



UNITY FOODS LIMITED
— food for life! —

Nurturing a Sustainable Tomorrow



First Quarter Ended
September 30, 2023

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Our **Vision**

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

Our **Mission**

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 core values define who we are and inspire the way we work. They are the beating heart of our culture, and they propel us towards greatness.

- **Integrity** is our bedrock, and we hold ourselves to the highest ethical standards in everything we do.
- **Innovation** is our essence, and we embrace bold new ideas and cutting-edge technologies to drive progress.
- We believe in the power of **Teamwork**, and we work together seamlessly to achieve our shared goals.
- **Passion** fuels us, and we approach every challenge with enthusiasm and determination to succeed.
- **Safety** is our top priority, and we take every measure to ensure the well-being of our employees, customers, and communities.



Company Information

Board of Directors	Lt. Gen. Omar Mahmood Hayat (Retd) Mr. Muhammad Farrukh Mr. Abdul Majeed Ghaziani Mr. Muneer S. Godil Ms. Lie Hong Hwa Mr. Amir Shehzad Dr. Safdar Ali Butt	Chairman- Non Executive Director Chief Executive Officer Non- Executive Director Independent Director Non-Executive Director Executive 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 (Acting)	Mr. Imran Ahmed Khan	
External Auditor	Naveed Zafar Ashfaq Jaffery & Co. Chartered Accountants 2-B, ATS Centre, 30-West, Block "A" Fazal-ul-Haq Road, Blue Area, Islamabad Phone No., 0092-051-2878530-32, 2822785 Other Offices – Karachi, Lahore, Peshawer	
Bankers	Al Baraka Bank (Pakistan) Limited Habib Metropolitan Bank Limited Habib Bank Limited Soneri Bank Limited MCB Islamic 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 BankIslami Pakistan Limited The Bank of Punjab Standard Chartered Bank (Pakistan) Limited Faysal Bank Limited JS Bank Limited Summit Bank Limited Samba Bank Limited National Bank of Pakistan	

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	Unity Tower, 8-C, PECHS Block-6, Karachi -75400
Phone No.	+92 21 34373605-607, 34388666, 34387666
Other Office	Ground Floor, TAMC Building, Plot No. 27-C-3, M.M. Alam Road, Gulberg-III, Lahore
Phone No.	+92 42-35772837
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, 2023.

FINANCIAL PERFORMANCE

Despite a challenging business environment, the Company posted Net Consolidated Turnover at PKR 23,458 million for the quarter under review, which was 8.9% higher compared to the same period last year.

International Palm oil prices have remained steady, however owing to PKR revaluation against the dollar, local prices have reduced during the 1st quarter. Additionally, higher inflation impacted the cost of production overall and affected the Company's gross margins.

The Company incurred a net loss of PKR 660 million, translating into a loss per share of PKR 0.55. Furthermore, Finance Cost for the quarter at PKR 1,755 million – rising threefold compared to corresponding period last year; impacted the bottom line of the Company.

KEY OPERATING AND FINANCIAL HIGHLIGHTS

PKR MN, except LPS	STANDALONE		CONSOLIDATED	
	1QFY24	1QFY23	1QFY24	1QFY23
Net Sales	19,710	19,522	23,458	21,541
Gross Profits	2,344	583	2,557	923
Profit /(Loss) Before Interest and Tax	1,797	(2,011)	1,573	(1,870)
Net Loss	(280)	(2,242)	(660)	(2,172)
Loss Per Share (LPS)	(0.24)	(1.88)	(0.55)	(1.82)

Margins	STANDALONE		CONSOLIDATED	
	1QFY24	1QFY23	1QFY24	1QFY23
Gross Margins	11.89%	2.99%	10.90%	4.29%
Net Margins	(1.43%)	(11.48%)	(2.81%)	(10.08%)

OUTLOOK

The management acknowledges the uncertainty emanating from both the domestic and international factors. We expect that macro-economic challenges, such as elevated inflation rates, variation in commodity prices, and constrained foreign exchange availability for imports, will persist throughout the remainder of the year. These factors may potentially have adverse effects on performance and profitability of the Company.

Unity Foods' management is dedicated to mitigating adverse effects, adding lasting value, and bolstering relationships with current customers and suppliers while ensuring cost efficiency. Despite challenging times, 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

With deep gratitude, 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 hard work 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



Abdul Majeed Ghaziani
Director

Karachi
October 28, 2023

نقطہ نظر

انتظامیہ مقامی اور بین الاقوامی دونوں عوامل سے پیدا ہونے والی غیر یقینی صورتحال سے آگاہ ہے۔ ہمیں اندازہ ہے کہ میکرو اکنامک چیلنجز، جیسے بلند افراط زر کی شرح، اجناس کی قیمتوں میں تغیر، اور درآمدات کے لیے غیر ملکی زرمبادلہ کی محدود دستیابی، سال کے بقیہ حصے میں برقرار رہیں گے۔ ان عوامل کے ممکنہ طور پر کمپنی کی کارکردگی اور منافع پر منفی اثرات مرتب ہو سکتے ہیں۔

یونٹی فوڈز کی انتظامیہ لاگت کی کارکردگی کو یقینی بناتے ہوئے منفی اثرات کو کم کرنے، پائیدار قدر میں اضافہ کرنے، اور موجودہ صارفین اور سپلائرز کے ساتھ تعلقات کو مضبوط کرنے کے لیے کوشاں ہے۔ مشکل وقت کے باوجود، کمپنی اور اس کی انتظامیہ عالمی مہارت سے فائدہ اٹھانے کے لیے پرعزم ہے، اور پاکستان بھر کے صارفین کے لیے رسائی کو برقرار رکھنے کے لیے تقسیم اور برانڈ ایکویٹی میں سرمایہ کاری جاری رکھے گی۔ یونٹی فوڈز پاکستان میں فوڈ سیفٹی اور پائیداری کے اعلیٰ ترین معیارات کو برقرار رکھنے غذائیت سے بھرپور مصنوعات فراہم کرنے میں غذائی تحفظ کو آگے بڑھانے میں اہل ہے۔

اعترافات

انتہائی شکرگزاری کے ساتھ ہم اپنی کمپنی پر غیر متزلزل اعتماد کے لئے اپنے اسٹیک ہولڈرز کے متنوع گروپ، بشمول شیئر ہولڈرز، بینکرز اور دیگر کا اعتراف اور شکریہ ادا کرتے ہیں۔ ان کا اعتماد گزشتہ چھ سالوں میں ہماری غیر معمولی ترقی کے پیچھے محرک رہا ہے، جس نے ہمیں غیر معمولی مختصر وقت میں کامیابی کی بے مثال بلندیوں تک پہنچایا۔ اب جب کے ہم اپنے پراڈکٹ پورٹ فولیو کو مزید وسعت دینے اور متنوع بنانے کے سفر کا آغاز کر رہے ہیں ہم ان اسٹیک ہولڈرز کی مسلسل حمایت اور غیر متزلزل کی بے تابی سے توقع کرتے ہیں۔

اس کے علاوہ ہم پاکستان اسٹاک ایکسچینج لمیٹڈ، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور سینٹرل ڈیپازٹری کمپنی آف پاکستان لمیٹڈ کو ان کے تعاون کے لئے تہ دل سے خراج تحسین پیش کرتے ہوئے ہم مستقبل میں مزید اور مسلسل تعاون کی شراکت کی امید کرتے ہیں۔

ہم اپنی پرجوش ٹیم کی انتھک کوششوں اور محنت کو تسلیم کرتے ہوئے ان کا احترام کرتے ہیں جن کی محنت ہماری نمایاں کامیابیوں کا سنگ بنیاد ہے۔ چونکہ ہم نے اپنی نگاہیں مزید بلندیوں پر مرکوز کر رکھی ہیں، ہمیں اپنی ٹیم کی مسلسل لگن اور نئے افق تک پہنچنے میں ہماری مدد کرنے کے لئے غیر معمولی کوششوں پر مکمل اعتماد ہے۔

منجانب بورڈ آف ڈائریکٹرز



عبدالمجید غازیانی
ڈائریکٹر



محمد فرخ
چیف ایگزیکٹو
کراچی

28 اکتوبر، 2023

ڈائریکٹرز کی جائزہ رپورٹ

یونیٹڈ فوڈز لمیٹڈ، (یونیٹڈ فوڈز یا کمپنی) کے بورڈ آف ڈائریکٹرز کی جانب سے ہمیں 30 ستمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کے لیے ڈائریکٹرز کی جائزہ رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے۔

مالیاتی کارکردگی

ایک چیلنجنگ کاروباری ماحول کے باوجود، کمپنی نے زیر جائزہ سہ ماہی میں 23,458 ملین روپے کا خالص کنسولیدڈ ایڈیٹڈ ٹرن اوور پوسٹ کیا جو گزشتہ سال کی اسی مدت کے مقابلے میں 8.9% زیادہ تھا۔

پام آئل کی بین الاقوامی قیمتیں مستحکم رہیں، تاہم، ڈالر کے مقابلے میں پاکستانی روپے کی بحالی کی وجہ سے، پہلی سہ ماہی کے دوران مقامی قیمتوں میں کمی واقع ہوئی ہے۔ مزید برآں، افراط زر کی بلند شرح نے مجموعی طور پر کمپنی کی پیداواری لاگت کو متاثر کرتے ہوئے کمپنی کے مجموعی مارجن کو متاثر کیا۔

کمپنی کو 660 ملین روپے کا خالص نقصان ہوا، جس کا مطلب 0.55 روپے فی حصص نقصان ہے۔ مزید برآں، سہ ماہی کے لیے مالیاتی لاگت 1,755 ملین روپے رہی جو گزشتہ سال کے مقابلے میں تین گنا بڑھ گئی ہے، جس نے کمپنی کے نقد منافع کو متاثر کیا۔

کلیدی آپریٹنگ اور مالیاتی جھلکیاں

اجتماعی		انفرادی		پاک روپے ملین میں، سوائے LPS کے
1QFY23	1QFY24	1QFY23	1QFY24	
21,541	23,458	19,522	19,710	خالص فروخت
923	2,557	583	2,344	مجموعی منافع
(1,870)	1,573	(2,011)	1,797	سود اور ٹیکس سے پہلے منافع
(2,172)	(660)	(2,242)	(280)	ٹیکس کے بعد منافع
(1.82)	(0.55)	(1.88)	(0.24)	فی حصص نقصان (LPS)

اجتماعی		انفرادی		تناسب کا تجزیہ
1QFY23	1QFY24	1QFY23	1QFY24	مارجنز
4.29%	10.90%	2.99%	11.89%	گراس مارجن
(10.08%)	(2.81%)	(11.48%)	(1.43%)	نیٹ مارجنز

Condensed Interim Unconsolidated Statement of Financial Position

As at September 30, 2023

ASSETS	Note	September 30, 2023 (Un-audited) ------(Rupees in '000)-----	June 30, 2023 (Audited)
Non-Current Assets			
Property, plant and equipment	4	10,987,842	10,858,641
Right-of-use assets		20,826	31,412
Intangible assets		75,172	79,792
Long-term deposits		48,019	44,827
Long-term loans		13,892	13,754
Deferred taxation - net		974,504	1,139,337
Long-term investment		7,827,641	7,827,641
		19,947,896	19,995,404
Current Assets			
Stock-in-trade		22,914,994	10,203,672
Stores and spares		64,918	51,505
Trade debts		24,986,264	23,648,100
Advances, deposits and prepayments		3,324,111	1,302,111
Other receivables		385,488	500,083
Current portion of long-term loans		4,455	4,292
Taxation - net of provision		5,336,410	5,251,401
Short-term investments	5	8,038,902	9,568,937
Cash and bank balances		417,881	1,006,054
		65,473,423	51,536,155
TOTAL ASSETS		85,421,319	71,531,559
Equity and Liabilities			
Share capital and reserves			
Share capital		11,940,500	11,940,500
Share premium		3,400,000	3,400,000
Unappropriated profit		6,102,521	6,383,506
		21,443,021	21,724,006
Non-Current Liabilities			
Long-term financing	6	523,048	522,986
Diminishing musharika arrangement		1,666	1,735
Lease liabilities		1,620	2,801
Deferred government grant		185,641	198,563
		711,975	726,085
Current Liabilities			
Current portion of long-term financing	6	78,879	71,141
Current portion of diminishing musharika arrangement		262	252
Current portion of lease liabilities		24,995	36,370
Current portion of deferred government grant		50,571	49,805
Trade and other payables		33,117,544	23,766,594
Accrued mark-up		905,240	553,450
Short-term borrowings		29,088,284	24,603,316
Unclaimed dividend		548	540
		63,266,323	49,081,468
TOTAL EQUITY AND LIABILITIES		85,421,319	71,531,559
Contingencies and commitments	7		

The annexed notes from 1 to 13 form an integral part of these annual audited 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, 2023

	Note	September 30, 2023	September 30, 2022
		------(Rupees in '000)-----	
Sales - net	8	19,710,149	19,522,155
Cost of sales		(17,366,029)	(18,939,252)
Gross profit		2,344,120	582,903
Selling and distribution expenses		(341,308)	(358,005)
Administrative expenses		(202,643)	(180,931)
Other operating expenses		(11,279)	-
Exchange loss		(222,939)	(2,229,055)
		(778,169)	(2,767,991)
Other income		231,001	174,045
		1,796,952	(2,011,043)
Finance cost		(1,646,283)	(506,763)
Profit / (loss) before taxation		150,669	(2,517,806)
Taxation			
Current		(266,821)	(54,202)
Deferred		(164,833)	329,903
		(431,654)	275,701
Loss after taxation		(280,985)	(2,242,105)
Loss per share - basic and diluted	9	(0.24)	(1.88)

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



Director



Chief Executive



Chief Financial Officer

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

For the quarter ended September 30, 2023

September 30, 2023 September 30, 2022
------(Rupees in '000)-----

Loss after taxation	(280,985)	(2,242,105)
Other comprehensive income	-	-
Total comprehensive income	(280,985)	(2,242,105)

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



Director



Chief Executive



Chief Financial Officer

Condensed Interim Unconsolidated Statement of Changes in Equity

For the quarter ended September 30, 2023

	Share capital	Reserves		Total
		Capital Share premium	Revenue Unappropriated profit	
------(Rupees in '000)-----				
Balance as at June 30, 2022 (audited)	11,940,500	3,400,000	5,816,048	21,156,548
Total comprehensive income for the period ended September 30, 2022				
Loss after taxation	-	-	(2,242,105)	(2,242,105)
Other comprehensive income	-	-	-	-
Balance as at September 30, 2022 (Un-audited)	<u>11,940,500</u>	<u>3,400,000</u>	<u>3,573,943</u>	<u>18,914,443</u>
Balance as at June 30, 2023 (audited)	11,940,500	3,400,000	6,383,506	21,724,006
Total comprehensive income for the period ended September 30, 2023				
Loss after taxation	-	-	(280,985)	(280,985)
Other comprehensive income	-	-	-	-
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>

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



Director



Chief Executive



Chief Financial Officer

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

For the quarter ended September 30, 2023

	Note	September 30, 2023	September 30, 2022
		----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operating activities	10	(5,105,955)	348,950
Taxes paid		(351,830)	(406,989)
Long-term loans (given to) / returned by employees		(301)	1,295
Long-term deposits paid		(3,192)	(19,516)
Donations paid		(19,203)	(1,630)
Net cash used in operating activities		(5,480,481)	(77,890)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment		(221,515)	(629,088)
Purchase of intangible assets		-	(6,780)
Disposal of property, plant and equipment and intangible assets		-	26,017
Short-term investments - net		1,596,363	7,233,360
Profit received from bank deposits and short-term investments		330,290	207,599
Net cash generated from investing activities		1,705,138	6,831,108
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from / (repayment of) short-term borrowings - net		3,991,882	(2,689,630)
Long-term financing paid		-	(17,070)
Rentals paid against right-of-use assets and diminishing musharika		(12,615)	(15,481)
Finance cost paid		(1,285,182)	(593,741)
Net cash generated from / (used in) financing activities		2,694,085	(3,315,922)
Net (decrease) / increase in cash and cash equivalents		(1,081,258)	3,437,296
Cash and cash equivalents at the beginning of the period		597,111	(4,197,137)
Cash and cash equivalents at the end of the period	10.1	(484,147)	(759,841)

The annexed notes from 1 to 13 form an integral part of these annual audited 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, 2023

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 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.	Registered Office of the Company
- Plot No. A-48, Industrial Zone, Port Qasim	Oil Refinery
- Plot No. A-55 & 56, 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	
- Plot No. 27-C-3, M.M. Alam Road, Gulberg-III	Regional Office

1.3 The Company has the following subsidiaries:

Sunridge Foods (Private) Limited - 100% Shareholding

Sunridge Foods (Private) Limited was incorporated in Pakistan as a Private Limited Company on March 16, 2015 under the Companies Ordinance, 1984 (now the Companies Act, 2017 on May 30, 2017). The principal activity of the Subsidiary Company is the processing of food items.

Sunridge Confectionery Limited (formerly: Uni-Food Industries Limited) - 100% Shareholding through Subsidiary

Sunridge Confectionery Limited (formerly: Uni-Food Industries Limited) is a wholly owned subsidiary of Sunridge Foods (Private) Limited and 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 activity of the Subsidiary Company is the processing of food items.

Unity Plantations (Private) Limited - 100% Shareholding through Subsidiary

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.

Unity Technologies (Private) Limited - 100% Shareholding through Subsidiary

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 principal line of business of the Subsidiary is to carry on software designing, development, customization, implementation, maintenance and related businesses.

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, 2023 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, 2023.

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 applied to the annual audited unconsolidated financial statements for the year ended June 30, 2023.

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, 2023.

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 audited unconsolidated financial statements for the year ended June 30, 2023.

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, 2023 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, 2024. 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, 2023 (Un-audited)	June 30, 2023 (Audited)
4. PROPERTY, PLANT AND EQUIPMENT	Note	----- (Rupees in '000) -----	
Operating fixed assets	4.1	6,216,160	6,290,380
Capital work-in-progress (CWIP)	4.2	4,771,682	4,568,261
		<u>10,987,842</u>	<u>10,858,641</u>
4.1 Operating fixed assets			
Written down value (WDV) - opening		6,290,381	6,439,106
Additions during the period / year - (at cost)			
- Lease hold land		-	4,400
- Plant and machinery		1,600	29,861
- Furniture, fixture and office equipment		2,479	34,986
- Computer and auxiliary equipment		14,014	20,722
- Motor vehicles		-	144,560
		18,093	234,529
Disposals during the period / year - (WDV)			
- Furniture, fixtures and office equipment		-	(28)
- Computer and auxiliary equipment		-	(293)
- Motor vehicles		-	(31,525)
		-	(31,846)
Depreciation charged during the period / year		(92,314)	(351,408)
Written down value (WDV) - closing		<u>6,216,160</u>	<u>6,290,381</u>
4.2 Capital work-in-progress (CWIP)			
Balance at the beginning of the year		4,568,261	2,038,848
Additions / adjustments during the period / year		213,456	2,538,514
Transferred during the period / year		(10,035)	(9,101)
Balance at the end of the period / year		<u>4,771,682</u>	<u>4,568,261</u>
5. SHORT TERM INVESTMENTS			
At fair value through profit or loss			
Mutual funds	5.1	1,678,902	1,001,037
At amortized cost			
Term deposit receipts	5.2	6,360,000	8,567,900
		<u>8,038,902</u>	<u>9,568,937</u>
5.1	This comprises of investments in units of HBL Cash Fund and JS Cash Fund amounting to Rs. 1,042.84 million (June 30, 2023: Rs. 1,001.04 million) and Rs. 636.06 million (June 30, 2023: nil) respectively, redeemable along with dividend units at closing price of previous day Net Asset Value. As at September 30, 2023, Rs. 1,030 million (June 30, 2023: Rs. 1,001 million) from HBL Cash Fund and Rs. 620 million (June 30, 2023: 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	This carries markup at 6.5% to 20% per annum (June 30, 2023: 6.5% to 19.5% per annum) having maturity upto one year.		

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
6. LONG TERM FINANCING	Note	------(Rupees in '000)-----	
Financing under ITERF Scheme - shariah arrangement	6.1	601,927	594,127
Current portion shown under current liabilities		<u>(78,879)</u>	<u>(71,141)</u>
		<u>523,048</u>	<u>522,986</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, 2023.

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, 2023.

7.2 Commitments

7.2.1 Commitments under letter of credit as at September 30, 2023 amounted to Rs. 6,619 million (June 30, 2023: Rs. 5,406 million).

7.2.2 Capital expenditure commitments outstanding as at September 30, 2023 amounted to Rs. 8.40 million (June 30, 2023: 10.17 million).

7.2.3 Guarantee issued at the year end on behalf of the Company amounted to Rs. 1,840 million (June 30, 2023: Rs. 1,670 million). Above facility is the part of the borrowing limits and is secured by way of pledge / lien on the Company's mutual funds amounting to Rs. 1.150 billion (June 30, 2023: Rs. 1 billion), term deposits amounting to Rs. 680 million (June 30, 2023: Rs. 670 million) and cash margin amounting to Rs. 10 million (June 30, 2023: nil).

	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
8. SALES - NET	------(Rupees in '000)-----	
Local sales	16,331,473	19,047,336
Export sales	<u>3,378,676</u>	<u>474,819</u>
	<u>19,710,149</u>	<u>19,522,155</u>

9. LOSS PER SHARE - BASIC AND DILUTED

Loss after taxation	<u>(280,985)</u>	<u>(2,242,105)</u>
---------------------	------------------	--------------------

Weighted average number of ordinary shares outstanding during the quarter	--(Number of shares in '000)--	
	<u>1,194,050</u>	<u>1,194,050</u>

Loss per share - basic and diluted	------(Rupees)-----	
	<u>(0.24)</u>	<u>(1.88)</u>

	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
	----- (Rupees in '000) -----	
10. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	150,669	(2,517,806)
Adjustments for non-cash items:		
Depreciation on operating fixed assets	92,314	85,675
Depreciation on right-of-use assets	10,586	10,727
Amortization on intangible assets	4,620	3,701
Amortization on deferred government grant	(12,156)	(3,716)
Exchange loss / (gain) - unrealized	(1,118,301)	2,394,397
Gain on re-measurement of mutual fund units - unrealized	(5,408)	(15,824)
Dividend income	(66,328)	(73,832)
Profit on short term investment	(147,108)	(80,398)
Finance cost	1,646,283	506,763
	555,171	309,687
Changes in working capital		
(Increase) / decrease in current assets:		
Stock-in-trade	(12,711,322)	(4,245,442)
Stores and spares	(13,413)	15,360
Trade debts	(1,338,164)	(2,934,187)
Advances, deposits and prepayments	(2,022,000)	(420,737)
Other receivables	(63,171)	(220)
Sales tax receivable	-	37,534
	(16,148,070)	(7,547,692)
Increase in current liabilities:		
Trade and other payables	10,486,944	7,586,955
Cash (used in) / generated from operating activities	<u>(5,105,955)</u>	<u>348,950</u>

	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
	----- (Rupees in '000) -----	
10.1 Cash and cash equivalents comprise of:		
Cash and bank balances	417,881	975,882
Short term borrowings - running finance (secured)	(902,029)	(1,735,723)
	<u>(484,147)</u>	<u>(759,841)</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 (un-audited)

Name	Nature of relationship	Nature of transaction	For the quarter ended	
			September 30, 2023	September 30, 2022
			----- (Rupees in '000) -----	
Sunridge Foods (Private) Limited	Subsidiary	Purchases	90,486	14,465
		Sales	16,542	10,084
		Payment made on behalf of the Subsidiary Company against purchase of SAP S4 HANA	-	25,962
		Payment made on behalf of the Subsidiary Company against expenses	61,561	-
Sunridge Confectionery Limited (formerly: Uni-Food Industries Limited)	Subsidiary	Payment as commission agent against purchase of inventory	6,312,344	-
Wilmar Trading Pte Limited	Associated Company	Purchases	18,551,587	13,054,357
Provident fund	Staff retirement benefit fund	Contribution paid	14,406	12,014
Directors and executives	Key management personnel	Remuneration paid	40,299	31,088

Balances with related parties

Name	Nature of relationship	Nature of transaction	Balance as at	
			September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
			----- (Rupees in '000) -----	
Sunridge Foods (Private) Limited	Subsidiary	Trade debtor	46,148	30,337
		Advance against purchases	1,183,000	-
		Trade creditor	8,643	111,119
		Accrued markup receivable	228,537	228,537
		Other receivable	61,561	192,962
Wilmar Trading Pte Limited	Associated Company	Trade creditor	24,583,278	17,275,155
Sunridge Confectionery Limited (formerly: Uni-Food Industries Limited)	Subsidiary	Trade creditor	1,199	1,199
		Other receivable	1,422,551	-
Provident fund	Staff retirement benefit fund	Net contribution payable	298	510

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.

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 28, 2023.



Director



Chief Executive



Chief Financial Officer

Condensed Interim Consolidated Statement of Financial Position

As at September 30, 2023

	Note	September 30, 2023 (Un-audited) ------(Rupees in '000)-----	June 30, 2023 (Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment	4	17,122,181	16,634,612
Right-of-use assets		20,826	31,412
Intangible assets		583,807	591,892
Long-term deposits		98,786	87,143
Long-term loans		24,897	22,603
Deferred taxation - net		1,084,772	1,282,934
Long-term investment	5	587,799	230,938
		19,523,068	18,881,534
Current Assets			
Stock-in-trade		24,661,906	11,747,761
Stores and spares		89,919	69,780
Trade debts		25,895,869	24,830,944
Advances, deposits and prepayments		10,454,122	5,840,219
Other receivables		114,435	90,889
Sales tax receivable		-	23,931
Current portion of long-term loans		4,455	4,292
Taxation - net of provision		5,363,903	5,280,658
Short-term investments	6	8,038,902	9,568,937
Cash and bank balances		527,207	1,210,119
		75,150,718	58,667,530
TOTAL ASSETS		94,673,786	77,549,064
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital		11,940,500	11,940,500
Share premium		3,400,000	3,400,000
Unappropriated profit		5,395,923	5,967,332
		20,736,423	21,307,832
Non-Current Liabilities			
Long-term financing	7	523,048	522,986
Diminishing musharika arrangement		1,666	1,735
Lease liabilities		1,620	2,801
Deferred government grant		185,641	198,563
Staff retirement benefits		15,203	15,203
		727,178	741,288
Current Liabilities			
Current portion of long-term financing	7	78,879	71,141
Current portion of diminishing musharika arrangement		262	252
Current portion of lease liabilities		24,995	36,370
Current portion of deferred government grant		50,571	49,805
Trade and other payables		36,748,841	24,179,990
Accrued mark-up		1,243,625	579,950
Short-term borrowings		35,062,464	30,581,896
Unclaimed dividend		548	540
		73,210,185	55,499,944
TOTAL EQUITY AND LIABILITIES		94,673,786	77,549,064
Contingencies and commitments	8		

The annexed notes from 1 to 14 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, 2023

	Note	September 30, 2023	September 30, 2022
		----- (Rupees in '000) -----	
Sales - net	9	23,458,325	21,540,627
Cost of sales		(20,901,194)	(20,617,525)
Gross profit		2,557,131	923,102
Selling and distribution expenses		(630,708)	(487,212)
Administrative expenses		(341,657)	(245,385)
Other expenses		(9,561)	(7,772)
Exchange loss		(234,797)	(2,229,055)
		(1,216,723)	(2,969,424)
Other income		233,555	176,198
		1,573,963	(1,870,124)
Finance cost		(1,755,047)	(542,817)
Loss before taxation		(181,084)	(2,412,941)
Taxation			
Current		(281,028)	(61,236)
Deferred		(198,160)	302,137
		(479,188)	240,901
Loss after taxation		(660,272)	(2,172,040)
Loss per share - basic and diluted	10	(0.55)	(1.82)

The annexed notes from 1 to 14 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, 2023

September 30, 2023 September 30, 2022

------(Rupees in '000)-----

Loss after taxation	(660,272)	(2,172,040)
Other comprehensive income	-	-
Items that will not be subsequently reclassified to consolidated statement of profit or loss		
Fair value reserve of financial asset carried at FVOCI - net of tax	88,863	-
Total comprehensive income	<u>(571,409)</u>	<u>(2,172,040)</u>

The annexed notes from 1 to 14 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, 2023

	Share capital	Reserves		Total equity
		Capital Share premium	Revenue Unappropriated profit	
------(Rupees in '000)-----				
Balance as at June 30, 2022 (audited)	11,940,500	3,400,000	5,370,498	20,710,998
Total comprehensive income for the quarter ended September 30, 2022 (un-audited)				
Loss after taxation	-	-	(2,172,040)	(2,172,040)
Other comprehensive income	-	-	-	-
Balance as at September 30, 2022 (un-audited)	<u>11,940,500</u>	<u>3,400,000</u>	<u>3,198,458</u>	<u>18,538,958</u>
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	-	-	(660,272)	(660,272)
Other comprehensive income	-	-	88,863	88,863
Balance as at September 30, 2023 (un-audited)	<u>11,940,500</u>	<u>3,400,000</u>	<u>5,395,923</u>	<u>20,736,423</u>

The annexed notes from 1 to 14 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, 2023

	Note	September 30, 2023	September 30, 2022
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operating activities	11	(4,487,275)	494,517
Taxes paid		(364,273)	(409,527)
Long-term loan given to employees - net		(2,457)	(1,040)
Long-term deposits paid - net		(11,643)	(4,600)
Staff retirement benefits paid		-	(323)
Donations paid		(38,449)	(19,516)
Net cash (used in) / generated from operating activities		(4,904,097)	59,511
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment		(628,892)	(979,276)
Disposal of property, plant and equipment and intangible assets		-	26,333
Purchase of intangible assets		-	(32,742)
Long term investment in listed equity securities		(267,997)	-
Short-term investments - net		1,601,771	7,307,192
Profit received on short-term investments and bank deposits		131,922	133,765
Net cash generated from investing activities		836,804	6,455,272
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from / (repayment of) short-term borrowings - net		3,987,482	(2,689,630)
Repayment of long-term financing		-	(21,128)
Rentals paid against right-of-use assets and diminishing musharika		(13,552)	(15,481)
Finance cost paid		(1,082,635)	(602,732)
Net cash generated from / (used in) financing activities		2,891,295	(3,328,971)
Net (decrease) / increase in cash and cash equivalents		(1,175,998)	3,185,812
Cash and cash equivalents at the beginning of the period		801,176	(5,869,313)
Cash and cash equivalents at the end of the period	11.1	(374,822)	(2,683,501)

The annexed notes from 1 to 14 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 (Un-audited)

For the quarter ended September 30, 2023

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 (formerly: Uni-Food Industries Limited), Unity Plantations (Private) Limited and Unity Technologies (Private) Limited. Brief profiles of the Holding Company and the 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 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 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 (formerly: Uni-Food Industries Limited)

Sunridge Confectionery Limited (formerly: Uni-Food Industries 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 activity of the Subsidiary Company is the processing of 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 principal line of business of the Subsidiary is to carry on software designing, development, customization, implementation, maintenance and related businesses.

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

Addresses	Purpose	In Use
Karachi, Sindh		
Unity Tower, Plot No. 8-C, Block-6, P.E.C.H.S.	Registered office	Unity Foods Limited
Plot No. A-48, Industrial Zone, Port Qasim.	Oil refinery	Unity Foods Limited
Plot No. A-55 & 56, Industrial Zone, Port Qasim.	Feed mill	Unity Foods Limited
C6, North West Zone, Port Qasim.	Registered office / 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 Pelletizing 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.	Confectionery Plant	Sunridge Confectionery Limited (formerly: Uni-Food Industries Limited)
Lahore, Punjab		
Plot No. 27 - C-3, M.M. Alam Road, Gulberg-III.	Regional Office	Unity Foods 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, 2023 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, 2023.

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 applied to the annual audited consolidated financial statements for the year ended June 30, 2023.

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, 2023.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 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 audited consolidated financial statements for the year ended June 30, 2023.

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, 2023 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.

3.2.2 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, 2024. 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.

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
4. PROPERTY, PLANT AND EQUIPMENT	Note	------(Rupees in '000)-----	
Operating fixed assets	4.1	10,689,539	10,737,422
Capital work in progress (CWIP)	4.2	6,432,642	5,897,190
		<u>17,122,181</u>	<u>16,634,612</u>
4.1 Operating fixed assets			
Written down value (WDV) - opening		10,737,422	8,474,949
Additions during the period / year - (at cost)			
- Freehold land		-	1,165,000
- Leasehold land		-	280,195
- Building		-	237,774
- Plant and machinery		41,504	752,421
- Furniture, fixture and office equipment		25,620	88,161
- Computer and auxiliary equipment		26,316	34,828
- Motor vehicles		-	214,094
		93,440	2,772,473
Disposals during the period / year - (WDV)			
- Furniture, fixture and office equipment		-	(28)
- Computer and auxiliary equipment		-	(293)
- Motor vehicles		-	(31,589)
		-	(31,910)
Depreciation charged during the period / year		(141,323)	(478,090)
Written down value (WDV) - closing		<u>10,689,539</u>	<u>10,737,422</u>

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
4.2 Capital work-in-progress (CWIP)	Note	----- (Rupees in '000) -----	
Balance at the beginning of the period / year		5,897,190	2,634,628
Additions during the period / year		545,487	4,448,028
Transfers to operating fixed assets during the period / year		(10,035)	(1,185,466)
Balance at the end of the period / year		6,432,642	5,897,190
5. LONG-TERM INVESTMENT			
Fair value through other comprehensive income (FVOCI)			
Listed equity securities - Al Shaheer Corporation Limited	5.1	587,799	230,938
5.1 Movement in listed equity securities for the period / year:			
Balance at the beginning of the period / year		230,938	-
Investments during the period / year		381,898	320,374
Disposals during the period		(113,900)	-
		498,936	320,374
Unrealized gain / (loss) on remeasurement charged to OCI during the period / year		88,863	(89,436)
Balance at the end of the period / year		587,799	230,938
6. SHORT-TERM INVESTMENTS			
At fair value through profit or loss			
Mutual funds	6.1	1,678,902	1,001,037
At amortized cost			
Term deposit receipts	6.2	6,360,000	8,567,900
		8,038,902	9,568,937

6.1 This comprises of investments in units of HBL Cash Fund and JS Cash Fund amounting to Rs. 1,042.84 million (June 30, 2023: Rs. 1,001.04 million) and Rs. 636.06 million (June 30, 2023: nil) respectively, redeemable along with dividend units at closing price of previous day Net Asset Value. As at September 30, 2023, Rs. 1,030 million (June 30, 2023: Rs. 1,001 million) from HBL Cash Fund and Rs. 620 million (June 30, 2023: nil) from JS Cash Fund out of the total investments were pledged as security for facility of equivalent amounts from HBL and JSBL respectively.

6.2 This carries markup at 6.5% to 20% per annum (June 30, 2023: 6.5% to 19.5% per annum) having maturity upto one year.

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
7. LONG TERM FINANCING	Note	------(Rupees in '000)-----	
Shariah arrangement			
Financing under ITERF scheme	7.1	601,927	594,127
Current portion shown under current liabilities		<u>(78,879)</u>	<u>(71,141)</u>
		<u><u>523,048</u></u>	<u><u>522,986</u></u>

7.1 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, 2023.

8. CONTINGENCIES AND COMMITMENTS

8.1 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, 2023.

8.2 Commitments

8.2.1 Commitments under letter of credit as at September 30, 2023 amounted to Rs. 7,952 million (June 30, 2023: Rs. 5,406 million).

8.2.2 Capital expenditure commitments outstanding as at September 30, 2023 amounted to Rs. 8.40 million (June 30, 2023: Rs. 10.17 million).

8.2.3 Guarantee issued at the year end on behalf of the Holding Company amounted to Rs. 1,840 million (June 30, 2023: Rs. 1,670 million). Above facility is the part of the borrowing limits and is secured by way of pledge / lien on Holding Company's mutual funds amounting to Rs. 1.150 billion (June 30, 2023: Rs. 1 billion), term deposits amounting to Rs. 680 million (June 30, 2023: Rs. 670 million) and cash margin amounting to Rs. 10 million (June 30, 2023: nil).

	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
9. SALES - NET	------(Rupees in '000)-----	
Local sales	19,486,665	21,065,808
Export sales	<u>3,971,660</u>	<u>474,819</u>
	<u><u>23,458,325</u></u>	<u><u>21,540,627</u></u>
10. LOSS PER SHARE - BASIC AND DILUTED		
Loss after taxation	<u>(660,272)</u>	<u>(2,172,040)</u>
	--(Number of shares in '000)--	
Weighted average number of ordinary shares outstanding during the quarter	<u>1,194,050</u>	<u>1,194,050</u>
	------(Rupees)-----	
Loss per share - basic and diluted	<u>(0.55)</u>	<u>(1.82)</u>

	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
11. CASH FLOWS FROM OPERATING ACTIVITIES	------(Rupees in '000)-----	
Loss before taxation	(181,084)	(2,412,941)
Adjustments for non-cash items:		
Depreciation on operating fixed assets	141,323	106,294
Depreciation on right-of-use assets	10,586	10,727
Amortization on intangible assets	8,085	5,016
Amortization on deferred government grant	(12,156)	(4,035)
Exchange (gain) / loss - unrealized	(1,106,445)	2,394,397
Re-measurement gain on mutual funds	(5,408)	(15,824)
Dividend income	(66,328)	(73,832)
Provision for staff retirement benefit	-	5,712
Profit on short term investment	(147,108)	(80,398)
Finance cost	1,755,047	542,817
	577,596	2,890,874
Working capital changes		
(Increase) / decrease in current assets		
Stock-in-trade	(12,914,145)	(4,293,568)
Stores and spares	(20,139)	15,360
Trade debts	(1,026,476)	(3,295,583)
Advances, deposits and prepayments	(4,613,903)	(459,807)
Other receivables	(8,351)	275
Sales tax receivable	23,931	37,533
	(18,559,083)	(7,995,790)
Increase in current liabilities:		
Trade and other payables	13,675,296	8,012,374
	(4,487,275)	494,517
11.1 Cash and cash equivalents comprise of:		
Cash and bank balances	527,207	1,022,502
Short term borrowings - running finance (secured)	(902,029)	(3,706,003)
	(374,822)	(2,683,501)

12. 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.

12.1 Transactions with related parties (un-audited)

For the quarter ended
September 30, 2023 September 30,
2022

Name of related party	Nature of relationship	Nature of transaction	----- (Rupees in '000) -----	
Wilmar Trading Pte. Limited	Associated company	Purchases	<u>18,551,587</u>	<u>13,054,357</u>
Provident fund	Staff retirement benefit fund	Contribution paid	<u>21,962</u>	<u>12,014</u>
Directors and executives	Key management personnel	Remuneration paid	<u>100,980</u>	<u>65,283</u>

12.2 Balances with related parties

Balance as at
September 30, 2023 June 30,
(Un-audited) **2023**
(Audited)

Name of related party	Nature of relationship	Nature of balance	----- (Rupees in '000) -----	
Wilmar Trading Pte. Limited	Associated company	Trade creditor	<u>24,583,278</u>	<u>17,275,155</u>
Provident fund	Staff retirement benefit fund	Contribution payable	<u>12,317</u>	<u>12,219</u>

13. 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.

14. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim consolidated financial statements were authorized for issue in the Board of Directors' meeting held on October 28, 2023.



Director



Chief Executive



Chief Financial Officer



UNITY FOODS LIMITED

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