) Rules, 1996 after the proposed issue of bonus shares of a face value of Rs. 277.08 million would be higher than fifteen percent of the enhanced paid-up capital of Rs. 2,124.25 million.

All contingent liabilities as at 30 June 2018 as disclosed in the unconsolidated financial statements of the Company have been deducted while calculating the minimum residual reserve of fifteen percent.

Yours truly



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