

February 21, 2020

The General Manager
Pakistan Stock Exchange Ltd
Stock Exchange Building
Stock Exchange Road
Karachi

FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2019

Dear Sir,

We would like to inform you that the Board of Directors of our Company, Engro Corporation Limited, in their meeting held on Thursday, February 20, 2020 and Friday, February 21, 2020, at 9:30 a.m., at 8th Floor, The Harbor Front Building, Block 4, Clifton, Karachi, reviewed and approved the audited financial results for the year ended December 31, 2019 and recommended the following:

- Final Cash Dividend for the year ended December 31, 2019 @ Rs 1 per share i.e. 10%. This is in addition to Interim Dividends already paid at Rs 23 per share i.e. 230%
- Bonus / Right Shares – Nil.

The audited financial results of the Company (consolidated and standalone) for the year ended December 31, 2019 are attached.

The Annual General Meeting (AGM) of the Company will be held on Tuesday, April 07, 2020 at 10:00 a.m. at Karachi School of Business & Leadership, National Stadium Road, Opp. Liaquat National Hospital, Karachi.

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on Tuesday, March 31, 2020.

The share transfer books of the Company will be closed from Wednesday, April 01, 2020 to Tuesday, April 07, 2020 (both days inclusive). Transfer received in order at the office of our registrar, M/s FAMCO Associates (Private) Limited, 8-F, next to Hotel Faran Nursery, Block 6, P.E.C.H.S Shahrah-e-Faisal, Karachi at the close of business (5:00 p.m.) on Tuesday, March 31, 2020 will be treated in time for the purpose of above entitlement to the transferees, and to attend and vote at the AGM.

Yours sincerely,


Faiz Chapra
Company Secretary & General Counsel

Encl.: As above

ENGRO CORPORATION LIMITED
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED DECEMBER 31, 2019

(Amounts in thousand except for earnings per share)

	2019	2018
	-----Rupees-----	
Revenue	225,919,576	171,568,238
Cost of revenue	(157,233,488)	(120,459,766)
Gross profit	<u>68,686,088</u>	<u>51,108,472</u>
Selling and distribution expenses	(8,103,286)	(8,488,256)
Administrative expenses	(6,156,325)	(4,497,302)
Other income	13,663,434	9,147,368
Other operating expenses*	(8,477,620)	(5,518,656)
Operating profit	<u>59,612,291</u>	<u>41,751,626</u>
Finance cost	(14,750,272)	(5,453,221)
Share of income from joint venture and associates	1,147,999	128,647
Profit before taxation	<u>46,010,018</u>	<u>36,427,052</u>
Taxation	(15,721,927)	(12,795,319)
Profit for the year	<u>30,288,091</u>	<u>23,631,733</u>
Less : Profit attributable to Non-Controlling Interest	(13,755,245)	(10,924,207)
Profit attributable to owners of the Holding Company	<u><u>16,532,846</u></u>	<u><u>12,707,526</u></u>
		(Restated)
Earnings per share - basic and diluted	<u><u>28.69</u></u>	<u><u>22.06</u></u>

*This includes a non-cash charge of Rs.1,224,304 relating to impairment assessed under International Accounting Standard 36 (Impairment of Assets) of Holding Company's investment in FrieslandCampina Engro Pakistan Limited (previously Engro Foods Limited).

ENGRO CORPORATION LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED DECEMBER 31, 2019

(Amounts in thousand except for earnings per share)

	2019	2018
	-----Rupees-----	
Dividend income	12,983,285	10,263,698
Royalty income	1,169,880	968,959
	<u>14,153,165</u>	<u>11,232,657</u>
Administrative expenses	(2,673,739)	(1,614,207)
	<u>11,479,426</u>	<u>9,618,450</u>
Other income	7,739,298	8,597,203
Other operating expenses	(2,294,544)	(1,390,898)
Operating profit	<u>16,924,180</u>	<u>16,824,755</u>
Finance cost	(155,659)	(148,844)
Profit before taxation	<u>16,768,521</u>	<u>16,675,911</u>
Taxation	(2,465,203)	(3,956,036)
Profit for the year	<u>14,303,318</u>	<u>12,719,875</u>
Unappropriated profit brought forward	62,380,565	60,660,171
Final cash dividend for the year ended December 31, 2017 @ Rs. 2.00 per share	-	(1,047,567)
Interim cash dividends for the year ended December 31, 2018:		
- 1st interim @ Rs.5.00 per share	-	(2,618,924)
- 2nd interim @ Rs.7.00 per share	-	(3,666,495)
- 3rd interim @ Rs.7.00 per share	-	(3,666,495)
Final cash dividend for the year ended December 31, 2018 @ Rs. 2.00 per share	(1,047,570)	-
Bonus shares issued during the year in the ratio of 1 share for every 10 shares held	(523,785)	-
Interim cash dividends for the year ended December 31, 2019 :		
- 1st interim @ Rs.7.00 per share	(4,033,143)	-
- 2nd interim @ Rs.8.00 per share	(4,609,306)	-
- 3rd interim @ Rs.8.00 per share	(4,609,306)	-
Profit Available for appropriation	<u><u>61,860,773</u></u>	<u><u>62,380,565</u></u>
	-----Rupees-----	
	(Restated)	
Earnings per share - basic and diluted	<u>24.83</u>	<u>22.08</u>