

NOURISHING THE FUTURE

First Quarter ended September 30, 2024



TABLE OF CONTENTS

01 Corporate Information

- Vision 01
- Mission 01
- Core Values 01
- Company Information 03

02 Stakeholders' Communication

- Directors Report (English) 05
- Directors Report (Urdu) 08

03 Financial Statements

- Unconsolidated Statement of Financial Position 09
- Unconsolidated Statement of Profit or Loss 10
- Unconsolidated Statement of Comprehensive Income 11
- Unconsolidated Statement of Changes in Equity 12
- Unconsolidated Statement of Cash Flows 13
- Notes to the Unconsolidated Financial Statements 14
- Consolidated Statement of Financial Position 21
- Consolidated Statement of Profit or Loss 22
- Consolidated Statement of Comprehensive Income 23
- Consolidated Statement of Changes in Equity 24
- Unconsolidated Statement of Cash Flows 24
- Notes to the Consolidated Financial Statements 26



OUR MISSION

To see enhanced food security in Pakistan by developing a sustainable and efficient farm-to-fork food supply chain system.

OUR VISION

To be a reliable and sustainable supplier to the nation's food security system, by way of developing and implementing an efficient farm-to-fork supply chain across the country.

OUR CORE VALUES

Our values define who we are, the way we work, and comprise of Integrity, Excellence, Innovation, Teamwork, Passion, Ownership and Safety

- **Integrity is our cornerstone:** We commit to the highest ethical standards in all our actions, ensuring trust and transparency.
- **Innovation drives us forward:** We champion new ideas and leverage cutting-edge technologies to propel progress and create a better future.
- **Teamwork powers our success:** By collaborating seamlessly, we turn collective efforts into shared achievements.
- **Passion ignites our journey:** With unwavering enthusiasm and determination, we tackle every challenge and strive for excellence.
- **Safety is our unwavering commitment:** We prioritize the well-being of our employees, customers, and communities, taking every measure to ensure their safety



COMPANY INFORMATION

Board of Directors

Lt. Gen.Omar Mahmood Hayat(Retd)

Mr. Muhammad Farrukh
Mr. Amir Shehzad
Mr. Abdul Majeed Ghaziani
Ms. Lie Hong Hwa
Mr. Muneer S. Godil
Dr. Safdar Ali Butt

Chairman Non-Executive
Director
Chief Executive Officer
Executive Director
Non- Executive Director
Non-Executive Director
Independent Director
Independent Director

Audit Committee

Mr. Muneer S. Godil
Dr. Safdar Ali Butt
Mr. Abdul Majeed Ghaziani

Chairman

Human Resources & Remuneration Committee

Dr. Safdar Ali Butt
Mr. Muhammad Farrukh
Mr. Abdul Majeed Ghaziani
Mr. Muneer S. Godil

Chairman

Chief Financial Officer

Mr. Jalees Edhi

Company Secretary

Mr. Umar Shahzad

Head of Internal Audit

Mr. Rashad Mehmood Anjum

External Auditor

Grant Thornton Anjum Rahman
Chartered Accountants
1st & 3rd Floor, Modern Motors House
Beaumont Road, Karachi
Phone No. 0092-21-35672951-56
Other Offices –Lahore, Islamabad

Bankers

Al Baraka Bank (Pakistan) Limited
Habib Metropolitan Bank Limited
Habib Bank Limited
Soneri Bank Limited
MIB Bank Limited
Bank Al Habib Limited
MCB Bank Limited
Meezan Bank Limited
Bank Al Falah Limited
Dubai Islamic Bank Limited
Askari Bank Limited
United Bank Limited
Bank Islami Pakistan Limited
The Bank of Punjab
Standard Chartered Bank (Pakistan) Limited
Faysal Bank Limited
JS Bank Limited
Bank Makramah Limited
Samba Bank Limited
National Bank of Pakistan
Bank of Khyber

Legal Advisor	Mohsin Tayebaly & Co. 1st Floor, Dime Centre, BC-4, Block-9 Kehkashan, Clifton, Karachi -75500 Phone # +92-21-111-682-529
Share Registrar	Digital Custodian Company Limited (DCCL)
Office Address	Karachi Office 4th Floor, Pardesi House, Old Queens Road, Karachi.
Phone	+92 21 32419770 & 32430485
Fax	+92 21 32416371
Email	share.registrar@digitalcustodian.co
Website	https://digitalcustodian.co
Office Address	Lahore Office 508-LSE Plaza, Kashmir Egerton Road, Lahore.
Phone	+92 42 36304406
Email	share.registrar@digitalcustodian.co
Website	https://digitalcustodian.co
Registered Office	Ground Floor, TAMC Building, 27-C-3, M.M. Alam Road, Gulberg-III, Lahore
Phone No.	+92 42-35772837-40
Head Office	Unity Tower, 8-C, P.E.C.H.S., Block-6, Karachi -75400
Phone No.	+92 21 34373605-607, 34388666, 34387666
Email	info@unityfoods.pk
Website	www.unityfoods.pk
Business	Import of Oil Seeds, Solvent Extraction, Refining and Marketing of Edible Oil and processing of by-products.
Status of Company	Public Listed Company (PLC)
Company Registration Number	0023133
National Tax Number	0698412-6
Contact Person	Mr. Umar Shahzad (Company Secretary)
Factories	Solvent Extraction Plant, Chemical Refinery and Pelletizing Mills N-25 & N-27 /B, Site Area, Kotri, District Hyderabad
	Oil Refinery A-48, (Chemical Area), Eastern Industrial Zone, Port Qasim Authority, Karachi
	Soap Plant C-375, C-376, C-377, C-382, C-383, C-384, Hub Industrial Trading Estate, District Lasbella, Hub Balochistan
	Feed Mill Plot No. A-55 & 56, Industrial Zone, Port Qasim, Karachi

Directors' Review Report

On behalf of the Board of Directors of Unity Foods Limited (Unity Foods or the Company) we are pleased to present the Directors' Review Report for the first quarter ended September 30, 2024.

FINANCIAL PERFORMANCE

Amid slightly easing business environment, the company posted Net Consolidated Turnover of PKR 18,387 million for the quarter under review which was 34% higher than the last quarter ended Jun 2024. However, the number was 22% lower as compared to the same period last year. The gross margins showed strong rebound, rising to 14% for the quarter, much higher than 11% reported in the corresponding period last year.

The Company earned a net profit of PKR 87.6 million, translating into an earnings per share of PKR 0.07 per share. Finance Cost for the quarter was reported at PKR 1,874 million – registering a marginal growth of 7% compared to corresponding period last year; still taking a significant toll on the bottom line of the Company. However, the recent decline in the interest rates and anticipated easing going forward would bode well for the company as it would translate into improved consumer spending and lower finance costs.

KEY OPERATING AND FINANCIAL HIGHLIGHTS

PKR MN, EXCEPT EPS / LPS	STANDALONE		CONSOLIDATED	
	1QFY25	1QFY24	1QFY25	1QFY24
Net Sales	12,925	19,710	18,387	23,458
Gross Profits	1,828	2,344	2,657	2,557
Profit before Interest & Tax	1,621	1,797	2,009	1,574
Net Income /(Loss)	51	(281)	88	(660)
EPS /LPS	0.04	(0.24)	0.07	(0.55)

RATIO ANALYSIS	STANDALONE		CONSOLIDATED	
	1QFY25	1QFY24	1QFY25	1QFY24
Gross Margins	14.14%	11.89%	14.45%	10.90%
Net Margins	0.40%	(1.43%)	0.48%	(2.81%)

EDIBLE OIL:

Palm Oil prices showed an upward trend of 9% with average price reaching USD 937.18/mt on during Q1 FY25, from an average price of 856.41/mt during Q1 FY24. Besides, the average price of palm oil increased by 5% from Q4FY24 to Q1 FY25.

The average price of soybean oil decreased by 7% to USD 1,051.40/mt during Q1 FY25 from an average price of USD 1,124.76/mt during Q1 FY24. In contrast, the prices witnessed increment of 7% from Q4 FY24 to Q1 FY25.

Prices for edible oil, especially palm oil, have been on the rising trend during the last few months mainly due to a sharp rise in crude oil prices in addition to geopolitical tensions in the Middle East, growing shipping costs and supply concerns from Indonesia and Malaysia with increased demand for biodiesel production. The trend is expected to continue for the remaining part of CY24.

MACRO-INDICATORS:

During the 1QFY25, inflation continued its faster than expected decline, to reach a single digit level of 6.9% as of Sept-24. Resultantly, SBP reduced the policy rate by 300 bps during the quarter, providing much desirable improvement to the business sentiments and relief for consumers.

On the external front, key indicators remained steady largely driven by Board approval of the new IMF package, amounting to USD 7 bn. Furthermore, the CAD showed a 92% reduction on a QoQ basis, boosted by healthy growth in remittances and contained imports. The USD/PKR parity remained largely stable provided much needed comfort to the markets.

OUTLOOK

Although several risks persist such as geo-political uncertainty affecting the edible oil market, climate and policy induced volatility in the local agri-commodity markets along with possible negative impact of the IMF program conditionalities, the UFL management draws comfort from the overall improvement in macro-fundamentals leading to stabilization.

Inflation and thus interest rates are expected to continue the downward trajectory, creating space for improved business performance, higher consumer spending and better access to fresh capital.

Unity Foods' management is dedicated to mitigating adverse effects, adding lasting value, and bolstering relationships with current customers and suppliers while ensuring cost efficiency. Besides, the company is thoroughly focused on achieving diversified revenue streams as part of unleashing the long-term value potential for the shareholders.

The company and its management are committed to leveraging global expertise and will continue investing in distribution and brand equity to maintain accessibility for customers across Pakistan. Unity Foods is unwavering in upholding the highest food safety and sustainability standards, providing nutritious products, and advancing food security in Pakistan.

ACKNOWLEDGEMENTS

Alhamdulillah, we humbly acknowledge and thank our diverse group of stakeholders, including shareholders, bankers, and others, for their unwavering faith in our Company. Their trust has been the driving force behind our extraordinary growth over the past six years, propelling us to unprecedented levels of success within a remarkably short time. We eagerly anticipate the enduring support and unshakable confidence of these stakeholders as we embark on a journey to further expand and diversify our product portfolio.

In addition, we extend our heartfelt appreciation to the Pakistan Stock Exchange Limited, the Securities & Exchange Commission of Pakistan and the Central Depository Company of Pakistan Limited for their steadfast support and invaluable cooperation. We look forward to a continued partnership that promises to be even more prosperous in the future.

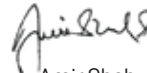
We also celebrate and honor the relentless efforts of our dedicated and passionate team, whose hardwork has been the cornerstone of our remarkable achievements. As we set our sights on even greater heights, we have full confidence in our team's continued dedication and extraordinary efforts to help us reach new horizons.

For and on behalf of the Board,



Muhammad Farrukh
Chief Executive

October 29, 2024



Amir Shehzad
Director

گزشتہ چند ماہ میں خوردنی تیل، خصوصاً پام آئل کی قیمتوں میں اضافے کا رجحان رہا ہے، جس کی بنیادی وجہ خام تیل کی قیمتوں میں تیزی سے اضافہ، مشرق وسطیٰ میں جغرافیائی سیاسی تناؤ، شپنگ کے بڑھتے ہوئے اخراجات، انڈونیشیا اور ملائیشیا سے سپلائی میں مشکلات، اور باؤڈیزل کی پیداوار میں بڑھتی ہوئی طلب ہے۔ توقع کی جارہی ہے کہ یہ رجحان CY24 کے باقی حصے میں بھی جاری رہے گا۔

معاشی اعشاریے:

پہلی سہ ماہی مالی سال 2025 کے دوران، مہنگائی میں توقع سے زیادہ تیزی سے کمی واقع ہوئی، جو کہ ستمبر 2024 تک سنگل ڈیجٹ سطح 6.9 فیصد تک پہنچ گئی۔ اس کے نتیجے میں اسٹیٹ بینک آف پاکستان نے پالیسی ریٹ میں 300 بیسس پوائنٹس کمی کی، جس سے کاروباری رجحانات میں بہتری اور صارفین کو کچھ ریلیف فراہم ملا۔

بیرونی محاذ پر، اہم اعشاریے عمومی طور پر مستحکم رہے جس کی بڑی وجہ آئی ایم ایف کے نئے پیکیج کی منظوری تھیں، جو 7 ارب امریکی ڈالر کے برابر ہے۔ مزید برآں، ترسلمات زر میں صحت مند اضافہ اور درآمدات کو محدود رکھنے کی بدولت جاری کھاتے کے خسارے میں سہ ماہی بنیادوں پر 92 فیصد کمی واقع ہوئی۔ امریکی ڈالر اور پاکستانی روپے کے تبادلہ نرخ میں استحکام رہا، جس نے منڈیوں کو مطلوبہ سکون فراہم کیا۔

آؤٹ لک

اگرچہ کئی خطرات بدستور موجود ہیں، جیسے کہ جغرافیائی و سیاسی غیر یقینی صورتحال جو خوردنی تیل کے بازار پر اثر انداز ہو سکتی ہے، موسمیاتی اور حکومتی پالیسیوں کی وجہ سے مقامی زرعی اجناس کے بازار میں اتار چڑھاؤ، اور آئی ایم ایف پروگرام کی شرائط کے ممکنہ منفی اثرات، یو ایف ایل کی انتظامیہ کو مجموعی میکرو-فنانسنگ میں بہتری سے تسلی ہے جو استحکام کی طرف لے جا رہی ہے۔

توقع ہے کہ افراط زر اور اس کے نتیجے میں سود کی شرح میں کمی کا رجحان جاری رہے گا، جس سے کاروباری کارکردگی میں بہتری، صارفین کے اخراجات میں اضافہ اور تازہ سرمایہ حاصل کرنے کے مواقع بڑھیں گے۔

یونٹری نوڈز کی انتظامیہ نقصان دہ اثرات کو کم کرنے، پائیدار اقدار کو بڑھانے، اور موجودہ صارفین اور سپلائرز کے ساتھ تعلقات کو مضبوط بنانے کے ساتھ ساتھ لاگت میں بچت کو یقینی بنانے کے لیے پرعزم ہے۔ مزید برآں، کمپنی طویل مدتی شیئرز ہولڈرز کے لیے ویلیو کو بہتر کرنے کی حکمت عملی کے تحت متنوع ذرائع آمدنی کے حصول پر بھرپور توجہ دے رہی ہے۔

کمپنی اور اس کی انتظامیہ عالمی تجربات سے فائدہ اٹھانے اور پاکستان بھر میں صارفین تک آسان رسائی برقرار رکھنے کے لیے اپنی تقسیم کاری اور برانڈ کی قدر میں سرمایہ کاری جاری رکھنے کے لیے پرعزم ہیں۔ یونٹری نوڈز اعلیٰ ترین غذائی تحفظ اور پائیداری کے معیارات برقرار رکھنے، سحت بخش مصنوعات فراہم کرنے، اور پاکستان میں غذائی تحفظ کو آگے بڑھانے میں ثابت قدم ہے۔

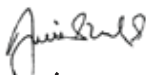
اعترافات


الحمد للہ، ہم اپنے مختلف اسٹیک ہولڈرز، جن میں شیئرز ہولڈرز، بینکرز اور دیگر شامل ہیں کے غیر متزلزل اعتماد پر بے بد مشکور ہیں۔ ان کا ہم پر یقین پچھلے چھ سالوں میں ہماری شاندار ترقی کا باعث بنا ہے، جس نے ہمیں مختصر وقت میں بے مثال کامیابیاں حاصل کرنے میں مدد دی۔ ہم ہر امید ہیں کہ ان اسٹیک ہولڈرز کی مضبوط حمایت اور ثابت قدمی ہمارے ساتھ جاری رہے گی، جب ہم اپنی پروڈکٹ پورٹ فولیو کو مزید وسعت اور متنوع بنارہے ہیں۔

مزید برآں، ہم پاکستان اسٹاک ایکسچینج لمیٹڈ، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور سنٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ کے مستقل تعاون اور قیمتی مدد کے لئے اپنے دلی شکر یہ کا اظہار کرتے ہیں۔ ہم ایک مزید کامیاب اور خوشگوار شراکت کے تسلسل کی توقع رکھتے ہیں۔

ہم اپنے مجلس اور پرعزم ٹیم کے انھک کام کو بھی سراہتے ہیں، جن کی محنت ہماری نمایاں کامیابیوں کی بنیاد ہے۔ جب ہم مزید بلند یوں کے حصول کی طرف گامزن ہیں، تو ہمیں اپنی ٹیم کی غیر معمولی کاوشوں اور لگن پر مکمل اعتماد ہے کہ وہ ہمیں نئے افق تک پہنچانے میں مددگار ثابت ہوگی۔

بورڈ کی جانب سے،


جناب عامر شہزاد
ڈائریکٹر


جناب محمد فرخ
چیف ایگزیکٹو
29 اکتوبر 2024

ڈائریکٹرز کی جائزہ رپورٹ

یونٹیڈ فوڈز لمیٹڈ (یونٹیڈ فوڈز یا کمپنی) کے بورڈ آف ڈائریکٹرز کی جانب سے ہمیں 30 ستمبر 2024 کو ختم ہونے والی پہلی سہ ماہی کے لیے ڈائریکٹرز کی جائزہ رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے۔

مالیاتی کارکردگی

کاروباری ماحول میں کچھ بہتری کے ساتھ، کمپنی نے زیر جائزہ سہ ماہی میں 18,387 ملین روپے کی مجموعی آمدنی حاصل کی، جو کہ گزشتہ سہ ماہی (جون 2024) کے مقابلے میں 34% زیادہ ہے۔ تاہم، یہ گزشتہ سال اسی عرصے کے مقابلے میں 22% کم ہے۔ کمپنی کے مجموعی منافع میں بھی مضبوط بحالی دیکھی گئی، جو اس سہ ماہی میں 14% تک پہنچ گیا، جو کہ گزشتہ سال کے اسی عرصے میں رپورٹ کیے گئے 11% سے کہیں زیادہ ہے۔

کمپنی نے 87.6 ملین روپے کا خالص منافع کمایا، جس کا فی شیئر منافع 0.07 روپے رہا۔ اس سہ ماہی کے دوران مالیاتی اخراجات 1,874 ملین روپے تک رہے، جو کہ گزشتہ سال کے اسی عرصے کے مقابلے میں 7% معمولی اضافہ ہے، لیکن اس کے باوجود یہ کمپنی کے خالص منافع پر نمایاں اثر ڈالتے ہیں۔ تاہم، حالیہ شرح سود میں کمی اور مستقبل میں مزید کمی کی توقع کمپنی کے لیے بہتر ثابت ہو سکتی ہے، کیونکہ اس سے صارفین کے اخراجات میں بہتری اور مالیاتی اخراجات میں کمی کی توقع ہے۔

اہم آپریٹنگ اور مالی نکات

اجتماعی		انفرادی		پاکستانی روپے ملین میں، سوائے ای پی ایس / ایل پی ایس
1QFY24	1QFY25	1QFY24	1QFY25	
23,458	18,387	19,710	12,925	خالص فروخت
2,557	2,657	2,344	1,828	مجموعی منافع
1,574	2,009	1,797	1,621	سود اور ٹیکس سے پہلے منافع / (نقصان)
(660)	88	(281)	51	خالص منافع / (نقصان)
(0.55)	0.07	(0.24)	0.04	ای پی ایس / ایل پی ایس

اجتماعی		انفرادی		
1QFY24	1QFY25	1QFY24	1QFY25	تناسب کا تجزیہ
10.90%	14.45%	11.89%	14.14%	گراس مارجنز
(2.81%)	0.48%	(1.43%)	0.40%	نیٹ مارجنز

خوردنی تیل:

پام آئل کی قیمتوں میں 9 فیصد اضافہ دیکھا گیا، جس سے FY25Q1 کے دوران اوسط قیمت USD 937.18 فی میٹرک ٹن تک پہنچ گئی، جبکہ FY24Q1 میں یہ اوسط قیمت USD 856.41 فی میٹرک ٹن تھی۔ علاوہ ازیں، پام آئل کی اوسط قیمت میں FY24Q4 سے FY25Q1 تک 5 فیصد اضافہ ہوا۔

سویا بین آئل کی اوسط قیمت FY25Q1 کے دوران 7 فیصد کم ہو کر USD 1,051.40 فی میٹرک ٹن ہو گئی، جبکہ FY24 Q1 میں یہ اوسط قیمت USD 1,124.76 فی میٹرک ٹن تھی۔ اس کے برعکس، FY24Q4 سے FY25Q1 کے دوران قیمتوں میں 7 فیصد اضافہ دیکھنے کو ملا۔

Condensed Interim Unconsolidated Statement of Financial Position

As at September 30, 2024

	Note	September 30, 2024 (Un-audited) ------(Rupees in '000)-----	June 30, 2024 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	4	9,513,560	10,238,100
Right-of-use assets		910	1,819
Intangible assets		63,313	65,795
Long-term security deposits		45,668	42,348
Long-term loans		29,172	34,960
Deferred taxation – net		1,525,461	1,333,089
Long-term investment		7,827,641	7,827,641
		19,005,725	19,543,752
Current assets			
Stock-in-trade		14,757,984	10,067,554
Stores and spares		54,604	48,983
Trade debts		18,551,859	24,612,514
Advances, deposits and prepayments		10,173,360	11,288,998
Other receivables		155,139	188,957
Current portion of long-term loans		8,375	7,299
Taxation – net of provision		4,856,458	5,355,486
Short-term investments	5	8,518,583	3,919,454
Cash and bank balances		1,174,498	5,123,713
		58,250,860	60,612,958
TOTAL ASSETS		77,256,585	80,156,710
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital			
1,200,000,000 (June 30, 2024: 1,200,000,000) ordinary shares of Rs. 10/- each		12,000,000	12,000,000
Issued, subscribed and paid-up capital			
Share capital		11,940,500	11,940,500
Share premium		3,400,000	3,400,000
Unappropriated profit		3,902,084	3,850,857
		19,242,584	19,191,357
Non-current liabilities			
Long-term financing	6	495,420	516,808
Diminishing musharika arrangement		1,351	1,435
Deferred government grant		160,844	174,608
		657,615	692,851
Current liabilities			
Current portion of long-term financing	6	156,046	134,558
Current portion of diminishing musharika arrangement		315	300
Current portion of lease liabilities		1,620	2,801
Current portion of deferred government grant		56,999	57,699
Trade and other payables		20,990,231	25,061,812
Accrued mark-up		2,014,339	1,037,908
Short-term borrowings		34,136,256	33,976,852
Unclaimed dividend		580	572
		57,356,386	60,272,502
TOTAL EQUITY AND LIABILITIES		77,256,585	80,156,710
Contingencies and commitments	7		

The annexed notes from 1 to 13 form an integral part of these condensed interim unconsolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Unconsolidated Statement of Profit or Loss (Un-audited)

For the quarter ended September 30, 2024

	Note	September 30, 2024	September 30, 2023
		----- (Rupees in '000) -----	
Sales - net	8	12,925,408	19,710,149
Cost of sales		(11,097,309)	(17,366,029)
Gross profit		1,828,099	2,344,120
Selling and distribution expenses		(244,209)	(341,308)
Administrative expenses		(201,384)	(202,643)
Other operating expenses		(2,128)	(11,279)
Exchange loss - net		(7,956)	(222,939)
		(455,677)	(778,169)
Other income		248,548	231,001
		1,620,970	1,796,952
Finance cost		(1,592,261)	(1,646,283)
Profit before levies and taxation		28,709	150,669
Levies		(14,092)	(43,736)
Profit before taxation		14,617	106,933
Taxation			
Current tax expense		(155,762)	(223,085)
Deferred tax income / (expense) - net		192,372	(164,833)
		36,610	(387,918)
Profit / (loss) after taxation		51,227	(280,985)
Earning / (loss) per share - basic and diluted (Rupees)	9	0.04	(0.24)

The annexed notes from 1 to 13 form an integral part of these condensed interim unconsolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Unconsolidated Statement of Comprehensive Income (Un-audited)

For the quarter ended September 30, 2024

	September 30, 2024	September 30, 2023
	----- (Rupees in '000) -----	
Profit / (loss) after taxation	51,227	(280,985)
Other comprehensive income	-	-
Total comprehensive income / (loss) for the period	<u>51,227</u>	<u>(280,985)</u>

The annexed notes from 1 to 13 form an integral part of these condensed interim unconsolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Unconsolidated Statement of Changes in Equity

For the quarter ended September 30, 2024

	Share capital	Reserves		Total
		Capital Share premium	Revenue Unappropriated profit	
------(Rupees in '000)-----				
Balance as at June 30, 2023 (audited)	11,940,500	3,400,000	6,383,506	21,724,006
Total comprehensive income for the quarter ended September 30, 2023 (un-audited)				
Loss after taxation for the period	-	-	(280,985)	(280,985)
Other comprehensive income for the period	-	-	-	-
Balance as at September 30, 2023 (un-audited)	<u>11,940,500</u>	<u>3,400,000</u>	<u>6,102,521</u>	<u>21,443,021</u>
Balance as at June 30, 2024 (audited)	11,940,500	3,400,000	3,850,857	19,191,357
Total comprehensive income for the quarter ended September 30, 2024 (un-audited)				
Profit after taxation for the period	-	-	51,227	51,227
Other comprehensive income for the period	-	-	-	-
Balance as at September 30, 2024 (un-audited)	<u>11,940,500</u>	<u>3,400,000</u>	<u>3,902,084</u>	<u>19,242,584</u>

The annexed notes from 1 to 13 form an integral part of these condensed interim unconsolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Unconsolidated Statement of Cash Flows (Un-audited)

For the quarter ended September 30, 2024

	Note	September 30, 2024	September 30, 2023
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operating activities	10	(48,013)	(5,105,956)
Taxes refunded / (paid) - net		329,174	(351,830)
Long-term loans - net		5,788	(301)
Long-term security deposits - net		(4,396)	(3,192)
Donations paid		(11,120)	(19,203)
Net cash generated from / (used in) operating activities		271,433	(5,480,482)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment		(88,562)	(221,515)
Advance payment related to CWIP received back		690,510	-
Purchase of intangible assets		(2,138)	-
Proceed from disposal of property, plant and equipment and intangible assets		6,258	-
Short-term investments - net		(4,510,579)	1,596,363
Profit received from bank deposits and short-term investments		141,432	330,290
Net cash (used in) / generated from investing activities		(3,763,079)	1,705,138
CASH FLOWS FROM FINANCING ACTIVITIES			
Short-term borrowings - net		(442,821)	3,991,882
Rentals paid against right-of-use assets and diminishing musharika		(1,250)	(12,615)
Finance cost paid		(615,723)	(1,285,182)
Net cash (used in) / generated from financing activities		(1,059,794)	2,694,085
Net decrease in cash and cash equivalents		(4,551,440)	(1,081,259)
Cash and cash equivalents at the beginning of the period		(2,986,164)	597,111
Cash and cash equivalents at the end of the period	10.1	(7,537,604)	(484,148)

The annexed notes from 1 to 13 form an integral part of these condensed interim unconsolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the quarter ended September 30, 2024

1. THE COMPANY AND ITS OPERATIONS

1.1 Unity Foods Limited ("the Company") was incorporated in Pakistan in 1991 as a Private Limited Company under the Companies Ordinance, 1984 (now the Companies Act, 2017) and subsequently converted into a Public Limited Company on June 16, 1991. Shares of the Company are listed in Pakistan Stock Exchange since February 01, 1994. The principal business activity of the Company has been changed from yarn manufacturing to edible oil extraction, refining, soap and related businesses.

1.2 Geographical locations and addresses of business units including plants of the Company are as under:

<u>Addresses</u>	<u>Purpose</u>
Karachi, Sindh	
- Unity Tower, Plot No. 8-C, Block-6, P.E.C.H.S.	Head Office
- Plot No. A-48, (Chemical Area) Eastern Industrial Zone, Port Qasim.	Oil Refinery
- Plot No. A-55 & 56, Eastern Industrial Zone, Port Qasim.	Feed Mill
Kotri, District Hyderabad, Sindh	
- Plot No. N-25, N-27/B & N37/A, SITE Area.	Edible Oil Extraction Plant, Refinery and Pelletizing Mills
Hub, Balochistan	
- Plot No. C-375, C-376, C-377, C-382, C-383 and C-384, Hub Industrial Estate, Lasbella.	Soap Plant
Lahore, Punjab	
- TAMC Building, 27-C-3, M.M. Alam Road, Gulberg-III.	Registered Office

1.3 The Company has the following subsidiaries:

1.3.1 Sunridge Foods (Private) Limited

Sunridge Foods (Private) Limited, the wholly owned subsidiary, was incorporated in Pakistan as a Private Limited Company on March 16, 2015 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The principal activity of the Subsidiary Company is the processing of food items.

1.3.2 Sunridge Confectionery Limited

Sunridge Confectionery Limited, the subsidiary wholly owned through Sunridge Foods (Private) Limited was incorporated in Pakistan as a Public Limited Company on September 01, 2016 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The principal business activity of the Subsidiary Company is to manufacture, sell and distribute food items.

1.3.3 Unity Plantations (Private) Limited

Unity Plantations (Private) Limited was incorporated on August 09, 2023, as a wholly owned subsidiary of Sunridge Foods (Private) Limited, which in turn is a wholly owned subsidiary of Unity Foods Limited. The principal line of business of the Subsidiary is to cultivate, grow, collect, process, produce, set-up and carry on agriculture farming and related businesses.

1.3.4 Unity Technologies (Private) Limited

Unity Technologies (Private) Limited was incorporated on August 31, 2023, as a wholly owned subsidiary of Sunridge Foods (Private) Limited which in turn is a wholly owned subsidiary of Unity Foods Limited. The subsidiary is engaged mainly in the Information Technology - Allied Other sector.

1.3.5 Sunridge Mart (Private) Limited

Sunridge Mart (Private) Limited was incorporated on October 23, 2023 as a wholly owned subsidiary of Unity Technologies (Private) Limited. Sunridge Foods (Private) Limited is a wholly owned subsidiary of Unity Foods Limited and holds 100% shareholding of Unity Technologies (Private) Limited. Sunridge Mart (Private) Limited is engaged mainly in the wholesale and retail sale business.

1.3.6 Sunridge Global (Private) Limited

Sunridge Global (Private) Limited was incorporated on December 15, 2023, as a wholly owned subsidiary of Sunridge Foods (Private) Limited which in turn is a wholly owned subsidiary of Unity Foods Limited. The subsidiary is engaged mainly in the Foods and Beverages - Allied Other sector.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim unconsolidated financial statements of the Company for the three months period ended September 30, 2024 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) - 34 "Interim Financial Reporting" and provisions issued under the Companies Act, 2017. In case, where the provisions of and the directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and the directives issued under the Companies Act, 2017 have been followed.

2.1.2 These condensed interim unconsolidated financial statements are un-audited and do not include all the information as required for annual audited unconsolidated financial statements and thus should be read in conjunction with the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2024.

2.2 Basis of measurement

These condensed interim unconsolidated financial statements have been prepared;

(i) under the historical cost convention except otherwise stated.

(ii) following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

These condensed interim unconsolidated financial statements are presented in Pakistani Rupees, which is the Company's functional currency. Figures have been rounded-off to the nearest thousand Rupees unless otherwise stated.

2.4 Use of estimates and judgments

The significant estimates and judgements made by management in applying the Company's accounting policies and the key sources of estimating the uncertainties were the same as those that were applied to the annual audited unconsolidated financial statements for the year ended June 30, 2024.

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited unconsolidated financial statements for the year ended June 30, 2024.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and the methods of computation adopted in the preparation of these condensed interim unconsolidated financial statements are consistent with those applied in the preparation of the annual audited unconsolidated financial statements for the year ended June 30, 2024.

3.2 Changes in accounting standards, interpretations and pronouncements

3.2.1 Standards, interpretations and amendments to published approved accounting standards that are effective but not relevant:

Certain standards, amendments and interpretations to accounting standards are effective for accounting periods beginning on July 01, 2024 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim unconsolidated financial statements.

3.2.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective and have not been early adopted by the Company:

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after July 01, 2025. However, these will not have any impact on the Company's financial reporting and, therefore, have not detailed in these condensed interim unconsolidated financial statements.

		September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
4. PROPERTY, PLANT AND EQUIPMENT	Note	----- (Rupees in '000) -----	
Operating fixed assets	4.1	8,036,200	8,156,623
Capital work-in-progress (CWIP)	4.2	1,477,360	2,081,477
		9,513,560	<u>10,238,100</u>
4.1 Operating fixed assets			
Written down value (WDV) - opening		8,156,623	6,290,380
Additions during the period / year - (at cost)			
- Lease hold land		-	40,000
- Building		-	1,652,454
- Plant and machinery		158	1,078,284
- Furniture, fixture and office equipment		186	97,014
- Computer and auxiliary equipment		-	24,968
- Motor vehicles		-	7,200
		344	2,899,920
Disposals during the period / year - (WDV)			
- Lease hold land		-	(376,186)
- Building		-	(253,457)
- Plant and machinery		-	(447)
- Furniture, fixture and office equipment		-	(4,281)
- Computer and auxiliary equipment		(180)	(96)
- Motor vehicles		-	(495)
		(180)	(634,962)
Depreciation charged during the period / year		(120,587)	(398,715)
Written down value (WDV) - closing		8,036,200	<u>8,156,623</u>

	Note	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
4.2 Capital work-in-progress (CWIP)		----- (Rupees in '000) -----	
Balance at the beginning of the period / year		2,081,477	4,568,261
Additions during the period / year		88,218	360,334
Transfers to operating fixed assets / adjustments during the period / year		(692,335)	(2,847,118)
Balance at the end of the period / year		<u>1,477,360</u>	<u>2,081,477</u>

5. SHORT TERM INVESTMENTS

At fair value through profit or loss

Mutual funds - conventional

5.1	1,646,183	1,539,454
-----	-----------	-----------

At amortized cost

Term deposit receipts - Islamic

5.2	6,872,400	2,380,000
-----	-----------	-----------

<u>8,518,583</u>	<u>3,919,454</u>
------------------	------------------

5.1 This comprises of investments in units of HBL Financial Sector Income Fund Plan I, JS Fixed Term Munafa Plan-2 and JS Cash Fund amounting to Rs. 1,200.24 million (June 30, 2024: Rs. 1,162.51 million), Rs. 405.25 million (June 30, 2024: Rs. 376.94 million) and Rs. 40.69 million (June 30, 2024: Nil) respectively. As at September 30, 2024, Rs. 1,200.24 million (June 30, 2024: Rs. 1,162.29 million) from HBL Financial Sector Income Fund Plan I, Rs. 405.03 million (June 30, 2024: Rs. 347.58 million) from JS Fixed Term Munafa Plan-2 and Rs. 40.69 million (June 30, 2024: Nil) from JS Cash Fund out of the total investments were pledged as security for facility of equivalent amounts from HBL and JSBL respectively.

5.2 These carry markup at 6.50% to 20.50% per annum (June 30, 2024: 6.50% to 20.50% per annum) having maturity up to one year.

	Note	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
6. LONG TERM FINANCING		----- (Rupees in '000) -----	

Financing under ITERF Scheme - shariah arrangement

6.1	651,466	651,366
-----	---------	---------

Less: current portion shown under current liabilities

(156,046)	(134,558)
-----------	-----------

Non-current portion

<u>495,420</u>	<u>516,808</u>
----------------	----------------

6.1 There is no material change in the terms and conditions of long term loans as disclosed in the annual audited unconsolidated financial statements for the year ended June 30, 2024.

7. CONTINGENCIES AND COMMITMENTS

7.1 There are no significant changes in the status of contingencies and commitments as disclosed in the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2024.

7.2 Commitments

7.2.1 Commitments under letter of credit as at September 30, 2024 amounted to Rs. 2,565 million (June 30, 2023: Rs. 2,976 million).

7.2.2 Capital expenditure commitments outstanding as at September 30, 2024 amounted to Rs. 1.575 million (June 30, 2024: Rs. 5.04 million)

7.2.3 Guarantee issued at the period end on behalf of the Company amounted to Rs. 2,254 million (June 30, 2024: Rs. 2,204 million). Above facility is the part of the borrowing limits and is secured by way of lien on the Company's mutual funds amounting to Rs. 1,574 million (June 30, 2024: Rs. 1,509 million), term deposits amounting to Rs. 680 million (June 30, 2024: Rs. 450 million) and under saving accounts Rs. Nil (June 30, 2024: Rs. 294.5 million).

	September 30, 2024 (Un-audited)	September 30, 2023 (Un-audited)
	----- (Rupees in '000) -----	
8. SALES - NET		
Local	11,519,155	16,331,473
Export	1,406,253	3,378,676
	<u>12,925,408</u>	<u>19,710,149</u>
9. EARNING / (LOSS) PER SHARE - BASIC AND DILUTED		
Earning / (loss) after taxation - Rupees in thousand	<u>51,227</u>	<u>(280,985)</u>
Weighted average number of outstanding ordinary shares - in thousand	<u>1,194,050</u>	<u>1,194,050</u>
Earning / (loss) per share - basic and diluted - Rupees	<u>0.04</u>	<u>(0.24)</u>
	September 30, 2024 (Un-audited)	September 30, 2023 (Un-audited)
	----- (Rupees in '000) -----	
10. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before levies and taxation	28,709	150,669
Adjustments for non-cash items:		
Depreciation on operating fixed assets	120,587	92,314
Depreciation on right-of-use assets	910	10,586
Amortization on intangible assets	4,620	4,620
Amortization on deferred government grant	(14,464)	(12,156)
Exchange gain - unrealized	(23,450)	(1,118,301)
Gain on re-measurement of mutual fund units - unrealized	(88,550)	(5,408)
Gain on disposal of property, plant and equipment	(6,078)	-
Dividend income	-	(66,328)
Profit on short term investments	(133,652)	(147,108)
Finance cost	1,592,261	1,646,283
	1,480,893	555,171
Changes in working capital		
(Increase) / decrease in current assets:		
Stock-in-trade	(4,690,430)	(12,711,322)
Stores and spares	(5,621)	(13,413)
Trade debts	6,060,655	(1,338,164)
Advances, deposits and prepayments	1,115,638	(2,022,000)
Other receivables	26,038	(63,171)
	2,506,280	(16,148,070)
Increase / (decrease) in current liabilities:		
Trade and other payables	(4,035,186)	10,486,943
Cash used in operating activities	<u>(48,013)</u>	<u>(5,105,956)</u>
10.1 Cash and cash equivalents comprise of:		
Cash and bank balances	1,174,498	417,881
Short term borrowings - running finance (secured)	(8,712,102)	(902,029)
	<u>(7,537,604)</u>	<u>(484,148)</u>

11. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Transactions involving related parties arising in the normal course of business are conducted at arm's length and at normal commercial rates unless otherwise specifically approved by the Board of Directors.

Transactions with related parties other than those disclosed elsewhere are as follows:

11.1	Transactions with related parties	Name of related party	Nature of relationship	Nature of transaction	For the quarter ended	
					September 30, 2024 (Un-audited)	September 30, 2023 (Un-audited)
					----- (Rupees in '000) -----	
		Sunridge Foods (Private) Limited	Subsidiary	Purchases	177,629	90,486
				Sales	32,130	16,542
				Payment made on behalf of the Subsidiary Company against expenses	89,487	61,561
		Sunridge Confectionery Limited	Subsidiary	Payment as commission agent against purchase of inventory	2,042,461	6,312,344
				Sales	12,289	-
		Sunridge Mart (Private) Limited	Subsidiary	Sales	8,622	-
		Unity Plantations (Private) Limited	Subsidiary	Purchase	73,546	-
				Payment by subsidiary on behalf of the Parent Company	3,334	-
		Wilmar Trading Pte. Limited	Associated Company	Purchases	2,514,976	18,551,587
		Unity Resource Food Products LLC	Associated Company	Sales	145,316	-
		Provident fund	Staff retirement benefit fund	Contribution paid	14,360	14,406
		Directors and executives	Key management personnel	Remuneration paid	33,315	40,299

			Balance as at		
			September 30, 2024 (Un-audited)	June 30, 2024 (Audited)	
			------(Rupees in '000)-----		
11.2 Balances with related parties	<u>Name of related party</u>	<u>Nature of relationship</u>	<u>Nature of balance</u>		
	Sunridge Foods (Private) Limited	Subsidiary	Trade debtor	2,402	4,662
			Advance against purchases	3,193,037	4,813,994
			Other receivable	102,863	93,376
	Sunridge Confectionery Limited	Subsidiary	Advance against purchases	6,612,732	6,061,400
			Trade debtor	4,522	7,233
	Sunridge Mart (Private) Limited	Subsidiary	Trade debtor	7,610	13,449
			Trade creditor	1,106	3,206
			Other receivable	11,513	11,301
	Unity Plantations (Private) Limited	Subsidiary	Trade creditor	76,880	-
	Wilmar Trading Pte. Limited	Associated Company	Trade creditor	14,618,831	19,021,562
	Unity Resource Food Products LLC	Associated Company	Trade creditor	24,141	-
			Advance from customer	-	116,749
	Provident fund	Staff retirement benefit fund	Net contribution payable	5,323	3,484

12. CORRESPONDING FIGURES

Certain corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purposes of comparison and to reflect the substance of the transactions, the effect of which is immaterial.

Nature	Statement of profit or loss - line item		Rupees in '000
	September 30, 2023	September 30, 2024	
Levies as per IFRIC 21 / IAS 37	Current taxation	Levies	43,736

13. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim unconsolidated financial statements were authorized for issue in the Board of Directors meeting held on October 29, 2024.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Consolidated Statement of Financial Position

As at September 30, 2024

	Note	September 30, 2024 (Un-audited) ------(Rupees in '000)-----	June 30, 2024 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	5	17,599,788	18,068,555
Right-of-use assets		910	1,819
Intangible assets		560,682	567,218
Long-term security deposits		101,403	91,829
Long-term loans		43,539	38,027
Deferred taxation - net		1,643,998	1,390,602
Long-term investment	6	371,518	557,353
		20,321,838	20,715,403
Current assets			
Stock-in-trade		18,110,568	13,581,556
Stores and spares		87,475	80,419
Trade debts		20,667,677	25,581,861
Advances, deposits and prepayments		14,074,790	12,390,914
Other receivables		45,666	87,353
Sales tax receivable		-	1,693
Current portion of long-term loans		8,375	17,776
Taxation - net of provision		5,149,731	5,597,802
Short-term investments	7	8,518,583	3,919,454
Cash and bank balances		1,258,434	5,272,354
		67,921,299	66,531,182
TOTAL ASSETS		88,243,137	87,246,585
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital			
1,200,000,000 (June 30, 2024: 1,200,000,000) ordinary shares of Rs. 10/- each		12,000,000	12,000,000
Issued, subscribed and paid-up capital			
Share capital		11,940,500	11,940,500
Share premium		3,400,000	3,400,000
Unappropriated profit		2,458,265	2,472,649
		17,798,765	17,813,149
Non-current liabilities			
Long-term financing	8	495,420	516,808
Diminishing musharika arrangement		1,351	1,435
Deferred government grant		160,844	174,608
Staff retirement benefits		19,678	19,837
		677,293	712,688
Current liabilities			
Current portion of long-term financing	8	156,046	134,558
Current portion of diminishing musharika arrangement		315	300
Current portion of lease liabilities		1,620	2,801
Current portion of deferred government grant		56,999	57,699
Trade and other payables		21,615,051	26,615,437
Accrued mark-up		2,332,576	1,211,279
Short-term borrowings		45,603,892	40,698,102
Unclaimed dividend		580	572
		69,767,079	68,720,748
TOTAL EQUITY AND LIABILITIES		88,243,137	87,246,585
Contingencies and commitments			
	9		

The annexed notes from 1 to 15 form an integral part of these condensed interim consolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Consolidated Statement of Profit or Loss (Un-audited)

For the quarter ended September 30, 2024

	Note	September 30, 2024	September 30, 2023
		----- (Rupees in '000) -----	
Sales - net	10	18,386,765	23,458,325
Cost of sales		(15,730,138)	(20,901,194)
Gross profit		2,656,627	2,557,131
Selling and distribution expenses		(492,762)	(630,708)
Administrative expenses		(371,916)	(341,657)
Other operating expenses		(29,951)	(9,561)
Exchange loss - net		(7,956)	(234,797)
		(902,585)	(1,216,723)
Other income		254,527	233,555
		2,008,569	1,573,963
Finance cost		(1,874,475)	(1,755,047)
Profit / (loss) before levies & taxation		134,094	(181,084)
Levies		(14,126)	(49,666)
Profit / (loss) before taxation		119,968	(230,750)
Taxation			
Current tax expense		(277,873)	(231,362)
Deferred tax income / (expense) - net		245,528	(198,160)
		(32,345)	(429,522)
Profit / (loss) after taxation		87,623	(660,272)
Earning / (loss) per share - basic and diluted (Rupees)	11	0.07	(0.55)

The annexed notes from 1 to 15 form an integral part of these condensed interim consolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Consolidated Statement of Comprehensive Income (Un-audited)

For the quarter ended September 30, 2024

	September 30, 2024	September 30, 2023
	----- (Rupees in '000) -----	
Profit / (loss) after taxation	87,623	(660,272)
Other comprehensive income	-	-
Items that will not be subsequently reclassified to consolidated statement of profit or loss		
Remeasurement (loss) / gain charged to fair value reserve of financial asset carried at FVOCI - net of tax	(102,007)	88,863
Total comprehensive loss for the period	(14,384)	(571,409)

The annexed notes from 1 to 15 form an integral part of these condensed interim consolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Consolidated Statement of Changes in Equity

For the quarter ended September 30, 2024

	Share capital	Reserves		Total
		Capital Share premium	Revenue Unappropriated profit	
------(Rupees in '000)-----				
Balance as at June 30, 2023 (audited)	11,940,500	3,400,000	5,967,332	21,307,832
Total comprehensive income for the quarter ended September 30, 2023 (un-audited)				
Loss after taxation for the period	-	-	(660,272)	(660,272)
Other comprehensive income for the period	-	-	88,863	88,863
Balance as at September 30, 2023 (un-audited)	11,940,500	3,400,000	5,395,923	20,736,423
Balance as at June 30, 2024 (audited)	11,940,500	3,400,000	2,472,649	17,813,149
Total comprehensive income for the quarter ended September 30, 2024 (un-audited)				
Profit after taxation for the period	-	-	87,623	87,623
Other comprehensive loss for the period	-	-	(102,007)	(102,007)
Balance as at September 30, 2024 (un-audited)	11,940,500	3,400,000	2,458,265	17,798,765

The annexed notes from 1 to 15 form an integral part of these condensed interim consolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Consolidated Statement of Cash Flows (Un-audited)

For the quarter ended September 30, 2024

	Note	September 30, 2024	September 30, 2023
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operating activities	12	(4,316,238)	(4,487,275)
Taxes refunded / (paid) - net		156,072	(364,273)
Long-term loans - net		3,889	(2,457)
Long-term deposits paid		(9,574)	(11,643)
Staff retirement benefits paid		(273)	-
Donations paid		(11,120)	(38,449)
Net cash used in operating activities		(4,177,244)	(4,904,097)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment		(394,800)	(628,892)
Advance payment related to CWIP received back		690,510	-
Purchase of intangible assets		(1,666)	-
Proceeds from disposal of property, plant and equipment		6,258	-
Disposal of / (investment in) listed equity securities		80,700	(267,997)
Short-term investments - net		(4,510,579)	1,601,771
Profit received from bank deposits and short-term investments		141,432	131,922
Net cash (used in) / generated from investing activities		(3,988,145)	836,804
CASH FLOWS FROM FINANCING ACTIVITIES			
Short-term borrowings - net		3,803,731	3,987,482
Long-term financing - net		100	-
Rentals paid against right-of-use assets and diminishing musharika		(1,250)	(13,552)
Finance cost paid		(753,170)	(1,082,635)
Net cash generated from financing activities		3,049,411	2,891,295
Net decrease in cash and cash equivalents		(5,115,978)	(1,175,998)
Cash and cash equivalents at the beginning of the period		(2,337,690)	801,176
Cash and cash equivalents at the end of the period	12.1	(7,453,668)	(374,822)

The annexed notes from 1 to 15 form an integral part of these condensed interim consolidated financial statements.


Director


Chief Executive


Chief Financial Officer

Notes to the Condensed Interim Consolidated Financial Statements

For the quarter ended September 30, 2024

1. THE GROUP AND ITS OPERATIONS

1.1 The Group consists of Unity Foods Limited (the Holding Company) and its subsidiaries namely Sunridge Foods (Private) Limited, Sunridge Confectionery Limited, Unity Plantations (Private) Limited, Unity Technologies (Private) Limited, Sunridge Mart (Private) Limited and Sunridge Global (Private) Limited. Brief profiles of the Holding Company and its subsidiaries are as follows:

1.1.1 Unity Foods Limited

Unity Foods Limited (the Holding Company) was incorporated in Pakistan in 1991 as a Private Limited Company under the Companies Ordinance, 1984 (now the Companies Act, 2017) and subsequently converted into a Public Limited Company on June 16, 1991. Shares of the Holding Company are listed in Pakistan Stock Exchange since February 01, 1994. The principal business activity of the Holding Company has been changed from yarn manufacturing to edible oil extraction, refining, soap and related businesses.

1.1.2 Sunridge Foods (Private) Limited

Sunridge Foods (Private) Limited, the wholly owned subsidiary, was incorporated in Pakistan as a Private Limited Company on March 16, 2015 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The principal activity of the Subsidiary Company is the processing of food items.

1.1.3 Sunridge Confectionery Limited

Sunridge Confectionery Limited, the subsidiary wholly owned through Sunridge Foods (Private) Limited was incorporated in Pakistan as a Public Limited Company on September 1, 2016 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The principal business activity of the Subsidiary Company is to manufacture, sell and distribute food items.

1.1.4 Unity Plantations (Private) Limited

Unity Plantations (Private) Limited was incorporated on August 09, 2023, as a wholly owned subsidiary of Sunridge Foods (Private) Limited which in turn is a wholly owned subsidiary of Unity Foods Limited. The principal line of business of the Subsidiary is to cultivate, grow, collect, process, produce, set-up and carry on agriculture farming and related businesses.

1.1.5 Unity Technologies (Private) Limited

Unity Technologies (Private) Limited was incorporated on August 31, 2023, as a wholly owned subsidiary of Sunridge Foods (Private) Limited which in turn is a wholly owned subsidiary of Unity Foods Limited. The subsidiary is engaged mainly in the Information Technology - Allied Other sector.

1.1.6 Sunridge Mart (Private) Limited

Sunridge Mart (Private) Limited was incorporated on October 23, 2023 as a wholly owned subsidiary of Unity Technologies (Private) Limited. Sunridge Foods (Private) Limited is a wholly owned subsidiary of Unity Foods Limited and holds 100% shareholding of Unity Technologies (Private) Limited. Sunridge Mart (Private) Limited is engaged mainly in the wholesale and retail sale business.

1.1.7 Sunridge Global (Private) Limited

Sunridge Global (Private) Limited was incorporated on December 15, 2023, as a wholly owned subsidiary of Sunridge Foods (Private) Limited, which in turn is a wholly owned subsidiary of Unity Foods Limited. The subsidiary is engaged mainly in the Foods and Beverages - Allied Other sector.

1.2 Geographical locations and addresses of business units including plants of the Group are as under:

<u>Addresses</u>	<u>Purpose</u>	<u>In Use</u>
Karachi, Sindh		
Unity Tower, Plot No. 8-C, Block-6, P.E.C.H.S.	- Head Office - Registered Office	- Unity Foods Limited - Sunridge Global (Pvt.) Limited
Plot No. A-48, Eastern Industrial Zone, Port Qasim.	Oil Refinery	Unity Foods Limited
Plot No. A-55 & 56, Eastern Industrial Zone, Port Qasim.	Feed Mill	Unity Foods Limited
Plot No. C6, North West Industrial Zone, Port Qasim.	Pesa Flour Plant	Sunridge Foods (Pvt.) Limited
Office No. 602-604, 6th Floor Fortune Center, P.E.C.H.S, Block 6	Corporate Office	Sunridge Foods (Pvt.) Limited
Industrial Plot No. H/14, SITE Super Highway, Phase II.	Flour Mill	Sunridge Foods (Pvt.) Limited
Kotri, District Hyderabad, Sindh		
Plot No. N-25 & N-27/B, N37/A, SITE Area.	Edible Oil Extraction Plant, Refinery and Pelletising Mills	Unity Foods Limited
Hub, Balochistan		
Plot No. C-375, C-376, C-377, C-382, C-383 and C-384, Hub Industrial Estate, Lasbella.	Soap Plant	Unity Foods Limited
Plot No. 16-21, Main Road, Hub Chowki.	Confectionary Plant	Sunridge Confectionery Limited
Lahore, Punjab		
TAMC Building, 27-C-3, M.M. Alam Road, Gulberg-III	Registered Office of; - Unity Foods Limited, - Sunridge Foods (Pvt.) Limited, - Sunridge Confectionery Limited, - Sunridge Mart (Pvt.) Limited, - Unity Plantations (Pvt.) Limited and - Unity Technologies (Pvt.) Limited"	- Unity Foods Limited, - Sunridge Foods (Pvt.) Limited, - Sunridge Confectionery Limited, - Sunridge Mart (Pvt.) Limited, - Unity Plantations (Pvt.) Limited and - Unity Technologies (Pvt.) Limited
Muhammad Pura / Dhamkay, Tehsil Sharaqpur, District Sheikhpura.	Flour and Rice Mill	Sunridge Foods (Pvt.) Limited

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim consolidated financial statements of the Group for the three months period ended September 30, 2024 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) - 34 "Interim Financial Reporting" and provisions issued under the Companies Act, 2017. In case where the provisions of and the directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and the directives issued under the Companies Act, 2017 have been followed.

2.1.2 These condensed interim consolidated financial statements are un-audited and do not include all the information as required for annual audited consolidated financial statements and thus should be read in conjunction with the annual audited consolidated financial statements of the Group for the year ended June 30, 2024.

2.2 Basis of measurement

These condensed interim consolidated financial statements have been prepared;
(i) under the historical cost convention except otherwise stated.
(ii) following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

These condensed interim consolidated financial statements are presented in Pakistani Rupees, which is the Group's functional currency. Figures have been rounded-off to the nearest thousand Rupees unless otherwise stated.

2.4 Use of estimates and judgments

The significant estimates and judgements made by management in applying the Group's accounting policies and the key sources of estimating the uncertainties were the same as those that were applied to the annual audited consolidated financial statements for the year ended June 30, 2024.

The Group's financial risk management objectives and policies are consistent with those disclosed in the annual audited consolidated financial statements for the year ended June 30, 2024.

3. ACCOUNTING STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 Standards, interpretations and amendments to published approved accounting standards that are effective but not relevant:

Certain standards, amendments and interpretations to accounting standards are effective for accounting periods beginning on July 01, 2024 but are considered not to be relevant or to have any significant effect on the Group's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim consolidated financial statements.

3.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective and have not been early adopted by the Group:

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Group's accounting periods beginning on or after July 01, 2025 however, these will not have any impact on the Group's financial reporting and, therefore, have not detailed in these condensed interim consolidated financial statements.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim consolidated financial statements are consistent with those applied in the preparation of the annual audited consolidated financial statements for the year ended June 30, 2024.

		September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
5. PROPERTY, PLANT AND EQUIPMENT	Note	----- (Rupees in '000) -----	
Operating fixed assets	5.1	12,645,507	12,775,455
Capital work-in-progress (CWIP)	5.2	4,954,281	5,293,100
		<u>17,599,788</u>	<u>18,068,555</u>

	Note	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
------(Rupees in '000)-----			
5.1 Operating fixed assets			
Written down value (WDV) - opening		12,775,455	10,737,422
Additions during the period / year - (at cost)			
- Leasehold land		15	40,000
- Building		11,446	1,695,035
- Plant and machinery		19,371	1,212,857
- Furniture, fixture and office equipment		9,268	240,564
- Computer and auxiliary equipment		2,774	65,246
- Motor vehicles		237	9,392
		43,111	3,263,094
Disposals during the period / year - (WDV)			
- Leasehold land		-	(376,186)
- Building		-	(253,457)
- Plant and machinery		-	(8,301)
- Furniture, fixture and office equipment		-	(4,281)
- Computer and auxiliary equipment		(180)	(96)
- Motor vehicles		-	(662)
		(180)	(642,983)
Depreciation charged during the period / year		(172,879)	(582,078)
Written down value (WDV) - closing		12,645,507	12,775,455
5.2 Capital work-in-progress (CWIP)			
Balance at the beginning of the period / year		5,293,100	5,897,190
Additions during the period / year		354,824	2,318,504
Transfers to operating fixed assets / adjustments during the period / year		(693,643)	(2,922,594)
Balance at the end of the period / year		4,954,281	5,293,100
6. LONG-TERM INVESTMENT			
Fair value through other comprehensive income			
Listed equity securities - Al Shaheer Corporation Limited	6.1	371,518	557,353
6.1 Sunridge Foods (Private) Limited, the subsidiary, holds 15.39% (June 30, 2024: 18%) ownership interest in Al Shaheer Corporation Limited which represents 59,064,774 (June 30, 2024: 69,064,774) shares at cost of Rs. 650.288 million (June 30, 2024: Rs. 730.998 million).			
6.2 Movement in listed equity securities for the period / year:			
Balance at the beginning of the period / year		557,353	230,938
Investments during the period / year		-	411,645
Disposals during the period / year		(69,255)	-
		488,098	642,583
Unrealized loss on remeasurement charged to OCI during the period / year		(116,580)	(85,230)
Balance at the end of the period / year		371,518	557,353

	Note	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
7. SHORT-TERM INVESTMENTS		----- (Rupees in '000) -----	
At fair value through profit or loss			
Mutual funds - conventional	7.1	1,646,183	1,539,454
At amortized cost			
Term deposit receipts - Islamic	7.2	6,872,400	2,380,000
		<u>8,518,583</u>	<u>3,919,454</u>

7.1 This comprises of investments in units of HBL Financial Sector Income Fund Plan I, JS Fixed Term Munafa Plan-2 and JS Cash Fund amounting to Rs. 1,200.24 million (June 30, 2024: Rs. 1,162.51 million), Rs. 405.25 million (June 30, 2024: Rs. 376.94 million) and Rs. 40.69 million (June 30, 2024: Nil) respectively. As at September 30, 2024, Rs. 1,200.24 million (June 30, 2024: Rs. 1,162.29 million) from HBL Financial Sector Income Fund Plan I, Rs. 405.03 million (June 30, 2024: Rs. 347.58 million) from JS Fixed Term Munafa Plan-2 and Rs. 40.69 million (June 30, 2024: Nil) from JS Cash Fund out of the total investments were pledged as security for facility of equivalent amounts from HBL and JSBL respectively.

7.2 These carry markup at 6.50% to 20.50% per annum (June 30, 2024: 6.50% to 20.50% per annum) having maturity upto one year.

	Note	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
8. LONG-TERM FINANCING		----- (Rupees in '000) -----	
Financing under ITERF Scheme - shariah arrangement	8.1	651,466	651,366
Less: current portion shown under current liabilities		(156,046)	(134,558)
Non-current portion		<u>495,420</u>	<u>516,808</u>

8.1 There is no material change in the terms and conditions of long term loans as disclosed in the annual audited consolidated financial statements of the Group for the year ended June 30, 2024.

9. CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

There are no significant changes in the status of contingencies and commitments as disclosed in the annual audited consolidated financial statements of the Group for the year ended June 30, 2024.

9.2 Commitments

9.2.1 Commitments under letter of credit for raw materials as at September 30, 2024 amounted to Rs. 2,565 million (June 30, 2024: Rs. 2,920 million).

9.2.2 Capital expenditure commitments outstanding as at September 30, 2024 amounted to Rs. 463.58 million (June 30, 2024: Rs. 467.04 million).

9.2.3 Guarantee issued at the period end on behalf of the Holding Company amounted to Rs. 2,254 million (June 30, 2024: Rs. 2,204 million). Above facility is part of the borrowing limits and is secured by way of pledge on the Holding Company's mutual funds amounting to Rs. 1,574 million (June 30, 2024: Rs. 1,509 million), term deposits amounting to Rs. 680 million (June 30, 2024: Rs. 450 million) and under saving accounts Rs. nil (June 30, 2024: Rs. 294.5 million).

	September 30, 2024 (Un-audited)	September 30, 2023 (Un-audited)
	------(Rupees in '000)-----	
10. SALES - NET		
Local	16,977,039	19,486,665
Export	1,409,726	3,971,660
	<u>18,386,765</u>	<u>23,458,325</u>
11. EARNING / (LOSS) PER SHARE		
Earning / (loss) after taxation - Rupees in thousands	<u>87,623</u>	<u>(660,272)</u>
Weighted average number of outstanding ordinary shares - in thousands	<u>1,194,050</u>	<u>1,194,050</u>
Earning / (loss) per share - basic and diluted - Rupees	<u>0.07</u>	<u>(0.55)</u>
	September 30, 2024 (Un-audited)	September 30, 2023 (Un-audited)
	------(Rupees in '000)-----	
12. CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (loss) before levies and taxation	134,094	(181,084)
Adjustments for non-cash and other items:		
Depreciation on operating fixed assets	172,879	141,323
Depreciation on right-of-use assets	910	10,586
Amortization on intangible assets	8,202	8,085
Amortization on deferred government grant	(14,464)	(12,156)
Exchange gain - unrealized	(23,339)	(1,106,445)
Gain on re-measurement of mutual fund units	(88,550)	(5,408)
Provision for staff retirement benefit	114	-
Gain on disposal of property, plant and equipment	(6,078)	-
Dividend income	-	(66,328)
Profit on short term investment	(133,652)	(147,108)
Finance cost	1,874,475	1,755,047
	<u>1,790,497</u>	<u>577,596</u>
Changes in working capital		
(Increase) / decrease in current assets:		
Stock-in-trade	(4,529,012)	(12,914,145)
Stores and spares	(7,056)	(20,139)
Trade debts	4,925,304	(1,026,476)
Advances, deposits and prepayments	(1,683,876)	(4,613,903)
Other receivables	33,907	(8,351)
Sales tax receivable	1,693	23,931
	<u>(1,259,040)</u>	<u>(18,559,083)</u>
Increase / (decrease) in current liabilities:		
Trade and other payables	(4,981,789)	13,675,296
Cash used in operating activities	<u>(4,316,238)</u>	<u>(4,487,275)</u>
12.1 Cash and cash equivalents comprise of:		
Cash and bank balances	1,258,434	527,207
Short term borrowings - running finance (secured)	(8,712,102)	(902,029)
	<u>(7,453,668)</u>	<u>(374,822)</u>

13. TRANSACTIONS WITH RELATED PARTIES

Transactions involving related parties arising in the normal course of business are conducted at arm's length and at normal commercial rates unless otherwise specifically approved by the Board of Directors.

			For the quarter ended	
			September 30, 2024	September 30, 2023
			(Un-audited)	(Un-audited)
			----- (Rupees in '000) -----	
<u>Name of related party</u>	<u>Nature of relationship</u>	<u>Nature of transaction</u>		
Wilmar Trading Pte. Limited	Associated Company	Purchases	<u>2,514,976</u>	<u>18,551,587</u>
Unity Resource Food Products LLC	Associated Company	Sales	<u>145,316</u>	<u>-</u>
Provident fund	Staff retirement benefit fund	Contribution paid	<u>21,874</u>	<u>21,962</u>
Directors and executives	Key management personnel	Remuneration paid	<u>107,916</u>	<u>100,980</u>

			As at	
			September 30, 2024	June 30, 2024
			(Un-audited)	(Audited)
			----- (Rupees in '000) -----	
<u>Name of related party</u>	<u>Nature of relationship</u>	<u>Nature of balance</u>		
Wilmar Trading Pte. Limited	Associated Company	Trade creditor	<u>14,618,831</u>	<u>19,021,562</u>
Unity Resource Food Products LLC	Associated Company	Trade debtor	<u>24,141</u>	<u>-</u>
		Advance from customer	<u>-</u>	<u>116,749</u>
Provident fund	Staff retirement benefit fund	Contribution payable	<u>17,141</u>	<u>24,815</u>

14. CORRESPONDING FIGURES

Certain corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purposes of comparison and to reflect the substance of the transactions, the effect of which is immaterial other than those stated below:

Statement of profit or loss - line item			
Nature	September 30, 2023	September 30, 2024	Rupees in '000
Levies as per IFRIC 21 / IAS 37	Current taxation	Levies	<u>49,666</u>

15. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim consolidated financial statements were authorized for issue in the Board of Directors' meeting held on October 29, 2024.


Director


Chief Executive



Chief Financial Officer



Unity Tower, 8 C, Block-6,
P.E.C.H.S., Karachi-75400, Pakistan.

REGISTERED OFFICE

Ground Floor, TAMC Building, 27-C-3,
M.M. Alam Road, Gulberg-III, Lahore.

 +92-42-35772837-40