

August 18, 2017

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

**FINANCIAL RESULTS FOR THE 2nd QUARTER AND HALF YEAR
ENDED JUNE 30, 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 Friday, August 18, 2017 at 8th Floor, The Harbour Front Building, Block 4, Clifton, Karachi, have approved the financial results for the half year ended June 30, 2017 and recommended the following:

- Interim Cash Dividend for the quarter ended June 30, 2017 @ Rs 7.00 per share i.e. 70%. This is in addition to Interim Dividend already paid at Rs 5.00 per share i.e. 50%
- Bonus / Right Shares – Nil.

The unaudited financial results of the Company (consolidated and standalone) for the half year ended June 30, 2017 are attached.

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on Friday, September 15, 2017.

The share transfer books of the Company will be closed from Friday, September 15, 2017 to Friday, September 22, 2017 (both days inclusive). Transfer received in order at the office of our registrars, 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 pm) on Thursday, September 14, 2017 will be treated in time for the purpose of above interim cash dividend to the transferees.

Very truly yours



Faiz Chapra
GM – Legal & Company Secretary

Encl.: As above

ENGRO CORPORATION LIMITED
CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2017

(Amounts in thousand except for earnings / (loss) per share)

	Apr - Jun 2017	Apr - Jun 2016	Jan - Jun 2017	Jan - Jun 2016
Dividend and royalty income	441,203	292,742	5,828,500	3,842,506
Administrative expenses	(360,662)	(407,103)	(506,297)	(550,911)
Other income	1,101,778	16,323,231	2,152,429	16,630,583
Other operating expenses	(2,858)	(380)	(2,980)	(1,287)
Finance Cost	(143,662)	(134,775)	(277,355)	(281,568)
Profit before taxation	1,035,799	16,073,715	7,194,297	19,639,323
Taxation (<i>refer note below</i>)	(2,230,714)	(204,255)	(3,089,268)	(299,851)
Profit / (loss) after taxation	(1,194,915)	15,869,460	4,105,029	19,339,472
Earnings / (loss) per share - basic and diluted	(2.28)	30.30	7.84	36.92
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			-	(3,666,493)
Less: First interim cash dividend for the year ended December 31, 2016 @ Rs. 5.00 per share			-	(2,618,925)
Less: Final cash dividend for the year ended December 31, 2016 @ Rs. 4.00 per share			(2,095,140)	-
Less: First interim cash dividend for the year ending December 31, 2017 @ Rs. 5.00 per share			(2,618,925)	-
Profit available for appropriation			60,698,023	26,639,436

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 intends to challenge 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
CONSOLIDATED CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2017

(Amounts in thousand except for earnings per share)

	Apr - Jun 2017	Apr - Jun 2016	Jan - Jun 2017	Jan - Jun 2016
Net sales (refer note 1)	29,664,369	33,175,066	52,241,332	66,768,491
Cost of sales	(21,778,991)	(25,436,163)	(37,566,034)	(49,309,247)
Gross profit	7,885,378	7,738,903	14,675,298	17,459,244
Selling and distribution expenses	(1,982,928)	(2,276,094)	(3,463,816)	(4,709,594)
Administrative expenses	(914,409)	(1,161,514)	(1,646,840)	(2,083,542)
	4,988,041	4,301,295	9,564,642	10,666,108
Other income	3,224,888	1,564,219	5,617,874	2,765,059
Other operating expenses including WPPF and WWF	(467,467)	(349,553)	(756,690)	(862,111)
Finance Cost	(1,264,324)	(1,653,054)	(2,579,841)	(3,058,057)
Share of income from joint ventures & associates	230,904	280,726	681,268	589,146
Profit before taxation	6,712,042	4,143,633	12,527,253	10,100,145
Taxation (refer note 2)	(4,291,372)	(1,637,903)	(5,809,961)	(3,188,549)
Profit after taxation (refer note 1)	2,420,670	2,505,730	6,717,292	6,911,596
Less: Profit attributable to Non-Controlling Interest	1,546,620	677,607	2,940,172	1,392,848
Profit attributable to Owners of Holding Company	874,050	1,828,123	3,777,120	5,518,748
Earnings per share attributable to Owners of Holding Company				
- basic	1.67	3.49	7.21	10.54
- diluted	1.67	3.46	7.21	10.43

Note 1: Engro Foods became an associated company with effect from 19 Dec 2016. Accordingly, its revenues are not consolidated for the period Jan – Jun 2017, whereas comparative period includes such revenues. Similarly, Profit after Taxation (PAT) for Jan – Jun 2017 includes share of profit of Engro Foods under equity method of accounting, whereas comparative period PAT includes Engro Foods profit of Rs. 1,961,330.

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 intends to challenge 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.