

QUICE FOOD INDUSTRIES LIMITED
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER &
THREE MONTHS' PERIOD ENDED
SEPTEMBER 30, 2022

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Company Information

Board of Directors

Mr. Muhammad Atif
Mr. Muhammad Siraj
Ms. Hina Faiyaz
Mr. Salman Haroon
Ms. Saba Irfan
Mr. Muhammad Riaz
Qazi Muhammad Imran

Chief Executive Officer
Director
Independent Director
Independent Director
Independent Director
Director
Director

Company Secretary

Mr. Iqbal Shahid

Audit Committee

Mr. Salman Haroon
Mr. Muhammad Siraj
Ms. Hina Faiyaz

Chairman
Member
Member

HR & Remuneration Committee

Mr. Salman Haroon
Mr. Muhammad Siraj
Mr. Muhammad Riaz

Chairman
Member
Member

Legal advisor

M/s. Ahmed & Qazi
Advocates & Legal Consultants

Bankers

Habib Bank Limited
Meezan Bank Limited
United Bank Limited

Auditors

M/s. Aslam Malik & Co.; Chartered
Accountants

Share Registrar

M/s. F.D Registrar Services (Private) Ltd.
Office No. 1705, 17th Floor, Saima Trade
Tower -A, I.I.Chundrigar Road, Karachi.

Registered Office

WS7, Mezzanine Floor, Madina Palace, Faran
Cooperative Housing Society, Dhoraji Colony,
Karachi.

Directors' Report

For the first quarter ended September 30, 2022

The Directors of Quice Food Industries Limited "the Company" are pleased to submit the unaudited condensed interim financial report and financial information of the Company for first quarter ended September 30, 2022.

Business Performance Overview

During the quarter ended September 30, 2022, the Company has remained stable carrying the pace of the financial year ended June 30, 2022, thereby keeping a growth of 85 percent in revenues, posting a revenue of PKR. 143.264 million (September 30, 2021: PKR. 77.426 million).

Cost of goods sold remained PKR. 116.939 million (September 30, 2021: 73.939 million). Gross profit of PKR. 26.325 million was posted during the period (September 30, 2021: PKR. 3.487 million)

Financial highlights

The summary of financial performance for the quarter against the corresponding period is as follow:

	2022	2021
	Rupees in million	
Net sales	143.264	77.426
Gross profit	26.325	3.486
Depreciation	5.284	7.139
Pre-tax-loss	5.642	(3.119)
After-tax-loss	(7.201)	(4.041)

Future outlook

Your Company is determined to capitalize on the opportunities in the foreign markets as well as increase market share in the domestic market through quality improvement, Human resource growth and development, improved marketing strategy and efficient state-of-the-art technology.

Acknowledgement

We take pleasure in expressing honest appreciation for the commitment and contribution by all the stakeholders.


Director

Karachi

November 28, 2022

ڈائریکٹرز کی رپورٹ

کوئٹہ فوڈ انڈسٹریز لمیٹڈ کے ڈائریکٹرز "کمپنی" کو 30 ستمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے لیے غیر آڈٹ شدہ کنڈینسڈ عبوری مالیاتی رپورٹ اور کمپنی کی مالی معلومات جمع کرانے پر خوشی ہے۔

کاروباری کارکردگی کا جائزہ

30 ستمبر 2022 کو ختم ہونے والی سہ ماہی کے دوران، کمپنی 30 جون 2022 کو ختم ہونے والے مالی سال کی رفتار کو برقرار رکھتے ہوئے مستحکم رہی، اس طرح محصولات میں 85 فیصد اضافہ برقرار رکھا، جس سے 143.264 ملین کا ریونیو پوسٹ ہوا۔ (30 ستمبر 2021: 77.426 ملین)

فروخت شدہ سامان کی قیمت 116.939 ملین PKR رہی۔ (30 ستمبر 2021: 73.939 ملین)۔

اس عرصے کے دوران 26.325 ملین کے

مجموعی منافع پوسٹ کیے گئے (30 ستمبر 2021: 3.487 ملین)

مالی جھلکیاں

اسی مدت کے مقابلے میں سہ ماہی کی مالی کارکردگی کا خلاصہ حسب ذیل ہے:

	2022	2021
	Rupees in million	
Net sales	143.264	77.426
Gross profit	26.325	3.486
Depreciation	5.284	7.139
Pre-tax-loss	5.642	(3.119)
After-tax-loss	(7.201)	(4.041)

مستقبل کا نقطہ نظر

آپ کی کمپنی معیار کی بہتری، انسانی وسائل کی نمو اور ترقی، بہتر مارکیٹنگ کی حکمت عملی اور موثر جدید ترین ٹیکنالوجی کے ذریعے غیر ملکی

مارکیٹوں میں مواقع سے فائدہ اٹھانے کے ساتھ ساتھ ملکی مارکیٹ میں مارکیٹ
شینئر بڑھانے کے لیے پرعزم ہے۔

اعتراف

ہم تمام اسٹیک ہولڈرز کے عزم اور تعاون کے لیے دیانتدارانہ تعریف کا
اظہار کرتے ہوئے خوشی محسوس کرتے ہیں۔



ڈائریکٹر


کراچی

28 نومبر 2022

QUICE FOOD INDUSTRIES LIMITED
CONDENSED UNAUDITED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2022

	Note	Un-Audited September 30. 2022	Audited June 30. 2022
-----Rupees-----			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5.	345,489,473	349,996,280
Long term deposits		1,935,290	1,935,290
		<u>347,424,763</u>	<u>351,931,570</u>
CURRENT ASSETS			
Stores and spares		69,384,528	52,025,060
Stock-in-trade	6	555,645,654	560,624,975
Trade debts		23,575,842	102,587,952
Advances, deposits, prepayments & other receivables		54,070,148	52,626,476
Taxation - net		12,180,491	10,668,583
Cash and bank balances		2,497,925	10,805,222
		<u>717,354,588</u>	<u>789,338,268</u>
		<u>1,064,779,351</u>	<u>1,141,269,838</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
105,100,000 (2019: 105,100,000) ordinary shares of Rupees 10 each		<u>1,051,000,000</u>	<u>1,051,000,000</u>
Issued, subscribed and paid up share capital and reserves			
98,461,828 (2019 : 98,461,828) ordinary shares of Rs.10 each		984,618,280	984,618,280
Reserves		(540,941,751)	(533,754,241)
Surplus on revaluation of property, plant and equipment		31,897,277	31,911,136
Total equity		<u>475,573,806</u>	<u>482,775,175</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred liabilities		7,908,711	7,340,593
Security deposit payables		144,500,000	144,500,000
		<u>152,408,711</u>	<u>151,840,593</u>
CURRENT LIABILITIES			
Trade and other payables		436,796,834	506,654,070
		<u>436,796,834</u>	<u>506,654,070</u>
CONTINGENCIES AND COMMITMENTS			
	7.	<u>1,064,779,351</u>	<u>1,141,269,838</u>

The annexed notes 1 to 11 form an integral part of these financial statements.


 Director



 Director


 Chief Financial Officer

QUICE FOOD INDUSTRIES LIMITED
CONDENSED UNAUDITED INTERIM PROFIT & LOSS ACCOUNT
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	Note	Year Ended Sep 30, 2022	Year Ended Sep 30, 2021
		---- Rupees ----	
SALES		143,263,601	77,425,796
Cost of Sales		<u>(116,938,909)</u>	<u>(73,939,236)</u>
GROSS PROFIT		26,324,692	3,486,560
Distribution Cost		<u>(16,729,097)</u>	<u>(3,610,034)</u>
Administrative Expenses		<u>(15,662,243)</u>	<u>(3,107,767)</u>
		<u>(32,391,340)</u>	<u>(6,717,801)</u>
Operating Loss		(6,066,648)	(3,231,241)
Other Operating Income		436,647	115,621
		<u>(5,630,001)</u>	<u>(3,115,620)</u>
Finance Cost		(11,639)	(3,176)
PROFIT/(LOSS) BEFORE TAXATION		<u>(5,641,640)</u>	<u>(3,118,796)</u>
Taxation		(1,559,729)	(922,055)
PROFIT/(LOSS) AFTER TAXATION		<u>(7,201,369)</u>	<u>(4,040,851)</u>
(LOSS)/EARNINGS PER SHARE		<u>(0.073)</u>	<u>(0.041)</u>

The annexed notes 1 to 11 form an integral part of these financial statements.



 Director



 Director



 Chief Financial Officer

QUICE FOOD INDUSTRIES LIMITED
CONDENSED UNAUDITED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	September `30, 2022	September `30, 2021
	---- Rupees ----	
PROFIT/(LOSS) AFTER TAXATION	(7,201,369)	(4,040,851)
<i>Other comprehensive income that cannot be classified through profit and loss</i>		
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR	<u><u>(7,201,369)</u></u>	<u><u>(4,040,851)</u></u>

The annexed notes 1 to 11 form an integral part of these financial statements.



Director



Director



Chief Financial Officer

QUICE FOOD INDUSTRIES LIMITED
CONDENSED UNAUDITED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

PARTICULARS	RESERVES						SHAREHOLDERS' EQUITY
	CAPITAL			REVENUE			
	Premium on issue of share capital	Discount on issue of share capital	Surplus on revaluation of PPE	Subtotal	Accumulated loss	TOTAL	
Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	
Balance as at June 30, 2021	984,618,280	6,875,000	(282,788,556)	33,699,487	(242,214,069)	(236,063,981)	506,340,230
Transferred from surplus on revaluation of Fixed Assets-Net of Deferred Tax							
Total Comprehensive loss for the year ended				(1,788,351)	(1,788,351)	1,849,945	61,594
						(23,626,649)	(23,626,649)
Balance as at June 30, 2022	984,618,280	6,875,000	(282,788,556)	31,911,136	(244,002,420)	(257,840,685)	482,775,175
Surplus on revaluation of Land							
Incremental depreciation transferred to retained earnings						13,859	
Comprehensive Loss for the period ended				(13,859)	(13,859)		
						(7,201,369)	(7,201,369)
Balance as at September 30, 2022	984,618,280	6,875,000	(282,788,556)	31,897,277	(244,016,279)	(265,028,195)	475,573,806

The annexed notes 1 to 11 form an integral part of these financial statements.

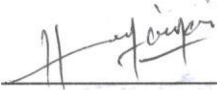

 Director


 Chief Financial Officer

QUICE FOOD INDUSTRIES LIMITED
CONDENSED UNAUDITED INTERIM CASH FLOW STATEMENT
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	Note	Three Months Ended	
		September '30, 2022	September '30, 2021
		----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before taxation		(5,641,640)	(3,118,796)
Adjustment for non cash items:			
Depreciation		5,283,605	7,139,345
Provision for gratuity		361,250	346,479
		5,644,855	7,485,824
Net cash inflows from operations before working capital changes		3,215	4,367,028
Working capital changes (Increase) / decrease in current assets			
Stores and spares		(17,359,468)	(1,872,125)
Stock-in-trade		4,979,321	7,310,015
Trade debts		79,012,110	19,686,578
Advances, deposits, prepayments & other receivables		(1,443,672)	(181,109)
		65,188,291	24,943,359
Increase / (decrease) in current liabilities			
Trade and other payables		(69,857,236)	(27,844,692)
Net working capital changes		(4,668,945)	(2,901,333)
Income tax paid		(2,865,069)	(449,326)
Net cash used in from operating activities		(7,530,799)	1,016,369
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(776,498)	-
Net cash inflow / (used in) from investing activities		(776,498)	-
Net (decrease) / increase in cash and cash equivalents		(8,307,297)	1,016,369
Cash and cash equivalents at the beginning of the year		10,805,222	2,092,425
Cash and cash equivalents at the end of the year		2,497,925	3,108,794

The annexed notes 1 to 11 form an integral part of these financial statements.



 Director



 Director



 Chief Financial Officer

QUICE FOOD INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2022

1. THE COMPANY AND ITS OPERATIONS

1.1 The Company was incorporated in Pakistan on 12 March 1990 as a Private Limited Company and was converted into Public Limited Company on 13 December 1993. The Company was listed on Pakistan Stock Exchange. The Registered office of the Company is located at WS7, Madina Palance, FCHS, Dhoraji Colony, Karachi.

The Company is mainly engaged in the manufacturing and sale of Jam, Jelly, Syrups, Custard Powder, Pickles, Essence, Juices and Aerated drinks and its allied products.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting which comprise of International Accounting Standard (IAS) 34 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act) and provisions of and directives issued under the Act. Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of measurement

This interim financial information have been prepared under the historical cost convention except for staff retirement benefits that is determined under actuarial valuation annually and free hold improvements and plant and machinery that are stated at revalued amount in accordance with the criteria laid down under International Accounting Standard (IAS) 16 'Property, Plant and Equipment'. This interim financial information, except for cash flow information, has been prepared under the accrual basis of accounting.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentation currency.

3 ACCOUNTING POLICIES

The accounting policies and method of computation adopted in preparation of this interim financial information are the same as those applied in preparation of the annual financial statements of the Company for the year ended 30 June 2022.

4 CRITICAL ACCOUNTING ESTIMATS AND JUDGEMENTS

Estimates, judgments and risk management objectives and policies are consistent with that disclosed in the audited financial statements fir the year ended 30 June 2022

5. PROPERTY, PLANT AND EQUIPMENT

Operating Assets - note 5.1
 Capital Work-in-Progress

Unaudited Sep-30, 2022	Audited June 30, 2022
----- Rupees-----	
302,821,923	307,328,730
42,667,550	42,667,550
345,489,473	349,996,280

	Unaudited Sep-30, 2022	Audited June 30, 2022
----- Rupees-----		
5.1 Opening book value	307,328,730	333,270,011
Add: Cost of additions during the period / year	776,798	3,068,100
Less: Depreciation charged during the period / year	(5,283,605)	(29,009,381)
Disposal during the period / year	-	-
	(5,283,605)	(29,009,381)
	<u>302,821,923</u>	<u>307,328,730</u>

5.2 All the non-current assests of the company are located in pakistan

6 STOCK IN TRADE

Raw and packing materials	364,008,343	356,795,488
Finished goods	206,992,070	219,184,246
Provision for slow moving items	(15,354,759)	(15,354,759)
	<u>555,645,654</u>	<u>560,624,975</u>

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

7.1.1 Securities and Exchange Commission of Pakistan (SECP) has fined the Company and all the directors for Rupees 0.785 million (June 2021: 0.785 million) under sections 155, 233, & 245 and 74 and 476 respectively of the Companies Act, 2017. No provision has been made in this condensed interim financial information for such penalty. Directors and Company have filed appeal before SECP and expect a favorable outcome

7.2 Commitments

There were no capital or other commitments at the balance sheet date (30 June 2022: Nil).

8. TRANSACTIONS WITH RELATED PARTIES

There were no related parties during the period September 30, 2022 (2021: NIL).

9. SEASONALITY


The Company's business is subject to seasonal fluctuation, with demand of its product increasing in the summer season and in the month of Ramadan and other events. Therefore, revenues and profits are not necessary indicative of results to be expected for the full year.

10. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors and authorized for issue on November 28, 2022.

11. GENERAL

- There were no major reclassifications to report.
- Figures have been rounded off to the nearest Rupee.



Director



Director



Chief Financial Officer