



BUNNY'S[®]

Quality is our Major Ingredient!

VISION AND MISSION STATEMENT

VISION

Make quality food for better life.

MISSION

Product innovation with optimal quality, taste and nutrition. To create value, inspire moments and deliver wellness.

COMPANY PROFILE

Board of Directors	Mr. Yunus Shafiq Chaudhry Mr. Haroon Shafiq Chaudhry Mr. Omar Shafiq Chaudhry Miss Mahnoor Chaudhry Mrs. Saadia Omar Mr. Rafi Uz Zaman Awan Mr. Syed Muhammad Adnan Raza Naqvi Mr. Rehan Mobin	Chairman Chief Executive Director Director Director Director Director Director
Audit Committee	Mr. Rafi Uz Zaman Awan Mr. Yunus Shafiq Chaudhry Mrs. Saadia Omer	Chairman Member Member
Chief Financial Officer	Mr. Muhammad Shafique	
Company Secretary	Mr. Muhammad Zubair	
Auditors	Aslam Malik & Co. Chartered Accountants	
Bankers	Allied Bank Limited Samba Bank Limited Bank Al Habib Limited Meezan Bank Limited Bankislami Pakistan Limited PAIR Investment Bank Limited	
Share Registrar	F.D. Registrar Services (SMC-Pvt.) Limited 17 th Floor, Saima Trade Tower-A, I.I. Chundrigar Road, Karachi-74000 Ph# 9921-35478192-93, Dir# 9221-32271905-6, Fax# 9221-32621233	
Legal Advisor	Ahmed & Qazi	
Head Office	105/A, Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore	
Email	info@bunnys.com.pk	
Website	www.bunnys.com.pk	

DIRECTORS' REPORT

In the name of Allah the Most Merciful and the Most Benevolent.

The Directors of your Company are pleased to present a brief review of the financial results and operations of the Company for the 2nd quarter ended 31th December, 2019. This condensed interim financial information is presented in accordance with the requirements of Companies Act, 2018. The financial results during the 2nd quarter are as follows:

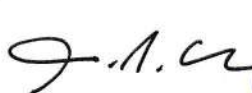
	Rs. (Million)
Sales – net	745.43
Gross profit	215.58
Operating profit	71.21
Profit after tax	25.81
Earnings per share (Rs.)	0.50

The Company recorded net sales of PKR 745.43 million compared to PKR 630.00 million in the same period last year registering 18.33% increase from same period last year. The profit after tax for the 2nd quarter is PKR 25.81 million compared to PKR 35.83 million in the same period last year.

Earnings per share for the period is Rs. 0.50 as compared to Rs. 0.70 for similar period of the last year.

The Board wishes to place on record its gratitude for the co-operation extended by Government of Pakistan and strategic partners including its customers, financial institutions, suppliers, vendors and shareholders.

For and on behalf of the Board of Directors



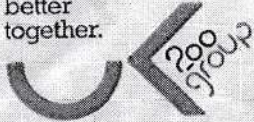
Director
Lahore
February 29, 2020



105/A, Quaid-E-Azam Industrial Estate, Kot Lakhpat, Lahore - Pakistan
EMAIL bunnys@brain.net.pk | UAN +92 42 111 44 2222 | www.bunnys.com.pk
f t i /bunnyspakistan | BUNNY'S LIMITED - NTN No. 0803115-7



building
better
together.



Aslam Malik & Co.
Chartered Accountants

Phone : +92-42-35858693-35858694
: +92-42-35856819
Fax : +92-42-35856019
e-mail : info@aslammalik.com
aslammalik@brain.net.pk
web : www.aslammalik.com

Suite # 18-19 First Floor,
Central Plaza, Civic Centre,
New Garden Town, Lahore-Pakistan

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Bunny's Limited
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Bunny's Limited** as at December 31, 2019 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months period ended December, 31 2019 and 2018 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2019.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's report is Hafiz Muhammad Ahmad.

Date : February 29, 2020
Place: Lahore

Aslam Malik & Co.
(Aslam Malik & Co.)
Chartered Accountants



Other Offices at:

Islamabad: House # 726, Street 34, Margalla Town, off Murree Road, Islamabad.
Phone : +92-51-2374282-3 Fax: +92-51-2374281

Karachi: 1001-1003 10th Floor, Chapal Plaza, Hasrat Mohani Road, Off I.I Chundrigar Road, Karachi
Tel: + 92-21-32425911, 2, Fax: +92-21-32432134

BUNNY'S LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)


AS AT DECEMBER 31, 2019

	Note	December 31, 2019	June 30, 2019
		----- Rupees -----	
		Un-audited	Audited
ASSETS			
Non-current assets			
Property, plant and equipment	4	1,870,023,032	1,786,642,338
Intangible assets	5	70,265,641	70,275,902
Long term security deposits		6,697,338	6,697,338
		1,946,986,011	1,863,615,578
Current assets			
Stores, spares and loose tools		15,231,399	15,248,961
Stock-in-trade	6	264,706,391	265,660,671
Trade debts - unsecured		274,378,394	246,307,071
Advances, deposits and prepayments		96,070,829	98,077,047
Cash and bank balances	7	21,637,036	15,581,185
		672,024,049	640,874,935
Total assets		2,619,010,060	2,504,490,513
EQUITY AND LIABILITIES			
Capital and reserves			
Authorized share capital		540,000,000	540,000,000
54,000,000 Ordinary shares of Rs.10/- each .			
Issued, subscribed and paid up share capital	8	513,886,690	513,886,690
Capital reserves		461,850,397	461,850,397
Un Appropriate Profit		568,951,624	500,304,643
		1,544,688,711	1,476,041,730
Non-current liabilities			
Long term finances - secured	10	243,627,177	263,333,350
Liabilities against assets subject to finance lease - secured	11	59,628,053	30,837,975
Deferred income		3,922,172	5,229,562
Long term advances - unsecured		13,160,165	13,351,765
Deferred liabilities	12	215,114,751	207,243,093
		535,452,317	519,995,745
Current liabilities			
Trade and other payables	13	206,102,170	227,563,298
Unclaimed dividend		765,699	765,699
Accrued mark-up on secured loans		13,054,393	12,968,046
Short term borrowings		143,973,790	143,407,341
Current portion of long term finances and leases - secured		146,981,598	117,764,916
Provision for taxation - net		27,991,383	5,983,738
		538,869,032	508,453,038
Contingencies and commitments	14		
Total equity and liabilities		2,619,010,060	2,504,490,513

The annexed notes form an integral part of these financial statements.



Chief Executive



Director



Chief Financial Officer


BUNNY'S LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Note	Quarter ended		Six months ended	
		December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
		----- Rupees -----			
Sales - net		745,432,197	629,976,192	1,429,179,715	1,213,614,326
Cost of sales		(529,856,784)	(460,862,906)	(1,031,177,419)	(865,695,614)
Gross profit		215,575,413	169,113,286	398,002,296	347,918,711
Operating expenses					
Administrative and general		41,608,360	40,073,290	75,823,249	69,240,590
Selling and distribution		102,758,862	83,690,114	175,239,113	157,955,508
		(144,367,222)	(123,763,404)	(251,062,362)	(227,196,098)
Operating profit		71,208,191	45,349,882	146,939,934	120,722,613
Other Income		653,695	-	1,307,391	-
Other operating expenses		(1,779,122)	(2,683,673)	(4,587,112)	(6,265,967)
Finance cost		(25,842,323)	(3,487,025)	(48,883,510)	(23,532,548)
		(26,967,750)	(6,170,698)	(52,163,232)	(29,798,515)
Profit before taxation		44,240,441	39,179,184	94,776,703	90,924,098
Taxation		(18,426,937)	(3,344,489)	(26,129,722)	(14,102,536)
Profit for the period		25,813,505	35,834,695	68,646,981	76,821,561
Earning per share - basic & diluted	15	0.50	0.70	1.34	1.49

The annexed notes form an integral part of these financial statements.

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Chief Executive


Director


Chief Financial Officer

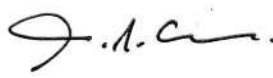
BUNNY'S LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Quarter ended		Six months ended	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
	----- Rupees -----			
Profit after taxation	25,813,505	35,834,695	68,646,981	76,821,561
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	<u>25,813,505</u>	<u>35,834,695</u>	<u>68,646,981</u>	<u>76,821,561</u>

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The annexed notes form an integral part of these financial statements.


 Chief Executive


 Director


 Chief Financial Officer

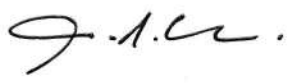
BUNNY'S LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Note	December 31, 2019	December 31, 2018
		----- Rupees -----	
CASH FLOW FROM OPERATING ACTIVITIES			
Cash generated from operations	16	150,591,578	88,663,475
Financial charges paid		(48,797,163)	(25,437,657)
Income tax paid		(1,495,681)	(15,916,037)
Staff gratuity paid		(6,820,368)	(5,237,591)
Workers' (profit) participation fund paid		(7,913,652)	(8,293,137)
Net decrease in long term advances		(191,600)	(8,273)
Net increase in security deposits		-	(258,000)
		(65,218,464)	(55,150,695)
Net cash generated from operating activities		85,373,114	33,512,780
CASH FLOW FROM INVESTING ACTIVITIES			
Sale proceeds from disposal of fixed assets		1,210,000	-
Fixed capital expenditure		(116,241,218)	(23,567,179)
Net cash used in investing activities		(115,031,218)	(23,567,179)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds less repayment of long term loans		(9,706,177)	(1,072)
Proceeds less repayment of lease liabilities		44,853,684	(10,445,353)
Net increase in short term finances		566,449	62,167,102
Dividend paid during the period		-	(45,305,160)
Net cash generated from financing activities		35,713,955	6,415,516
Net increase in cash and cash equivalents		6,055,851	16,361,119
Cash and cash equivalents at the beginning of the period		15,581,185	5,023,651
Cash and cash equivalents at end of the period		21,637,036	21,384,770

The annexed notes form an integral part of these financial statements.

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 Chief Executive


 Director


 Chief Financial Officer

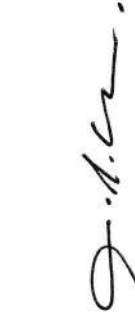
BUNNY'S LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

Particulars	Note	Share Capital	Capital Reserves				Revenue Reserve		Total Equity
			Capital maintenance reserve	Share premium reserve	Total	Revenue Reserve			
						Un-appropriated profit			
----- Rupees -----									
Balance as at July 01, 2018 (Audited)		513,886,690	412,136,727	49,713,670	461,850,397	441,011,571		1,416,748,658	
Profit for the period		-	-	-	-	76,821,561		76,821,561	
Dividend						(51,388,669)		(51,388,669)	
Balance as at December 31, 2018		513,886,690	412,136,727	49,713,670	461,850,397	466,444,463		1,442,181,550	
Balance as at July 01, 2019 (Audited)		513,886,690	412,136,727	49,713,670	461,850,397	500,304,643		1,476,041,730	
Profit for the period		-	-	-	-	68,646,981		68,646,981	
Balance as at December 31, 2019		513,886,690	412,136,727	49,713,670	461,850,397	568,951,624		1,544,688,711	
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The annexed notes form an integral part of these financial statements.


Chief Executive


Director


Chief Financial Officer

1 STATUS AND NATURE OF BUSINESS

Bunny's Limited ("the Legal Acquiree" or "the Economic Acquirer" of Moonlite (PAK) Limited) (the Company) was incorporated in Pakistan as a private limited Company on October 22, 1980 under the repealed Companies Act 1913 (now Companies Act, 2017) and was later on converted into a Public Listed Company after merger with Moonlite (PAK) Limited. The Company is principally engaged in manufacturing of bakery and other food products. The registered office and manufacturing facility of the Company is situated at 105/A Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore.

2 BASIS OF PREPARATION

- 2.1 This condensed interim financial information are unaudited and have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34, 'Interim Financial Reporting', issued by International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2 The preparation of this condensed interim financial information in conformity with the approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty are the same as those that apply to the financial statements for the year ended June 30, 2018.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1 The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2019, except as disclosed in note 3.4.

- 3.2 There are certain amendments to published International Financial Reporting Standards and interpretations that are mandatory for the financial year beginning on January 1, 2019. Except for note 3.4 below these are considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in this condensed interim financial information.

- 3.3 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

3.4 Changes in Accounting Policies- IFRS 16

Effective July 1, 2019, the Company has adopted IFRS 16, "Leases" which replaces existing guidance on accounting for leases, including IAS 17 'Leases', IFRIC 4 'Determining whether an arrangement contains a Lease', SIC-15 Operating Leases-Incentive and SIC-27 'Evaluating the substance of transactions involving the legal form of a Lease'. IFRS 16 introduces a single, on balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right-of-use of the underlying asset and a lease liability representing its obligations to make lease payments. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as finance or operating leases. The accounting policies relating to Company's right-of-use asset and lease liability are disclosed in note 4.2.

The Company did not have any property leases arrangement therefore, adoption of IFRS 16 as at July 01, 2019 did not have any effect on the condensed interim financial information of the Company except the reclassification of leased asset as Right-of-use assets (refer note 4).

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3.5 Lease liability and right-of-use asset

At inception of a contract, the Company assesses whether a contract is, or contains, a lease based on whether the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

From July 1, 2019, leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Company's incremental borrowing rate.

Lease payments include fixed payments, variable lease payment that are based on an index or a rate amount expected to be payable by the lessee under residual value guarantees, the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option, less any lease incentives receivable. The extension and termination options are incorporated in determination of lease term only when the Company is reasonably certain to exercise these options.

The lease liability is subsequently measured at amortised cost using the effective interest rate method. It is remeasured when there is a change in future lease payments arising from a change in fixed lease payments or an index or rate, change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option. The corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit and loss if the carrying amount of right-of-use asset has been reduced to zero.

The right-of-use asset is initially measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentive received. The right-of-use asset is depreciated on a straight line method over the lease term as this method most closely reflects the expected pattern of consumption of future economic benefits. The right of-use asset is reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The Company has elected to apply the practical expedient not to recognise right-of-use asset and lease liabilities for short term leases that have a lease term of 12 months or less and leases of low value assets. The lease payments associated with these leases is recognised as an expense on a straight line basis over the lease term.

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BUNNY'S LIMITED
CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

			December 31, 2019	Audited June 30, 2019
	Note		Rupees	
4 PROPERTY, PLANT & EQUIPMENT				
Operating assets	4.1		1,616,943,928	1,705,776,143
Capital work-in-progress	4.2		80,866,195	80,866,195
Right-of-use assets	4.3		172,212,909	-
			1,870,023,032	1,786,642,338
4.1 Operating Assets				
Opening Book Value			1,705,776,143	1,636,069,940
Addition during the period/ year	4.1.1		36,241,218	53,349,044
Transfer from CWIP			80,000,000	94,694,083
Disposal during the period / year at book value			(80,095,242)	(10,500,000)
Right Of Use Assets			(95,163,366)	-
Depreciation charged during the period / year			(29,814,825)	(67,836,924)
			1,616,943,928	1,705,776,143
4.1.1 Addition during the period/ year				
Building on freehold land			-	5,099,079
Plant and machinery			33,320,888	12,100,255
Electric installation and appliances			1,276,959	1,734,248
Office equipment			1,604,871	4,448,477
Furniture and fixtures			38,500	290,895
Motor Vehicle-owned			-	12,965,028
Motor Vehicle-leased			-	16,711,062
			36,241,218	53,349,044
4.2 Capital work-in-progress				
Opening Book Value			80,866,195	89,405,305
Addition during the period/ year			80,000,000	86,154,973
Transfer to operating assets			(80,000,000)	(94,694,083)
			80,866,195	80,866,195
4.3 Right-of-use assets				
Opening Balance			-	-
Transfer from operating assets			95,163,366	-
Addition during the period/year			85,816,000	-
Transfer/Disposal- Net			(2,121,881)	-
Depreciation charged during the period			(6,644,576)	-
			172,212,909	-
5 INTANGIBLE ASSETS				
Goodwill on acquisition			70,173,290	70,173,290
ERP Software			92,351	102,612
			70,265,641	70,275,902
6 STOCK-IN-TRADE				
Raw materials			186,529,450	199,632,986
Packing materials			57,412,560	58,772,013
Work-in-process			2,357,401	1,713,183
Finished goods			18,406,980	5,542,489
			264,706,391	265,660,671
7 CASH AND BANK BALANCES				
Cash in hand			7,252,422	8,093,324
Cash at bank (current accounts)			14,384,613	7,487,861
			21,637,036	15,581,185

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BUNNY'S LIMITED
CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

8 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Audited			Audited	
December 31, 2019	June 30, 2019		December 31, 2019	June 30, 2019
Number of shares			Rupees	
2,159,586	2,159,586	Ordinary shares of Rs.10/- each fully paid in cash.	21,595,860	21,595,860
49,229,083	49,229,083	Ordinary shares of Rs. 10/- each issued to the shareholders of economic acquirer as per the approved scheme of arrangement	492,290,830	492,290,830
51,388,669	51,388,669		513,886,690	513,886,690

9 CAPITAL RESERVES

Capital maintenance reserve

This represents the excess of fair value of land, owned by the economic acquirer, over its cost. The reserve will be available for appropriation among shareholders only on eventual disposal of land and hence has been classified as capital reserve.

Share Premium Reserve

Mudassar Ehtisham & Co. Chartered Accountants computed valuation of Rs. 33.02 for each ordinary share of economic acquirer with a par value of Rs. 10 per share. Management of economic acquirer decided for a swap ratio of 1:1 for the purposes of the merger. This resulted in to a per share premium of Rs. 23.02 that is deemed to have been received from economic acquiree.

		Audited		
		December 31, 2019	June 30, 2019	
Note		----- Rupees -----		
10	LONG TERM FINANCES - SECURED			
	Orix Leasing Pakistan Limited	347,500	347,500	
	Samba Bank Limited - Term Finance - I	10.1	154,166,681	179,166,678
	Samba Bank Limited - Term Finance - II	10.1	20,000,000	22,500,000
	Samba Bank Limited - Term Finance - III	10.1	28,904,932	-
	PAIR Investment Company Limited	10.2	138,888,888	150,000,000
			342,308,001	352,014,178
			(98,680,824)	(88,680,828)
	Less: current portion shown under current liabilities		243,627,177	263,333,350

10.1 This term finance facility carries markup at the rate of 3 month KIBOR + 2.25%. The principal is payable on monthly basis while markup is payable on quarterly basis with the last installment payable on September 30, 2022. The facility is secured against charges on fixed assets of the company.

Term Finance - II carries markup at the rate of 1 month KIBOR + 2.25%. The principal is payable on monthly basis while markup is payable on quarterly basis with the last installment payable on December, 2023. The facility is secured against charges on fixed assets of the company.

Term Finance - III carries markup at the rate of 1 month KIBOR + 2.25%. The principal is payable on monthly basis while markup is payable on quarterly basis with the last installment payable on December, 2022. The facility is secured against charges on fixed assets of the company.

10.2 This long term loan carries markup at the rate of 6 month KIBOR + 2.25%. The principal and markup are payable on monthly basis after six months grace period with last installment payable in October, 2023. This facility is secured against charges on fixed assets of the company.

11 LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE - SECURED

The amount of future minimum lease payments along with their present value and the period during which they fall due are as under:

Future minimum lease payment	130,479,355	68,106,300
Less: Unamortized financial charges	(22,550,528)	(8,184,237)
Present value of minimum lease payments	107,928,827	59,922,063
Less: Current portion shown under current liabilities	(48,300,774)	(29,084,088)
	59,628,053	30,837,975

BUNNY'S LIMITED
CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

Payable within one year		48,300,774	29,084,088
Payable after one year		59,628,053	30,837,975
		<u>107,928,827</u>	<u>59,922,063</u>
<p>11.1 The Company entered into lease agreements with financial institutions to acquire vehicles. The liabilities under the lease agreements are payable in equal monthly installments and are subject to finance charges at the rates ranging from 6 months KIBOR + 2.5% to 3.95% and 22% per annum (June 30, 2019 : 6 months KIBOR + 2.5% to 3.95% and 22% per annum). The lease liabilities are secured against security deposits, post dated cheques, personal guarantee of all the directors of the Company and also secured against financed vehicles.</p>			
		Audited	
		December 31, 2019	June 30, 2019
		----- Rupees -----	
12 DEFERRED LIABILITIES	Note		
Deferred taxation	12.1	178,439,640	173,747,614
Staff retirement benefits - gratuity	12.2	36,675,111	33,495,479
		<u>215,114,751</u>	<u>207,243,093</u>
12.1 Deferred taxation			
Opening deferred tax liability		173,747,614	164,799,914
Deferred tax charged to profit or loss		4,692,026	8,947,700
Closing deferred tax liability		<u>178,439,640</u>	<u>173,747,614</u>
12.2 Staff Retirement Benefits -Gratuity			
Present value of defined benefit obligation at beginning		33,495,479	23,856,226
Current service cost		10,000,000	19,721,553
Benefits paid		(6,820,368)	(10,082,300)
Present value of defined benefit obligation at beginning		<u>36,675,111</u>	<u>33,495,479</u>
13 TRADE AND OTHER PAYABLES			
Trade Creditors - unsecured		110,867,264	138,425,294
Accrued expenses		65,183,237	57,876,697
Workers' welfare fund		1,340,089	2,065,630
Workers' (profit) participation fund	13.1	4,902,821	7,913,652
Advances from debtors - unsecured		23,808,759	21,282,026
		<u>206,102,170</u>	<u>227,563,298</u>
13.1 Workers' (profit) participation fund			
Opening balance		7,913,652	8,293,137
Allocation for the period		4,902,821	7,913,652
		<u>12,816,473</u>	<u>16,206,789</u>
Less: Payment made during the period		(7,913,652)	(8,293,137)
		<u>4,902,821</u>	<u>7,913,652</u>
14 CONTINGENCIES AND COMMITMENTS			
14.1 Letter of guarantee amounting to Rs 2.552 million (30 June 2019: Rs.2.552 million) has been issued in favor of Sui Northern Gas Pipeline Limited. There are no other known contingencies as at balance sheet date.			
14.2 There are no major commitments outstanding as at balance sheet date.			
15 EARNING PER SHARE - BASIC & DILUTED			
Net profit after taxation	Rupees	68,646,981	76,821,561
Weighted average number of shares outstanding during the quarter	Numbers	51,388,669	51,388,669
Earning per share	Rupees	<u>1.34</u>	<u>1.49</u>

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BUNNY'S LIMITED
CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

16 CASH GENERATED FROM OPERATIONS

Profit before taxation and workers' welfare fund

Adjustments for:

Depreciation

Financial charges

Provision for workers' (profit) participation fund

Provision for workers' welfare fund

Provision for staff retirement benefits

Amortization of intangible assets

Deferred Income

Loss / (Gain) on disposal of fixed assets

Operating profit before working capital changes

Effect on cash flows due to working capital changes

(Increase)/ decrease in current assets:

Stores, spares and loose tools

Stock-in-trade

Trade debts - unsecured

Advances, deposits and prepayments

(Decrease)/ increase in trade and other payables

Cash generated from operations

17 FINANCIAL RISK MANAGEMENT

17.1 Financial risk factors

The Company's activities expose it to a variety of financial risk including capital risk, credit risk, liquidity risk and market risk.

There have been no changes in the risk management policies during the period, consequently this condensed interim financial information does not include all the financial risk management information and disclosures required in the annual financial statements.

17.2 Fair value of financial assets and liabilities

The carrying value of all financial assets and liabilities reflected in this condensed interim financial information approximate their fair values.

18 TRANSACTION WITH RELATED PARTIES

The related parties comprise associated undertakings, other related companies and key management personnel. The Company in the normal course of business carried out transactions with related parties. There are no other significant related party transactions.

19 DATE OF AUTHORIZATION FOR ISSUE

This condensed financial information was authorized for issue by the board of directors of the Company on **29 FEB 2020**

20 GENERAL

- The figures have been rounded off to the nearest rupee.

- Corresponding figures have been re-classified / re-arranged for the purpose of comparison and better presentation.

amc

Chief Executive

Director

Chief Financial Officer

December 31, 2019 December 31, 2018
 ----- Rupees -----

94,776,703 90,924,098

36,459,401 32,726,104

48,883,510 23,532,548

4,902,821 4,859,503

1,340,089 -

10,000,000 9,500,000

10,261 12,827

(1,307,391) -

(1,655,798) -

98,632,894 70,630,982

193,409,597 161,555,080

17,562 (6,226)

954,280 (18,201,809)

(28,071,323) (24,493,501)

2,006,218 (9,762,277)

(17,724,756) (20,427,791)

(42,818,019) (72,891,604)

150,591,578 88,663,475