



UNITY FOODS LIMITED
— food for life! —

Nurturing a Sustainable Tomorrow



Six Months Ended
December 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	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 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	

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, Plot No. 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 & N-37/A, 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 half year ended December 31, 2023.

MACROECONOMIC CHALLENGES

After an extremely challenging year, FY24 commenced on a marginally positive note as Pakistan secured \$3.0 billion IMF Stand-By Arrangement mitigating near-term external risks. Consequently, the withdrawal of import prioritization guidance and improved FX position slightly eased the supply chain situation. However, the economic activity remained constrained amid continued monetary policy tightening as inflation continued to remain at elevated levels despite reasonable stability in the exchange rate and moderating global commodity prices. The central bank expects the inflation to moderate in the coming months based on fiscal consolidation, easing global commodity prices and improved outlook on the domestic crop output. However, the outlook will remain sensitive to uncertain local as well geo-political developments, supply chain disruptions, exchange rate movements and energy prices among other factors.

On the balance, the economic activity is expected to pick up post government formation as inflation and policy rate are anticipated to have peaked out already which is also indicated by the declining secondary market yields. Additionally, an anticipated rebound in wheat and rice production is set to support agricultural growth in FY24. Considering these factors, the State Bank of Pakistan expects real GDP growth in the range of 2-3 percent for FY24.

FINANCIAL PERFORMANCE

Net consolidated turnover for the period under review was PKR 46,367 million, a minimal 1.79 % contraction compared to the same period last year. For the October-December quarter, the Company's consolidated net sales were PKR 22,909 million. The Company remains an apex supplier to multiple companies across Pakistan and takes pride in its contributions to Pakistan's food value chain.

After significant price drops during the 1Q FY 24, international prices of palm oil in 2Q FY 24 stabilized in the range of USD 1015 - USD 900 CNF Karachi. The local market also followed suit, albeit closer to the end of the quarter, with improving confidence across the business. Consolidated gross profit for the period HY FY 2024 stood at PKR 4,908 million, and gross margin was 10.59 %, showing improvement from the same period last year. Despite the price drops, the Company actively planned its supply network divisions and maintained its core operational profitability.

During the period under review, the Company's net consolidated foreign exchange gain on its international supplier credit line stood at PKR 399 million compared to net exchange loss of PKR 1,954 million in the same period last year. The Company incurred a net consolidated loss of PKR 782 million during HY FY 2024. Consolidated finance cost for the period was PKR 3,610 million owing to increased interest rates.

Overall, Unity Foods faced significant challenges during the first half of FY 2024 due to significant macroeconomic challenges. Despite these challenges, the Company was able to improve its operating performance. It is imperative to note that the Company's core business remains stable and profitable as indicated by the increasing gross margin, thanks to active planning and supply network divisions. The Company remains committed to improving its performance in the upcoming quarters and is confident in its ability to continue to navigate challenging economic conditions.

KEY OPERATING AND FINANCIAL HIGHLIGHTS (CONSOLIDATED)

PKR MN, except per share data	6 months ended December 2023	6 months ended December 2022	3 months ended December 2023	3 months ended December 2022
Net Sales	46,367	47,211	22,909	25,673
Gross Profits	4,908	3,912	2,351	2,989
Profit before Interest & Tax	3,561	744	1,987	2,631
Net (Loss) / Profit	(782)	(446)	(122)	1,726
(LPS) / EPS	(0.66)	(0.37)	(0.10)	1.45
Total Assets	90,317	74,954	90,317	74,954
Total Equity	20,710	20,265	20,710	20,265

Ratio Analysis	6 months ended December 2023	6 months ended December 2022	3 months ended December 2023	3 months ended December 2022
Gross Margins	10.59%	8.29%	10.26%	11.64%
EBIT Margins	7.68 %	1.57%	8.67%	10.25%
Net Margins	(1.69%)	(0.95%)	(0.53%)	6.72%
Asset Turnover	0.55	0.74	0.55	0.74
Current Ratio	1.02	1.10	1.02	1.10

SUNRIDGE FOODS (PVT.) LIMITED

During the first half of the fiscal year, Sunridge Foods (Pvt.) Ltd. (Sunridge Foods or the company), a wholly owned subsidiary of Unity Foods Limited, demonstrated significant improvement in its performance. Net sales rose to over PKR 10,083 million compared to the same period last year when turnover was PKR 4,405 million, representing a 129 % increase year-on-year. Gross Profit has increased by 20% compared to the same period last year. After-tax loss stood at PKR 128 million, compared to a profit of PKR 177 million during the corresponding period last year.

The Company's overall improvement in the staples category can be attributed to its ability to understand precise customer requirements and consistently deliver on them. Sunridge Foods has improved its supply in the central region of Pakistan through its facility in Punjab. The diversified product portfolio has also supported unit economics and reduced cost of delivery. High-capacity utilization indicates strong demand for the brand across Pakistan, positioning Sunridge Foods as the premier supplier of staples in the Country.

SUNRIDGE CONFECTIONERY LIMITED

Sunridge Confectionery Limited is a wholly owned subsidiary of Sunridge Foods (Private) Limited, which is in turn the wholly owned subsidiary of the Company. Through Sunridge Confectionery, Sunridge Foods has expanded into value-added products, such as cupcakes and various confectionery items including cupcakes and assorted confectionery products.

OUTLOOK

We expect that external challenges, such as elevated inflation and interest rates, high commodity prices, heightened tax burdens, and constrained foreign exchange availability for imports, will persist throughout the remainder of the financial year. These factors may potentially have adverse effects on consumption due to the substantial strain they impose on consumers' disposable income.

While these factors impose challenging times ahead for corporates and manufacturers alike, Unity Foods remain committed to extract the potential of Pakistan through integration opportunities in upstream markets.

Despite these obstacles, we are maintaining a cautiously optimistic view of the year ahead. The Company's efforts will focus on accelerating its exports to remain resilient and contribute positively to the Company's bottom line as well as the national economy.

ACKNOWLEDGEMENTS

Alhamdulillah, we are humbled and appreciative to all of our stakeholders, including our bankers, shareholders, and others, for their faith reposed in the Company, which has enabled the Company to grow remarkably over the past six years and diversify into other commodities in addition to edible oil and flour. We appreciate their unwavering support since it would not have been possible to achieve these accomplishments in such a short amount of time without it. In order to enable the Company to continue to grow and diversify its product offering, we look forward to these stakeholders' ongoing support and confidence.

We would also like to thank the Pakistan Stock Exchange Limited, the Securities & Exchange Commission of Pakistan and the Central Depository Company of Pakistan Limited for their continued support and cooperation towards the Company. We hope that this support will continue in the future as well.

We also acknowledge the remarkable efforts and hard work of our committed human resources for the extraordinary efforts they put in to bring to fruition the outstanding results. We expect continued efforts from our employees to attain higher goals going forward.

For and on behalf of the Board



Muhammad Farrukh
Chief Executive

Karachi
February 27, 2024



Amir Shehzad
Director

صارفین کی ڈسپوز ایبل آمدنی پر کافی دباؤ ڈالتے ہیں۔

اگرچہ یہ عوامل کارپوریٹس اور مینوفیکچررز کے لیے یکساں طور پر مشکل وقت مسلط کرتے ہیں، یونٹی اور اس کی انتظامیہ اپ اسٹریٹجک مارکیٹوں میں انضمام کے مواقع کے ذریعے پاکستان کی صلاحیتوں کو بروئے کار لانے کے لیے پرعزم ہے۔

ان رکاوٹوں کے باوجود، ہم آنے والے سال کے بارے میں محتاط طور پر پرامید نظر یہ کو برقرار رکھے ہوئے ہیں۔ کمپنی کی کوششیں لچکدار رہنے اور کمپنی کی ٹیچل لائن کے ساتھ ساتھ قومی معیشت میں مثبت کردار ادا کرنے کے لیے اپنی برآمدات کو تیز کرنے پر توجہ مرکوز کریں گی۔

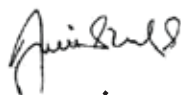
اعترافات

الحمد للہ، ہم اپنے تمام اسٹیک ہولڈرز، بشمول ہمارے بینکرز، شیئر ہولڈرز، اور کمپنی پر اعتماد کرنے والے دیگر افراد کے شکر گزار ہیں جنہوں نے گزشتہ چھ سالوں میں کمپنی کے کاروبار کو خوردنی تیل اور آٹے سے آگے بڑھاتے ہوئے دیگر اجناس تک پھیلا یا ترقی میں مدد کی۔ ہم انکے انتھک تعاون کے لیے انکا شکریہ ادا کرتے ہیں کیونکہ اس کے بغیر اتنے کم وقت میں یہ کامیابیاں حاصل کرنا ممکن نہیں تھا۔ ہم ان اسٹیک ہولڈرز کی جانب سے غیر متزلزل حمایت اور اعتماد کی آگے بھی امید رکھتے ہیں تاکہ کمپنی؟ و مزید بڑھنے اور اسکی مصنوعات کے پورٹ فولیو؟ و وسعت دینے میں مدد ملے۔

ہم پاکستان اسٹاک ایکسچینج لمیٹڈ، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور سینٹرل ڈیپازٹری کمپنی آف پاکستان لمیٹڈ کی مسلسل حمایت اور تعاون بھی شکریہ ادا کرنا چاہیں گے۔ ہمیں امید ہے کہ یہ تعاون مستقبل میں بھی جاری رہے گا۔

ہم اپنے پرعزم انسانی وسائل کی شاندار کاوشوں اور محنت کو بھی تسلیم کرتے ہیں جو انہوں نے شاندار نتائج کے حصول کے لیے کیں۔ ہم اپنے ملازمین سے آگے بڑھتے ہوئے اعلیٰ اہداف کے حصول کے لیے مسلسل کوششوں کی توقع کرتے ہیں۔

بورڈ کی جانب سے



عامر شہزاد

ڈائریکٹر



محمد فرخ

چیف ایگزیکٹو آفیسر

کراچی

27 فروری 2024

تناسب کا تجزیہ	دسمبر 2023 کو ختم ہونے والے 6 ماہ	دسمبر 2022 کو ختم ہونے والے 6 ماہ	دسمبر 2023 کو ختم ہونے والے 3 ماہ	دسمبر 2022 کو ختم ہونے والے 3 ماہ
مجموعی مارجنز	10.59%	8.29%	10.26%	11.64%
ای بی آئی ٹی مارجنز	7.68 %	1.57%	8.67%	10.25%
نیٹ مارجنز	(1.69%)	(0.95%)	(0.53%)	6.72%
اثاثوں کے ٹرن اوور	0.55	0.74	0.55	0.74
موجودہ تناسب	1.02	1.10	1.02	1.10

سنزج فوڈز (پرائیویٹ) لمیٹڈ

مالی سال کی پہلی ششماہی کے دوران، سنزج فوڈز (پرائیویٹ) لمیٹڈ (سنزج فوڈز یا کمپنی)، جو کہ یونی فوڈز لمیٹڈ کا مکمل ملکیتی ذیلی کمپنی ہے، نے اپنی کارکردگی میں نمایاں بہتری کا مظاہرہ کیا۔ گزشتہ سال کی اسی مدت کے مقابلے میں خالص فروخت بڑھ کر 10,083 ملین پاکستانی روپے سے زیادہ ہو گئی جو کہ گزشتہ برس کے دوران 4,405 ملین پاکستانی روپے تھی، جو کہ سال بہ سال 129 فیصد اضافے کی نمائندگی کرتا ہے۔ گزشتہ سال کی اسی مدت کے مقابلے مجموعی منافع میں 20% اضافہ ہوا ہے۔ بعد از ٹیکس نقصان 128 ملین پاکستانی روپے رہا، جو کہ پچھلے سال کی اسی مدت کے دوران 177 ملین پاکستانی روپے کا منافع تھا۔

بنیادی غذا کے زمرے میں کمپنی کی مجموعی بہتری کو صارفین کی درست ضروریات کو سمجھنے اور انہیں مسلسل پورا کرنے کی صلاحیت سے منسوب کیا جا سکتا ہے۔ سنزج فوڈز نے پنجاب میں ایک سہولت کے حصول کے ذریعے پاکستان کے وسطی علاقے میں اپنی سپلائی کو بہتر بنایا ہے۔ متنوع مصنوعات نے یونٹ اکناکس اور ڈیلیوری کے اخراجات کو کم کرنے میں بھی مدد کی ہے۔ زیادہ صلاحیت کا استعمال پورے پاکستان میں اس برانڈ کی مضبوط مانگ کی نشاندہی کرتا ہے، جس نے سنزج فوڈز کو ملک میں بنیادی غذا کے سب سے اہم سپلائر کے طور پر پہچان دی ہے۔

سنزج کنفیکشنری لمیٹڈ

سنزج کنفیکشنری لمیٹڈ (پرائیویٹ) لمیٹڈ کی ایک مکمل ملکیتی ذیلی کمپنی ہے، جو بد لے میں کمپنی کی مکمل ملکیتی ماتحت کمپنی ہے۔ سنزج کنفیکشنری کے ذریعے، سنزج فوڈز نے اعلیٰ قدر کی مصنوعات، جیسے کپ کیکس اور مختلف کنفیکشنری اشیاء بشمول کپ کیکس اور مختلف کنفیکشنری مصنوعات میں توسیع کی ہے۔

نقطہ نظر

ہم توقع کرتے ہیں کہ بیرونی مشکلات، جیسے بلند افراط زر اور شرح سود، اجناس کی زیادہ قیمتیں بڑھتا ہوا ٹیکس کا بوجھ، اور درآمدات کے لیے غیر ملکی زرمبادلہ کی محدود دستیابی، مالی سال کے بقیہ حصے میں برقرار رہیں گے۔ یہ عوامل ممکنہ طور پر استعمال پر منفی اثرات مرتب کر سکتے ہیں کیونکہ وہ

4,908 ملین پاکستانی روپے رہا، اور مجموعی مارجن 10.59% تھا، جو پچھلے سال کی اسی مدت سے بہتری کو ظاہر کرتا ہے۔ قیمتوں میں کمی کے باوجود، کمپنی نے اپنے سپلائی نیٹ ورک ڈویژنوں کی فعال طور پر منصوبہ بندی کی اور اپنے بنیادی آپریشنل منافع کو برقرار رکھا۔

زیر جائزہ مدت کے دوران، کمپنی کا اپنے بین الاقوامی سپلائر کریڈٹ لائن پر غیر ملکی زر مبادلہ کا فائدہ 399 ملین پاکستانی روپے رہا جبکہ گزشتہ سال کی اسی مدت میں 1,954 ملین پاکستانی روپے کا زر مبادلہ نقصان ہوا۔ مالی سال 2024 کی پہلی ششماہی کے دوران کمپنی کو 782 ملین پاکستانی روپے کا خالص مجموعی نقصان ہوا۔ شرح سود میں اضافے کی وجہ سے اس مدت کے لئے مالیاتی لاگت 3,610 ملین پاکستانی روپے تھی۔

مجموعی طور پر، یونٹی فوڈز کو مالی سال 2024 کی پہلی ششماہی کے دوران اہم میکرو اکنامک مشکلات کی وجہ سے اہم چیلنجز کا سامنا کرنا پڑا۔ ان مشکلات کے باوجود، کمپنی اپنی آپرینٹنگ کارکردگی کو بہتر بنانے میں کامیاب رہی۔ یہ نوٹ کرنا ضروری ہے کہ فعال منصوبہ بندی اور سپلائی نیٹ ورک ڈویژن کی بدولت کمپنی کا بنیادی کاروبار مستحکم اور منافع بخش رہا جیسا کہ بڑھتے ہوئے مجموعی مارجن سے ظاہر ہوتا ہے۔ کمپنی آئندہ سہ ماہیوں میں اپنی کارکردگی کو بہتر بنانے کے لیے پر عزم ہے اور اسے مشکل معاشی حالات کا سامنا کرنے کی اپنی صلاحیت پر اعتماد ہے۔

کلیدی آپرینٹنگ اور مالیاتی جھلکیاں (مجموعی):

پاک روپے ملین میں، سوائے فی شیئر ڈیٹا کے	دسمبر 2023 کو ختم ہونے والے 6 ماہ	دسمبر 2022 کو ختم ہونے والے 6 ماہ	دسمبر 2023 کو ختم ہونے والے 3 ماہ	دسمبر 2022 کو ختم ہونے والے 3 ماہ
خالص فروخت	46,367	47,211	22,909	25,673
مجموعی منافع	4,908	3,912	2,351	2,989
سود اور ٹیکس سے قبل منافع	3,561	744	1,987	2,631
خالص (نقصان) / منافع	(782)	(446)	(122)	1,726
فی حصص کمائی / (فی حصص نقصان)	(0.66)	(0.37)	(0.10)	1.45
مجموعی اثاثے	90,317	74,954	90,317	74,954
کل ایکویٹی	20,710	20,265	20,710	20,265

ڈائریکٹرز کی جائزہ رپورٹ

یونٹی فوڈز لمیٹڈ (یونٹی فوڈز یا کمپنی) کے بورڈ آف ڈائریکٹرز کی جانب سے، ہمیں 31 دسمبر 2023 کو ختم ہونے والی ششماہی کے لیے ڈائریکٹرز کی جائزہ رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے۔

میکرو اکنامک چیلنجز

ایک انتہائی مشکل سال کے بعد، مالی سال 24 کا آغاز معمولی مثبت نوٹ پر ہوا کیونکہ پاکستان نے 3.0 بلین ڈالر کا IMF اسٹیٹڈ بائی آرٹجمنٹ حاصل کیا جس سے قریب المدت بیرونی خطرات کو کم کیا گیا۔ نتیجتاً، درآمدی ترجیحی رہنمائی سے دستبرداری اور FX پوزیشن میں بہتری نے سپلائی چین کی صورتحال کو قدرے آسان کر دیا۔ تاہم، مالیاتی پالیسی کی مسلسل سختی کے درمیان اقتصادی سرگرمیاں محدود رہیں کیونکہ شرح مبادلہ میں معقول استحکام اور عالمی اجناس کی قیمتوں میں اعتدال کے باوجود افراط زر بلند سطح پر برقرار ہے۔ مرکزی بینک کو توقع ہے کہ آنے والے مہینوں میں مہنگائی مالی استحکام، عالمی اجناس کی قیمتوں میں نرمی اور گھریلو فیصلوں کی پیداوار پر بہتر نقطہ نظر کی بنیاد پر معتدل ہو جائے گی۔ تاہم، غیر یقینی مقامی اور جغرافیائی سیاسی پیش رفت، سپلائی چین میں خلل، شرح مبادلہ کی نقل و حرکت، توانائی کی قیمتوں اور دیگر عوامل کے ساتھ، مستقبل حساس رہے گا۔

توازن پر، حکومت کے قیام کے بعد اقتصادی سرگرمیوں میں تیزی آنے کی توقع ہے کیونکہ افراط زر اور پالیسی کی شرح پہلے ہی عروج پر پہنچ چکی ہے جس کا اشارہ ثانوی مارکیٹ کی گرتی ہوئی پیداوار سے بھی ہوتا ہے۔ مزید برآں، گندم اور چاول کی پیداوار میں متوقع بحالی مالی سال 24 میں زرعی ترقی کو سہارا دینے کے لیے تیار ہے۔ ان عوامل پر غور کرتے ہوئے، اسٹیٹ بینک آف پاکستان مالی سال 24 کے لیے حقیقی جی ڈی پی کی شرح نمو 2 سے 3 فیصد کی حد میں توقع کر رہا ہے۔

مالیاتی کارکردگی

زیر جائزہ مدت کے لیے مجموعی کاروبار 46,367 ملین پاکستانی روپے تھا، جو کہ پچھلے سال کی اسی مدت کے مقابلے میں کم سے کم 1.79 فیصد کم ہے۔ اکتوبر سے دسمبر کی سہ ماہی کے لیے، کمپنی کی مجموعی خالص فروخت 22,909 ملین پاکستانی روپے تھی۔ کمپنی پاکستان بھر میں متعدد کمپنیوں کے لیے ایک اعلیٰ سپلائر بنی ہوئی ہے اور پاکستان کی فوڈ ویلیو چین میں اپنی شراکتوں پر فخر محسوس کرتی ہے۔

مالی سال 2024 کی پہلی سہ ماہی کے دوران قیمتوں میں نمایاں کمی کے بعد، اس مالی سال کی دوسری سہ ماہی میں پام آئل کی بین الاقوامی قیمتیں امریکی ڈالر 1015 سے امریکی ڈالر 900 CNF کراچی کی حد میں مستحکم ہوئیں۔ مقامی مارکیٹ نے بھی اسی کی پیروی کی، سہ ماہی کے اختتام کے قریب، پورے کاروبار میں اعتماد کو بہتر بنانے کے ساتھ۔ مالی سال 2024 کی پہلی ششماہی کی مدت کے لیے مجموعی منافع



INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Unity Foods Limited

Report on Review of Condensed Interim Unconsolidated Financial Statements

Introduction:

We have reviewed the accompanying condensed interim unconsolidated statement of financial position of **Unity Foods Limited** ("the Company") as at December 31, 2023 and the related condensed interim unconsolidated statement of profit or loss, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of changes in equity, condensed interim unconsolidated statement of cash flows and notes to the condensed interim unconsolidated financial statements for the half year then ended (here-in-after referred to as the "condensed interim unconsolidated financial statements"). Management is responsible for the preparation and presentation of these condensed interim unconsolidated financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim unconsolidated financial statements based on our review.

The figures of the condensed interim unconsolidated statement of profit or loss and condensed interim unconsolidated statement of comprehensive income for the three months period ended December 31, 2023 and December 31, 2022 are not reviewed as we are required to review only the cumulative figures for the half year ended December 31, 2023.

Scope of Review:

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

Conclusion

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

The engagement partner on the review resulting in this independent auditor's report is Shah Naveed Saeed.

Place: Islamabad

Date: February 27, 2024

UDIN: RR202310596kf0dTqbrt

Naveed Zafar Ashfaq Jaffery & Co

**Naveed Zafar Ashfaq Jaffery & Co.
Chartered Accountants**

Condensed Interim Unconsolidated Statement of Financial Position

As at December 31, 2023

	Note	December 31, 2023 (Un-audited) ------(Rupees in '000)-----	June 30, 2023 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	4	11,031,889	10,858,641
Right-of-use assets		10,240	31,412
Intangible assets	5	75,035	79,792
Long-term deposits		48,319	44,827
Long-term loans	6	13,850	13,754
Deferred taxation – net	7	935,458	1,139,337
Long-term investment	8	7,827,641	7,827,641
		19,942,432	19,995,404
Current assets			
Stock-in-trade	9	18,153,531	10,203,672
Stores and spares		75,580	51,505
Trade debts	10	23,721,576	23,648,100
Advances, deposits and prepayments	11	5,092,729	1,302,111
Other receivables	12	649,325	500,083
Current portion of long-term loans		7,309	4,292
Taxation – net of provision		5,550,718	5,251,401
Short-term investments	13	8,050,985	9,568,937
Cash and bank balances	14	212,948	1,006,054
		61,514,701	51,536,155
TOTAL ASSETS		81,457,133	71,531,559
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital 1,200,000,000 (June 30, 2023: 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		5,483,766	6,383,506
		20,824,266	21,724,006
Non-current liabilities			
Long-term financing	15	552,867	522,986
Diminishing musharika arrangement		1,592	1,735
Lease liabilities	16	410	2,801
Deferred government grant	17	203,165	198,563
		758,034	726,085
Current liabilities			
Current portion of long-term financing	15	88,779	71,141
Current portion of diminishing musharika arrangement		274	252
Current portion of lease liabilities	16	13,172	36,370
Current portion of deferred government grant	17	57,316	49,805
Trade and other payables	18	30,873,986	23,766,594
Accrued mark-up		951,230	553,450
Short-term borrowings	19	27,889,520	24,603,316
Unclaimed dividend		556	540
		59,874,833	49,081,468
TOTAL EQUITY AND LIABILITIES		81,457,133	71,531,559
Contingencies and commitments	20		

The annexed notes from 1 to 26 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 six months period ended December 31, 2023

	Note	Six months period ended		Three months period ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
----- (Rupees in '000) -----					
Sales - net	21	33,614,907	42,805,700	13,904,758	23,283,545
Cost of sales		(30,235,599)	(39,677,220)	(12,869,570)	(20,737,968)
Gross profit		3,379,308	3,128,480	1,035,188	2,545,577
Selling and distribution expenses		(726,938)	(645,624)	(385,630)	(287,619)
Administrative expenses		(399,756)	(396,527)	(197,113)	(215,596)
Other operating (expenses) / income		-	-	11,279	-
Allowance for impairment of financial assets		(67,448)	-	(67,448)	-
Exchange gain / (loss) - net		416,048	(1,954,343)	638,987	274,712
		(778,094)	(2,996,494)	75	(228,503)
Other income		464,711	285,789	233,710	111,743
		3,065,925	417,775	1,268,973	2,428,817
Finance cost		(3,369,949)	(1,122,779)	(1,723,666)	(616,016)
(Loss) / profit before taxation		(304,024)	(705,004)	(454,693)	1,812,801
Taxation					
Current		(391,837)	(155,328)	(125,016)	(101,126)
Deferred		(203,879)	237,019	(39,046)	(92,884)
		(595,716)	81,691	(164,062)	(194,010)
(Loss) / profit after taxation		(899,740)	(623,313)	(618,755)	1,618,791
(Loss) / earnings per share - basic and diluted (Rupees)	22	(0.75)	(0.52)	(0.52)	1.36

The annexed notes from 1 to 26 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 six months period ended December 31, 2023

	Six months period ended		Three months period ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees in '000) -----			
(Loss) / profit for the period	(899,740)	(623,313)	(618,755)	1,618,791
Other comprehensive income	-	-	-	-
Total comprehensive income	(899,740)	(623,313)	(618,755)	1,618,791

The annexed notes from 1 to 26 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 six months period ended December 31, 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 December 31, 2022				
Loss after taxation	-	-	(623,313)	(623,313)
Other comprehensive income for the period	-	-	-	-
Balance as at December 31, 2022 (Un-audited)	<u>11,940,500</u>	<u>3,400,000</u>	<u>5,192,735</u>	<u>20,533,235</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 December 31, 2023				
Loss after taxation	-	-	(899,740)	(899,740)
Other comprehensive income for the period	-	-	-	-
Balance as at December 31, 2023 (Un-audited)	<u>11,940,500</u>	<u>3,400,000</u>	<u>5,483,766</u>	<u>20,824,266</u>

The annexed notes from 1 to 26 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 six months period ended December 31, 2023

	Note	Six months period ended	
		December 31, 2023	December 31, 2022
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operating activities	23	(1,873,028)	(4,585,581)
Taxes paid		(691,154)	(815,499)
Long-term loans given		(3,113)	(3,651,421)
Long-term deposits paid		(3,492)	(4,039)
Donations paid		(33,385)	-
Net cash used in operating activities		(2,604,172)	(9,056,540)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment		(362,124)	(1,032,582)
Investment in subsidiary		-	(2,000,000)
Purchase of intangible assets		(4,484)	(24,639)
Proceed from disposal of property, plant and equipment and intangible assets		120	3,035
Short-term investments - net		1,658,581	6,999,669
Profit received from bank deposits and short-term investments		144,163	167,277
Net cash generated from investing activities		1,436,256	4,112,760
CASH FLOWS FROM FINANCING ACTIVITIES			
Short-term borrowings - net		2,785,382	6,908,505
Long-term financing - net		71,888	430,102
Rentals paid against right-of-use assets and diminishing musharika		(25,709)	(23,116)
Outstanding dividend paid		-	(120)
Finance cost paid		(2,957,574)	(1,034,639)
Net cash (used in) / generated from financing activities		(126,013)	6,280,732
Net (decrease) / increase in cash and cash equivalents		(1,293,928)	1,336,952
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	23.1	(696,817)	(2,860,185)

The annexed notes from 1 to 26 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 six months period ended December 31, 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, 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) 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	Registered Office of the Company

1.3 The Company has the following subsidiaries:

1.3.1 Sunridge Foods (Private) Limited - 100% Shareholding

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 - 100% Shareholding through Subsidiary

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 activity of the Subsidiary Company is the processing of food items.

1.3.3 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 activity 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 - 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 activity of the Subsidiary is to carry on software designing, development, customization, implementation, maintenance and related businesses.

1.3.5 Sunridge Mart (Private) Limited - 100% Shareholding through Subsidiary

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. The principal activity of Sunridge Mart (Private) Limited is to set up, own, run, manage and open stores, marts, supermarkets, centers, outlets in and outside Pakistan to buy, sell, import and export of all types of food & FMCG products.

1.3.6 Sunridge Express (Private) Limited - 100% Shareholding through Subsidiary

Sunridge Express (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. The principal activity of Sunridge Express is to carry on the business of storage, warehousing, transportation, carriage, distribution, transfer and delivery of all types of goods including Food and Fast-Moving Consumer Goods (FMCG) products.

1.3.7 Sunridge Global (Private) Limited - 100% Shareholding through Subsidiary

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 principal activity of Sunridge Global (Private) Limited is to import, export, trading, manufacturing and processing of food products and Fast-Moving Consumer Goods.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim unconsolidated financial statements of the Company for the six months period ended December 31, 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 financial statements are unaudited. However, a limited scope review of these condensed interim unconsolidated financial statements have been carried out by the auditors, as required under section 237 of Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange Limited.

2.1.3 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 annual 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.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
4. PROPERTY, PLANT AND EQUIPMENT	Note	----- (Rupees in '000) -----	
Operating fixed assets	4.1	6,854,668	6,290,380
Capital work-in-progress (CWIP)	4.2	4,177,221	4,568,261
		<u>11,031,889</u>	<u>10,858,641</u>

		Six months period ended	
		December 31, 2023 (Un-audited)	December 31, 2022 (Un-audited)
		----- (Rupees in '000) -----	
4.1 Operating fixed assets - details of addition, disposals and depreciation charged during the period			
Additions during the period - (at cost)			
- Lease hold land		40,000	-
- Building		444,035	-
- Plant and machinery		208,495	15,319
- Furniture, fixture and office equipment		32,354	14,498
- Computer and auxiliary equipment		21,079	5,776
- Motor vehicles		7,200	29,987
		<u>753,163</u>	<u>65,580</u>
Disposals during the period - (WDV)			
- Motor vehicles		(529)	(871)
		<u>(529)</u>	<u>(871)</u>
Depreciation charged during the period		<u>(188,346)</u>	<u>(173,334)</u>

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
4.2 Capital work-in-progress (CWIP)	----- (Rupees in '000) -----	
Leasehold land	692,335	712,335
Building on lease / free hold land	691,591	964,998
Plant and machinery	2,785,902	2,870,015
Furniture, fixtures and office equipment	7,043	13,005
Computers & IT Equipments	350	7,908
	<u>4,177,221</u>	<u>4,568,261</u>
4.2.1 Movement in capital work-in-progress is as follows:		
Balance at the beginning of the period / year	4,568,261	2,038,848
Additions / adjustments during the period / year	328,747	2,538,514
Transfers during the period / year	(719,787)	(9,101)
Balance at the end of the period / year	<u>4,177,221</u>	<u>4,568,261</u>
5. INTANGIBLE ASSETS		
Computer software and ERP system	68,452	77,692
Systems under development	6,583	2,100
Written down value (WDV) - closing	<u>75,035</u>	<u>79,792</u>
6. LONG-TERM LOANS		
Loan to employees and executives	21,159	18,046
Less: current portion	(7,309)	(4,292)
Non current portion	<u>13,850</u>	<u>13,754</u>
7. DEFERRED TAXATION - NET		
Deferred tax asset in respect of:		
Allowance for impairment of financial assets	31,158	11,599
Lease liabilities	3,939	11,360
Minimum tax	315,627	5,278
Unrealized exchange loss	962,584	1,460,446
Deferred tax liability in respect of:		
Taxable temporary difference on tax depreciation	(374,039)	(337,629)
Re-measurement gain on short term investment	(457)	(1,706)
Right-of-use assets	(2,970)	(9,110)
Taxable temporary difference on tax amortization	(384)	(901)
Deferred tax asset - net	<u>935,458</u>	<u>1,139,337</u>
8. LONG-TERM INVESTMENT		
Investment in subsidiary (unquoted) - at cost		
Sunridge Foods (Private) Limited	<u>7,827,641</u>	<u>7,827,641</u>
9. STOCK-IN-TRADE		
Raw materials		
In-hand	15,200,764	7,223,320
In-transit	1,350,314	918,685
	<u>16,551,078</u>	<u>8,142,005</u>
Packing materials	181,421	213,638
Finished goods	1,421,032	1,848,029
	<u>18,153,531</u>	<u>10,203,672</u>

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees in '000) -----			
10. TRADE DEBTS			
Trade debts - unsecured		23,829,019	23,688,095
Allowance for impairment - expected credit loss		(107,443)	(39,995)
		<u>23,721,576</u>	<u>23,648,100</u>
11. ADVANCES, DEPOSITS AND PREPAYMENTS			
Advances to suppliers	11.1	4,826,009	125,655
Margin against letter of credit	11.2	245,218	1,154,720
Security deposits	11.3	7,529	7,929
Prepayments	11.3	13,973	13,807
		<u>5,092,729</u>	<u>1,302,111</u>
11.1	These advances to suppliers are in an ordinary course of business and are non-interest bearing.		
11.2	This includes amount kept with banks for the import of items which were only allowed to be imported with Cash Margin Requirement (CMR) by State Bank of Pakistan.		
11.3	These deposits and prepayments are mainly against utilities and insurance and are not considered doubtful. These do not carry any mark-up arrangements.		
12. OTHER RECEIVABLES			
12.1	This includes amount receivable from Sunridge Foods (Private) Limited amounting to Rs. 547.85 million (June 30, 2023: Rs. 192.96 million) against various expenses made on behalf of the subsidiary.		
		December 31, 2023	June 30, 2023
		(Un-audited)	(Audited)
		----- (Rupees in '000) -----	
13. SHORT TERM INVESTMENTS	Note		
At fair value through profit or loss			
Mutual funds	13.1	1,500,985	1,001,037
At amortized cost			
Term deposit receipts	13.2	6,550,000	8,567,900
		<u>8,050,985</u>	<u>9,568,937</u>
13.1	This comprises of investments in units of HBL Financial Sector Income Fund Plan I and JS Cash Fund amounting to Rs. 1,082.95 million (June 30, 2023: Rs. 1,001.04 million – HBL Cash Fund) and Rs. 418.03 million (June 30, 2023: NIL) respectively at the closing price of previous day Net Asset Value. As at December 31, 2023, Rs. 1,082.95 million (June 30, 2023: Rs. 1,001.04 million) from HBL Financial Sector Income Fund Plan I and Rs. 412.35 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.		
13.2	This carries markup at 6.50% to 20.50% per annum (June 30, 2023: 6.50% to 19.50% per annum) having maturity up to one year.		
		December 31, 2023	June 30, 2023
		(Un-audited)	(Audited)
		----- (Rupees in '000) -----	
14. CASH AND BANK BALANCES	Note		
Bank balances - Islamic banking			
Saving accounts	14.1	84,779	52,536
Current accounts		43,927	311,781
		<u>128,706</u>	<u>364,317</u>
Bank balances - conventional banking			
Saving accounts	14.1	26,479	210,766
Current accounts		54,439	427,557
		<u>80,918</u>	<u>638,323</u>
Cash in hand		3,324	3,414
		<u>212,948</u>	<u>1,006,054</u>
14.1	Profit on saving accounts ranges from 6.50% to 18.00% against Islamic and from 8.75% to 20.50% against conventional (June 30, 2022: from 6.50% to 10.14% against Islamic and 8.75% to 19.50% against conventional) per annum.		

15. LONG TERM FINANCING	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
Financing under ITERF Scheme - shariah arrangement	15.1	641,646	594,127
Current portion shown under current liabilities		<u>(88,779)</u>	<u>(71,141)</u>
		<u>552,867</u>	<u>522,986</u>
<p>15.1 The Company has obtained long term financing from Al baraka Bank (Pakistan) Limited and Dubai Islamic Bank under the expansion projects with 25% margin and lien over bank account under ITERF. During the period, additional tranche of Rs. 71.888 million was received under the facility. The facility carries mark-up at the rate of 5% per annum, while the effective interest rate is calculated at 9.75% to 21.41% per annum to recognize same at the present value. The sanctioned facility amounts to Rs. 920 million.</p>			
16. LEASE LIABILITIES		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
Balance at the beginning of the period / year		39,171	84,773
Impact of lease re-measurement		-	3,323
Disposals during the period / year - net		-	(2,355)
Lease rentals paid		(27,061)	(54,167)
Accretion of interest charged in statement of profit or loss		1,472	7,597
Balance at the end of the period / year		<u>13,582</u>	<u>39,171</u>
Less: current portion		<u>(13,172)</u>	<u>(36,370)</u>
Non-current portion		<u>410</u>	<u>2,801</u>
17. DEFERRED GOVERNMENT GRANT			
Balance at the beginning of the period / year		248,368	69,279
Recognized during the period / year		36,944	198,087
Amortized during the period / year		(24,831)	(18,998)
Balance at the end of the period / year		<u>260,481</u>	<u>248,368</u>
Less: current portion		<u>(57,316)</u>	<u>(49,805)</u>
Non-current portion		<u>203,165</u>	<u>198,563</u>
<p>17.1 This represents government grant recognized on long term financing facilities obtained under the SBP ITERF scheme. The purpose of the scheme is to facilitate the Company in making payments of imported and locally manufactured new plant and machinery to be used for setting-up of new projects. It has been recorded in accordance with IAS-20 Government Grants and are being amortized over the respective tenure of loans.</p>			
18. TRADE AND OTHER PAYABLES	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
Trade creditors	18.1	28,536,878	21,312,948
Advance from customers		12,862	14,742
Accrued liabilities		2,061,779	2,078,433
Sales tax payable		181,557	260,495
Withholding sales tax payable		3,187	5,399
Withholding income tax payable		69,831	65,685
Provident fund		5,029	510
Worker's welfare fund		-	3,334
Worker's profit participation fund		2,020	23,596
Others		843	1,452
		<u>30,873,986</u>	<u>23,766,594</u>
<p>18.1 This includes trade creditor balance of a related party i.e., Wilmar Trading Pte Limited of Rs. 24.56 billion / USD 87.14 million (June 30, 2023: Rs. 17.26 billion / USD 60.40 million).</p>			

19. SHORT-TERM BORROWINGS - SECURED	Note	December 31, 2023	June 30, 2023
		(Un-audited)	(Audited)
		----- (Rupees in '000) -----	
Under conventional arrangements			
Finance against imported merchandise	19.1	23,683,862	19,895,626
Short term running finance	19.2	909,765	408,943
Foreign currency loan	19.5	-	420,623
Under Islamic arrangements			
Short term finance	19.3 & 19.4	3,204,570	3,186,117
Foreign currency loan	19.5	91,323	692,007
		27,889,520	24,603,316

- 19.1** Post import facilities (i.e. finance against imported merchandise and finance against trust receipt) from commercial banks under mark-up arrangements amounted to Rs. 23,684 million (June 30, 2023: Rs. 19,896 million), having facility limit of Rs. 24,500 million (June 30, 2023: Rs. 24,500 million). At period end, the applicable mark-up rates ranged between 22.86% to 24.30% (June 30, 2023: 16.16% to 23.57%) per annum. These facilities are valid upto February 29, 2024 and are from 3 months to 6 months.
- 19.2** Short term running finance available from various commercial banks under mark-up arrangements amounted to Rs. 1,200 million (June 30, 2023: Rs. 1,200 million) out of which Rs. 909.765 million was outstanding. At period end, the applicable mark-up rates ranged between 22.86% to 24.30% (June 30, 2023: 16.41% to 24.16%) per annum.
- 19.3** Short term facilities (isitisna, wakala and murabaha) available from Islamic banks amounted to Rs. 1,549 million (June 30, 2023: Rs. 1,545 million), having facility limit of Rs. 3,800 million. At period end, the applicable mark-up rates ranged between 22.49% to 23.97% (June 30, 2022: 16.35% to 23.97%) per annum. These facilities are valid upto January 31, 2024.
- 19.4** Short term running musharakah available from Al Baraka Bank Limited under mark-up arrangements amounted to Rs. 2,000 million (June 30, 2023: Rs. 2,000 million) out of which Rs. 1,656 million was outstanding. Mark-up on these arrangements is three month KIBOR plus 1% (June 30, 2023: three month KIBOR plus 1%). At period end, the applicable mark-up rate was 23.66% (June 30, 2023: 23.91%) .
- 19.5** At period end, the Company had foreign currency borrowing of USD 0.324 million under Islamic arrangement i.e. Rs. 91.323 million (June 30, 2023: Rs. 692 million) & NIL from commercial bank (June 30, 2023: Rs. 421 million), having facility limit of Rs. 26,100 million.
- 19.6** Above facilities are secured by way of joint pari passu charge over current and fixed assets of the Company amounting to Rs. 13,200 million, pledge of imported goods of the Company amounting to Rs. 650 million (June 30, 2023: Rs. 13,200 million) and corporate guarantee amounting to Rs. 20,000 million (June 30, 2023: Rs. 20,000 million).

20. CONTINGENCIES AND COMMITMENTS

- 20.1** 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.

20.2 Commitments

- 20.2.1** Commitments under letter of credit as at December 31, 2023 amounted to Rs. 3,260 million (June 30, 2023: Rs. 5,406 million).
- 20.2.2** Capital expenditure commitments outstanding as at December 31, 2023 amounted to Rs. 3.92 million (June 30, 2023: Rs. 10.17 million)
- 20.2.3** Guarantee issued at the period end on behalf of the Company amounted to Rs. 1,930 million (June 30, 2023: Rs. 1,670 million). This is the part of the borrowing limits and is secured by way of pledge / lien on the Company's mutual funds amounting to Rs. 1.15 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).

21. NET SALES	Six months period ended		Three months period ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees in '000) -----			
Local sales	27,653,454	42,295,409	11,321,981	23,248,072
Export sales	5,961,453	510,291	2,582,777	35,473
	33,614,907	42,805,700	13,904,758	23,283,545

22. (LOSS) / EARNING PER SHARE - basic and diluted	Six months period ended		Three months period ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees in '000) -----			
(Loss) / profit after taxation	<u>(899,740)</u>	<u>(623,313)</u>	<u>(618,755)</u>	<u>1,618,791</u>
	----- (Number of shares) -----			
Weighted average number of ordinary shares outstanding during the period	<u>1,194,050,000</u>	<u>1,194,050,000</u>	<u>1,194,050,000</u>	<u>1,194,050,000</u>
	----- (Rupees) -----			
(loss) / earning per share - basic and diluted	<u>(0.75)</u>	<u>(0.52)</u>	<u>(0.52)</u>	<u>1.36</u>

23. CASH FLOWS FROM OPERATING ACTIVITIES	Six months period ended	
	December 31, 2023 (Un-audited)	December 31, 2022 (Un-audited)
	----- (Rupees in '000) -----	
Loss before taxation	(304,024)	(705,004)
Adjustments for non-cash items:		
Depreciation on operating fixed assets	188,382	173,334
Depreciation on right-of-use assets	21,171	21,455
Amortization on intangible assets	9,241	7,794
Amortization on deferred government grant	(24,831)	(13,547)
Exchange (gain) / loss - unrealized	(1,712,664)	1,849,364
Gain on re-measurement of mutual fund units - unrealized	(3,656)	(15,215)
Allowance for impairment of financial assets	67,448	-
Loss / (gain) on disposal of fixed assets	374	(2,164)
Dividend income	(140,629)	(103,633)
Profit on short term investment	(289,398)	(133,211)
Interest Income on related party Loan	(335)	(17,733)
Finance cost	3,369,949	1,122,779
	1,181,028	2,184,219
Changes in working capital		
(Increase) / decrease in current assets:		
Stock-in-trade	(7,949,859)	(8,015,319)
Stores and spares	(24,075)	(18,956)
Trade debts	(140,924)	(3,616,545)
Advances, deposits and prepayments	(3,790,618)	(1,897,852)
Other receivables	-	(657,196)
Sales tax receivable	-	262,555
	(11,905,476)	(13,943,313)
Increase / (decrease) in current liabilities:		
Trade and other payables	8,851,420	7,173,513
Cash used in operating activities	(1,873,028)	(4,585,581)
23.1 Cash and cash equivalents comprise of:		
Cash and bank balances	212,948	243,981
Short term borrowings - running finance (secured)	(909,765)	(3,104,166)
	(696,817)	(2,860,185)

24. 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:

24.1 Transactions with related parties (un-audited)	Name of the related party and relationship with the Company	Nature of transactions	Six months period ended	
			December 31, 2023	December 31, 2022
			----- (Rupees in '000) -----	
	Subsidiary			
	- Sunridge Foods (Private) Limited	Sales	15,731	11,059
		Purchases	117,297	197,670
		Payment made on behalf of the Subsidiary Company against purchase of SAP S4 HANA	-	42,339
		Payment made on behalf of the Subsidiary Company against fixed assets	278,100	-
		Payment made on behalf of the Subsidiary Company against expenses	187,907	-
		Long term investment made against future right issue	-	2,000,000
		Payment of loan to the Subsidiary Company	-	3,667,074
		Interest income earned	335	17,733
		Interest income received	228,872	-
		Advance against purchases - net	1,590,720	-
	Subsidiary			
	- Sunridge Confectionery Limited	Sales	12,591	-
		Payment as commission agent against purchase of inventory - net	8,710,195	-
		Commission charged by the Subsidiary Company	9,850	-
	Subsidiary			
	- Sunridge Mart (Private) Limited	Sales	2,505	-
	Associated Company			
	- Wilmar Trading Pte Limited	Purchases	24,706,325	18,899,911
	Staff retirement benefit fund			
	- Provident fund	Contribution paid	25,010	19,880
	Key management personnel			
	- CEO, directors and executives	Remuneration and other benefits	67,099	61,202

24.2 Balances with related parties

		Balance as at	
		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees in '000) -----	
Subsidiary			
- Sunridge Foods (Private) Limited	Trade debtor	45,308	30,337
	Advance against purchases	1,473,423	-
	Trade creditor	-	111,119
	Accrued markup receivable	-	228,537
	Other receivable	547,850	192,962
Subsidiary			
- Sunridge Confectionery Limited	Trade debtor	12,591	-
	Trade creditor	1,199	1,199
	Advance given to commission agent to purchase inventory	3,122,466	-
	Commission payable	9,850	-
Subsidiary			
- Sunridge Mart (Private) Limited	Trade debtor	2,505	-
Associated Company			
- Wilmar Trading Pte Limited	Trade creditor	24,561,426	17,275,155
Staff retirement benefit fund			
- Provident fund	Net contribution payable	5,029	510

25. 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.

Nature	Financial statements line item		Rupees in '000
	June 30, 2023	December 31, 2023	
Contract liabilities	Contract liabilities	Advance from customers	12,862

26. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim unconsolidated financial statements were authorized for issue in the Board of Directors meeting held on February 27, 2024.


Director


Chief Executive


Chief Financial Officer

Condensed Interim Consolidated Statement of Financial Position

As at December 31, 2023

	Note	December 31, 2023 (Un-audited) ------(Rupees in '000)-----	June 30, 2023 (Audited)
ASSETS			
Non-current Assets			
Property, plant and equipment	4	17,565,040	16,634,612
Right-of-use assets		10,240	31,412
Intangible assets	5	580,203	591,892
Long-term deposits		102,287	87,143
Long-term loans	6	15,079	22,603
Deferred taxation - net	7	941,998	1,282,934
Long-term investment	8	857,094	230,938
		20,071,941	18,881,534
Current assets			
Stock-in-trade	9	19,691,605	11,747,761
Stores and spares		99,412	69,780
Trade debts	10	25,229,363	24,830,944
Advances, deposits and prepayments	11	10,998,383	5,840,219
Other receivables		93,212	90,889
Sales tax receivable		41,834	23,931
Current portion of long-term loans		10,474	4,292
Taxation - net of provision		5,724,381	5,280,658
Short-term investments	12	8,050,985	9,568,937
Cash and bank balances	13	304,942	1,210,119
		70,244,591	58,667,530
TOTAL ASSETS		90,316,532	77,549,064
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital 1,200,000,000 (June 30, 2023: 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		5,369,482	5,967,332
		20,709,982	21,307,832
Non-current liabilities			
Long-term financing	14	552,867	522,986
Diminishing musharika arrangement		1,592	1,735
Lease liabilities	15	410	2,801
Deferred government grant	16	203,165	198,563
Staff retirement benefits		15,203	15,203
		773,237	741,288
Current liabilities			
Current portion of long-term financing	14	88,779	71,141
Current portion of diminishing musharika arrangement		274	252
Current portion of lease liabilities	15	13,172	36,370
Current portion of deferred government grant	16	57,316	49,805
Trade and other payables	17	33,719,590	24,179,990
Accrued mark-up		1,089,926	579,950
Short-term borrowings	18	33,863,700	30,581,896
Unclaimed dividend		556	540
		68,833,313	55,499,944
TOTAL EQUITY AND LIABILITIES		90,316,532	77,549,064
Contingencies and commitments	19		

The annexed notes from 1 to 25 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 half year ended December 31, 2023

	Note	Six months period ended		Three months period ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
------(Rupees in '000)-----					
Sales - net	20	46,366,960	47,211,051	22,908,635	25,673,392
Cost of sales		(41,458,857)	(43,298,573)	(20,557,663)	(22,684,016)
Gross profit		4,908,103	3,912,478	2,350,972	2,989,376
Selling and distribution expenses		(1,391,638)	(939,434)	(760,930)	(452,222)
Administrative expenses		(724,695)	(527,488)	(383,038)	(282,103)
Other expenses		(36,321)	(18,796)	(26,760)	(11,024)
Allowance for impairment of financial assets		(67,448)	-	(67,448)	-
Exchange gain / (loss) - net		398,819	(1,954,343)	633,616	274,712
		(1,821,283)	(3,440,061)	(604,560)	(470,637)
Other income		473,782	271,100	240,227	112,635
		3,560,602	743,517	1,986,639	2,631,374
Finance cost		(3,610,489)	(1,194,919)	(1,855,442)	(669,835)
(Loss) / profit before taxation		(49,887)	(451,402)	131,197	1,961,539
Taxation					
Current		(421,540)	(168,095)	(140,512)	(106,859)
Deferred (expense) / income		(310,993)	173,246	(112,833)	(128,891)
		(732,533)	5,151	(253,345)	(235,750)
(Loss) / profit after taxation		(782,420)	(446,251)	(122,148)	1,725,789
(Loss) / earning per share - basic and diluted (Rupees)	21	(0.66)	(0.37)	(0.10)	1.45

The annexed notes from 1 to 25 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 half year ended December 31, 2023

	Six months period ended		Three months period ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
----- (Rupees in '000) -----				
(Loss) / profit after taxation	(782,420)	(446,251)	(122,148)	1,725,789
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	184,570	-	95,707	-
Total comprehensive (loss) / income	<u>(597,850)</u>	<u>(446,251)</u>	<u>(26,441)</u>	<u>1,725,789</u>

The annexed notes from 1 to 25 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 half year ended December 31, 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 half year ended December 31, 2022 (un-audited)				
Loss after taxation	-	-	(446,251)	(446,251)
Other comprehensive income for the half year	-	-	-	-
Balance as at December 31, 2022 (un-audited)	11,940,500	3,400,000	4,924,247	20,264,747
Balance as at June 30, 2023 (audited)	11,940,500	3,400,000	5,967,332	21,307,832
Total comprehensive income for the half year ended December 31, 2023 (un-audited)				
Loss after taxation	-	-	(782,420)	(782,420)
Other comprehensive income for the half year	-	-	184,570	184,570
Balance as at December 31, 2023 (un-audited)	11,940,500	3,400,000	5,369,482	20,709,982

The annexed notes from 1 to 25 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 half year ended December 31, 2023

	Note	December 31, 2023	December 31, 2022
----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operating activities	22	(589,307)	(7,451,907)
Taxes paid		(865,263)	(823,232)
Long-term loans returned by employees - net		1,342	14,969
Long-term deposits paid - net		(15,144)	(22,589)
Staff retirement benefits paid		-	(2,293)
Net cash used in operating activities		(1,468,372)	(8,285,052)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment		(1,213,603)	(3,196,950)
Disposal of property, plant and equipment and intangible assets		7,227	3,035
Purchase of intangible assets		(4,485)	(67,372)
Long term investment in listed equity securities		(411,646)	(665,059)
Short-term investments - net		1,658,581	6,999,669
Profit received on short-term investments and bank deposits		287,075	167,277
Net cash generated from investing activities		323,150	3,240,600
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from short-term borrowings - net		2,780,982	6,908,505
Long-term financing received		71,888	421,912
Dividend paid		-	(120)
Rentals paid against right-of-use assets and diminishing musharika		(27,181)	(23,116)
Finance cost paid		(3,086,466)	(1,094,931)
Net cash (used in) / generated from financing activities		(260,777)	6,212,250
Net (decrease) / increase in cash and cash equivalents		(1,405,999)	1,167,798
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	22.1	(604,823)	(4,701,515)

The annexed notes from 1 to 25 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 half year ended December 31, 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, Unity Plantations (Private) Limited, Unity Technologies (Private) Limited, Sunridge Mart (Private) Limited, Sunridge Express (Private) Limited and Sunridge Global (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 activity of the Company has been changed from yarn manufacturing to edible oil extraction, refining, soap and related businesses.

1.1.2 Sunridge Foods (Private) Limited - 100% Shareholding

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 - 100% Shareholding through Subsidiary

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 activity of the Subsidiary Company is the processing of food items.

1.1.4 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 activity of the Subsidiary Company is to cultivate, grow, collect, process, produce, set-up and carry on agriculture farming and related businesses.

1.1.5 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 activity of the Subsidiary Company is to carry on software designing, development, customization, implementation, maintenance and related businesses.

1.1.6 Sunridge Mart (Private) Limited - 100% Shareholding through Subsidiary

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. The principal activity of Sunridge Mart (Private) Limited is to set up, own, run, manage and open stores, marts, supermarkets, centers, outlets in and outside Pakistan to buy, sell, import and export of all types of food & FMCG products.

1.1.7 Sunridge Express (Private) Limited - 100% Shareholding through Subsidiary

Sunridge Express (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. The principal activity of Sunridge Express is to carry on the business of storage, warehousing, transportation, carriage, distribution, transfer and delivery of all types of goods including Food and Fast-Moving Consumer Goods (FMCG) products.

1.1.8 Sunridge Global (Private) Limited - 100% Shareholding through Subsidiary

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 principal activity of Sunridge Global (Private) Limited is to import, export, trading, manufacturing and processing of food products and fast-moving consumer goods.

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 Foods (Pvt.) Limited
Plot No. A-48,(Chemical Area) Industrial Zone, Port Qasim.	Oil refinery	Unity Foods Limited
Plot No. A-55 & 56, Industrial Zone, Port Qasim.	Feed mill	Unity Foods Limited
Plot No. C6, North West 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 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
Lahore, Punjab		
Plot No. 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, - Sunridge Express (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, - Sunridge Express (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 six months period ended December 31, 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.

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
4. PROPERTY, PLANT AND EQUIPMENT	Note	----- (Rupees in '000) -----	
Operating fixed assets	4.1	11,397,140	10,737,422
Capital work in progress (CWIP)	4.2	6,167,900	5,897,190
		<u>17,565,040</u>	<u>16,634,612</u>

4.1	Operating fixed assets - details of additions, disposals and depreciation charged during the period	Six months period ended	
		December 31, 2023 (Un-audited)	December 31, 2022 (Un-audited)
		----- (Rupees in '000) -----	
	Additions during the period - (at cost)		
	- Leasehold land	40,000	-
	- Building	444,035	9,420
	- Plant and machinery	283,984	88,646
	- Furniture, fixture and office equipment	122,139	30,325
	- Computer and auxiliary equipment	45,535	14,359
	- Motor vehicles	7,200	42,087
		<u>942,893</u>	<u>184,837</u>
	Disposals during the period - (WDV)		
	- Furniture, fixture and office equipment	(3,400)	-
	- Motor vehicles	(654)	(871)
		<u>(4,054)</u>	<u>(871)</u>
	Depreciation charged during the period	<u>(279,121)</u>	<u>(222,394)</u>
		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		----- (Rupees in '000) -----	
4.2	Capital work in progress (CWIP)		
	Lease hold Land	692,335	752,335
	Building on lease / free hold land	930,460	1,629,741
	Plant and machinery	4,496,933	3,480,909
	Furniture, fixture and office equipment	24,911	17,358
	Computer and auxiliary equipment	23,261	16,847
		<u>6,167,900</u>	<u>5,897,190</u>
	Movement in capital work-in-progress is as follows:		
	Balance at the beginning of the period / year	5,897,190	2,634,628
	Additions during the period / year	990,497	4,448,028
	Transfers to operating fixed assets during the period / year	(719,787)	(1,185,466)
	Balance at the end of the period / year	<u>6,167,900</u>	<u>5,897,190</u>
5.	INTANGIBLE ASSETS		
	Computer software and ERP system	118,967	135,139
	System under development	6,583	2,100
	Goodwill	454,653	454,653
		<u>580,203</u>	<u>591,892</u>
6.	LONG-TERM LOANS		
	Loan to employees and executives	25,553	26,895
	Less: current portion shown under current assets	(10,474)	(4,292)
	Non-current portion at the end of the period / year	<u>15,079</u>	<u>22,603</u>

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
7. DEFERRED TAXATION - NET	Note	----- (Rupees in '000) -----	
Deferred tax asset in respect of:			
Brought forward losses		251,065	300,506
Allowance for impairment of financial assets		48,672	29,113
Lease liabilities		3,939	11,360
Unrealized exchange loss		962,590	1,460,446
Staff retirement benefit		4,409	6,786
Provision against inventory		580	580
Minimum tax		340,557	76,900
Equity investment held as FVOCI		-	11,180
Deferred tax liability in respect of:			
Taxable temporary difference on tax depreciation		(643,731)	(602,169)
Re-measurement gain on short term investments		(500)	(1,706)
Right-of-use assets		(2,970)	(9,109)
Taxable temporary difference on tax amortization		(3,852)	(953)
Equity investment held as FVOCI		(18,761)	-
Deferred tax asset - net		<u>941,998</u>	<u>1,282,934</u>
8. LONG-TERM INVESTMENT			
Fair value through other comprehensive income (FVOCI)			
Listed equity securities - Al Shaheer Corporation Limited	8.1	<u>857,094</u>	<u>230,938</u>
8.1 Movement in listed equity securities for the period / year:			
Balance at the beginning of the period / year		230,938	-
Investments during the period / year		411,645	320,374
		<u>642,583</u>	<u>320,374</u>
Unrealized gain / (loss) on remeasurement charged to OCI during the period / year		214,511	(89,436)
Balance at the end of the period / year		<u>857,094</u>	<u>230,938</u>
9. STOCK-IN-TRADE			
Raw materials			
In-hand		15,647,467	7,759,108
In-transit		1,350,314	918,924
		<u>16,997,781</u>	<u>8,678,032</u>
Packing materials		391,584	371,244
Finished goods		<u>2,304,241</u>	<u>2,700,486</u>
		<u>19,693,606</u>	<u>11,749,762</u>
Provision against inventory		(2,001)	(2,001)
		<u>19,691,605</u>	<u>11,747,761</u>

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	------(Rupees in '000)-----	
10. TRADE DEBTS			
Trade debts - unsecured		25,397,198	24,931,331
Allowance for impairment - expected credit loss		(167,835)	(100,387)
		<u>25,229,363</u>	<u>24,830,944</u>
11. ADVANCES, DEPOSITS AND PREPAYMENTS			
Advances to employees		11,013	562
Advances to suppliers	11.1	10,650,165	4,653,190
Margin against letter of credit	11.2	289,267	1,154,720
Security deposits	11.3	10,265	10,665
Prepayments	11.3	37,673	21,082
		<u>10,998,383</u>	<u>5,840,219</u>
11.1	These advances to suppliers are in an ordinary course of business and are non-interest bearing.		
11.2	This includes amount kept with banks for the import of items which were only allowed to be imported with Cash Margin Requirement (CMR) by State Bank of Pakistan.		
11.3	These deposits and prepayments are mainly against utilities and insurance and are not considered doubtful. These do not carry any mark-up arrangements.		
12. SHORT-TERM INVESTMENTS		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	------(Rupees in '000)-----	
At fair value through profit or loss			
Mutual funds	12.1	1,500,985	1,001,037
At amortized cost			
Term deposit receipts	12.2	6,550,000	8,567,900
		<u>8,050,985</u>	<u>9,568,937</u>
12.1	This comprises of investments in units of HBL Financial Sector Income Fund Plan I and JS Cash Fund amounting to Rs. 1,082.95 million (June 30, 2023: Rs. 1,001.04 million – HBL Cash Fund) and Rs. 418.03 million (June 30, 2023: NIL) respectively at the closing price of previous day Net Asset Value. As at December 31, 2023, Rs. 1,082.95 million (June 30, 2023: Rs. 1,001.04 million) from HBL Financial Sector Income Fund Plan I and Rs. 412.35 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.		
12.2	This carries markup at 6.50% to 20.50% per annum (June 30, 2023: 6.50% to 19.50% per annum) having maturity up to one year. As at period end, term deposits amounting to Rs. 6.33 billion (June 30, 2023: Rs. 5.97 billion) carrying markup at 6.50% (June 30, 2023: 6.50%) were marked as lien by banks as a cash collateral against borrowing facilities which carry mark-up rate of matching KIBOR plus 0.75% (June 30, 2023: matching KIBOR plus 0.75%).		

13. CASH AND BANK BALANCES	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees in '000) -----			
Bank balances - Islamic banking			
Saving accounts	13.1	84,779	53,211
Current accounts		<u>80,134</u>	<u>431,228</u>
		<u>164,913</u>	484,439
Bank balances - conventional banking			
Saving accounts	13.1	<u>27,929</u>	<u>212,085</u>
Current accounts		<u>93,908</u>	<u>506,193</u>
		<u>121,837</u>	<u>718,278</u>
Cash in hand		<u>18,192</u>	<u>7,402</u>
		<u>304,942</u>	<u>1,210,119</u>
13.1	Profit on saving accounts ranges from 6.50% to 18.00% against Islamic and from 8.75% to 20.50% against conventional (June 30, 2023: from 6.50% to 10.14% against Islamic and 8.75% to 19.50% against conventional) per annum.		
14. LONG-TERM FINANCING	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees in '000) -----			
Shariah arrangement			
Financing under ITERF scheme	14.1	641,646	594,127
Current portion shown under current liabilities		<u>(88,779)</u>	<u>(71,141)</u>
		<u>552,867</u>	<u>522,986</u>
14.1	The Parent Company has obtained long term financing from Al Baraka Bank (Pakistan) Limited and Dubai Islamic Bank Limited under the expansion projects with 25% margin and lien over bank account under ITERF. During the period, additional tranche of Rs. 71.888 million was received under the facility which carries mark-up at the rate of 5% per annum while the effective interest rate is calculated at 9.75% to 21.41% per annum to recognize same at the present value. The sanctioned facility amounts to Rs. 920 million.		
15. LEASE LIABILITIES		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees in '000) -----			
Balance at the beginning of the period / year		39,171	84,773
Impact of lease re-measurement		-	3,323
Disposals during the period / year - net		-	(2,355)
Lease rentals paid		(27,061)	(54,167)
Accretion of interest charged in statement of profit or loss		<u>1,472</u>	<u>7,597</u>
Balance at the end of the period / year		<u>13,582</u>	<u>39,171</u>
Less: current portion		<u>(13,172)</u>	<u>(36,370)</u>
Non-current portion		<u>410</u>	<u>2,801</u>
16. DEFERRED GOVERNMENT GRANT			
Balance at the beginning of the period / year		248,368	69,598
Acquired under business combination		-	8,574
Recognized during the period / year		36,944	198,087
Amortized during the period / year		<u>(24,831)</u>	<u>(22,127)</u>
Balance at the end of the period / year		<u>260,481</u>	<u>254,132</u>
Less: early retirement		-	(5,764)
Less: current portion		<u>(57,316)</u>	<u>(49,805)</u>
Non-current portion		<u>203,165</u>	<u>198,563</u>
16.1	This represents government grant recognized on long term financing facilities obtained under the SBP ITERF Scheme. The purpose of scheme is to facilitate the Company in making payments of imported and locally manufactured new plant and machinery to be used for setting-up of new projects. It has been recorded in accordance with IAS-20 Government Grants and are being amortized over the respective tenor of loans.		

17. TRADE AND OTHER PAYABLES	Note	December 31 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees in '000) -----			
Trade creditors	17.1	31,162,160	21,560,267
Advance from customers		12,862	44,831
Accrued liabilities		2,205,520	2,144,425
Sales tax payable		181,557	260,495
Withholding sales tax payable		3,187	5,399
Withholding income tax payable		139,449	88,920
Provident fund		11,992	12,219
Worker's welfare fund		-	8,577
Worker's profit participation fund		2,020	37,394
Others		843	9,266
		<u>33,719,590</u>	<u>24,171,793</u>

17.1 This includes creditor balance of a related party i.e. Wilmar Trading Pte Limited amounting to Rs. 24,561 million (USD 87 million). (June 30, 2023: Rs. 17,275 million (USD 60 million).

18. SHORT-TERM BORROWINGS - SECURED	Note	December 31 2023 (Un-audited)	June 30, 2023 (Audited)
----- (Rupees in '000) -----			
Under conventional arrangements			
Finance against imported merchandise	18.1	23,683,862	19,895,626
Short term running finance	18.2	909,765	408,943
Foreign currency loan	18.3	-	420,623
Under Islamic arrangements			
Short term finance	18.4, 18.5, 18.7, & 18.8	9,178,750	9,164,697
Foreign currency loan	18.3	91,323	692,007
		<u>33,863,700</u>	<u>30,581,896</u>

Holding Company

- 18.1 Post import facilities (i.e. finance against imported merchandise and finance against trust receipt) from commercial banks under mark-up arrangements amounted to Rs. 23,684 million (June 30, 2023: Rs. 19,896 million), having Facility limit of Rs. 24,500 million (June 30, 2023: Rs. 24,500 million). As at period end, the applicable mark-up rates ranged between 22.86% to 24.30% (June 30, 2023: 16.16% to 23.57%) per annum. These facilities are valid upto February 29, 2024 and are from 3 months to 6 months.
- 18.2 Short term running finance available from various commercial banks under mark-up arrangements amounted to Rs. 1,200 million (June 30, 2023: Rs. 1,200 million) out of which Rs. 909.765 million was outstanding. At period end, the applicable mark-up rates ranged between 22.86% to 24.30% (June 30, 2023: 16.41% to 24.16%) per annum.
- 18.3 At the period end, the Company had foreign currency borrowing of USD 0.324 million under Islamic arrangement i.e. Rs. 91.323 million (June 30, 2023: Rs. 692 million) & NIL from commercial bank (June 30, 2023: Rs. 421 million), having Facility limit of Rs. 26,100 million.
- 18.4 Short term facilities (isitisna, wakala and murabaha) available from Islamic banks amounted to Rs. 1,549 million (June 30, 2023: Rs. 1,545 million), having facility limit of Rs. 3,800 million. At period end, the applicable mark-up rates ranged between 22.49% to 23.97% (June 30, 2022: 16.35% to 23.97%) per annum. These facilities are valid upto January 31, 2024.
- 18.5 Short term running musharakah available from Al Baraka Bank Limited under mark-up arrangements amounted to Rs. 2,000 million (June 30, 2023: Rs. 2,000 million) out of which Rs. 1,656 million was outstanding. Mark-up on these arrangements is three month KIBOR plus 1% (June 30, 2023: three month KIBOR plus 1%). At period end, the applicable mark-up rate was 23.66% (June 30, 2023: 23.91%) .
- 18.6 Above facilities are secured by way of joint pari passu charge over current and fixed assets of the Company amounting to Rs. 13,200 million, pledge of imported goods of the company amounting to Rs.650 million (June 30, 2023: Rs. 13,200 million) and corporate guarantee amounting to Rs. 20,000 million (June 30, 2023: Rs.20,000 million).

Subsidiaries

- 18.7** This includes Istisna finance obtained by Sunridge Foods (Private) Limited from Al Baraka Bank (Pakistan) Limited, having a limit of Rs. 2,000 million (June 30, 2023: Rs. 2,000 million) out of which Rs. 25.80 million (June 30, 2023: Rs. 21.42 million) remained unutilised at the reporting date. The rate of profit is relevant KIBOR plus spread range of (+1% to -1%) effectively 0.75%. These arrangements are secured against lien over cash and TDR of the Holding Company upto Rs. 2 billion.
- 18.8** This also includes facility obtained by Sunridge Confectionery Limited, the subsidiary, during the period from Al Baraka Bank (Pakistan) Limited carrying markup at matching KIBOR plus 0.75% (June 30, 2023: matching KIBOR plus 0.75%) per annum. The tenure of financing is 180 days inclusive of agency period and the facility is payable through cash flows of the subsidiary. The facility is secured against 100% cash collateral.

19 CONTINGENCIES AND COMMITMENTS

19.1 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.

19.2 Commitments

- 19.2.1** Commitments under letter of credit as at December 31, 2023 amounted to Rs. 6,519 million (June 30, 2023: Rs. 5,406 million).
- 19.2.2** Capital expenditure commitments outstanding as at December 31, 2023 amounted to Rs. 3.92 million (June 30, 2023: Rs. 10.170 million)
- 19.2.3** Guarantee issued at the period end on behalf of the Company amounted to Rs. 1,930 million (June 30, 2023: Rs. 1,670 million). This is part of the borrowing limits and is secured by way of pledge / lien on the Company's mutual funds amounting to Rs. 1.15 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).

20. SALES - NET	Six months period ended		Three months period ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees in '000) -----			
Local sales	39,770,410	46,700,760	20,283,745	25,637,919
Export sales	6,596,550	510,291	2,624,890	35,473
	46,366,960	47,211,051	22,908,635	25,673,392
	----- (Rupees in '000) -----			
21. (LOSS) / EARNING PER SHARE - BASIC AND DILUTED				
	----- (Rupees in '000) -----			
(Loss) / profit after taxation	(782,420)	(446,251)	(122,148)	1,725,789
	----- (Number of shares) -----			
Weighted average number of ordinary shares outstanding during the period	1,194,050,000	1,194,050,000	1,194,050,000	1,194,050,000
	----- (Rupees) -----			
(Loss) / earning per share - basic and diluted	(0.66)	(0.37)	(0.10)	1.45

	December 31, 2023 (Un-audited)	December 31, 2022 (Un-audited)
22. CASH FLOW FROM OPERATING ACTIVITIES	----- (Rupees in '000) -----	
Loss before taxation	(49,887)	(451,402)
Adjustments for non-cash items		
Depreciation on operating fixed assets	279,121	222,394
Depreciation on right-of-use assets	21,171	21,455
Amortization on intangible assets	16,174	10,765
Allowance for impairment of financial assets	67,448	-
Amortization on deferred government grant	(24,831)	(13,867)
Exchange (gain) / loss - unrealized	(1,687,818)	1,849,364
Gain on disposal of operating fixed assets	(3,173)	(2,164)
Re-measurement gain on mutual funds	(3,656)	(15,215)
Dividend income	(140,629)	(103,633)
Provision for staff retirement benefit	-	11,635
Profit on short term investment	(289,398)	(150,944)
Finance cost	3,610,489	1,212,652
	<u>1,795,011</u>	<u>2,591,040</u>
Working capital changes		
(Increase) / decrease in current assets		
Stock-in-trade	(7,943,844)	(8,776,949)
Stores and spares	(29,632)	(32,718)
Trade debts	(465,867)	(4,043,433)
Advances, deposits and prepayments	(5,158,164)	(2,139,020)
Other receivables	3,672	(685,725)
Sales tax receivable	(17,903)	261,410
	<u>(13,611,738)</u>	<u>(15,416,435)</u>
Increase / (decrease) in current liabilities		
Trade and other payables	11,227,420	5,373,488
	<u>(589,307)</u>	<u>(7,451,907)</u>
22.1 Cash and cash equivalent comprise of:		
Cash and bank balances	304,942	383,431
Short-term borrowings - running finance (secured)	(909,765)	(5,084,946)
	<u>(604,823)</u>	<u>(4,701,515)</u>

23. 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 half year ended	
			December 31, 2023	December 31, 2022
23.1	Transactions with related parties (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>24,706,325</u>
	Provident fund	Staff retirement benefit fund	Contribution paid	<u>34,870</u>
	CEO, directors and executives	Key management personnel	Remuneration and other benefits	<u>164,687</u>
				<u>18,899,911</u>
				<u>19,880</u>
				<u>127,027</u>
				As at
				December 31, 2023 (Un-audited)
				June 30, 2023 (Audited)
23.2	Balances with related parties		----- (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>24,561,426</u>
	Provident fund	Staff retirement benefit fund	Contribution payable	<u>5,935</u>
				<u>17,275,155</u>
				<u>12,219</u>

24. 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.

Nature	Financial statements line item		Rupees in '000
	June 30, 2023	December 31, 2023	
Contract liabilities	Contract liabilities	Advance from customers	<u>44,831</u>
Staff retirement benefits	Staff retirement benefits	Accrued liabilities	<u>8,197</u>

25. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim consolidated financial statements were authorized for issue in the Board of Directors' meeting held on February 27, 2024.


Director


Chief Executive


Chief Financial Officer



UNITY FOODS LIMITED

— food for life! —

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