



UNITY FOODS LIMITED

— food for life! —

UNITY FOODS LIMITED

UNITY TOWER,  
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September 6, 2021

The Commissioner  
Corporate Supervision Department  
Securities and Exchange Commission of Pakistan  
NIC Building  
63, Jinnah Avenue,  
Islamabad.

Dear Sir,

**Statement under Regulation 10(2) of the Companies (Further Issue of Shares) Regulations, 2020**

Please refer to the second Right Issue announced by Unity Foods Limited on February 19, 2019.

Find attached the statement dated September 6, 2021 on progress on the utilization of proceeds and related matters as required under the subject Regulations for the quarter ended June 30, 2021.

Yours truly,

Syed Muhammad Tariq Nabeel Jafri  
Company Secretary



CC

The Director  
Surveillance Supervision Enforcement (SMD)  
Securities and Exchange Commission of Pakistan  
Islamabad.

The General Manager  
Pakistan Stock Exchange Limited  
Karachi.

Unity Foods Limited

Second Right Issue  
Statement of Progress  
as on September 6, 2021



## Preamble

Unity Foods Limited announced its second Right Issue on February 19, 2019. The issue constituted 375 million shares at face value of PKR 10 each raising PKR 3,750,000,000. At the time of announcement of Right Shares, the Company had 169,050,000 ordinary shares and each of the then existing share was entitled to about 221.83% right shares.

The Right Issue was successfully closed as per approved schedule of PSX and the proceeds were realized in May, 2019. Thereafter, the Company issued 375 million shares.

## Regulatory Requirement.

As per Regulation 10(2) of **the Companies (Further Issue of Shares) Regulations, 2020**, the Company is required to submit progress report on the utilization of proceeds of the Right Issue on quarterly basis.

## Progress Status

The process of proceed utilization of 2<sup>nd</sup> Right issue of the Company remained slow during the quarter under report due to the fact that the COVID-19 has slowed down activity at the manufacturers end. However, the Company remains committed to executing its well laid down expansion plan and is endeavoring to meet the set timelines for the expansion.



A comparative statement of item-wise breakup of the proceeds utilized both in terms of amount and percentage of the total allocation made to the relevant item is provided below.

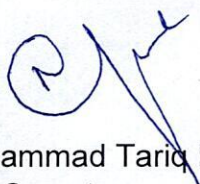
Sr. No.	Description	Disclosed PKR	Actual Utilization PKR	% Utilization
1.	Acquisition of Port Qasim Refinery	850,000,000	PKR 1,780,317,296	47.48%
2.	Additions to Port Qasim Refinery	2,000,000,000		
3.	Establishment of Oil Terminal	900,000,000	NIL	NA
		<b>3,750,000,000</b>		

There has been no deviation from the purpose or use of proceeds earlier disclosed to the members.

The Company continues to remain engaged with suppliers of various other equipment related to margarine and shortening plant and packaging units to acquire the same in order to complete its expansion plan and will inform the SECP and PSX on progress as it takes place on quarterly basis.

All in all, the overall plan relating to asset acquisition and other related activities, as per Right Issue proceed utilization announced in February 2019 remain largely on track.

Yours truly,



Syed Muhammad Tariq Nabeel Jafri  
Company Secretary

