



Habib-ADM Ltd.

**3rd Quarter
Unaudited Accounts
March 31, 2014**

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COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Gaffar A. Habib Chairman
Mr. Owais G. Habib Managing Director
Mr. Tufail Y. Habib.

Non Executive Directors

Mr. Kenneth Denis Hayes
Ms. Fatemah G. Habib
Dr. Salma Habib
Mr. Daniyal Ghani

BOARD OF AUDIT COMMITTEE

Mr. Gaffar A. Habib
Ms. Fatemah G. Habib
Dr. Salma Habib

BOARD OF HR AND REMUNERATION COMMITTEE

Mr. Tufail Y. Habib
Ms. Fatemah G. Habib
Dr. Salma Habib

CHIEF EXECUTIVE OFFICER

Mr. Owais G. Habib

CHIEF FINANCIAL OFFICER

Mr. S. M. Vakil

COMPANY SECRETARY

Mr. Ali Asghar Rajani

AUDITORS

M/s. Hyder Bhimji & Co.
Chartered Accountants

REGISTERED OFFICE

2nd Floor, UBL Building
I. I. Chundrigar Road,
Karachi - 74000
Pakistan.
Telephone : (021) 32411887
Fax : (021) 32414581

ADMINISTRATIVE OFFICES & FACTORY

Ahmad Habib Boulevard,
Hub - 90250
Pakistan.
Telephone : (0853) 363963-5
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CHAIRMAN'S REVIEW / DIRECTORS' REPORT
3rd Quarter Ended March 31, 2014 (Unaudited)

Dear Shareholders,

We bow our heads in gratitude to Allah the Beneficent, the Merciful, the Provider, for the Blessings He continues to bestow on us which are partly reflected in the Company's Financial Statements for the 3rd Quarter ended 31 March 2014.

During the period under review - we have been faced with challenges that, by the grace of Allah, we were able to overcome - electrolyzer membrane, ion Exchange Resins, boiler conversion to heavy oil etc - all of which did increase our cost of production given through only partly written off.

By the Grace of Allah, stronger demand for our Rice Protein due to general price hike in the international protein markets - helped us overcome the cost increases to the great extent - helping to maintain the same level of profit for the period as compared to the corresponding period of the previous year.

We are now confronted by the biggest challenge of all - Water availability. A continuing drought over recent years has reduced the Hub Dam water level to the dead pond level.

To combat the situation the irrigation department has installed pumps to lift water from the dead level to permit limited water supply. Also the K3 pipeline has been completed to maintain a water supply to our area.

Neither of these systems has been started up till the writing of this report. The operation of our plant will be dependent on the implementation and resumption of water supply. I ask you to join us in our prayers to Allah to bless us with beneficial rains and bless the efforts of the government to maintain our water supply till then.

I pray to Allah the Beneficent, the Provider to continue to guide us and bless us with Bounties as befit His Glory, Aameen.

On behalf of the Board

Gaffar A Habib
Chairman

Karachi: 12 April, 2014

Habib-ADM _{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2014 (UNAUDITED)

	MARCH 2014 RUPEES	JUNE 2013 RUPEES
AUTHORISED SHARE CAPITAL		
60,000,000 Ordinary Shares of Rs. 5 each	<u>300,000,000</u>	<u>300,000,000</u>
ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
40,000,000 Ordinary Shares of Rs. 5 each	<u>200,000,000</u>	<u>200,000,000</u>
RESERVES AND SURPLUS		
Capital Reserve	10,000,000	10,000,000
Revenue Reserve - General	50,000,000	50,000,000
Unappropriated Profit	483,374,375	519,559,186
	743,374,375	779,559,186
Deferred Taxation	38,130,000	41,450,000
CURRENT LIABILITIES		
Trade and Other Payables	129,058,082	78,220,431
Provision for Income Tax Net of Payment- Note 8	29,047	5,470,703
	129,087,129	83,691,134
CONTINGENCIES & COMMITMENTS - Note 4		
	<u>910,591,504</u>	<u>904,700,320</u>

The annexed notes 1 to 10 form an integral part of these consolidated condensed interim financial statements.

Karachi: 12 April 2014

Habib-ADM _{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2014 (UNAUDITED)

	MARCH 2014 RUPEES	JUNE 2013 RUPEES
NON-CURRENT ASSETS		
Property, Plant and Equipment - Note 5	334,975,700	342,685,610
Long Term Deposits	3,078,001	3,243,001
	338,053,701	345,928,611
CURRENT ASSETS		
Stores, Spare Parts and Loose Tools	68,042,083	43,019,848
Stock in Trade	190,574,869	176,988,107
Trade Debts - Considered Good	67,129,747	145,038
Advances - Unsecured	4,570,783	3,263,174
Trade Deposits and Short Term Pre-Payments	2,676,190	2,788,655
Short Term Investments	200,000,000	200,000,000
Accrued Income	3,008,219	801,096
Other Receivables	2,053,592	2,727,409
Income Tax Prepaid on Advances from Customers	2,152,255	879
Cash and Bank Balances	32,330,065	129,037,503
	572,537,803	558,771,709
	<u>910,591,504</u>	<u>904,700,320</u>


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

Habib-ADM Ltd. and Subsidiaries

CONSOLIDATED CONDENSED INTERIM PROFIT & LOSS ACCOUNT FOR THE 3RD QUARTER ENDED MARCH 31, 2014 (UNAUDITED)

	9 MONTHS JUL-MAR 2013/14 RUPEES	9 MONTHS JUL-MAR 2012/13 RUPEES	3 MONTHS JAN-MAR 2014 RUPEES	3 MONTHS JAN-MAR 2013 RUPEES
SALES				
Gross Sales	1,068,127,235	925,102,756	390,710,375	356,577,873
Less: Sales Tax	38,875,685	34,421,876	11,895,549	13,098,232
Net Sales	1,029,251,550	890,680,880	378,814,826	343,479,641
Cost of Goods Sold	786,117,312	636,374,914	290,922,388	253,991,268
Gross Profit	243,134,238	254,305,966	87,892,438	89,488,373
LESS:				
Selling & Distribution Expenses	62,161,982	72,677,393	26,487,409	26,149,173
Administrative Expenses	45,186,502	50,309,653	14,137,815	18,405,755
	107,348,484	122,987,046	40,625,224	44,554,928
Operating Profit	135,785,754	131,318,920	47,267,214	44,933,445
LESS:				
Finance Cost	716,844	1,140,679	518,628	106,528
Other Operating Charges WPPF/WWF Note 8	11,289,446	11,270,019	3,939,984	3,491,199
	12,006,290	12,410,698	4,458,612	3,597,727
	123,779,464	118,908,222	42,808,602	41,335,718
ADD:				
Other Operating Income				
Income from Financial Assets				
Income from Bank Deposits	4,812,839	7,705,885	787,811	1,754,187
Income from Short Term Investment	12,594,794	13,650,136	4,460,959	4,232,054
Exchange Gain	2,091,954	3,095,181	117,625	212,380
	19,499,587	24,451,202	5,366,395	6,198,621
Income from Non Financial Assets				
Gain on Sale of Property, Plant & Equipment	-	3,053,666	-	-
Total Other Operating Income	19,499,587	27,504,868	5,366,395	6,198,621
Net Profit Before Taxation	143,279,051	146,413,090	48,174,997	47,534,339
Provision for Taxation - Note 8	39,463,862	44,612,680	13,902,376	13,307,869
Net Profit For The Period	103,815,189	101,800,410	34,272,621	34,226,470
Other Comprehensive Income for the Period	-	-	-	-
Total Comprehensive Income for the Period	103,815,189	101,800,410	34,272,621	34,226,470
Earning per Share of Rs. 5 each	2.60	2.55	0.86	0.86

The annexed notes 1 to 10 form an integral part of these consolidated condensed interim financial statements.

Karachi: 12 April 2014



OWAIS G. HABIB
Chief Executive



GAFFAR A. HABIB
Chairman

Habib-ADM_{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT FOR THE 3RD QUARTER ENDED MARCH 31, 2014 (UNAUDITED)

	MARCH 2014 RUPEES	MARCH 2013 RUPEES
Cash Flows from Operating Activities		
Cash Generated from Operations - Note 7	110,386,311	260,479,551
Finance Cost Paid	(716,844)	(1,140,679)
Payment of Income Tax during the period	(50,376,894)	(74,071,087)
Net Cash Generated from Operating Activities	59,292,573	185,267,785
Cash Flows from Investing Activities		
Addition in Property, Plant & Equipment	(16,165,011)	(14,486,020)
Sale Proceeds from Disposal of Property, Plant & Equipment	-	3,340,980
Decrease/(Increase) in Long Term Deposits	165,000	-
Net Cash generated in Investing Activities	(16,000,011)	(11,145,040)
Net Cash flows available from Operating and Investing Activities	43,292,562	174,122,745
Cash Flows from Financing Activities		
Dividend Paid	(140,000,000)	(160,000,000)
Net Cash used in Financing Activities	(140,000,000)	(160,000,000)
Net Increase /(Decrease) in Cash and Bank Balances	(96,707,438)	14,122,745
Cash and Bank Balances at beginning of the Period	129,037,503	87,749,605
Cash and Bank Balances at the end of the Period	32,330,065	101,872,350

The annexed notes 1 to 10 form an integral part of these consolidated condensed interim financial statements.

Karachi: 12 April 2014


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

Habib-ADM ^{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE 3RD QUARTER ENDED MARCH 31, 2014 (UNAUDITED)

PARTICULARS	ISSUED SUBSCRIBED AND PAID UP CAPITAL	CAPITAL RESERVE	REVENUE RESERVE GENERAL	UNAPPRO- PRIATED PROFIT	TOTAL
Balance as at July 01, 2012	200,000,000	10,000,000	50,000,000	537,602,787	797,602,787
Transaction with owners					
Final Cash Dividend for the year ended June 30, 2012 @ 80% i.e. Rs. 4 per share of Rs. 5 each	-	-	-	(160,000,000)	(160,000,000)
Total Comprehensive income for the period ended March 31, 2013	-	-	-	101,800,410	101,800,410
Balance as at March 31, 2013	200,000,000	10,000,000	50,000,000	479,403,197	739,403,197
Balance as at July 01, 2013	200,000,000	10,000,000	50,000,000	519,559,186	779,559,186
Transaction with owners					
Final Cash Dividend for the year ended June 30, 2013 @ 70% i.e. Rs. 3.50 per share of Rs.5 each	-	-	-	(140,000,000)	(140,000,000)
Total Comprehensive income for the period ended March 31, 2014	-	-	-	103,815,189	103,815,189
Balance as at March 31, 2014	200,000,000	10,000,000	50,000,000	483,374,375	743,374,375

The annexed notes 1 to 10 form an integral part of these consolidated condensed interim financial statements.

Karachi: 12 April 2014


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

Habib-ADM Ltd. and Subsidiaries

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE 3RD QUARTER ENDED MARCH 31, 2014 (UNAUDITED)

1 LEGAL STATUS AND OPERATIONS

The Consolidated Financial Statements include the Financial Statements of the following entities:

Habib-ADM Limited
Habib Microfine (Pvt) Limited

Habib-ADM Limited was incorporated in 1980 as a Public Limited Company and its share are quoted on The Karachi & Lahore Stock Exchanges.

The principal activity of the Parent Company is to produce rice based Starch Sugar and Proteins.

The principal activity of Habib Microfine (Pvt) Limited is the production of microfine processed products, trading and export of goods. The Registered Offices of both Companies are situated at 2nd Floor, UBL Building, I.I. Chundrigar Road, Karachi.

2 These Financial Statements are unaudited and are being submitted to the Shareholders as required by section 245 of the Companies Ordinance, 1984. These Financial Statements have been prepared in accordance with approved International Accounting Standards as applicable in Pakistan.

3 The Accounting policies adopted for preparation of these Financial Statements are the same as those applied in preparation of the Annual Financial Statements for the year ended June 30, 2013

4 Contingencies & Commitments

Guarantees have been issued by a scheduled commercial bank on behalf of the Company to Sui Southern Gas Company Limited in the normal course of business amounting to Rs.36.435 million (2013 : Rs 36.435 million)

	MARCH 2014 RUPEES	JUNE 2013 RUPEES
5 PROPERTY, PLANT & EQUIPMENT		
Operating Fixed Assets - Tangible	317,988,018	341,468,158
Capital Work-in-Progress	16,987,682	1,217,452
	<u>334,975,700</u>	<u>342,685,610</u>

Habib-ADM ^{Ltd.} and Subsidiaries

	JUL-MAR 2014 RUPEES	JUL-MAR 2013 RUPEES
6 OPERATING FIXED ASSETS AND CAPITAL WORK-IN PROGRESS		
Detail of additions during the period :		
Land (Lease hold)	-	131,216
Plant & Machinery	-	5,990,458
Furniture & Fixture	394,781	-
Vehicles	-	4,571,680
Computer Equipment and Accessories	-	19,700
Capital Work-in Progress - Plant & Machinery	16,987,682	1,217,452
	<u>17,382,463</u>	<u>11,930,506</u>
Detail of disposals during the period :		
Vehicles	-	878,880
	<u>-</u>	<u>878,880</u>
7 CASH GENERATED FROM OPERATIONS		
Profit before Taxation	143,279,051	146,413,090
Adjustments for non cash charges and other items:		
Depreciation	23,874,921	26,376,097
(Profit) on disposal of Property,Plant and Equipment	-	(3,053,666)
Financial Cost	716,844	1,140,679
Working Capital Changes - Note 7.1	(57,484,505)	89,603,351
	<u>110,386,311</u>	<u>260,479,551</u>
7.1 WORKING CAPITAL CHANGES		
(Increase) / Decrease in Current Assets		
Stores, Spare Parts & Loose Tools	(25,022,235)	2,047,868
Stock in Trade	(13,586,762)	30,062,368
Trade Debts	(66,984,709)	28,920,133
Advances - Unsecured	(1,307,609)	(1,532,654)
Trade Deposits and Short Term Pre-Payments	112,465	147,229
Other Receivables	673,817	567,601
Accrued Income	(2,207,123)	(852,056)
	<u>(108,322,156)</u>	<u>59,360,489</u>
Increase /(Decrease) in Current Liabilities		
Trade and Other Payables	50,837,651	30,242,862
Working Capital Changes	(57,484,505)	89,603,351
	<u>50,837,651</u>	<u>30,242,862</u>
	<u>(57,484,505)</u>	<u>89,603,351</u>
8 Provision for Income Tax, Workers' Profit Participation Fund and Workers Welfare Fund shown under Other Charges are provisional based on current results. Final liability will be determined on the basis of annual results.		
9 These Financial Statements were authorised for issue on 12 April 2014 by the Board of Directors of the Company.		
10 Figures have been rounded off to the nearest rupee.		

Karachi: 12 April 2014


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman



Habib-ADM Ltd.

**3rd Quarter
Unaudited Accounts
March 31, 2014**

Habib-ADM Ltd.

CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2014 (UNAUDITED)

	MARCH 2014 RUPEES	JUNE 2013 RUPEES
AUTHORISED SHARE CAPITAL		
60,000,000 Ordinary Shares of Rs. 5 each	<u>300,000,000</u>	<u>300,000,000</u>
ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
40,000,000 Ordinary Shares of Rs. 5 each	200,000,000	200,000,000
RESERVES AND SURPLUS		
Capital Reserve	10,000,000	10,000,000
Revenue Reserve - General	50,000,000	50,000,000
Unappropriated Profit	483,374,375	519,559,186
	743,374,375	779,559,186
Deferred Taxation	38,130,000	41,450,000
CURRENT LIABILITIES		
Trade and Other Payables	127,563,680	77,780,372
Provision for Income Tax Net of Payment	-	5,470,703
	127,563,680	83,251,075
CONTINGENCIES & COMMITMENTS - Note 4		
	<u>909,068,055</u>	<u>904,260,261</u>

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.

Karachi: 12 April 2014

Habib-ADM Ltd.

CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2014 (UNAUDITED)

	MARCH 2014 RUPEES	JUNE 2013 RUPEES
NON-CURRENT ASSETS		
Property, Plant and Equipment - Note 5	334,114,224	341,754,285
Long Term Investment in Share Capital of Subsidiary Company	1,000,000	1,000,000
Long Term Deposits	3,078,001	3,243,001
	338,192,225	345,997,286
CURRENT ASSETS		
Stores, Spare Parts and Loose Tools	68,042,083	43,019,848
Stock in Trade	190,574,869	176,988,107
Trade Debts - Considered Good	65,918,242	1,725,403
Advances - Unsecured	4,570,783	3,263,174
Trade Deposits and Short Term Pre-Payments	2,670,931	2,768,655
Short Term Investments	200,000,000	200,000,000
Accrued Income	3,008,219	801,096
Other Receivables	5,723,919	933,404
Income Tax Refundable Net of Provision	2,152,255	-
Cash and Bank Balances	28,214,529	128,763,288
	570,875,830	558,262,975
	<u>909,068,055</u>	<u>904,260,261</u>


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

Habib-ADM Ltd.

CONDENSED INTERIM PROFIT & LOSS ACCOUNT FOR THE 3RD QUARTER ENDED MARCH 31, 2014 (UNAUDITED)

	9 MONTHS JUL-MAR 2013/14 RUPEES	9 MONTHS JUL-MAR 2012/13 RUPEES	3 MONTHS JAN-MAR 2014 RUPEES	3 MONTHS JAN-MAR 2013 RUPEES
SALES				
Gross Sales	1,054,946,007	915,984,260	382,130,484	352,999,624
Less: Sales Tax	38,875,685	34,421,876	11,895,549	13,098,232
Net Sales	1,016,070,322	881,562,384	370,234,935	339,901,392
Cost of Goods Sold	785,866,046	636,123,035	290,830,999	253,901,981
Gross Profit	230,204,276	245,439,349	79,403,936	85,999,411
Less:				
Selling & Distribution Expenses	58,918,157	70,193,922	24,332,906	25,234,819
Administrative Expenses	44,996,113	50,109,184	14,081,688	18,342,249
	103,914,270	120,303,106	38,414,594	43,577,068
Operating Profit	126,290,006	125,136,243	40,989,342	42,422,343
Less:				
Finance Cost	674,013	1,076,548	498,776	93,724
Other Operating Charges (WPPF/WWF) Note 8	11,098,149	11,270,019	3,812,947	3,592,906
	11,772,162	12,346,567	4,311,723	3,686,630
	114,517,844	112,789,676	36,677,619	38,735,713
ADD:				
Other Operating Income				
Income from Financial Assets				
Income from Bank Deposits	4,812,839	7,705,885	787,811	1,754,187
Income from Short Term Investment	12,594,794	13,650,136	4,460,959	4,232,054
Exchange Gain	1,970,962	3,123,309	20,776	314,087
Dividend Income from Subsidiary Company	9,161,579	5,953,380	6,083,216	2,446,401
	28,540,174	30,432,710	11,352,762	8,746,729
Income from Non Financial Assets				
Rent Income from Subsidiary Company	9,000	9,000	3,000	3,000
Gain on Sale of Property, Plant & Equipment	-	3,053,666	-	-
Income from Non Financial Assets	9,000	3,062,666	3,000	3,000
Total Other Operating Income	28,549,174	33,495,376	11,355,762	6,749,729
Net Profit Before Taxation	143,067,018	146,285,052	48,033,381	47,485,442
Provision for Taxation - Note 8	39,251,829	44,484,642	13,760,760	13,258,972
Net Profit for the Period	103,815,189	101,800,410	34,272,621	34,226,470
Other Comprehensive Income for the Period	-	-	-	-
Total Comprehensive Income for the Period	103,815,189	101,800,410	34,272,621	34,226,470
Earning per Share of Rs. 5 each	2.60	2.55	0.86	0.86

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.

Karachi: 12 April 2014



OWAIS G. HABIB
Chief Executive



GAFFAR A. HABIB
Chairman

Habib-ADM Ltd.

CONDENSED INTERIM CASH FLOW STATEMENT FOR THE 3RD QUARTER ENDED MARCH 31, 2014 (UNAUDITED)

	MARCH 2014 RUPEES	MARCH 2013 RUPEES
Cash Flows from Operating Activities		
Cash Generated from Operations - Note 7	106,320,052	260,164,971
Finance Cost Paid	(674,013)	(1,076,548)
Payment of Income Tax during the Period	(50,194,787)	(73,906,121)
Net Cash Generated From Operating Activities	55,451,252	185,182,302
Cash Flows from Investing Activities		
Addition in Property, Plant & Equipment	(16,165,011)	(14,486,020)
Sale Proceeds from Disposal of Property, Plant & Equipment	-	3,340,980
Decrease/(Increase) in Long Term Deposits	165,000	-
Net Cash generated in Investing Activities	(16,000,011)	(11,145,040)
Net Cash Flows available from Operating and Investing Activities	39,451,241	174,037,262
Cash Flows from Financing Activities		
Dividend Paid	(140,000,000)	(160,000,000)
Net Cash used in Financing Activities	(140,000,000)	(160,000,000)
Net Increase /(Decrease) in Cash and Bank Balances	(100,548,759)	14,037,262
Cash and Bank Balances at beginning of the Period	128,763,288	86,940,721
Cash and Bank Balances at the end of the Period	28,214,529	100,977,983

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.

Karachi: 12 April 2014


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE 3RD QUARTER ENDED MARCH 31, 2014 (UNAUDITED)

PARTICULARS	ISSUED SUBSCRIBED AND PAID UP CAPITAL	CAPITAL RESERVE	REVENUE RESERVE GENERAL	UNAPPRO- PRIATED PROFIT	TOTAL
Balance as at July 01, 2012	200,000,000	10,000,000	50,000,000	537,602,787	797,602,787
Transaction with owners					
Final Cash Dividend for the year ended June 30, 2012 @ 80% i.e. Rs. 4 per share of Rs. 5 each	-	-	-	(160,000,000)	(160,000,000)
Total Comprehensive income for the period ended March 31, 2013	-	-	-	101,800,410	101,800,410
Balance as at March 31, 2013	200,000,000	10,000,000	50,000,000	479,403,197	739,403,197
Balance as at July 01, 2013	200,000,000	10,000,000	50,000,000	519,559,186	779,559,186
Transaction with owners					
Final Cash Dividend for the year ended June 30, 2013 @ 70% i.e. Rs. 3.50 per share of Rs.5 each	-	-	-	(140,000,000)	(140,000,000)
Total Comprehensive income for the period ended March 31, 2014	-	-	-	103,815,189	103,815,189
Balance as at March 31, 2014	200,000,000	10,000,000	50,000,000	483,374,375	743,374,375

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.

Karachi: 12 April 2014


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

**NOTES TO THE CONDENSED
INTERIM FINANCIAL STATEMENTS
FOR THE 3RD QUARTER ENDED MARCH 31, 2014 (UNAUDITED)**

1 LEGAL STATUS AND OPERATIONS

Habib-ADM Limited was incorporated in Pakistan on 10th July, 1980 as a Public Limited Company and its shares are quoted on the Karachi & Lahore Stock Exchanges. The Registered Office of the Company is situated at 2nd Floor, UBL Building I.I.Chundrigar Road, Karachi. The principal activity of the Company is to produce rice based Starch Sugar and Proteins.

The Company's primary production facilities are located at its industrial complex in Hub.

2 These Financial Statements are unaudited and are being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984. These Financial statements have been prepared in accordance with approved International Accounting Standards as applicable in Pakistan.

3 The Accounting policies adopted for preparation of these Financial Statements are the same as those applied in preparation of the Annual Financial Statements for the year ended June 30, 2013.

4 Contingencies & Commitments

i) Guarantees have been issued by a schedule commercial bank on behalf of the Company to Sui Southern Gas Company Limited in the normal course of business amounting to Rs. 36.435 million (2013 : Rs 36.435 million).

ii) Habib-ADM Limited being Parent Company has provided to commercial bank a Guarantee of Rs.100 million on behalf of its wholly owned Subsidiary Company Habib Microfine (Pvt) Limited to cover the loan sanctioned by that bank on mark up basis.

	MARCH 2014 RUPEES	JUNE 2013 RUPEES
5 PROPERTY, PLANT & EQUIPMENT		
Operating Fixed Assets - Tangible	317,126,542	340,536,833
Capital Work-in-Progress	16,987,682	1,217,452
	<u>334,114,224</u>	<u>341,754,285</u>

Habib-ADM Ltd.

	JUL-MAR 2014 RUPEES	JUL-MAR 2013 RUPEES
6 OPERATING FIXED ASSETS AND CAPITAL WORK IN PROGRESS		
Detail of additions during the period:		
Land (Lease hold)	-	131,216
Plant & Machinery	-	5,990,458
Furniture & Fixture	394,781	30,000
Vehicles	-	4,615,180
Computer Equipment and Accessories	-	19,700
Capital Work-in-Progress	16,987,682	1,217,452
	<u>17,382,463</u>	<u>12,004,006</u>
Detail of disposals during the period:		
Vehicles	-	884,730
	<u>-</u>	<u>884,730</u>
7 CASH GENERATED FROM OPERATIONS		
Profit Before Taxation	143,067,018	146,285,052
Adjustments for non Cash Charges and Other items:		
Depreciation	23,805,072	26,298,486
Gain on Disposal of Property, Plant & Equipment	-	(3,053,666)
Financial Cost	674,013	1,076,548
Working Capital Changes - Note 7.1	(61,226,051)	89,558,551
	<u>106,320,052</u>	<u>260,164,971</u>
7.1 WORKING CAPITAL CHANGES		
(Increase) / Decrease in Current Assets		
Stores, Spare Parts & Loose Tools	(25,022,235)	2,047,868
Stock in Trade	(13,586,762)	30,062,368
Trade Debts	(64,192,839)	29,486,408
Advances - Unsecured	(1,307,609)	(1,532,654)
Trade Deposits and Short Term Pre-Payments	97,724	151,108
Other Receivables	(4,790,515)	(173,545)
Accrued Income	(2,207,123)	(852,056)
	<u>(111,009,359)</u>	<u>59,189,497</u>
Increase /(Decrease) in Current Liabilities		
Trade and Other Payables	49,783,308	30,369,054
Working Capital Changes	<u>(61,226,051)</u>	<u>89,558,551</u>

Habib-ADM Ltd.

- 8** Provision for Income Tax, Workers' Profit Participation Fund and Workers Welfare Fund shown under Other Charges are provisional based on current results. Final liability will be determined on the basis of annual results.
- 9** These Financial Statements were authorised for issue on 12 April 2014 by the Board of Directors of the Company.
- 10** Figures have been rounded off to the nearest rupee.

Karachi: 12 April 2014


OWAIS G. HABIB
Chief Executive

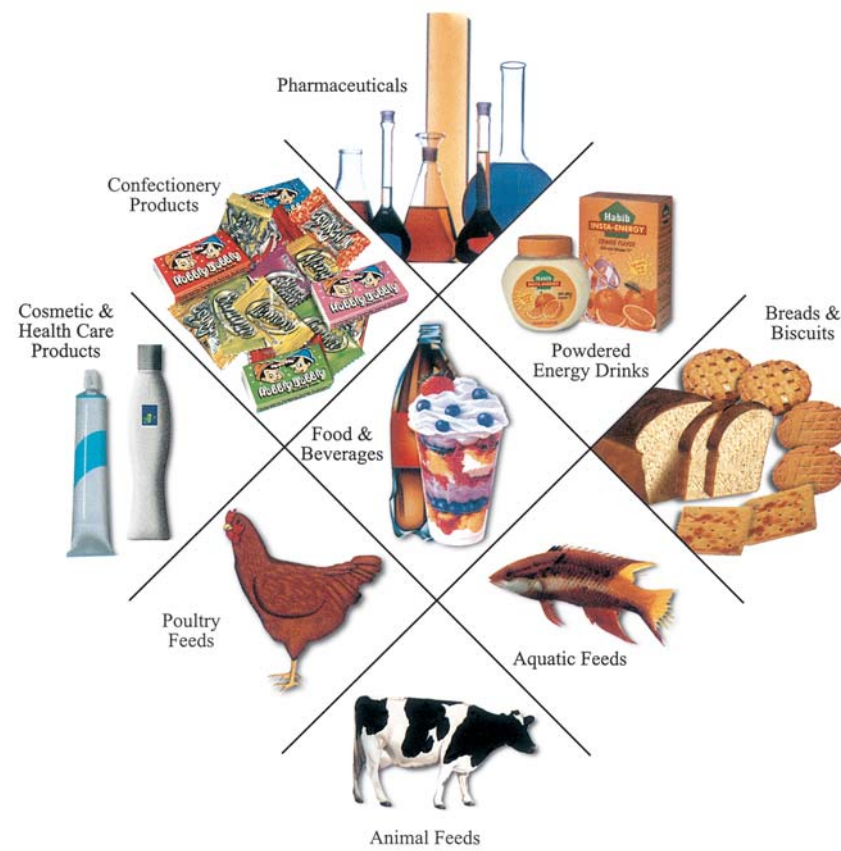

GAFFAR A. HABIB
Chairman



Habib-ADM Ltd.

Pioneer Producers of Rice Based Starch Sugars and Proteins

Habib-ADM Limited pioneered the conversion of Rice into Glucose, Dextrose, Fructose, Sorbitol and Maltodextrine - all essential ingredients for:



contributing to a sweeter tomorrow