



Habib Rice Products Ltd.

**1st Quarter
Unaudited Accounts
September 30, 2021**

Contents

	Page No
Company Information	2
Directors' Report	3
Condensed Interim Statement of Financial Position (Un-audited)	4
Condensed Interim Statement of Profit or Loss (Un-audited)	5
Condensed Interim Statement of Other Comprehensive Income (Un-audited)	6
Condensed Interim Statement of Changes in Equity (Un-audited)	7
Condensed Interim Statement of Cash Flows (Un-audited)	8
Condensed Notes to the Interim Financial Statements (Un-audited)	9-18



DIRECTORS' REPORT

1ST QUARTER ENDED SEPTEMBER 30, 2021 (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 performance for the Quarter ended 30 September 2021.

There was a slight increase in turnover as compared to the previous year, however the higher cost (and erratic supply) of electricity and gas significantly eroded our margins. Higher distribution costs is due largely to the phenomenal increase in export freight rates.

The countrywide shortage and disruption in electricity and gas supplies is expected to continue for the foreseeable future and will continue to affect our operations - we continue to look for ways to mitigate these challenges.

Please join me in my prayers to Allah the Beneficent, the Merciful, the Provider, to continue to Bless our operations with Bounties as Befits His Glory, Aameen.

On behalf of the Board

Owais G. Habib
Chief Executive Officer

Fatemah G. Habib
Director

Karachi: 27 October 2021

**Habib Rice Products Ltd.****CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021 (UN-AUDITED)**

		September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
ASSETS	Note	----- Rupees -----	
NON-CURRENT ASSETS			
Property, plant and equipment	4	589,135,481	576,834,849
Right-of-use assets	5	2,649,381	4,922,349
Long-term deposits		26,490,870	26,490,870
Deferred taxation	6	<u>34,322,928</u>	<u>33,328,539</u>
		652,598,660	641,576,607
CURRENT ASSETS			
Stores, spare parts and loose tools		112,540,259	83,684,342
Stock-in-trade	7	144,041,658	227,257,878
Trade debts		189,853	20,868
Loans and advances		7,424,635	5,703,924
Trade deposits and short-term prepayments		3,463,395	4,419,614
Sales tax receivable		9,781,092	11,944,668
Short-term investments	8	304,744,047	305,712,268
Taxation – net		72,461,364	60,770,298
Cash and bank balances	9	<u>152,811,711</u>	<u>133,562,359</u>
		<u>807,458,014</u>	<u>833,076,219</u>
		<u>1,460,056,674</u>	<u>1,474,652,826</u>
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital 60,000,000 (June 30, 2020: 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		<u>786,101,096</u>	<u>764,699,028</u>
		986,101,096	964,699,028
NON-CURRENT LIABILITIES			
Lease Liabilities		89,304	219,341
Provision for Gas Infrastructure Development Cess (GIDC)	10	<u>66,233,916</u>	<u>76,239,416</u>
		66,323,220	76,458,757
Current Liabilities			
Current Maturity of Lease Liabilities		493,434	476,140
Current Maturity of Gas Infrastructure Development Cess GIDC	10	140,905,726	130,900,226
Trade and other payables	11	148,287,755	184,444,499
Provision for gas rate revision	12	86,437,100	86,150,001
Unclaimed dividend		31,508,343	31,524,175
		<u>407,632,358</u>	<u>433,495,041</u>
		<u>1,460,056,674</u>	<u>1,474,652,826</u>
Contingencies and Commitments	13		

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

JAMSHED ALI KHAN
Chief Financial Officer

FATEMAH G. HABIB
Director

Karachi: October 27, 2021



Habib Rice Products Ltd.

**CONDENSED INTERIM STATEMENT OF
PROFIT OR LOSS**
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)

	September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
	----- Rupees -----	
Turnover - net	452,687,096	428,777,502
Cost of Sales	(344,499,719)	(329,051,137)
Gross Profit	<u>108,187,377</u>	<u>99,726,365</u>
Distribution costs	(50,521,566)	(19,219,910)
Administrative Expenses	(29,609,112)	(22,151,481)
Other Expenses	(5,105,752)	(4,971,156)
Other Income	3,173,976	10,383,005
Finance costs	(372,582)	(722,753)
Profit before Taxation	<u>25,752,341</u>	<u>63,044,070</u>
Taxation		
- Current	(5,344,662)	(11,980,412)
- Deferred	994,389	2,763,862
Provision for Taxation	(4,350,273)	(9,216,550)
Profit for the period	<u>21,402,068</u>	<u>53,827,520</u>
Earning per share - basic and diluted	0.54	1.35

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

Karachi: October 27, 2021

JAMSHED ALI KHAN
Chief Financial Officer

FATEMAH G. HABIB
Director



Habib Rice Products Ltd.

**CONDENSED INTERIM STATEMENT OF
OTHER COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

	September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
	----- Rupees -----	
Net Profit for the period	21,402,068	53,827,520
Other comprehensive income	-	-
Total comprehensive income for the period	<u>21,402,068</u>	<u>53,827,520</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

Karachi: October 27, 2021

JAMSHED ALI KHAN
Chief Financial Officer

FATEMAH G. HABIB
Director



Habib Rice Products Ltd.

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

Particulars	Issued, Subscribed And Paid-up Capital	Reserves			Total reserves	Total equity
		Capital Reserve Share Premium	General Reserve	Revenue reserves Unappropriated Profit		
Balance as at July 01, 2020	200,000,000	10,000,000	50,000,000	654,680,794	714,680,794	914,680,794
Profit after taxation for the period	-	-	-	53,827,520	53,827,520	53,827,520
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	53,827,520	53,827,520	53,827,520
Balance as at September 30, 2020	200,000,000	10,000,000	50,000,000	708,508,314	768,508,314	968,508,314
Balance as at July 01, 2021	200,000,000	10,000,000	50,000,000	704,699,028	764,699,028	964,699,028
Profit after taxation for the period	-	-	-	21,402,068	21,402,068	21,402,068
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	21,402,068	21,402,068	21,402,068
Balance as at September 30, 2021	200,000,000	10,000,000	50,000,000	726,101,096	786,101,096	986,101,096

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

JAMSHED ALI KHAN
Chief Financial Officer

FATEMAH G. HABIB
Director

Karachi: October 27, 2021

**Habib Rice Products Ltd.****CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

		September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
	Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		25,752,341	63,044,070
Adjustments for non-cash items:			
Depreciation on operating fixed assets	4.1	8,337,430	9,070,644
Depreciation on right-of-use assets	5	2,272,968	2,272,968
Provision for GIDC and other charges		287,099	-
Profit on short-term investments and saving accounts		(2,972,963)	-
Dividend income		(201,013)	-
Finance costs		372,582	722,753
Operating profit before working capital changes		33,848,444	75,110,435
Working capital changes	14	19,433,658	41,664,799
Cash generated from operations		53,282,102	116,775,234
Finance costs paid		(348,960)	(722,753)
Taxes refunded / paid		(17,035,728)	37,251,307
Long term deposits - net		-	(4,876,440)
		(17,384,688)	31,652,114
Net cash generated from operating activities		35,897,414	148,427,348
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(20,638,062)	(25,572,082)
Short term investment made / (redeemed) - net		928,981	(98,117,606)
Profit on short-term investments and saving accounts received		3,012,203	-
Dividend Income received		201,013	-
Net cash used in investing activities		(16,495,865)	(123,689,688)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(15,832)	-
Lease rentals paid		(136,365)	-
Net cash used in financing activities		(152,197)	-
Net (decrease) / increase in cash and cash equivalents		19,249,352	24,737,660
Cash and cash equivalents at the beginning of the period		133,562,359	74,503,789
Cash and cash equivalents at the end of the period	15	152,811,711	99,241,449

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

JAMSHED ALI KHAN
Chief Financial Officer

FATEMAH G. HABIB
Director

Karachi: October 27, 2021



Habib Rice Products Ltd.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2021 (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 Company is engaged in the production of rice derives products and Proteins. The registered office of the Company is situated at 2nd Floor, UBL Building, I.I.Chundrigar Road, Karachi, Sindh.

The Company's primary production facilities are 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, 2021. These condensed interim financial statements are unaudited.

2.3. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended September 30, 2021 and September 30, 2020 and notes forming part thereof have not been reviewed by the auditors of the Company.

2.4. These condensed interim financial statements are presented in the Pakistani rupees which is also the Company's functional currency.

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, 2021 except for;

Standards, amendments and framework for financial reporting effective during the period

The Company has adopted the following amendments to International Financial Reporting Standards (IFRSs) and framework for financial reporting which became effective for the current period:

Amendments to standards:

- IFRS 3 - Definition of a Business (Amendments)
- IFRS 9 / IAS 39 / IFRS 7 - Interest Rate Benchmark Reform (Amendments);
and
- IAS 1 / IAS 8 - Definition of Material (Amendments)

Conceptual Framework for Financial Reporting

The adoption of the above amendments to standards / framework did not have any material impact on the Company's condensed interim financial statements.

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 this condensed interim financial statements are the same as those that were applied to the annual audited financial information of the Company for the year ended June 30, 2021. The Company's financial risk management objectives and policies are consistent with those disclosed in the financial information as at and for the year ended June 30, 2021.



Habib Rice Products Ltd.

		September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
Note		Rupees	
4. PROPERTY, PLANT AND EQUIPMENT			
	Operating fixed assets	4.1 359,885,471	367,820,889
	Capital work-in-progress (CWIP)	4.2 229,250,010	209,013,960
		<u>589,135,481</u>	<u>576,834,849</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	367,820,889	390,304,262
	Additions during the period / year (cost)	4.1.1 402,012	14,426,448
	Transfers from CWIP during the period / year (cost)	4.2 -	-
		<u>368,222,901</u>	<u>404,730,710</u>
	Disposals during the period / year - Vehicles (NBV)	-	(99,120)
	Depreciation charged during the period / year	(8,337,430)	(36,842,479)
		<u>(8,337,430)</u>	<u>(36,941,599)</u>
	NBV at the end of the period/year	<u>359,885,471</u>	<u>367,789,111</u>
4.1.1. Additions during the period / year			
	Plant and machinery	-	12,666,172
	Computer, office and electrical equipment	234,312	760,838
	Furniture & Fixture	167,700	275,988
	Laboratory equipment	-	427,050
	Vehicles	-	296,400
		<u>402,012</u>	<u>14,426,448</u>
4.2. Capital work-in-progress			
	At the beginning of the period / year	209,013,960	-
	Additions during the period / year - plant and machinery	20,236,050	209,013,960
	At the end of the period / year	<u>229,250,010</u>	<u>209,013,960</u>



Habib Rice Products Ltd.

	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
	Note -----	Rupees -----
5. RIGHT-OF-USE ASSETS		
Cost		
At the beginning of the period / year	23,106,095	23,106,095
Accumulated depreciation	-	-
At the beginning of the year	18,183,746	9,091,874
Charge	2,272,968	9,091,872
At the end of the period / year	20,456,714	18,183,746
Net book value at the end of the year	2,649,381	4,922,349
6. DEFERRED TAX		
Arising on taxable temporary differences:		
Accelerated tax depreciation	(34,152,795)	(35,796,006)
Arising on deductible temporary differences:		
Lease liabilities	(485,454)	163,368
Provisions	68,961,177	68,961,177
	34,322,928	33,328,539
7. STOCK-IN-TRADE		
Raw and Packing Material - in hand		
- in transit	68,672,680	140,159,316
	768,975	3,613
	69,441,655	140,162,929
Finished goods		
	74,600,003	87,094,949
	144,041,658	227,257,878
8. SHORT-TERM INVESTMENTS		
At amortized cost		
Term deposit receipts (TDR)		
maturity within 3 months	101,852,450	100,254,450
maturing within 3 to 12 months	-	-
	101,852,450	100,254,450
Accrued Income	83,674	122,914
	101,936,124	100,377,364
At fair value through profit or loss		
Listed equity securities - Bank AL Habib Limited	192,325,443	195,023,284
Mutual fund units	10,482,480	10,311,620
	304,744,047	305,712,268
8.1.	These carry profit rates ranging from 5.50% TO 7.25% (June 30, 2021: 5.50% TO 7.30%) per annum .	



Habib Rice Products Ltd.

	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
Note	----- Rupees -----	-----
9. CASH AND BANK BALANCES		
Cash in hand	3,089,111	1,706,096
Cash with banks		
Current accounts	12,257,761	9,279,660
Saving accounts	-	-
Local Currency:	9.1 119,207,558	103,686,619
Foreign Currency:	18,257,281	18,889,984
	<u>137,464,839</u>	<u>122,576,603</u>
	<u>152,811,711</u>	<u>133,562,359</u>

9.1. These carry interest rates ranging from 5.50% (June 30, 2021: 5.50%) per annum.

10. PROVISION FOR GAS INFRASTRUCTURE DEVELOPMENT CESS (GIDC)

The Honourable Supreme Court of Pakistan (SCP) on August 13, 2020 decided the Gas Infrastructure Development Cess (GIDC) case and held that the levy of GIDC under the GIDC Act 2015 is constitutional. The Apex Court further stated that all industrial and commercial entities which consume natural gas pass on the burden to their customers, have to pay the GIDC that become due upto July 31, 2020.

Subsequent to the Order passed by the Apex Court, the SSGC issued GIDC bill being the first installment of total aggregate demand amounting to Rs. 229.33 million, which was later revised to Rs. 179.80 million pursuant to the decision of Honourable High Court of Sindh (HCS), to be recovered in 48 monthly installments.

The above demand of the SSGC was not acknowledged as liability by the Company as the Company contends that it had not passed the burden to their customers / clients. The Company filed an appeal before the Honourable HCS on the ground that no burden of GIDC had been passed to its customers / clients and thus the Company is not liable to pay GIDC under GIDC Act 2015.

The HCS has granted Stay vide Order dated September 18, 2020 against the demand raised by the SSGC and restrained to take any coercive action.



Habib Rice Products Ltd.

	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
Note	-----	Rupees -----
11. TRADE AND OTHER PAYABLES		
Creditors	31,458,645	11,165,114
Accrued liabilities	37,352,997	54,887,756
Contract liabilities	64,774,733	103,498,730
Workers' Welfare Fund	13,003,594	12,478,037
Workers' Profit Participation Fund	1,379,472	1,996,425
Sales tax payable	302,314	418,437
Others	16,000	-
	<u>148,287,755</u>	<u>184,444,499</u>

12. In August 2015, Sui Southern Gas Company Limited (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 and the Company was subject to charge within both categories. The Company challenged the OGRA notification and filed writ petition in the Honourable High Court of Sindh (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 OGRA Ordinance 2002. SSGC filed an appeal in the HCS which was dismissed on August 15, 2017. Subsequently, SSGC has taken the matter to the Honourable 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 notifying the sale price, in respect of natural gas to industrial customers 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. Due to the inherent uncertainties involved in the matter, the Company, on a prudent basis, has been carried the provision of Rs. 66.97 million in these financial statements.

Moreover OGRA in suppression of its notification No. SRO 1185(I)2016 dated December 30, 2016 issued notification dated October 04, 2018 stating that the sale prices and minimum charges in respect of natural gas to industrial customers with effect from September 27, 2018 will be at flat rate of Rs. 780 per MMBTU. The Company challenged the impugned notification dated October 04, 2018 before HCS.

However, the Company has under protest paid the bills from October 2018 to December 2019 on increased tariff rate. The HCS in September 2019 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 Honourable Supreme Court of Pakistan which is at the stage of hearing.



Habib Rice Products Ltd.

Further, OGRA in suppression of its Notification No. SRO 1234(1)2018 dated October 04, 2018, SRO 1284(i) dated October 18, 2018 SRO 1523(i) dated December 14, 2018 and SRO 234(l) 2018 dated February 21, 2019 issued notification SRO 795(l) dated June 29, 2019 which was superseded by SRO 931(l) 2019 dated August 09, 2019 and further by SRO 1076(1) 2019 dated September 13, 2019, stating that the sale prices and minimum charges in respect of natural gas to industrial customer with effect from July 01, 2019 shall be at flat rate of Rs.1,021 per MMBTU. The Company challenged the said impugned notification before HCS. The 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 has been carried the provision of Rs. 19.18 million in these financial statements on a prudent basis.

Thereafter, OGRA in suppression of its Notification No. SRO 1931(1) 2019 dated August 09, 2019 and SRO 1076(1)2019 dated September 13, 2019 issued notification No. SRO 10-3(8) / 2020 dated October 23, 2020 notifying the sale price in respect of general industrial sector and captive power sector as flat rate of Rs. 1,054 per MMBTU and Rs. 1,087 per MMBTU respectively with effect from September 01, 2020. The Company has been paying the bills on the said rates.

13. CONTINGENCIES AND COMMITMENTS

13.1. Contingencies

There is no change in the status of contingencies as disclosed in the annual audited financial statements for the year ended June 30, 2021 except as stated below:

13.2. Commitments

	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
	----- Rupees -----	
Outstanding letters of credit	<u>12,870,996</u>	<u>29,677,374</u>
Guarantee issued in favor of:		
- Sui Southern Gas Company Limited	13.3 <u>73,845,865</u>	<u>73,845,865</u>
Cheques / Pay Orders issued in favor of Nazir High Court in relation to OGRA cases.	<u>63,380,287</u>	<u>63,380,287</u>

13.3. Guarantee has been issued by a commercial bank on behalf of the Company to Sui Southern Gas Company Limited in the normal course of business.



Habib Rice Products Ltd.

September 30, 2021
(Un-audited)

September 30, 2020
(Un-audited)

----- Rupees -----

14. WORKING CAPITAL CHANGES

Decrease / (Increase) in current assets		
Stores, spare parts and loose tools	(28,855,917)	(1,921,875)
Stock-in-trade	83,216,220	8,695,275
Trade debts	(168,985)	(169)
Loans and advances	(1,720,711)	124,025
Trade deposits and prepayments	3,119,795	(805,010)
Interest accrued	-	(1,426,626)
	<u>55,590,402</u>	<u>4,665,620</u>
Increase in current liabilities		
Trade and other payables	(36,156,744)	36,999,179
	<u>19,433,658</u>	<u>41,664,799</u>

15. CASH AND CASH EQUIVALENTS

Cash and bank balances	9	<u>152,811,711</u>	<u>99,241,449</u>
------------------------	---	--------------------	-------------------

16. TRANSACTIONS WITH RELATED PARTIES

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

September 30, 2021
(Un-audited)

September 30, 2020
(Un-audited)

----- Rupees -----

Transactions during the period

Associated Companies

Dividend paid	<u>97,865</u>	<u>48,933</u>
---------------	---------------	---------------

Key management personnel

Salaries and allowances	<u>11,377,457</u>	<u>10,782,139</u>
-------------------------	-------------------	-------------------

Retirement benefit plans

Contribution to provident fund	<u>5,584,120</u>	<u>5,233,872</u>
--------------------------------	------------------	------------------

16.1. The aggregate amount paid / payable to the directors as a fee for attending the Board of Director's meetings for the period ended September 30, 2021 amounted to Rs. 25,000 (September 30, 2020: Rs.25,000).



Habib Rice Products Ltd.

17. 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, 2021. There have been no changes in any risk management policies since the year end, except as described below:

September 30, 2021 (Unaudited)

	Carrying amount		Fair value hierarchy		
	Fair value through profit or loss	Total	Level 1	Level 2	Level 3
----- (Rupees in '000)-----					
Financial assets measured at fair value					
Short-term investments					
Listed equity securities -					
Bank Al Habib Ltd.	192,325,443	192,325,443	192,325,443	-	-
Mutual fund units	10,482,480	10,482,480	10,482,480	-	-
	<u>202,807,923</u>	<u>202,807,923</u>	<u>202,807,923</u>	-	-

June 30, 2021 (Audited)

	Carrying amount		Fair value hierarchy		
	Fair value through profit or loss	Total	Level 1	Level 2	Level 3
----- (Rupees in '000)-----					
Financial assets measured at fair value					
Short-term investments					
Listed equity securities -					
Bank Al Habib Ltd.	195,023,284	195,023,284	195,023,284	-	-
Mutual fund units	10,311,620	10,311,620	10,311,620	-	-
	<u>205,334,904</u>	<u>205,334,904</u>	<u>205,334,904</u>	-	-

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.



Habib Rice Products Ltd.

18. 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 70.31% of total sales during the period ended September 30, 2021 (September 30, 2020: 88.32%).

All non-current assets of the Company as at September 30, 2021 and June 30, 2021 are located in Pakistan.

Sales to the major five customers of the Company are around 39.53% of total sales during the period ended September 30, 2021 (September 30, 2020: 43.30%).

19. POST REPORTING DATE EVENTS

The Board of Directors in their meeting held on September 16, 2021 have recommended for the approval of the Stockholders a Final Cash Dividend @ 60% i.e Rs 3.00 Per Share of Rs 5 each in addition to interim cash dividend of 40% i.e Rs.2 per share already declared/paid for financial year ended June 30, 2021. Subsequently, this is approved by the Stockholders in the Annual General Meeting held on October 26, 2021. Therefore, no provision has been made in these accounts.

20. GENERAL

20.1. These condensed Interim Financial Information have been authorised for issue on October 27, 2021 by the Board of Directors of the Company.

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

OWAIS G. HABIB
Chief Executive Officer

JAMSHED ALI KHAN
Chief Financial Officer

FATEMAH G. HABIB
Director

Karachi: October 27, 2021

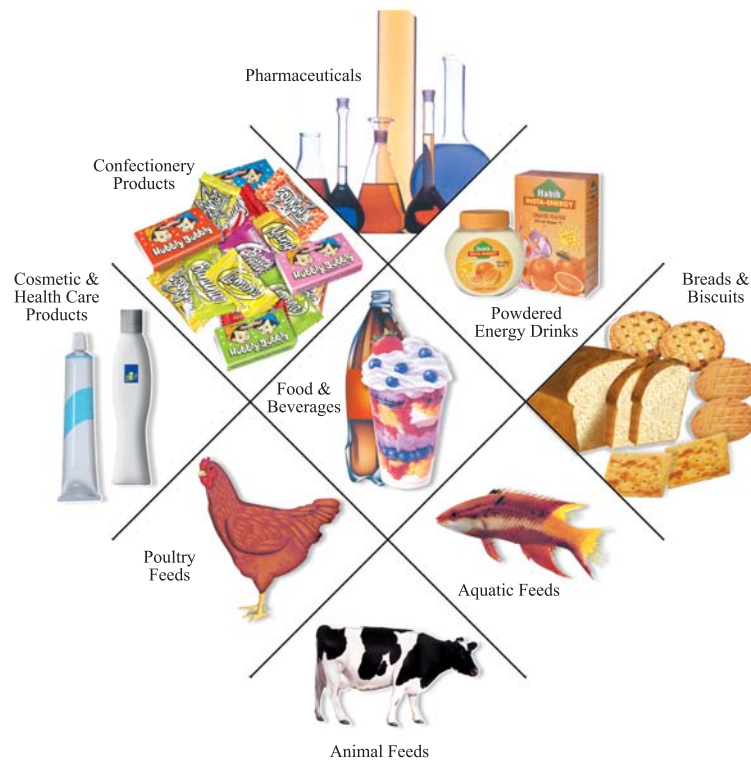


Habib Rice Products Ltd.

Pioneer Producers of Rice Derives Products and Proteins

Habib Rice Products Limited pioneered the conversion of Rice into:-

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



Cell : +92-333-2138681 - +92-333-2144227 - +92-332-2123552 Tell : +92-853-363963-5
Email : mkt_habibadm@hotmail.com / habib-adm@hotmail.com / hal-adm@hotmail.com
Website : www.habibriceproducts.com