PAKISTAN
International Airlines
Great People to Fly With

Corporate Secretariat

CS/S&T/FT/PSX/3QTR-16/17

May 11, 2017

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

THIRD QUARTERLY FINANCIAL RESULTS FOR THE PERIOD ENDED SEPTEMBER 30, 2016

Dear Sir,

1. We have to inform you that the Board of Directors of PIACL in their Meeting held on Wednesday, May 10, 2017 at 02:00 P.M. at Karachi, recommended the following:

(i)	CASH DIVIDEND	NIL
(ii)	BONUS SHARES	NIL
(iii)	RIGHT SHARES	NIL
(iv)	ANY OTHER ENTITLEMENT / CORPORATE ACTION	NIL

2. The Third Quarterly Financial Results of PIACL under clause (V) of Form-7 of PSX Correspondence Manual are being transmitted through Pakistan Unified Corporate Action Reporting System (PUCARS) and a hard copy is being sent through courier.

3. The Share Transfer Books of PIACL will be closed from May 26, 2017 to June 03, 2017 (both days inclusive). Transfers received at the registered office of PIACL Share Registrar / Transfer Agent, Central Depository Company of Pakistan Limited, at the close of business on May 25, 2017, will be treated in time for the purpose of First Annual General Meeting of PIACL Shareholders.

4. We will be sending you 200 copies of printed Accounts for distribution amongst the TRE Certificate Holders of the Exchange.

Yours truly,

Muhammad SHUAIB
Secretary – PIACL

Encl: As stated above

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PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2016

	Note	September 30 2016 (Un-Audited)	December 31 2015 (Audited)	September 30 2016 (Un-Audited)	December 31 2015 (Audited)
		Rupees in '000		US$ in '000	
ASSETS					
NON CURRENT ASSETS					
Fixed assets					
- Property, plant and equipment	4	72,895,726	76,602,307	696,030	730,440
- Intangibles		12,622	45,645	121	435
		72,908,348	76,647,952	696,151	730,875
Long-term investments		4,572,801	4,511,581	43,662	43,020
Long-term deposits and prepayments		6,065,475	9,602,902	57,915	91,569
Total non current assets		83,546,624	90,762,435	797,728	865,464
CURRENT ASSETS					
Stores and spares		3,156,204	3,039,872	30,136	28,986
Trade debts		7,812,984	9,294,690	74,601	88,629
Advances		1,932,220	1,574,020	18,449	15,009
Trade deposits and prepayments		5,110,529	2,355,635	48,797	22,462
Other receivables	5	6,758,883	6,154,674	64,536	58,688
Short-term investments		19,220	19,220	184	183
Cash and bank balances	6	5,453,192	2,641,305	52,069	25,187
Total current assets		30,243,232	25,079,416	288,772	239,144
TOTAL ASSETS		113,789,856	115,841,851	1,086,500	1,104,608
EQUITY AND LIABILITIES					
SHARE CAPITAL AND RESERVES					
Issued, subscribed and paid-up share capital	7	52,345,110	52,345,110	499,807	499,136
Reserves		4,435,841	4,374,621	42,355	41,714
Accumulated losses		(297,193,241)	(269,946,703)	(2,837,690)	(2,574,071)
Total Shareholders' Equity		(240,412,290)	(213,226,972)	(2,295,528)	(2,033,221)
Surplus on revaluation of property, plant and equipment- net		5,218,545	4,863,889	49,828	46,380
NON CURRENT LIABILITIES					
Long-term financing	8	59,755,921	49,766,421	570,567	474,547
Term finance and sukuk certificates	9	27,344,009	26,707,209	261,089	254,666
Liabilities against assets subject to finance lease		7,571,350	13,218,479	72,294	126,045
Advance from a subsidiary		4,203,317	4,209,056	40,135	40,135
Deferred liabilities		26,482,629	24,732,719	252,864	235,838
Total non-current liabilities		125,357,226	118,633,884	1,196,949	1,131,231
CURRENT LIABILITIES					
Trade and other payables	10	130,777,859	108,498,696	1,248,706	1,034,588
Accrued interest	11	13,129,190	11,965,110	125,361	114,093
Provision for taxation		491,857	231,779	4,697	2,210
Short-term borrowings	12	34,868,655	36,940,201	332,936	352,242
Current maturities of:					
- Long-term financing		26,626,758	27,534,829	254,240	262,557
- Term finance and sukuk certificates		10,272,000	13,196,419	98,080	125,834
- Liabilities against assets subject to finance lease		7,460,056	7,204,016	71,231	68,694
Total current liabilities		223,626,375	205,571,050	2,135,251	1,960,218
TOTAL LIABILITIES		348,983,601	324,204,934	3,332,200	3,091,449
TOTAL EQUITY AND LIABILITIES		113,789,856	115,841,851	1,086,500	1,104,608
CONTINGENCIES AND COMMITMENTS	13				

The annexed notes 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Executive Officer

Chief Financial Officer

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016

	Note	Nine months period ended		Quarter ended		Nine months period ended	
		September 30, 2016 (Un-Audited)	September 30, 2015 (Un-Audited) *(Restated)*	**September 30, 2016 (Un-Audited)**	September 30, 2015 (Un-Audited) *(Restated)*	**September 30, 2016 (Un-Audited)**	September 30, 2015 (Un-Audited) *(Restated)*
		---Rupees in '000---				--- US$ in '000 ---	
Revenue - net	14	**67,903,607**	69,249,550	**25,680,195**	23,096,184	**648,364**	662,229
Cost of services							
Aircraft fuel		**(19,685,311)**	(21,678,377)	**(7,591,055)**	(6,681,968)	**(187,961)**	(207,309)
Others	15	**(55,277,430)**	(44,576,386)	**(18,607,609)**	(15,123,341)	**(527,805)**	(426,281)
		(74,962,741)	(66,254,763)	**(26,198,664)**	(21,805,309)	**(715,766)**	(633,590)
Gross (loss) /profit		**(7,059,134)**	2,994,787	**(518,469)**	1,290,875	**(67,402)**	28,639
Distribution costs		**(4,793,265)**	(3,811,798)	**(2,246,629)**	(1,331,845)	**(45,768)**	(36,452)
Administrative expenses		**(3,435,957)**	(4,064,178)	**(208,821)**	(1,633,122)	**(32,808)**	(38,865)
Other provisions and adjustments	16	**(2,829,859)**	(2,874,081)	**(437,719)**	(357,097)	**(27,020)**	(27,485)
Exchange Gain/(loss) - net		**(95,255)**	(2,005,418)	**(1,727)**	(1,503,553)	**(910)**	(19,178)
Other income		**547,002**	807,377	**315,131**	296,205	**5,223**	7,721
		(10,607,334)	(11,948,098)	**(2,579,765)**	(4,529,412)	**(101,283)**	(114,259)
Loss from operations		**(17,666,468)**	(8,953,311)	**(3,098,234)**	(3,238,537)	**(168,685)**	(85,620)
Finance cost	17	**(9,439,746)**	(10,025,580)	**(3,176,854)**	(3,223,192)	**(90,134)**	(95,874)
Loss before taxation		**(27,106,214)**	(18,978,891)	**(6,275,088)**	(6,461,729)	**(258,819)**	(181,494)
Taxation	18	**(173,363)**	(388,396)	**(128,401)**	(115,481)	**(1,655)**	(3,714)
Loss for the period		**(27,279,577)**	(19,367,287)	**(6,403,489)**	(6,577,210)	**(260,474)**	(185,208)
Loss per share - basic and diluted		---Rupees---				--- US$---	
			(Restated)		*(Restated)*		*(Restated)*
Loss attributable to:							
'A' class ordinary shares of Rs. 10 each	19	**(5.21)**	(3.84)	**(1.22)**	(1.26)	**(0.05)**	(0.56)
'B' class ordinary shares of Rs. 5 each		**(2.61)**	(1.92)	**(0.61)**	(0.63)	**(0.03)**	(0.28)

The annexed notes 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Executive Officer

Chief Financial Officer

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016

	Nine months period ended		**Quarter ended**	
	September 30 2016 (Un-Audited)	September 30 2015 (Un-Audited) *(Restated)*	**September 30 2016 (Un-Audited)**	September 30 2015 (Un-Audited) *(Restated)*
	-----Rupees in '000-----			
Loss for the period	**(27,279,577)**	(19,367,287)	**(6,403,489)**	(6,577,210)
Other comprehensive income				
Items that will be reclassified subsequently to unconsolidated profit and loss account				
Unrealised gain on re-measurement of available for sale investments	**61,220**	2,455	**39,652**	726
Total comprehensive income for the period - loss	**(27,218,357)**	(19,364,832)	**(6,363,837)**	(6,576,484)

Surplus / (deficit) arising on revaluation of property, plant and equipment has been reported in accordance with the requirements of the Companies Ordinance, 1984, in a separate account below equity and accordingly changes therein are reported directly into equity.

The annexed notes 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer | **Director**

Chief Executive Officer | **Chief Financial Officer**

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016

	Note	Nine months period ended		Nine months period ended	
		September 30 2016 (Un-Audited)	September 30 2015 (Un-Audited)	**September 30 2016 (Un-Audited)**	September 30 2015 (Un-Audited)
		-------------Rupees in '000------------		-----------US$ in '000-----------	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash generated from operations after working capital changes	20	**10,679,171**	6,673,538	**101,968**	63,819
Profit on bank deposits received		**47,184**	27,102	**451**	259
Finance costs paid		**(8,275,666)**	(10,237,403)	**(79,019)**	(97,900)
Taxes paid		**(79,440)**	(378,842)	**(759)**	(3,623)
Staff retirement benefits paid		**(697,334)**	(589,976)	**(6,658)**	(5,642)
Long-term deposits and prepayments - net		**3,363,369**	(1,735,255)	**32,114**	(16,594)
Net cash (used in) / generated from operating activities		**5,037,284**	(6,240,836)	**48,097**	(59,681)
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of property, plant and equipment		**(2,026,330)**	(1,379,960)	**(19,348)**	(13,196)
Proceeds from sale of property, plant and equipment		**396,693**	313,526	**3,788**	2,998
Net cash used in investing activities		**(1,629,637)**	(1,066,434)	**(15,560)**	(10,198)
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts of advance against equity from the GoP		**-**	3,974,371	**-**	38,007
Reciept of advance from a subsidiary		**-**	473,989	**-**	4,533
Repayment of long-term financing		**(16,969,899)**	(8,946,994)	**(162,034)**	(85,560)
Proceeds from long-term financing		**24,599,179**	20,172,289	**234,880**	192,906
Repayment of term finance certificates		**(2,287,619)**	-	**(21,842)**	-
Repayment of short-term borrowings		**-**	(3,125,881)	**-**	(29,893)
Proceeds from short term borrowings		**-**	1,000,000	**-**	9,563
Repayment of obligations under finance lease - net		**(5,367,163)**	(6,541,747)	**(51,247)**	(62,558)
Net cash generated from/(used in) financing activities		**(25,502)**	7,006,027	**(243)**	66,998
Increase/Decrease in cash and cash equivalents		**3,382,145**	(301,243)	**32,294**	(2,881)
Cash and cash equivalents at the begning of the period		**(1,995,052)**	(2,572,418)	**(19,049)**	(24,600)
Cash and cash equivalents at the end of the period		**1,387,093**	(2,873,661)	**13,245**	(27,481)
Cash and Cash Equivalents					
Cash and bank balances	6	**5,453,192**	1,082,181	**52,069**	10,349
Running finance under mark-up arrangements	12	**(4,066,099)**	(3,955,842)	**(38,824)**	(37,830)
		1,387,093	(2,873,661)	**13,245**	(27,481)

The annexed notes 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Executive Officer

Chief Financial Officer

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016

	Issued, subscribed, and paid-up share capital	Advance against equity from Government of Pakistan (GoP)	Reserves				Accumulated losses (Restated)	Total
			Capital reserves	Revenue reserves	Unrealised gain on remeasurement of investments	Subtotal		
	Rupees in '000							
Balance as at January 1, 2015	**28,779,674**	**19,591,065**	**2,501,038**	**1,779,674**	**22,775,869**	**27,056,581**	**(226,838,884)**	**(151,411,564)**
Total comprehensive income for the period:								
Loss for the period	-	-	-	-	-	-	(19,367,287)	(19,367,287)
Other comprehensive income for the period	-	-	-	-	2,455	2,455	-	2,455
Total comprehensive income for the period	-	-	-	-	2,455	2,455	(19,367,287)	(19,364,832)
Advance against equity from GoP	-	3,974,371	-	-	-	-	-	3,974,371
Surplus on revaluation of property, plant and equipment realised during the period on account of incremental depreciation charged thereon - net of tax	-	-	-	-	-	-	12,457	12,457
Balance as at September 30, 2015 - restated	**28,779,674**	**23,565,436**	**2,501,038**	**1,779,674**	**22,778,324**	**27,059,036**	**(246,193,714)**	**(166,789,568)**
Balance as at January 1, 2016	**52,345,110**	**-**	**2,501,038**	**1,779,674**	**93,909**	**4,374,621**	**(269,946,703)**	**(213,226,972)**
Total comprehensive income for the period:								
Loss for the period	-	-	-	-	-	-	(27,279,577)	(27,279,577)
Other comprehensive income for the period	-	-	-	-	61,220	61,220	-	61,220
Total comprehensive income for the period	-	-	-	-	61,220	61,220	(27,279,577)	(27,218,357)
Advance against equity from GoP	-	-	-	-	-	-	-	-
Surplus on revaluation of property, plant and equipment realised during the quarter ended September 30, 2016 on account of reduced depreciation charged thereon - net of tax	-	-	-	-	-	-	33,039	33,039
Balance as at September 30, 2016	**52,345,110**	**-**	**2,501,038**	**1,779,674**	**155,129**	**4,435,841**	**(297,193,241)**	**(240,412,290)**

The annexed notes 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer **Director**

Chief Executive Officer **Chief Financial Officer**

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2016

	Note	September 30, 2016 (Un-Audited)	December 31, 2015 (Audited)	September 30, 2016 (Un-Audited)	December 31, 2015 (Audited)
		Rupees in '000		US$ in '000	
ASSETS					
NON CURRENT ASSETS					
Fixed assets					
- Property, plant and equipment	4	134,839,780	138,098,487	1,287,490	1,316,835
- Intangibles		3,461,466	3,490,204	33,051	33,281
		138,301,246	141,588,691	1,320,541	1,350,116
Long-term investments		226,116	164,897	2,159	1,572
Receivable from Centre Hotel		791,265	792,329	7,555	7,555
Long-term loans and advances		584	-	6.00	-
Long-term deposits and prepayments		7,419,385	10,723,347	70,843	102,252
Total non - current assets		146,738,596	153,269,264	1,401,104	1,461,495
CURRENT ASSETS					-
Stores and spares		3,215,007	3,092,446	30,698	29,488
Trade debts		8,651,950	9,870,517	82,611	94,120
Short-term loans and advances		1,934,391	1,580,917	18,470	15,075
Trade deposits and prepayments		5,425,156	3,130,516	51,801	29,851
Other receivables	5	7,303,901	6,445,893	69,740	61,465
Short-term investments		170,402	208,066	1,627	1,985
Taxation - net		177,868	153,086	1,698	1,460
Cash and bank balances	6	10,399,149	7,625,242	99,294	72,710
Total current assets		37,277,823	32,106,683	355,939	306,154
TOTAL ASSETS		184,016,419	185,375,947	1,757,043	1,767,649
EQUITY AND LIABILITIES					
SHARE CAPITAL AND RESERVES					
Share capital		52,345,110	52,345,110	499,807	499,136
Reserves		4,456,704	4,395,484	42,554	41,913
Accumulated losses		(288,378,648)	(261,532,285)	(2,753,525)	(2,493,835)
Attributable to the Holding company's shareholders		(231,576,834)	(204,791,691)	(2,211,164)	(1,952,786)
Non-controlling interest		1,660,577	1,657,742	15,856	15,807
TOTAL EQUITY		(229,916,257)	(203,133,949)	(2,195,308)	(1,936,979)
SURPLUS ON REVALUATION OF OPERATING FIXED ASSETS - NET OF TAX		31,269,101	30,949,467	298,567	295,118
NON-CURRENT LIABILITIES					
Long-term financing	7	74,386,847	64,362,044	710,268	613,723
Term finance and sukuk certificates	8	27,344,009	26,707,209	261,089	254,666
Liabilities against assets subject to finance lease		7,571,350	13,218,479	72,294	126,045
Long-term deposits		83,243	99,611	795	950
Deferred taxation		20,614,259	20,450,267	196,831	195,003
Deferred liabilities		26,608,594	24,862,040	254,067	237,071
Total non - current liabilities		156,608,302	149,699,650	1,495,344	1,427,458
CURRENT LIABILITIES					
Trade and other payables	9	133,339,573	110,533,748	1,273,163	1,053,992
Accrued interest		12,883,741	11,790,141	123,018	112,424
Provision for taxation		492,362	232,263	4,701	2,215
Short-term borrowings	10	34,868,655	36,940,201	332,936	352,243
Current maturities of:					
- Long-term financing	7	26,738,885	27,963,991	255,311	266,650
- Term finance and sukuk certificates	8	10,272,000	13,196,419	98,080	125,834
- Liabilities against assets subject to finance lease		7,460,056	7,204,016	71,231	68,694
Total current liabilities		226,055,273	207,860,779	2,158,440	1,982,052
TOTAL LIABILITIES		382,663,575	357,560,429	3,653,784	3,409,510
TOTAL EQUITY AND LIABILITIES		184,016,419	185,375,947	1,757,043	1,767,649
CONTINGENCIES AND COMMITMENTS	11				

The annexed notes 1 to 22 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Executive Officer

Chief Financial Officer

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016

	Note	Nine months period ended		Quarter Ended		Nine months period ended	
		September 30, 2016 (Un-Audited)	September 30, 2015 (Un-Audited) *(Restated)*	September 30, 2016 (Un-Audited)	September 30, 2015 (Un-Audited) *(Restated)*	September 30,2016 (Un-Audited)	September 30, 2015 (Un-Audited) *(Restated)*
		----------Rupees in '000			----------	---------- US$ in '000	----------
REVENUE - NET	12	77,542,971	79,263,461	29,379,648	26,792,581	740,403	757,991
COST OF SERVICES							
Aircraft fuel		(19,685,311)	(21,678,377)	(7,591,055)	(6,681,968)	(187,961)	(207,309)
Others	13	(60,225,547)	(48,620,521)	(20,529,239)	(17,169,559)	(575,052)	(464,955)
		(79,910,858)	(70,298,898)	(28,120,294)	(23,851,527)	(763,013)	(672,264)
GROSS (LOSS)/PROFIT		(2,367,887)	8,964,563	1,259,353	2,941,054	(22,610)	85,727
Distribution costs		(5,359,850)	(4,198,291)	(2,424,078)	(1,631,596)	(51,177)	(40,148)
Administrative expenses		(6,732,654)	(8,203,394)	(1,387,962)	(2,377,067)	(64,285)	(78,449)
Other provisions and adjustments	14	(2,829,859)	(2,874,081)	(437,719)	(357,097)	(27,020)	(27,485)
Exchange loss - net		(97,648)	(2,004,006)	(4,920)	(1,502,725)	(932)	(19,164)
Other income		669,065	808,893	357,734	733,334	6,388	7,735
		(14,350,947)	(16,470,879)	(3,896,946)	(5,135,151)	(137,026)	(157,511)
LOSS FROM OPERATIONS		(16,718,834)	(7,506,316)	(2,637,593)	(2,194,098)	(159,636)	(71,784)
Finance costs	15	(9,767,953)	(10,327,016)	(3,288,414)	(3,292,434)	(93,267)	(98,757)
LOSS BEFORE TAXATION		(26,486,787)	(17,833,332)	(5,926,006)	(5,486,531)	(252,903)	(170,541)
Taxation	16	(389,780)	(672,060)	(182,796)	(256,773)	(3,722)	(6,427)
LOSS FOR THE PERIOD		(26,876,567)	(18,505,392)	(6,108,802)	(5,743,304)	(256,625)	(176,968)
Attributable to:							
Equity holders of the Holding company		(26,879,402)	(18,513,367)	(6,110,749)	(5,713,990)	(256,653)	(177,042)
Non-controlling interest		2,835	7,975	1,947	3,315	27	76
		(26,876,567)	(18,505,392)	(6,108,802)	(5,743,304)	(256,625)	(176,968)
		---------- (Rupees)			----------	---------- (US$)	----------
LOSS PER SHARE - BASIC AND DILUTED							
Loss attributable to:							
- "A' class Ordinary shares of Rs 10 each	17	(5.13)	(3.67)	(1.17)	(1.10)	(0.05)	(0.03)
- "B' class Ordinary shares of Rs 5 each	17	(2.57)	(1.84)	(0.59)	(0.55)	(0.02)	(0.02)

The annexed notes 1 to 22 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Executive Officer

Chief Financial Officer

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
CONSOLIDATED CONDENSED OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016

	Nine months period ended		Quarter ended	
	September 30,2016 (Un-Audited)	September 30, 2015 (Un-Audited)	September 30,2016 (Un-Audited)	September 30, 2015 (Un-Audited) *(Restated)*
	Rupees in '000			
Loss for the period	**(26,876,567)**	(18,505,392)	**(6,108,802)**	(5,743,304)
Other comprehensive income				
Item that will be reclassified subsequently to consolidated profit and loss account				
Unrealised loss on re-measurement of available for sale investments	**61,220**	2,455	**61,220**	2,455
Exchange differences on translation of foreign operations	-	2,476	-	-
Total comprehensive income	**(26,815,347)**	(18,500,461)	**(6,047,582)**	(5,740,849)

Surplus / (deficit) arising on revaluation of operating fixed assets has been reported in accordance with the requirements of the Companies Ordinance, 1984, in a separate account below equity.

The annexed notes 1 to 22 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer **Director**

Chief Executive Officer **Chief Financial Officer**

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016

	Note	Nine months period ended		Nine months period ended	
		September 30, 2016 (Un-Audited)	September 30, 2015 (Un-Audited) *(Restated)*	September 30, 2016 (Un-Audited)	September 30, 2015 (Un-Audited) *(Restated)*
		------------- Rupees in '000 -------------		-----------US$ in '000-----------	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash generated from operations	18	**11,822,288**	7,294,333	**112,882**	69,755
Profit on bank deposits received		**47,184**	27,102	**450**	259
Finance costs paid		**(8,674,353)**	(10,422,536)	**(82,825)**	(99,670)
Taxes paid		**(320,618)**	(678,141)	**(3,061)**	(6,485)
Staff retirement benefits paid		**(700,689)**	(590,486)	**(6,690)**	(5,646)
Long-term deposits and prepayments - net		**3,303,962**	(1,882,870)	**31,547**	(18,006)
Net cash (used in) / generated from operating activities		**5,477,775**	(6,252,598)	**52,303**	(59,793)
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of property, plant and equipment		**(2,203,104)**	(1,910,103)	**(21,035)**	(18,266)
Proceeds from sale of operating fixed assets		**396,693**	315,609	**3,787**	3,018
Currency translation differences		**75,736**	(434,585)	**723**	(4,155)
Decreased / (Increased) in long term loan, advances and investment - net		**-**	18,023	**-**	172
Net cash used in investing activities		**(1,730,675)**	(2,011,056)	**(16,525)**	(19,231)
CASH FLOWS FROM FINANCING ACTIVITIES					
Advance against equity		**-**	3,974,371	**-**	38,006
Repayment of long-term financing		**(17,347,332)**	(7,796,063)	**(165,637)**	(74,553)
Proceeds from long-term financing		**24,599,179**	20,172,289	**234,880**	192,906
Repayment of term finance certificates		**(2,287,619)**	-	**(21,842)**	-
Short term borrowing - net		**-**	(2,141,074)	**-**	(20,474)
Repayment of obligations under finance lease - net		**(5,367,163)**	(5,949,078)	**(51,247)**	(56,890)
Net cash generated from financing activities		**(402,935)**	8,260,445	**(3,846)**	78,994
Increase/(Decrease) in cash and cash equivalents		**3,344,165**	(3,210)	**31,932**	(30)
Cash and cash equivalents at the beginning of the period		**2,988,885**	1,855,315	**28,538**	17,742
Cash and cash equivalents at the end of the period		**6,333,050**	1,852,105	**60,470**	17,712
CASH AND CASH EQUIVALENTS					
Cash and bank balances	6	**10,399,149**	5,807,947	**99,294**	55,541
Short-term borrowings	10	**(4,066,099)**	(3,955,842)	**(38,824)**	(37,829)
		6,333,050	1,852,105	**60,470**	17,712

The annexed notes 1 to 22 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Executive Officer

Chief Financial Officer

PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016

			Attributable to the Holding company's shareholders									
			Reserves									
	Issued, subscribed, and paid-up capital	Advance against equity	Capital reserves	Revenue reserves	Unrealised loss on remeasur-ement of investments	Foreign currency translation reserves	Other reserves	Sub Total	Accumulated loss	Non-controlling interest	Total
	-----------------	-----------------	-----------------	-----------------	-----------------	---Rupees in '000---	-----------------	-----------------	-----------------	-----------------		
Balance as at January 1, 2015	28,779,674	19,591,065	2,501,038	1,779,674	82,669	135,639	34,388	4,533,408	(226,602,471)	1,536,228	(172,162,096)
Total comprehensive income for the period ended September 30, 2015:											
- Loss for the period	-	-	-	-	-	-	-	-	(18,513,367)	7,975	(18,505,392)
- Other comprehensive income for the period:											
- Currency translation differences	-	-	-	-	-	-	2,476	2,476	-	-	2,476
- Unrealised loss on re-measurement of investments	-	-	-	-	2,455	-	-	2,455	-	-	2,455
Total comprehensive income for the period transferred to equity	-	-	-	-	2,455	-	2,476	4,931	(18,513,367)	7,975	(18,500,461)
Surplus on revaluation of operating fixed assets realised during the period on account of incremental depreciation charged thereon - net of tax	-	-	-	-	-	-	-	-		-	-
Transaction with owners; Advance against Equity from GoP	-	3,974,371	-	-	-	-	-	-	-	-	3,974,371
Balance as at September 30, 2015 - as restated	28,779,674	23,565,436	2,501,038	1,779,674	85,124	135,639	36,864	4,538,339	(245,115,838)	1,544,203	(186,688,187)
Balance as at January 1, 2016	52,345,110	-	2,501,038	1,779,674	93,908	(13,524)	34,388	4,395,484	(261,532,285)	1,657,742	(203,133,949)
Total comprehensive income for the period ended: 30 September,2016											
- Loss for the period	-	-	-	-	-	-	-	-	(26,879,402)	2,835	(26,876,567)
- Other comprehensive income for the period:											
- Currency translation differences	-	-	-	-	-	-		-	-	-	-
- Unrealised gain on re-measurement of investments	-	-	-	-	61,220	-	-	61,220	-	-	61,220
Total comprehensive income for the period transferred to equity	-	-	-	-	61,220	-	-	61,220	(26,879,402)	2,835	(26,815,347)
Surplus on revaluation	-	-	-	-	-	-	-	-	-	-	-
Surplus on revaluation of operating fixed assets	-	-	-	-	-	-	-	-		-	-
realised during the period on account of incremental depreciation charged thereon - net of tax	-	-	-	-	-	-	-	-	33,039	-	33,039
Transaction with owners; Advance against equity from GoP	-	-	-	-	-	-	-	-	-	-	-
Balance as at September 30, 2016	52,345,110	-	2,501,038	1,779,674	155,128	(13,524)	34,388	4,456,704	(288,378,648)	1,660,577	(229,916,257)

The annexed notes 1 to 22 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Executive Officer

Chief Financial Officer