



Habib Rice Products Ltd.



(Formerly **Habib-ADM Ltd.**)

**3rd Quarter
Unaudited Accounts
March 31, 2020**

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CHAIRMAN'S REVIEW / DIRECTORS' REPORT

3RD QUARTER ENDED MARCH 31, 2020 (UN-AUDITED)

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 performance for the Quarter ended 31 March 2020.

By the Grace of Allah, the improved bottom line has been partially due to the rupee devaluation, making competing imports more costly, allowing as an opportunity of getting better prices for our products.

In closing, please join in my prayers to Allah the Beneficent, the Merciful, the Provider to guide us and Bless us with Bounties as Befit His Glory, Aameen.

On behalf of the Board

Gaffar A. Habib
Chairman

Karachi: April 16, 2020

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2020 (UN-AUDITED)**

		March 31, 2020 (Un-audited)	June 30, 2019 (Audited)
ASSETS	Note	----- Rupees -----	
NON-CURRENT ASSETS			
Property, plant and equipment	4	398,577,893	403,841,387
Long-term deposits		14,832,280	5,093,181
Deferred tax asset		25,559,003	16,497,291
		<u>438,969,176</u>	<u>425,431,859</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		56,797,709	51,804,107
Stock-in-trade	5	188,724,926	250,739,777
Trade debts		360,454	123,104
Loans and advances		5,210,809	3,536,177
Trade deposits and short-term prepayments		11,448,253	8,676,857
Short-term investments	6	372,657,758	157,296,175
Taxation - net		113,851,951	117,024,089
Cash and bank balances	7	84,693,158	150,159,737
		833,745,018	739,360,023
		<u>1,272,714,194</u>	<u>1,164,791,882</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 60,000,000 (June 30, 2019: 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		200,000,000	200,000,000
Reserves		679,172,699	640,162,005
		879,172,699	840,162,005
CURRENT LIABILITIES			
Trade and other payables	8	372,854,510	309,222,996
Unclaimed dividend		20,686,985	15,406,881
		393,541,495	324,629,877
		<u>1,272,714,194</u>	<u>1,164,791,882</u>
CONTINGENCIES AND COMMITMENTS			
	9		

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



OWAIS G. HABIB
Chief Executive Officer



JAMSHED ALI KHAN
Chief Financial Officer



GAFFAR A. HABIB
Chairman

Karachi: April 16, 2020



Habib Rice Products Ltd. (Formerly **Habib-ADM Ltd.**)



**CONDENSED INTERIM STATEMENT OF
PROFIT OR LOSS
FOR THE 3RD QUARTER ENDED MARCH 31, 2020 (UN-AUDITED)**

	9 Months ended		Quarter ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
	----- Rupees -----			
Turnover - net	1,288,367,134	1,151,293,154	410,218,708	392,401,875
Cost of sales	(995,639,867)	(940,253,373)	(312,625,900)	(332,321,734)
Gross profit	292,727,267	211,039,781	97,592,808	60,080,141
Distribution cost	(64,696,777)	(84,184,791)	(20,798,677)	(28,125,424)
Administrative expenses	(79,899,705)	(69,454,924)	(34,164,840)	(24,360,040)
Other expenses	(12,150,347)	(5,280,181)	(3,771,292)	(918,120)
Other income	29,149,732	20,551,613	12,665,876	5,963,268
Finance costs	(1,188,541)	(1,427,325)	(638,764)	(251,869)
Profit before taxation	163,941,629	71,244,173	50,885,111	12,387,956
Taxation				
- Current	(33,992,647)	(13,539,968)	(10,091,577)	(4,598,660)
- Deferred	9,061,712	(2,870,399)	2,529,537	843,223
	(24,930,935)	(16,410,367)	(7,562,040)	(3,755,437)
Profit after taxation	139,010,694	54,833,806	43,323,071	8,632,519
Earnings per share - basic and diluted	3.48	1.37	1.08	0.22

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

OWAIS G. HABIB
Chief Executive Officer

JAMSHED ALI KHAN
Chief Financial Officer

GAFFAR A. HABIB
Chairman

Karachi: April 16, 2020



Habib Rice Products Ltd. (Formerly **Habib-ADM Ltd.**)



**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME**
FOR THE 3RD QUARTER ENDED MARCH 31, 2020 (UN-AUDITED)

	9 Months ended		Quarter ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
	----- Rupees -----			
Profit after taxation for the period	139,010,694	54,833,806	43,323,071	8,632,519
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>139,010,694</u>	<u>54,833,806</u>	<u>43,323,071</u>	<u>8,632,519</u>

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

OWAIS G. HABIB
Chief Executive Officer

Karachi: April 16, 2020

JAMSHED ALI KHAN
Chief Financial Officer

GAFFAR A. HABIB
Chairman

**CONDENSED INTERIM STATEMENT OF CASH FLOWS
AS AT MARCH 31, 2020 (UN-AUDITED)**

		March 31, 2020 (Un-audited)	March 31, 2019 (Un-audited)
	Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		163,941,629	71,244,173
Adjustments for non-cash items:			
Depreciation		28,892,207	23,686,415
Gain on disposal of fixed assets		(9,711)	-
Finance costs		1,188,541	1,427,325
Long term deposits		(9,739,099)	(500,000)
Operating profit before working capital changes		184,273,567	95,857,913
Working capital changes	10	115,969,385	17,382,111
Cash generated from operations		300,242,952	113,240,024
Taxes paid		(30,820,509)	(32,653,119)
Finance costs paid		(1,188,541)	(1,427,325)
		(32,009,050)	(34,080,444)
Net cash generated from operating activities		268,233,902	79,159,580
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(23,629,002)	(31,803,527)
Proceeds from disposal of operating fixed assets		10,000	-
Net cash used in investing activities		(23,619,002)	(31,803,527)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(94,719,896)	(48,912,452)
Net cash used in financing activities		(94,719,896)	(48,912,452)
Net increase/(decrease) in cash and cash equivalents		149,895,004	(1,556,399)
Cash and cash equivalents at the beginning of the period		307,455,912	276,263,201
Cash and cash equivalents at the end of the period	11	457,350,916	274,706,802

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



OWAIS G. HABIB
Chief Executive Officer



JAMSHED ALI KHAN
Chief Financial Officer



GAFFAR A. HABIB
Chairman

Karachi: April 16, 2020



Habib Rice Products Ltd. (Formerly **Habib-ADM Ltd.**)

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE 3RD QUARTER ENDED MARCH 31, 2020 (UN-AUDITED)**

Particulars	Issued, Subscribed And Paid-up Capital	Reserves			Total reserves	Total equity
		Capital Reserve Share Premium	Revenue reserves General Reserve	Unappropriated Profit		
Balance as at July 01, 2018	200,000,000	10,000,000	50,000,000	506,912,965	566,912,965	766,912,965
Final dividend @ 25% for the year ended June 30, 2018	-	-	-	(50,000,000)	(50,000,000)	(50,000,000)
Profit after taxation for the period	-	-	-	54,833,806	54,833,806	54,833,806
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	54,833,806	54,833,806	54,833,806
Balance as at March 31, 2019	<u>200,000,000</u>	<u>10,000,000</u>	<u>50,000,000</u>	<u>511,746,771</u>	<u>571,746,771</u>	<u>771,746,771</u>
Balance as at July 01, 2019	<u>200,000,000</u>	<u>10,000,000</u>	<u>50,000,000</u>	<u>580,162,005</u>	<u>640,162,005</u>	<u>840,162,005</u>
Final dividend @ 50% for the year ended June 30, 2019	-	-	-	(100,000,000)	(100,000,000)	(100,000,000)
Profit after taxation for the period	-	-	-	139,010,694	139,010,694	139,010,694
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	139,010,694	139,010,694	139,010,694
Balance as at March 31, 2020	<u>200,000,000</u>	<u>10,000,000</u>	<u>50,000,000</u>	<u>619,172,699</u>	<u>679,172,699</u>	<u>879,172,699</u>

----- Rupees -----

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

OWAIS G. HABIB
Chief Executive Officer

JAMSHED ALI KHAN
Chief Financial Officer

GAFFAR A. HABIB
Chairman

Karachi: April 16, 2020

**CONDENSED NOTES TO THE
FINANCIAL STATEMENTS
FOR THE 3RD QUARTER ENDED MARCH 31, 2020 (UN-AUDITED)**

1. THE COMPANY AND ITS OPERATIONS

Habib Rice Products Limited (Formerly Habib-ADM Limited) (the Company) is a public listed company limited by shares incorporated in Pakistan on July 10, 1980 and is listed on the Pakistan Stock Exchange. The registered office of the Company is situated at 2nd Floor, UBL Building I.I Chundrigar Road, Karachi. The Company is engaged in the production of rice based Starch Sugar and Proteins.

The Company's primary production facility is located at its industrial complex in Hub Industrial Area, District Lasbela, Baluchistan.

2. BASIS OF PREPARATION

2.1. These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2. These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2019.

2.3. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended March 31, 2020 and March 31, 2019 and notes forming part thereof have not been reviewed by the statutory auditors of the Company, as they have reviewed the cumulative figures for the half years ended December 31, 2019 and December 31, 2018.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended June 30, 2019 except for;

New / revised standards, and amendments

The Company has adopted the following standards and amendments to IFRSs which became effective for the current period:

Standards or amendments

- IFRS 9 - Prepayment features with negative compensation (Amendments)
- IFRS 16 - Leases
- IAS 19 - Plan amendment, curtailment or settlement (Amendments)
- IAS 28 - Long term interests in associates and joint ventures (Amendments)
- IFRIC 23 - Uncertainty over income tax treatments

Improvements to accounting standards issued by the IASB in December 2017

IFRS 3 Business combinations - Previously held interests in a joint operation

IFRS 11 Joint arrangements - Previously held interests in a joint operation

IAS 12 Income taxes - Income tax consequences of payments on financial instruments classified as equity

IAS 23 Borrowing costs - Borrowing costs eligible for capitalization

The adoption of the above standards and amendments to accounting standards did not have any material effect on the Company's financial statements except for IFRS 16 - Leases. The impact of adoption of IFRS 16 is described below:

IFRS 16 - Leases

IFRS 16 supersedes IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on statement of financial position model. It resulted in almost all leases being recognized on the condensed interim statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use lease item) and a lease liability to pay rentals are required to be recognized. The only exceptions are short-term and low value leases.

The Company has assessed the impact of IFRS-16 and concluded that all leases are short-term. Accordingly, the Company has not recognized the right to use asset and accounted for lease expense on straight line basis over the lease term. Based on above, no impact of adoption of IFRS 16 on opening equity has been recognized as per modified retrospective approach permitted under IFRS-16.

3.1. Accounting estimates and judgements

The preparation of these condensed interim financial statements in conformity with the approved accounting standards, as applicable in Pakistan, requires the management to make estimates, judgments that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

Estimates and judgments made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the annual audited financial statements of the Company for the year ended June 30, 2019. The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2019.

Income tax expense is recognized based on the best estimate of the weighted average annual effective income tax rate for the full financial year.

		March 31, 2020 (Un-audited)	June 30, 2019 (Audited)
	Note	----- Rupees -----	
4. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	398,268,592	403,841,387
Capital work-in-progress (CWIP)	4.2	309,301	-
		<u>398,577,893</u>	<u>403,841,387</u>
4.1. The movement in operating fixed assets during the period / year is as follows:			
Net book value (NBV) at the beginning of the period / year		403,841,387	269,386,761
Additions during the period / year (cost)	4.1.1	5,782,093	5,525,976
Transfers from CWIP during the period / year (cost)	4.2	<u>17,537,608</u>	<u>164,147,020</u>
		427,161,088	439,059,757
Disposals during the period / year (NBV)		(289)	(1,231,676)
Depreciation charged during the period / year		<u>(28,892,207)</u>	<u>(33,986,694)</u>
		<u>(28,892,496)</u>	<u>(35,218,370)</u>
NBV at the end of the period/year		<u>398,268,592</u>	<u>403,841,387</u>
4.1.1. Additions during the period / year			
Plant and machinery		299,913	-
Computer, office and electrical equipment		220,780	691,876
Laboratory equipment		1,037,400	234,000
Vehicles		4,224,000	4,600,100
		<u>5,782,093</u>	<u>5,525,976</u>
4.2. Capital work-in-progress			
At the beginning of the period / year		-	98,292,966
Additions during the period / year - plant and machinery		<u>17,846,909</u>	<u>65,854,054</u>
		17,846,909	164,147,020
Transfers to operating fixed assets during the period / year		<u>(17,537,608)</u>	<u>(164,147,020)</u>
At the end of the period / year		<u>309,301</u>	<u>-</u>

	March 31, 2020 (Un-audited)	June 30, 2019 (Audited)
Note	----- Rupees -----	
5. STOCK-IN-TRADE		
Raw material - in hand	108,749,452	141,679,930
- in transit	4,938	6,962,327
	108,754,390	148,642,257
Work-in-process	2,256,725	218,101
Finished goods	77,713,811	101,879,419
	188,724,926	250,739,777
6. SHORT-TERM INVESTMENTS		
At amortized cost		
Term deposit receipts (TDR)	6.1 356,560,768	150,254,450
Interest accrued	16,096,990	7,041,725
	372,657,758	157,296,175
6.1. These represent investments made in TDR having a term of less than 12 months, carrying interest rates ranging from 9.50% to 13.50% (June 30, 2019: 9.50% to 10.50%) per annum.		
7. CASH AND BANK BALANCES		
Cash in hand	1,342,046	2,999,450
Cash with banks		
Current accounts	7,046,386	13,478,227
Deposit accounts	7.1 76,304,726	133,682,060
	83,351,112	147,160,287
	84,693,158	150,159,737
7.1. These carry interest rate of 11.25% (June 30, 2019: 10.25%) per annum.		
8. TRADE AND OTHER PAYABLES		
Creditors	5,539,381	10,455,453
Accrued liabilities	31,327,212	19,466,671
Provision for Gas Infrastructure	8.1 &	
Development Cess and other charges	8.2 265,897,335	228,067,705
Advances from customers	56,293,526	44,611,943
Workers' welfare fund	6,777,760	3,432,012
Workers' profit participation fund	4,599	2,410,135
Sales tax payable	7,014,697	779,077
	372,854,510	309,222,996



- 8.1. In the year 2011, Gas Infrastructure Development Cess (GIDC) was made applicable to the industrial consumers by means of GIDC Act, 2011 and the Company has been making provision on account of GIDC. In September 2014, the Federal Government (the Government) promulgated Gas Infrastructure Development Cess (GIDC) Ordinance No.VI of 2014 to circumvent earlier decision of the Honorable Supreme Court on the subject, where it upheld that the earlier introduction of GIDC Act of 2011 was unconstitutional and ultravires on the grounds that GIDC was a 'Fee' and not a 'Tax'. In May 2015, the Government passed the GIDC Act., 2015.

The Company, along with other companies in the industry, challenged the GIDC Act, 2015 and filed writ petition in the Honorable High Court of Sindh (HCS) including retrospective treatment of the provision of the GIDC Act. The Honorable Court vide its order dated October 26, 2016 has held the GIDC Act 2011, GIDC Ordinance 2014 and GIDC Act, 2015 as ultravires and unconstitutional on the grounds mentioned above. The Government and Sui Southern Gas Company Ltd (SSGC), however, has filed an appeal in the Double Bench of HCS in a similar case against certain petitioners, which is at the stage of hearing as of March 31, 2020. Due to the inherent uncertainties involved in the matter, the eventual outcome of the case cannot be determined at this stage. Therefore, the Company, on a prudent basis, has made an aggregate provision of Rs. 189.34 million as of March 31, 2020 which includes Rs. 28.25 million for the period in these condensed interim financial statements.

- 8.2. In August 2015, Sui Southern Gas Company (SSGC) increased rates of natural gas vide notification No. SRO 876(1)2015 dated August 31, 2015 issued by Oil and Gas Regulatory Authority (OGRA) whereby prices for natural gas for industrial sector were increased from Rs. 488 to Rs. 600 per MMBTU. Whereas those for the captive power sector were increased from Rs. 573 to Rs. 600 per MMBTU. The Company was subject to charge within both categories. The Company challenged the OGRA notification and filed writ petition in the HCS. Thereafter, HCS vide its order dated May 18 2016, decided the case in Company's favor and concluded that the OGRA notification lacks the sanctity of law and it cannot be validated in terms of Section 7 and 8 of the Oil & Gas Regulatory Authority Ordinance 2002. SSGC filed an appeal in the HCS which was dismissed on August 15, 2017. Subsequently, SSGC has taken the matter to the Honorable Supreme Court of Pakistan and filed the petition to appeal against the order dated August 15, 2017.

Further, OGRA in suppression of its Notification No. SRO 876(1)2015 dated August 31, 2015, issued notification No. SRO 1185 dated December 30, 2016 notified the sale price and minimum charges, in respect of natural gas to industrial customer with effect from December 15, 2016 being flat rate of Rs. 600 per MMBTU. The Company challenged the impugned notification dated December 30, 2016 before the HCS. HCS has passed ad-interim orders dated January 20, 2017 suggesting stay on the rates aforementioned, while ordering plaintiffs to deposit the differential amount in terms of impugned notification as security till further orders.

Moreover, OGRA in suppression of its notification No. SRO 1185(I)2016 dated December 30, 2016 issued notification No. SRO 1234(I)2018 dated October 4, 2018 stating that the sale prices and minimum charges in respect of natural gas to industrial customer with effect from September 27, 2018 shall be at flat rate of Rs.780 per MMBTU. The Company challenged the impugned notification before HCS. The case is at the stage of hearings as of March 31, 2020. However, the Company has under protest paid the bills from October 2018 to December 2019 on the increased tariff rate. The HCS in September 2019 has dismissed all the petitions challenging the Gas Tariff 2018. However, the Company, along with other companies in the industry, challenged the HCS order and filed a petition in the Honorable Supreme Court of Pakistan which is at the stage of hearing as on March 31, 2020.

Further, OGRA in suppression of its notification No. SRO 1234(I)2018 dated October 04, 2018, SRO 1284(i)2018 dated October 18, 2018, SRO 1523(I)2018 dated December 14, 2018 and SRO 234(I)2018 dated February 21, 2019 issued notification SRO 795(I)2019 dated June 29, 2019 which was superseded by SRO (I)2019 dated August 9, 2019, stating that the sale prices and minimum charges in respect of natural Gas to industrial customer with effect from July 1, 2019 shall be at flat rate of Rs.1,021 per MMBTU. The Company challenged the said impugned notifications before HCS. The Honorable HCS has passed interim order dated November 22, 2019 suggesting stay on the rates aforementioned, while ordering plaintiffs to deposit the differential amount of notified price and prescribed price of estimated revenue requirement (ERR) of OGRA (Rs.937.57 per MMBTU) amounting to Rs.83.43 per MMBTU as security till further orders. Due to the inherent uncertainties involved in the matter, the Company, on a prudent basis, has provided Rs.9.57 million in these interim financial statements. The case is at the stage of hearings as of March 31, 2020.

9. CONTINGENCIES AND COMMITMENTS

Contingencies

There is no change in the status of contingencies as disclosed in the annual audited financial statements for the year ended June 30, 2019.

Commitments

		March 31, 2020 (Un-audited)	June 30, 2019 (Audited)
----- Rupees -----			
Guarantee issued in favor of:			
- Sui Southern Gas Company Limited	9.1	<u>66,345,865</u>	<u>63,889,755</u>
Cheques / Pay Orders issued in favor of Nazir High Court		<u>51,721,697</u>	<u>43,917,158</u>

- 9.1 Guarantees have been issued by a commercial bank on behalf of the Company to Sui Southern Gas Company Limited in the normal course of business.

		March 31, 2020 (Un-audited)	March 31, 2019 (Un-audited)
----- Rupees -----			
10. WORKING CAPITAL CHANGES			
Decrease / (Increase) in current assets			
Stores, spare parts and loose tools		(4,993,602)	(17,227,525)
Stock-in-trade		62,014,851	(42,683,876)
Trade debts		(237,350)	(1,590,780)
Loans and advances		(1,674,632)	(3,730,296)
Trade deposits and short-term prepayments		<u>(2,771,396)</u>	<u>7,227,513</u>
		52,337,871	(58,004,964)
Increase in current liabilities			
Trade and other payables		63,631,514	75,387,075
		<u>115,969,385</u>	<u>17,382,111</u>

		March 31, 2020 (Un-audited)	March 31, 2019 (Un-audited)
----- Rupees -----			
11. CASH AND CASH EQUIVALENTS			
Short-term investments	6	372,657,758	194,661,981
Cash and bank balances	7	84,693,158	80,044,821
		<u>457,350,916</u>	<u>274,706,802</u>

12. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated companies, directors, executives and retirement benefit plans. Transactions with related parties other than those disclosed elsewhere in the financial information as mentioned below are entered under agreed terms:

Transactions during the period

Associated Companies

Dividend paid			
- Haydari Boring & Piling Company (Private) Limited	38,250		19,125
- Abbas Builders (Private) Limited	2,918		1,459
- Indus Oil Expellers (Private) Limited	425		212
		<u>41,593</u>	<u>20,806</u>

Key management personnel

Salaries and allowances	32,641,996		29,577,416
		<u>32,641,996</u>	<u>29,577,416</u>

Retirement benefit plans

Contribution to provident fund	15,280,800		14,254,214
		<u>15,280,800</u>	<u>14,254,214</u>

- 12.1** The aggregate amount paid / payable to the directors as a fee for attending the Board of Director's meetings for the period ended March 31, 2020 amounted to Rs.75,000 (March 31, 2019: Rs.75,000).

13. FINANCIAL RISK MANAGEMENT

These condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2019. There have been no changes in any risk management policies since the year end.

The carrying value of all financial and non-financial assets and liabilities measured at other than amortised cost in these condensed interim financial statements approximate their fair values.

14. OPERATING SEGMENTS

These condensed interim financial statements have been prepared on the basis of a single reportable segment.

Sales of the Company relate to starch sugar and proteins.

Total sales of the Company relating to customers in Pakistan were 87.56% of total sales during the period ended March 31, 2020 (March 31, 2019: 71.59%).

All non-current assets of the Company as at March 31, 2020 and June 30, 2019 are located in Pakistan.


Sales to the major five customers of the Company are around 36.91% of total sales during the period ended March 31, 2020 (March 31, 2019: 45.78%)

15. GENERAL

15.1. These condensed interim financial statements have been authorised for issue on 16 April 2020 by the Board of Directors of the Company.

15.2. Figures have been rounded off to the nearest rupee, unless otherwise stated.


OWAIS G. HABIB
Chief Executive Officer


JAMSHED ALI KHAN
Chief Financial Officer


GAFFAR A. HABIB
Chairman

Karachi: April 16, 2020



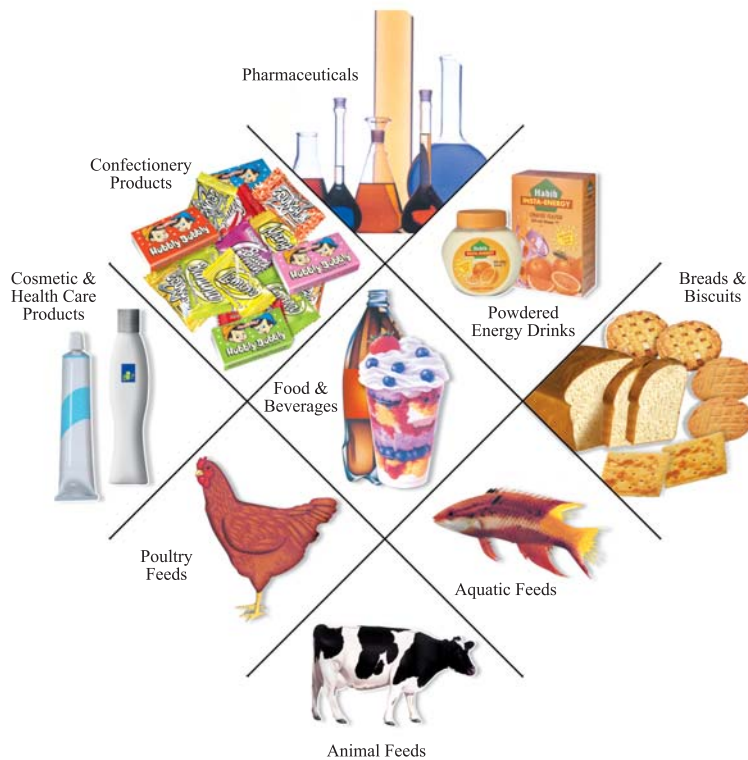
Habib Rice Products Ltd. (Formerly **Habib-ADM Ltd.**)



Pioneer Producers of Rice Based Starch Sugars and Proteins

Habib Rice Products Limited (Formerly Habib-ADM Ltd.) pioneered the conversion of Rice into:-

- **Glucose**
- **Sorbitol**
- **Dextrose**
- **Maltodextrin**
- **High Fructose**
- **Rice Protein**



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