NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
(FINISHED)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2011

1. BASIS OF PREPARATION

The financial statements are prepared in accordance with the requirements of section 742 of the Companies Ordinance, 1984.

2. ACCOUNTING POLICIES

(a) These financial statements have been prepared in accordance with the requirements of International Accounting Standard 1 ("IAS 1: Presentation of Financial Statements").
(b) The accounting policies adopted are in accordance with the provisions of the Companies Ordinance, 1984.

3. PROPERTIES, PLANT AND EQUIPMENT

Perpetual receipts for tax purposes and equipment that have been sold are disposed of during
the nine months ended December 31, 2011.

4. CAPITAL WORKS IN PROGRESS

Realisation of capital project agreements with suppliers, customers and contractors.

5. TRANSACTIONS WITH RELATED PARTIES

The related parties and associated enterprises of the Exide group, which are key management personnel, have not been made.

6. FORCING OF FINANCIAL STATEMENTS

The carrying value of all financial assets and liabilities reflected in the financial statements approximates their fair values.

7. EVENT

Events that occurred after the balance sheet date.

8. DATE OF ADOPTION FOR IFRS

The financial statements were adopted on March 31, 2011 by the Board of Directors of the Company.

ARIF HASHWANI
Chairman
ARSHAD SHAHZADA
Chief Executive

CORPORATE PROFILE

BOARD OF DIRECTORS

Arif Hashwani - Chairman
Arshad Shahzada - Managing Director / Chief Executive
Ahtz Hashwani
Hussain Hashwani
Altaf Hashwani
Engr. S. M. Faiq
S. Haider Mehdi
A. M. A. Jabbar
Engr. Hussain Rehman

CHEF FINANCIAL OFFICER & COMPANY SECRETARY

S. Hadeer Mehdi

AUDIT COMMITTEE

Arif Hashwani - Chairman
Hussain Hashwani
S. M. Faiq
Khurram Ali - Secretary

BANKERS

Allied Bank Ltd.
Askari Bank Limited
JS Bank Ltd.
Barclays Bank PLC Pakistan
Bank Islam Pakistan Ltd.
Bank of Punjab
Bank of Tokyo Mitsubishi UFJ, Ltd.
Habib Bank Ltd.
MCB Bank Ltd.
Oman International Bank S.A.O.G.
NIB Bank Ltd.
Standard Chartered Bank (Pakistan) Ltd.
HSBC Middle East Bank Ltd.
United Bank Ltd.
Habib Metropolitan Bank Limited
Meezan Bank Ltd.

AUDITORS

A. F. Ferguson & Co.

SOLICITORS

Orr Dignam & Co.

REGISTERED OFFICE

A/44, Hill Street, Off: Manghopir Road, S.I.T.E., Karachi-75700 Pakistan.
Website: www.exide.com.pk
E-mail: exidepk@exide.com.pk

THIRD QUARTERLY REPORT
DECEMBER 31, 2011

ARIF HASHWANI
Chairman
ARSHAD SHAHZADA
Chief Executive

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
(UNAUDITED)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2011
CHAIRMAN'S REVIEW

I am pleased to present on behalf of the Board of Directors, Un-audited Accounts of the Company for the third quarter ended December 31, 2011.

THE ECONOMY

Pakistan economy is expected to grow by 3.5-4 percent as compared to earlier estimate of 3.6 percent in the current fiscal year. The country’s current account balance became positive for the first time during December 2011 and registered a surplus of $160 million compared to over $2.3 billion deficit in first five months of fiscal year 2011-12. During the period from July - December 2011, Pakistan’s export were $12.1 billion whereas import were $19.7 billion reflecting trade deficit of $7.6 billion compared to $5.8 billion in the corresponding period of last year. Continuing trade deficit will adversely impact balance of payment and pressure on Rupee. Remittances from overseas Pakistani workers increased by 19.5 percent to $6.3 billion for the first half year under review. The rupee depreciated 5.2 percent value against the dollar since the start of fiscal year due to large trade deficit, rising government borrowings which will be further aggravated by maturity of payments to IMF.

THE INDUSTRY

The automotive industry continued to show signs of improvement during first half of 2011-12. Sale of cars from July – December 2011 improved from 59,646 units to 71,882 units up by 21% compared to corresponding period of the last year, whereas trucks and buses sales declined by 36% and 17% respectively. Farm tractors sales also declined by 61% to 12,665 units from 32,743 units in the corresponding period last year. Sale of motorcycles and three wheelers registered an increase of 8% from 388,215 units to 419,087 units.

FUTURE PROSPECTS

It is anticipated that indigenous organized battery industry will perform satisfactorily, although the cost pressures will remain on account of Rupee devaluation, higher raw material prices, rising cost of utilities and other inflationary factors. Your management is determined to avail full benefits of the opportunities by continued focus on quality, productivity, cost control and after sales service to improve its competitiveness.

ARIF HASHWANI
Chairman
Karachi January 30, 2012