



UNLEASHING PAKISTAN'S PROMISE IN EVERYTHING WE TOUCH

CONDENSED INTERIM FINANCIAL STATEMENTS

for the Quarter Ended **31 March, 2024**

Fauji Foods Limited

Head Office

42 CCA, Ex Park View, DHA Phase - VIII, Lahore.

Tel: +92-42-37136310, 37136315-17

Web: www.faujifoods.com

TABLE OF CONTENTS

Corporate Information	02
Directors' Report to the Shareholders in English	03
Directors' Report to the Shareholders in Urdu	05
Condensed Interim Statement of Financial Position	07
Condensed Interim Statement of Profit or Loss	09
Condensed Interim Statement of Other Comprehensive Income	10
Condensed Interim Statement of Changes In Equity	11
Condensed Interim Statement of Cash Flows	12
Notes to the Condensed Interim Financial Statements	13
Condensed Interim Consolidated Statement of Financial Position	19
Condensed Interim Consolidated Statement of Profit or Loss	21
Condensed Interim Consolidated Statement of Other Comprehensive Income	22
Condensed Interim Consolidated Statement of Changes In Equity	23
Condensed Interim Consolidated Statement of Cash Flows	24
Notes to the Condensed Interim Consolidated Financial Statements	25

CORPORATE INFORMATION

Board of Directors

Lt Gen Anwar Ali Hyder, HI(M) (Retd)¹

Chairman

Lt Gen Ali Amir Awan, HI(M) (Retd)²

Lt Gen Dr. Muhammad

Zahid Latif Mirza (Retd)

Mr. Arif ur Rehman

Syed Bakhtiyar Kazmi

Ms. Nosheen Akhtar

Mr. Ali Asrar Hossain Aga

Mr. Basharat Ahmad Bhatti

Mr. Javed Kureishi

Audit Committee³

Mr. Javed Kureishi - Chairman

Ali Asrar Hossain Aga

Syed Bakhtiyar Kazmi

Mr. Basharat Ahmad Bhatti

HR&R Committee⁴

Mr. Ali Asrar Hossain Aga - Chairman

Ms. Nosheen Akhtar

Mr. Arif ur Rehman

Operation and Business Committee⁵

Syed Bakhtiyar Kazmi – Chairman

Mr. Arif ur Rehman

Mr. Ali Asrar Hossain Aga

Mr. Basharat Ahmad Bhatti

Chief Executive Officer

Mr. Usman Zaheer Ahmed

Chief Financial Officer

Mr. Waseem Haider

Company Secretary

Brig Naveed Azam Cheema (Retd)

Shares Registrar

M/s Corplink (Pvt.) Limited

Wings Arcade, 1-K, Commercial,

Model Town, Lahore.

Tel: +92-42-35916714,

35916719, 35839182

Fax: +92-42-35869037

E-mail: shares@corplink.com.pk

Registered Office

42 CCA, Ex-Park View, DHA

Phase – VIII, Lahore.

Tel: +92-42-37136315-17

E-mail: info@faujifoods.com

Auditors

M/s A.F. Ferguson & Co.,

Chartered Accountants

Legal Adviser

Mr. Khurram Raza

Advocate Supreme Court

Website

www.faujifoods.com

Plant

Bhalwal, District Sargodha

Bankers

Albaraka Bank

Askari Bank Limited

Bank Alfalah Limited

Bank Al-Habib Limited

Faysal Bank Limited

Habib Bank Limited

JS Bank Limited

MCB Bank Limited

National Bank of Pakistan

Soneri Bank Limited

1 Appointed as Director and Chairman w.e.f. April 06, 2024 in place of Mr. Waqar Ahmed Malik

2 Appointed as Director w.e.f. April 24, 2024 in place of Dr. Nadeem Inayat

3 Re-constituted on April 25, 2024

4 Re-constituted on April 25, 2024

5 Re-constituted on April 25, 2024

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors of Fauji Foods Limited (FFL) is pleased to present the directors' report along with the condensed unaudited interim financial information of the Company for 3 months period ended March 31, 2024.

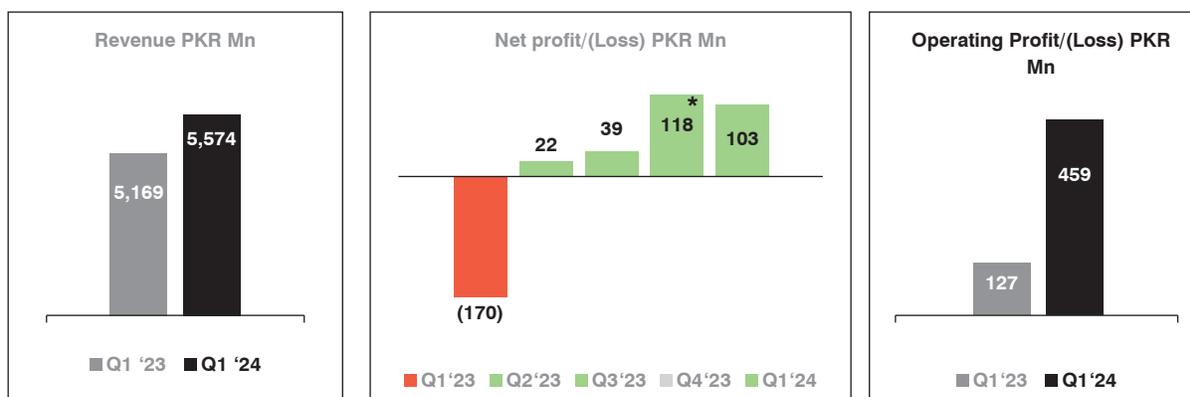
The acquisition transactions of Fauji Cereals business and Fauji Infraavest Foods Limited (FIFL) took place on Feb 19 and Feb 20th, 2024, respectively. Their results are also consolidated in the numbers being reported.

Pakistan with its large population base is an attractive market for consumer business with an annual consumption expenditure of circa \$ 329 bn. Food and dairy are amongst the largest consumer segments. FFL, with its growth trajectory, complete portfolio and strong capability is emerging as a significant player in Pakistan's large and growing consumer market.

Uncertainty in the global environment continues to pose challenges for all businesses. Persistent high inflation led to cost increases, recent arresting of the PKR devaluation provides hope going forward however international oil price spikes coupled with high interest rates, continuous increase in electricity costs and a high inflationary environment are a cause for concern. Consequently, input costs continued to rise in the first 3 months of 2024.

Despite continued economic challenges, FFL has recorded its 4th consecutive PAT positive quarter, reporting PKR 103 Mn in Q1 2024. Q1 2024 revenue hit PKR 5.6 bn (+7.8% over SPLY) as Fauji Foods Limited continued its growth trajectory.

The commercial sustainability is reflected in the improved structure of the P&L as Gross Margins increased from 12.8% SPLY to 19.5% driven by improved internal efficiencies. At the end of Q1 2024 FFL achieved operating profit of PKR 459 Mn vs PKR 127 million profit in SPLY, an increase of 262%. With a solid turnaround strategy delivering results, the EBITDA, which has been on a growth path stood at PKR 509 Mn at the end of Q1 2024 vs an EBITDA of PKR 253 Mn SPLY, registering an increase of 101.5%.



*Q4'23 results exclude deferred tax income of PKR 596 Mn

FFL's persistence with the strategy of Margin Accretive growth and focus on cost efficiencies has brought sustainability to business results. The impact of progress on each of these strategic pillars is captured below:

a) Margin Accretive Growth:

FFL acquired Cereals and Pasta business. This was envisioned as a pillar for driving margin accretive growth. This and the continued focus on value added dairy portfolio delivered 7.8% Growth in Net Revenue during Q1 2024 over same period last year (SPLY).

Additionally, NURPUR continues to be the fastest growing milk brand in Pakistan.

b) Reducing The COGS:

The top-line growth was complemented by an improvement in Gross margins of 6.7%. (from 12.8% SPLY to 19.5% in Q1 2024). Focus on cost efficiencies, strong optimization in the supply chain contributed to the improved margins. Twin sustainability projects of 1 MW solar and biomass continue to positively impact energy costs.

c) Capability:

FFL has been at the forefront of investing in capability and culture over the last two years. It achieved excellent employee engagement scores that in turn led to a significant increase in employee retention. Plans are in place to transform the organizational capability to achieve our ambitions.

Future Outlook:

Looking ahead, the investment in brands and distribution infrastructure should continue to fuel growth while high margin Cereals business should help Fauji Foods deliver a healthy margin. With the legacy debt burden removed, margin led focus growth will help improve FFL's financial performance even faster whilst introducing new products. The economic uncertainty coupled with high inflationary environment continues to be a challenge & is unlikely to go away in the near future, however the strategy of pivoting to value added portfolio will enable the business to cover the expected inflation through pricing & margin management. We are confident that FFL, driven by its vision of "Unleashing Pakistan's promise in everything we touch", will not only build a successful business but leave a mark on the broader national landscape for times to come.

The Board is thankful to the valuable shareholders for their trust and continued support to the company.



Lt Gen Anwar Ali Hyder
HI(M), (Retd)
Chairman



Usman Zaheer Ahmad
Chief Executive Officer

Dated: April 25, 2024

فوجی فوڈز لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 مارچ 2024 کو ختم ہونے والی سہ ماہی کے لیے کمپنی کی مجموعی غیر آڈٹ شدہ عبوری مالیاتی معلومات کے ہمراہ ڈائریکٹرز کی رپورٹ پیش کرتے ہوئے خوش محسوس کر رہا ہے۔

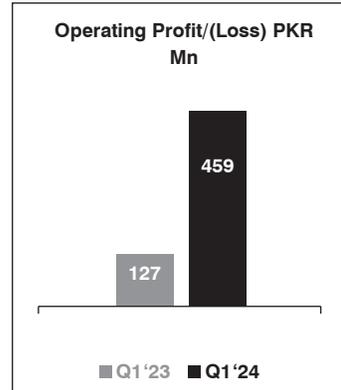
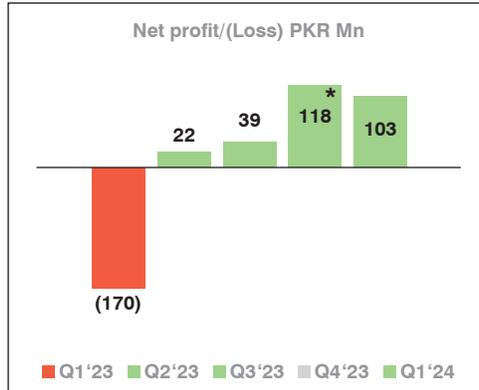
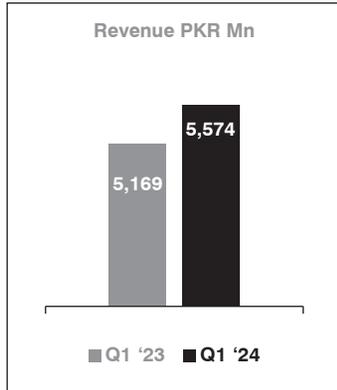
فوجی سیریلز برنس اور فوجی انفر اویسٹ فوڈز لمیٹڈ (FIFL) کے حصول کا لین دین بالترتیب 19 فروری اور 20 فروری، 2024 کو ہوا۔ ان کے نتائج کو ذیل میں بتائے گئے اعداد و شمار میں بھی شامل کیا گیا ہے۔

پاکستان اپنی بڑی آبادی کے ساتھ کزنیوم کاروبار کے لیے ایک پُرکشش مارکیٹ ہے جس کے سالانہ کزنیشن اخراجات تقریباً 329 بلین ڈالر ہیں۔ خوراک اور دودھ کا شمار کزنیوم کے سب سے بڑے شعبوں میں ہوتا ہے۔ FFL، اپنے منفرد پورٹ فولیو اور متعدد قوتوں کے ساتھ پاکستان کی بڑی اور نمو پاتی ہوئی کزنیوم مارکیٹ میں اپنا درست مقام حاصل کرنے کے لیے بالکل تیار ہے۔

عالمی اقتصادی ماحول میں غیر یقینی صورتحال مسلسل تمام کاروباروں کے لیے چیلنجز کا باعث بنی ہوئی ہے۔ مسلسل بلند مہنگائی لاگت میں اضافے کا باعث بنی، پاکستانی روپیہ کی قدر میں کمی کا حالیہ کنٹرول آگے بڑھنے کی امید فراہم کرتا ہے تاہم بین الاقوامی سطح پر تیل کی قیمتوں میں اضافے کے ساتھ ساتھ سود کی زیادہ شرحیں، بجلی کی قیمتوں میں مسلسل اضافہ اور زیادہ مہنگائی کا ماحول تشویش کا باعث ہے۔ نتیجتاً، 2024 کے پہلے 3 مہینوں میں پیداواری لاگت میں اضافہ جاری رہا۔

مسلسل اقتصادی مشکلات کے باوجود، FFL نے 2024 کی پہلی سہ ماہی میں 103 بلین پاکستانی روپے بعد از ٹیکس منافع (PAT) درج کر کے مسلسل چوتھی PAT مثبت سہ ماہی حاصل کی۔ 2024 کی پہلی سہ ماہی کی آمدنی 5.6 بلین پاکستانی روپے (SPLY سے +7.8%) پر پہنچ گئی کیونکہ فوجی فوڈز لمیٹڈ نے اپنی نموی رفتار جاری رکھی۔

تجارتی پائیداری P&L کے بہتر ڈھانچے کے ذریعے ظاہر ہوتی ہے کیونکہ مجموعی مارجن بہتر داخلی کارکردگیوں کے باعث SPLY کے 12.8% سے بڑھ کر 19.5% ہو گیا۔ 2024 کی پہلی سہ ماہی کے اختتام پر FFL نے گزشتہ سال کی اسی سہ ماہی میں 127 ملین پاکستانی روپے منافع کے برعکس 459 ملین روپے کا آپریٹنگ منافع حاصل کیا، لہذا 262% کا اضافہ ہوا۔ نتائج فراہم کرنے والی ٹھوس تبدیلی کی حکمت عملی کے ساتھ، EBITDA جو گزشتہ سال کی اسی سہ ماہی کے 253 ملین پاکستانی روپے کے برعکس 509 ملین پاکستانی روپے ہو گیا جو 101.5% کا اضافہ ہے۔



*Q4'23 results exclude deferred tax income of PKR 596 Mn

مارجن ایکریٹو نمو اور لاگت کو کم کرنے کی حکمت عملی کے ساتھ FFL کی استقامت نے کاروباری نتائج میں استحکام پیدا کیا ہے۔ ان میں سے ہر ایک اسٹریٹجک پلرز پر پیشرفت کے اثرات ذیل میں دکھائے گئے ہیں:

(a) مارجن ایکریٹو نمو:

FFL نے سیریلز اور پاستا برنس حاصل کیا۔ اس کا حصول مارجن ایکریٹو نمو بڑھانے کے لئے ایک ستون کے طور پر کیا گیا۔ اس اور ویلیو ایڈڈ ڈیری پورٹ فولیو پر مسلسل توجہ دینے سے گزشتہ سال کی اسی مدت (SPLY) کے مقابلے میں 2024 کی پہلی سہ ماہی کے دوران خالص آمدنی میں 7.8% فیصد اضافہ ہوا۔ مزید برآں، نوری پور پاکستان میں سب سے تیزی سے نمو کرتا ہوا دودھ برانڈ ہے۔

(b) COGS کی کمی:

ٹاپ لائن نمونہ مجموعی مارجن میں 6.7% کی بہتری سے سراہا گیا جو (سال 2024 کی پہلی سہ ماہی میں 12.8% سے بڑھ کر 19.5% ہو گیا) ہے۔ لاگت بچانے پر توجہ مرکوز کرنے، سپلائی چین میں مضبوط اصلاح نے مارجن کو بہتر بنانے میں اہم کردار ادا کیا۔ 1 میگا واٹ سولر اور بائیو ماس کے جڑواں پائیدار منصوبے توانائی کی لاگت پر مثبت اثر ڈالتے رہیں گے۔

(c) صلاحیت:

FFL گزشتہ دو سالوں میں صلاحیت اور ثقافت میں سرمایہ کاری میں سب سے آگے رہا ہے۔ اس نے ملازمین کی انجمنٹ کے بہترین اسکور حاصل کیے جس کے نتیجے میں ملازمین کی برقراری میں نمایاں اضافہ ہوا۔ ہمارے عزائم کو حاصل کرنے کے لیے تنظیمی صلاحیت کو تبدیل کرنے کے منصوبے بنائے گئے ہیں۔

مستقبل کا نقطہ نظر:

آگے دیکھتے ہوئے، برانڈز اور ڈسٹری بیوشن انفراسٹرکچر میں سرمایہ کاری نمونہ کو تیز کرنے کے لئے جاری رکھنی چاہیے۔ جبکہ اعلیٰ مارجن سیریلز برنس سے فوجی نوڈز کو صحت مند مارجن فراہم کرنے میں مدد ملنی چاہئے۔ وراثتی قرضوں کے بوجھ کو دور کرنے کے ساتھ، مارجن پر زیادہ توجہ دینی مصنوعات متعارف کرواتے ہوئے FFL کی مالی کارکردگی کو مزید تیزی سے بہتر بنانے میں مدد ملے گی۔ زیادہ مہنگائی کے ماحول کے ساتھ اقتصادی غیر یقینی ایک مشکل رہی ہے اور مستقبل قریب میں بہتر ہونے کا امکان نہیں ہے، تاہم ویلیو ایڈڈ پورٹ فولیو کو محرک کرنے کی حکمت عملی کاروبار کو قیمتوں اور مارجن مینجمنٹ کے ذریعے متوقع افراط زر کا احاطہ کرنے کے قابل بنائے گی۔ ہمیں یقین ہے کہ FFL اپنے "Unleashing Pakistan's promise in everything we touch" کے وژن پر کارفرما ہے، نہ صرف ایک کامیاب کاروبار بنائے گا بلکہ آنے والے وقتوں کے لیے وسیع تر قومی منظر نامے پر بھی نشان چھوڑے گا۔

بورڈ قابل قدر شیئر ہولڈرز کا ان کے اعتماد اور کمپنی کے ساتھ مسلسل تعاون کا شکریہ ادا کرتا ہے۔


عثمان ٹھیکر احمد
چیف ایگزیکٹو آفیسر



لیفٹیننٹ جنرل انور علی حیدر
HI(M), (Retd)
چیئر مین

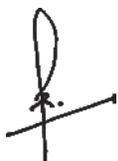
مورخہ 25 اپریل 2024

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 March 2024

	Note	Un-Audited March 2024 Rupees	Audited December 2023 Rupees
EQUITY AND LIABILITIES			
<u>Share capital and reserves</u>			
Authorized capital 2,800,000,000 (2023: 2,800,000,000) ordinary shares of Rs 10 each		28,000,000,000	28,000,000,000
Issued, subscribed and paid up capital 2,519,963,139 (2023: 2,519,963,139) ordinary shares of Rs 10 each		25,199,631,390	25,199,631,390
Capital Reserves			
Share deposit money		2,350,000,001	2,350,000,001
Share premium		1,801,082,303	1,801,082,303
Surplus on revaluation of property, plant and equipment - net of tax		2,331,758,093	2,446,561,207
Acquisition reserve	6	(2,919,382,212)	-
Revenue Reserve			
Accumulated loss		(17,514,877,858)	(17,741,847,841)
		11,248,211,716	14,055,427,060
<u>Non-current liabilities</u>			
Lease liabilities		67,112,275	-
Employee retirement benefits		40,014,371	50,354,814
		107,126,646	50,354,814
<u>Current liabilities</u>			
Current portion of lease liabilities		45,864,822	52,635,293
Trade and other payables		2,343,623,112	2,013,980,302
Unclaimed dividend		965,752	965,752
Accrued finance cost		33,712,332	36,945,209
Payable to ultimate Parent	7	3,510,000,000	-
		5,934,166,018	2,104,526,557
		17,289,504,381	16,210,308,431
Contingencies and commitments	8		

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



Chairman



Chief Executive Officer



Director



Chief Financial Officer

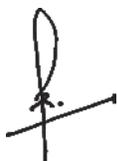
	Note	Un-Audited March 2024 Rupees	Audited December 2023 Rupees
ASSETS			
<u>Non-current assets</u>			
Property, plant and equipment	9	9,069,225,976	9,028,156,064
Intangible assets		10,711,583	9,884,767
Investment in Subsidiary	10	210,000,000	-
Security deposits		10,318,982	10,318,982
		9,300,256,541	9,048,359,813
<u>Current assets</u>			
Stores, spares and loose tools		298,751,156	265,476,703
Stock-in-trade		2,166,760,279	2,131,405,881
Trade debts - considered good		950,548,700	497,680,233
Loans and advances - considered good		201,337,108	29,256,194
Deposits, prepayments and other receivables		249,390,753	248,960,989
Interest accrued		13,103,006	62,215,078
Sales tax refundable - net		1,473,707,329	1,499,378,986
Income tax recoverable		787,058,195	864,079,469
Cash and cash equivalents			
- Cash and bank balances		348,591,313	300,840,028
- Short term investments		1,500,000,000	1,000,000,000
		7,989,247,840	6,899,293,561
Asset held for sale	11	-	262,655,057
		17,289,504,381	16,210,308,431

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the three months period ended 31 March 2024

	Note	31 March 2024 Rupees	31 March 2023 Rupees
Revenue from contracts with customers - net		5,574,454,513	5,169,068,273
Cost of revenue	12	(4,484,324,147)	(4,508,395,953)
Gross profit		1,090,130,366	660,672,320
Marketing and distribution expenses		(430,474,060)	(346,722,001)
Administrative expenses		(196,013,645)	(186,738,039)
Profit / (Loss) from operations		463,642,661	127,212,280
Other income		92,246,336	69,820,244
Other expenses		(339,849,340)	(467,792)
Finance cost		(3,586,538)	(299,778,236)
Profit / (Loss) before taxation		212,453,119	(103,213,504)
Taxation		(100,286,250)	(66,369,511)
Profit / (Loss) after taxation		112,166,869	(169,583,015)
Earning / (Loss) per share - basic and diluted		0.04	(0.07)

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



Chairman



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)

For the three months period ended 31 March 2024

<u>Note</u>	<u>31 March 2024 Rupees</u>	<u>31 March 2023 Rupees</u>
Profit / (Loss) after taxation for the period	112,166,869	(169,583,015)
 <u>Other comprehensive income</u>		
Items that will not be reclassified to profit and loss account		
Remeasurement of defined benefit obligation	-	-
 Total comprehensive income / (loss) for the period	 <u>112,166,869</u>	 <u>(169,583,015)</u>

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



Chairman



Chief Executive Officer



Director



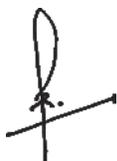
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the three months period ended 31 March 2024

	Issued, subscribed and paid-up capital	Capital Reserve			Revenue reserves		
		Share premium	Share deposit money	Surplus on revaluation of property, plant and equipment - net of tax	Capital reserve		Accumulated loss
Rupees							
Balance as at 01 January 2023	15,840,881,590	1,835,148,153	2,708,749,801	2,131,898,795	-	(18,469,229,527)	4,047,448,812
Share issuance cost	-	(13,476,600)	-	-	-	-	(13,476,600)
Issuance of shares other than right							
Against conversion of accrued markup	708,749,800	-	(708,749,800)	-	-	-	-
Against cash	8,650,000,000	-	-	-	-	-	8,650,000,000
	9,358,749,800	-	(708,749,800)	-	-	-	8,650,000,000
Share deposit money received	-	-	350,000,000	-	-	-	350,000,000
Total comprehensive loss for the period							
Profit / (Loss) after taxation	-	-	-	-	-	(169,583,015)	(169,583,015)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	-	(169,583,015)	(169,583,015)
Surplus transferred to accumulated losses							
Incremental depreciation relating to surplus on revaluation - net of tax	-	-	-	(23,436,315)	-	23,436,315	-
Balance as at 31 March 2023	25,199,631,390	1,821,671,553	2,350,000,001	2,108,462,480	-	(18,615,376,227)	12,864,389,197
Balance as at 01 January 2024	25,199,631,390	1,801,082,303	2,350,000,001	2,446,561,207	-	(17,741,847,841)	14,055,427,060
Acquisition reserve	-	-	-	-	(2,919,382,212)	-	(2,919,382,212)
Total comprehensive loss for the period							
Profit / (Loss) after taxation	-	-	-	-	-	112,166,869	112,166,869
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	-	112,166,869	112,166,869
Surplus transferred to accumulated losses							
Revaluation surplus realized through disposal of operating fixed assets	-	-	-	(86,621,177)	-	86,621,177	-
Incremental depreciation relating to surplus on revaluation - net of tax	-	-	-	(28,181,937)	-	28,181,937	-
Balance as at 31 March 2024	25,199,631,390	1,801,082,303	2,350,000,001	2,331,758,093	(2,919,382,212)	(17,514,877,858)	11,248,211,716

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



Chairman



Chief Executive Officer



Director



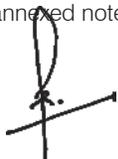
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

For the three months period ended 31 March 2024

	Note	March 2024 Rupees	March 2023 Rupees
Cash flows from operating activities			
Profit / (Loss) before taxation		212,453,119	(103,213,504)
Adjustments for non-cash items:			
Depreciation on property, plant and equipment	9	163,195,223	125,374,410
Amortization of ROU		1,325,969	-
Amortization of intangible assets		498,183	164,750
Gain on disposal of property, plant and equipment		(193,088)	(18,257)
Profit on bank deposits		(82,175,198)	(67,481,747)
Held for sale asset		(2,990,777)	-
Employee retirement benefits		9,472,035	6,609,396
Finance cost		6,832,292	299,778,236
Profit / (Loss) before working capital changes		308,417,758	261,213,284
Effect on cash flow due to working capital changes			
(Increase) / decrease in current assets:			
Stores, spares and loose tools		(29,441,038)	(40,281,509)
Stock-in-trade		271,021,523	(787,976,191)
Trade debts		(362,600,120)	(344,932,705)
Loans and advances		(71,878,706)	(158,352,019)
Deposits, prepayments and other receivables		(169,280,107)	21,134,424
Sales tax refundable		25,671,657	(155,134,585)
Asset Held for sale		262,655,057	-
Increase / (decrease) in current liabilities		182,611,022	591,325,683
		108,759,288	(874,216,902)
Cash generated from / (used) in operations		417,177,047	(613,003,618)
Income tax paid		(8,245,075)	(45,868,974)
Employee benefits paid		(19,812,478)	(8,921,233)
Net cash generated from / (used) in operating activities		389,119,494	(667,793,825)
Cash flow from investing activities			
Fixed capital expenditure		(98,284,821)	(393,910,783)
Sale proceeds from disposal of property, plant and equipment		477,095	152,400
Income on bank deposits received		126,286,393	67,481,747
Net cash generated from / (used) in investing activities		28,478,667	(326,276,636)
Cash flow from financing activities			
Long term finances paid		-	(3,638,149,278)
Share capital issuance		-	9,358,749,800
Share deposit money		-	(2,708,749,800)
Share premium		-	(13,476,600)
Liabilities against assets subject to finance lease - net		(20,608,307)	227,533,117
Finance cost paid		(6,819,415)	(668,355,414)
Net cash (used) in / generated from financing activities		(27,427,722)	2,557,551,825
Net decrease in cash and cash equivalents		390,170,439	1,563,481,364
Cash and cash equivalents - at beginning of the period		1,358,420,874	(560,058,702)
Cash and cash equivalents - at end of the period		1,748,591,313	1,003,422,662

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



Chairman



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the three months period ended 31 March 2024

- 1 Fauji Foods Limited ("the Company") was incorporated in Pakistan on 26 September 1966 as a Public Company and its shares are quoted on Pakistan Stock Exchange. It is principally engaged in processing and sale of toned milk, milk powder, fruit juices, allied dairy and food products. The registered office of the Company is situated at 42 CCA, Ex Park View, DHA Phase-VIII, Lahore and the manufacturing facility is located at Bhalwal, District Sargodha. The Company is a subsidiary of Fauji Fertilizer Bin Qasim Limited, the Parent Company.
- 2 The condensed interim financial statements of the Company for the first quarter ended 31 March, 2024 is un-audited and has been presented in accordance with the requirements of the International Accounting Standard (IAS - 34 Interim Financial Reporting) and provisions of or directives issued under the Companies Act, 2017 (the Act). In case where the requirements differ, the provisions of or directives issued under the Act have been followed. These are required to be presented to the shareholders under section 237 of the Act.
- 3 The condensed interim financial statements does not include all the information required for the full financial statements and should be read in conjunction with the financial statements of the Company as at and for the year ended 31 December, 2023.
- 4 The accounting policies and the methods of computation adopted in the preparation of the condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Company for the year ended 31 December, 2023.
- 5 The preparation of the condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During the preparation of the condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to annual audited financial statements for the year ended 31 December, 2023.

- 6 During the period, pursuant to the regulatory approvals, Company finalized the transactions of acquisitions of Fauji Foundation's shares in Fauji Infraavest Foods Limited on February 20, 2024 and Fauji Foundation's Cereals business operating under the name of Fauji Cereals on February 19, 2024 respectively. These financial statements have taken the impacts of both transactions. The Company adopt the predecessor accounting method for both transactions as per the S.R.O 53 (i)/2022 issued by Securities and Exchange Commission of Pakistan to cater for common control transactions.
- 7 The purchase consideration determined for both transactions amounting to PKR 3.3 billion for Fauji Cereals (Project of Fauji Foundation) and PKR 210 million for Fauji Infraavest Foods Limited respectively payable to Fauji Foundation (Ultimate Parent). The amount is payable on demand with an all-time option to convert it to shares by way of other than right.

8 Contingencies and commitments

8.1 Contingencies

- (i) The Company has issued following guarantees:
Guarantees aggregating Rs. 21.89 million (31 December 2023: Rs. 21.89 million) have been issued by banks on behalf of the Company to Sui Northern Gas Pipeline Limited, Pakistan State Oil and Controller Naval Account.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the three months period ended 31 March 2024

There has been no significant change in contingencies as reported in the audited financial statements of the Company for the period ended December 31, 2023.

8.2 Commitments

(i) Commitments, for purchase of raw & packing material / stores and capital expenditure outstanding at the period end were for Rs. 75.32 million (31 December 2023: Rs. 99.51 million) and Rs. 93.78 million (31 December 2023: Rs. 88.90 million).

	Note	Un-audited 31 March 2024 Rupees	Audited 31 December 2023 Rupees
9 Property, plant and equipment			
Opening balance - Net book value		8,601,506,010	7,847,856,113
Additions during the period / year		62,732,720	627,680,379
Adjustment of asset held for sale		2,990,777	-
Right of use Asset during the period / year		78,232,182	-
Transfer to asset held for sale during the period / year		-	(264,414,670)
Revaluation surplus during the period / year		-	1,033,527,325
Capital Work in Process	9.2	487,243,517	453,016,416
		<u>9,232,705,205</u>	<u>9,697,665,563</u>
Book Value of property plant and equipment disposed off/adjusted during the period / year		(284,006)	(76,573,457)
Depreciation charged during the period / year		(163,195,223)	(592,936,042)
		<u>9,069,225,976</u>	<u>9,028,156,064</u>

9.1 During the period, on acquisition of Fauji Cereals (a project of Fauji Foundation), all assets (except land that is leased to the Company), is transferred to the Company on the date of transfer of control of business and right of use asset is initiated for that lease.

9.2 Capital work-in-progress

Plant and machinery		487,243,517	453,016,416
		<u>487,243,517</u>	<u>453,016,416</u>

10 Investment in Subsidiary

During the period, Company acquired hundred percent shareholding of Fauji Infraavest foods Limited from Fauji Foundation on February 20, 2024.

11 Asset held for sale

During the period, after completion of all disposal processes and documentation requirement, held for sale assets disposed off.

	Note	Un-audited 31 March 2024 Rupees	Un-audited 31 March 2023 Rupees
12 Cost of Revenue			
Raw materials consumed		3,138,824,201	3,908,901,463
Salaries, wages and other benefits		112,921,138	67,464,565
Freight and forwarding		108,910,399	102,237,836
Power and fuel		148,197,206	114,973,710
Packing materials consumed		788,763,111	611,671,700
Stores and spares consumed		34,386,742	28,454,400
Repair and maintenance		103,687,970	64,200,000
Depreciation on property, plant and equipment		135,723,320	108,291,056
Travelling and conveyance		4,505,365	3,424,023
Printing and stationery		641,465	570,356
Legal and professional charges		1,486,931	652,252
Insurance		2,232,575	1,560,239
Others		6,083,267	365,654
		<u>4,586,363,689</u>	<u>5,012,767,254</u>
Adjustment of work-in-process			
Opening stock		88,375,826	157,048,335
Closing stock		(108,685,840)	(161,272,639)
		(20,310,014)	(4,224,304)
Cost of goods manufactured		<u>4,566,053,675</u>	<u>5,008,542,950</u>
Adjustment of finished goods			
Opening stock		864,576,686	543,764,411
Closing stock		(946,306,214)	(1,043,911,408)
		(81,729,528)	(500,146,997)
		<u>4,484,324,147</u>	<u>4,508,395,953</u>

13 Related party disclosure

Related parties comprise of associated undertakings, directors, entities with common directorship, post employment plans and key management personnel. Significant transactions with related parties are as follows:

Relationship with the company	Relationship	Nature of transactions	31 March 2024 Rupees	31 March 2023 Rupees
i. Associated Undertakings				
Fauji Fertilizer Bin Qasim Limited (FFBL)	Parent Company (Shareholding and common directorship)	Misc. expenses charged by related party	22,000	70,000
		Expense of IT facilities charged by related party	1,500,000	1,500,000
		Finance cost charged by related party	-	2,712,329
Fauji Fertilizer Company Limited (FFC)	Associated Undertaking (Shareholding and common directorship)	Purchase of Fertilizer	42,201,555	-
Fauji Foundation	Associated Undertaking (Shareholding and common directorship)	Consultancy expense charge by related party	-	2,825,000
		Salaries & wages charge to related party	7,874,213	-
		Sales collection charged to related party	41,791,366	-
		Misc. expenses charged to related party	63,092	96,997
		Interest on Working Capital charged to related party	5,000,877	-
Foundation Gas	Associated Undertaking	Purchase of LPG	2,152,341	-
Askari Bank Limited	Associated Undertaking (Common directorship)	Finance cost charged by related party	-	23,528,808
		Interest income on saving accounts	26,138,289	42,909,911
		Profit on TDR	54,701,357	21,080,824
Employee's Provident Fund Trust	Post employee benefit plan	Contribution for the year	20,960,724	15,566,748
Employee's Gratuity Fund Trust	Post employee benefit plan	Contribution for the year	18,487,242	7,924,431
ii. Associated persons				
Directors		Meeting fee	780,000	3,130,000
Key management personnel		Remuneration and benefits	59,582,510	52,540,667

14 Date of authorization of issue

These financial statements were authorized for issue on April 25, 2024 by the board of directors of the Company.

15 Events after the balance sheet date

There are no subsequent events occurring after balance sheet date.

16 Corresponding figures

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of comparison and better presentation as per reporting framework.



Chairman



Chief Executive Officer



Director



Chief Financial Officer

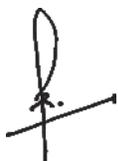
CONDENSED INTERIM
CONSOLIDATED
FINANCIAL STATEMENTS

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 March 2024

	Note	Un-Audited March 2024 Rupees	Audited December 2023 Rupees
EQUITY AND LIABILITIES			
<u>Share capital and reserves</u>			
Authorized capital 2,800,000,000 (2023: 2,800,000,000) ordinary shares of Rs 10 each		28,000,000,000	28,000,000,000
Issued, subscribed and paid up capital 2,519,963,139 (2023: 2,519,963,139) ordinary shares of Rs 10 each		25,199,631,390	25,199,631,390
Capital Reserves			
Share deposit money		2,350,000,001	2,350,000,001
Share premium		1,801,082,303	1,801,082,303
Surplus on revaluation of property, plant and equipment - net of tax		2,331,758,094	2,446,561,207
Acquisition reserve	6	(2,868,133,212)	-
Revenue Reserve			
Accumulated loss		(17,523,688,859)	(17,741,847,841)
		11,290,649,716	14,055,427,060
<u>Non-current liabilities</u>			
Lease liabilities		163,136,275	-
Employee retirement benefits		43,615,371	50,354,814
		206,751,646	50,354,814
<u>Current liabilities</u>			
Current portion of lease liabilities		62,338,822	52,635,293
Trade and other payables		2,346,115,112	2,013,980,303
Unclaimed dividend		965,752	965,752
Accrued finance cost		33,712,332	36,945,209
Payable to ultimate Parent	7	3,510,000,000	-
		5,953,132,018	2,104,526,557
		17,450,533,381	16,210,308,431
Contingencies and commitments	8		

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



Chairman



Chief Executive Officer



Director



Chief Financial Officer

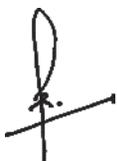
	Note	Un-Audited March 2024 Rupees	Audited December 2023 Rupees
ASSETS			
<u>Non-current assets</u>			
Property, plant and equipment	9	9,439,634,976	9,028,156,064
Intangible assets		10,711,583	9,884,767
Security deposits		10,318,982	10,318,982
		9,460,665,541	9,048,359,813
<u>Current assets</u>			
Stores, spares and loose tools		298,751,156	265,476,703
Stock-in-trade		2,166,760,279	2,131,405,881
Trade debts - considered good		950,566,700	497,680,233
Loans and advances - considered good		201,337,108	29,256,194
Deposits, prepayments and other receivables		249,395,753	248,960,989
Interest accrued		13,103,006	62,215,078
Sales tax refundable - net		1,473,707,329	1,499,378,986
Income tax recoverable		787,065,195	864,079,469
Cash and cash equivalents			
- Cash and bank balances		349,181,313	300,840,028
- Short term investments		1,500,000,000	1,000,000,000
		7,989,867,840	6,899,293,561
Asset held for sale	10	-	262,655,057
		17,450,533,381	16,210,308,431

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the three months period ended 31 March 2024

	Note	31 March 2024 Rupees	31 March 2023 Rupees
Revenue from contracts with customers - net		5,574,454,513	5,169,068,273
Cost of revenue	11	(4,486,454,147)	(4,508,395,953)
Gross profit		1,088,000,366	660,672,320
Marketing and distribution expenses		(430,474,060)	(346,722,001)
Administrative expenses		(198,201,645)	(186,738,039)
Profit / (Loss) from operations		459,324,661	127,212,280
Other income		92,250,336	69,820,244
Other expenses		(339,849,340)	(467,792)
Finance cost		(8,083,538)	(299,778,236)
Profit / (Loss) before taxation		203,642,119	(103,213,504)
Taxation		(100,286,250)	(66,369,511)
Profit / (Loss) after taxation		103,355,869	(169,583,015)
Earning / (Loss) per share - basic and diluted		0.04	(0.07)

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



Chairman



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)

For the three months period ended 31 March 2024

<u>Note</u>	<u>31 March 2024</u> Rupees	<u>31 March 2023</u> Rupees
Profit / (Loss) after taxation for the period	103,355,869	(169,583,015)
 <u>Other comprehensive income</u>		
Items that will not be reclassified to profit and loss account		
Remeasurement of defined benefit obligation	-	-
 Total comprehensive income / (loss) for the period	 <u>103,355,869</u>	 <u>(169,583,015)</u>

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



Chairman



Chief Executive Officer



Director



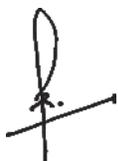
Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the three months period ended 31 March 2024

	Issued, subscribed and paid-up capital	Capital Reserve			Revenue reserves	Total
		Share premium	Share deposit money	Surplus on revaluation of property, plant and equipment - net of tax	Capital reserve	
Rupees						
Balance as at 01 January 2023	15,840,881,590	1,835,148,153	2,708,749,801	2,131,898,795	- (18,469,229,527)	4,047,448,812
Share issuance cost	-	(13,476,600)	-	-	-	(13,476,600)
Issuance of shares other than right						
Against conversion of accrued markup	708,749,800	-	(708,749,800)	-	-	-
Against cash	8,650,000,000	-	-	-	-	8,650,000,000
	9,358,749,800	-	(708,749,800)	-	-	8,650,000,000
Share deposit money received	-	-	350,000,000	-	-	350,000,000
Total comprehensive loss for the period						
Profit / (Loss) after taxation	-	-	-	-	(169,583,015)	(169,583,015)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	(169,583,015)	(169,583,015)
Surplus transferred to accumulated losses						
Incremental depreciation relating to surplus on revaluation - net of tax	-	-	-	(23,436,315)	23,436,315	-
Balance as at 31 March 2023	25,199,631,390	1,821,671,553	2,350,000,001	2,108,462,480	- (18,615,376,227)	12,864,389,197
Balance as at 01 January 2024	25,199,631,390	1,801,082,303	2,350,000,001	2,446,561,207	- (17,741,847,841)	14,055,427,060
Acquisition reserve	-	-	-	-	(2,868,133,212)	(2,868,133,212)
Total comprehensive loss for the period						
Profit / (Loss) after taxation	-	-	-	-	103,355,869	103,355,869
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	103,355,869	103,355,869
Surplus transferred to accumulated losses						
Revaluation surplus realized through disposal of operating fixed assets	-	-	-	(86,621,177)	86,621,177	-
Incremental depreciation relating to surplus on revaluation - net of tax	-	-	-	(28,181,936)	28,181,936	-
Balance as at 31 March 2024	25,199,631,390	1,801,082,303	2,350,000,001	2,331,758,094	(2,868,133,212)	(17,523,688,859)

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



Chairman



Chief Executive Officer



Director



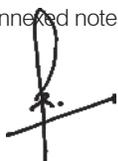
Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)

For the three months period ended 31 March 2024

	Note	March 2024 Rupees	March 2023 Rupees
<u>Cash flows from operating activities</u>			
Profit / (Loss) before taxation		203,642,119	(103,213,504)
Adjustments for non-cash items:			
Depreciation on property, plant and equipment	9	165,326,223	125,374,410
Amortization of ROU		3,161,969	-
Amortization of intangible assets		498,183	164,750
Gain on disposal of property, plant and equipment		(193,088)	(18,257)
Held for sale asset		(2,990,777)	-
Profit on bank deposits		(82,179,198)	(67,481,747)
Employee retirement benefits		9,472,035	6,609,396
Finance cost		11,329,292	299,778,236
Profit / (Loss) before working capital changes		308,066,758	261,213,284
<u>Effect on cash flow due to working capital changes</u>			
(Increase) / decrease in current assets:			
Stores, spares and loose tools		(29,441,038)	(40,281,509)
Stock-in-trade		271,021,523	(787,976,191)
Trade debts		(362,600,120)	(344,932,705)
Loans and advances		(71,878,706)	(158,352,019)
Deposits, prepayments and other receivables		(169,273,107)	21,134,424
Sales tax refundable		25,671,657	(155,134,585)
Asset Held for sale		262,655,057	-
Increase / (decrease) in current liabilities		182,946,022	591,325,683
		109,101,288	(874,216,902)
Cash generated from / (used) in operations		417,168,047	(613,003,618)
Income tax paid		(8,254,075)	(45,868,974)
Employee benefits paid		(19,812,478)	(8,921,233)
Net cash generated from / (used) in operating activities		389,101,494	(667,793,825)
<u>Cash flow from investing activities</u>			
Fixed capital expenditure		(98,284,821)	(393,910,783)
Sale proceeds from disposal of property, plant and equipment		477,095	152,400
Income on bank deposits received		126,290,393	67,481,747
Net cash generated from / (used) in investing activities		28,482,667	(326,276,636)
<u>Cash flow from financing activities</u>			
Long term finances paid		-	(3,638,149,278)
Share capital issuance		-	9,358,749,800
Share deposit money		-	(2,708,749,800)
Share premium		-	(13,476,600)
Liabilities against assets subject to finance lease - net		(20,608,307)	227,533,117
Finance cost paid		(6,819,415)	(668,355,414)
Net cash (used) in / generated from financing activities		(27,427,722)	2,557,551,825
Net decrease in cash and cash equivalents		390,156,439	1,563,481,364
Cash and cash equivalents - at beginning of the period		1,359,024,874	(560,058,702)
Cash and cash equivalents - at end of the period		1,749,181,313	1,003,422,662

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



Chairman



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

For the three months period ended 31 March 2024

1 The Group and Its Operations

Fauji Foods Limited ("the Company") was incorporated in Pakistan on 26 September 1966 as a Public Company and its shares are quoted on Pakistan Stock Exchange. It is principally engaged in processing and sale of toned milk, milk powder, fruit juices, allied dairy and food products. The registered office of the Company is situated at 42 CCA, Ex Park View, DHA Phase-VIII, Lahore and the manufacturing facility is located at Bhalwal, District Sargodha. The Company is a subsidiary of Fauji Fertilizer Bin Qasim Limited, the Parent Company.

1.1 Fauji Foods Limited group comprises of Fauji Foods Limited (FFL / the Holding Company) and its 100% subsidiary Fauji Infraavest Foods Limited (FIFL) collectively referred as ("Group").

Fauji Infraavest Foods Limited ("the Company") was incorporated in Pakistan as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) on July 2, 2014. The principal activity of the Company is to manufacture macronies, couscous and similar farinaceous products.

2 The condensed interim consolidated financial statements of the Company for the first quarter ended 31 March, 2024 is un-audited and has been presented in accordance with the requirements of the International Accounting Standard (IAS - 34 Interim Financial Reporting) and provisions of or directives issued under the Companies Act, 2017 (the Act). In case where the requirements differ, the provisions of or directives issued under the Act have been followed. These are required to be presented to the shareholders under section 237 of the Act.

3 The condensed interim consolidated financial statements does not include all the information required for the full financial statements and should be read in conjunction with the financial statements of the Company as at and for the year ended 31 December, 2023.

4 The accounting policies and the methods of computation adopted in the preparation of the condensed interim consolidated financial statements are the same as those applied in the preparation of audited annual financial statements of the Company for the year ended 31 December, 2023.

5 The preparation of the condensed interim consolidated financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During the preparation of the condensed interim consolidated financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to annual audited financial statements for the year ended 31 December, 2023.

6 During the period, pursuant to the regulatory approvals, Company finalized the transactions of acquisitions of Fauji Foundation's shares in Fauji Infraavest Foods Limited on February 20, 2024 and Fauji Foundation's Cereals business operating under the name of Fauji Cereals on February 19, 2024 respectively. These financial statements have taken the impacts of both transactions. The Company adopt the predecessor accounting method for both transactions as per the S.R.O 53 (i)/2022 issued by Securities and Exchange Commission of Pakistan to cater for common control transactions.

7 The purchase consideration determined for both transactions amounting to PKR 3.3 billion for Fauji Cereals (Project of Fauji Foundation) and PKR 210 million for Fauji Infraavest Foods Limited respectively payable to Fauji Foundation (Ultimate Parent). The amount is payable on demand with an all-time option to convert it to shares by way of other than right.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

For the three months period ended 31 March 2024

8 Contingencies and commitments

8.1 Contingencies

(i) The Company has issued following guarantees:

Guarantees aggregating Rs. 21.89 million (31 December 2023: Rs. 21.89 million) have been issued by banks on behalf of the Company to Sui Northern Gas Pipeline Limited, Pakistan State Oil and Controller Naval Account.

There has been no significant change in contingencies as reported in the audited financial statements of the Company for the period ended December 31, 2023, except following:

Claims lodged by the suppliers on account of raw materials provided and other selling and sales promotional expenses incurred on behalf of the Company. The Company has refused to record and pay off the claims as they believe that the grounds for such expenses are not valid as the Company had not pre-approved such expenses. The Company believes that any outflow in respect to these claims is not probable.

8.2 Commitments

(i) Commitments, for purchase of raw & packing material / stores and capital expenditure outstanding at the period end were for Rs. 76.41 million (31 December 2023: Rs. 99.51 million) and Rs. 93.78 million (31 December 2023: Rs. 88.90 million).

	Note	Un-audited 31 March 2024 Rupees	Audited 31 December 2023 Rupees
9 Property, plant and equipment			
Opening balance - Net book value		8,865,728,010	7,847,856,113
Additions during the period / year		62,732,720	627,680,379
Adjustment of asset held for sale		2,990,777	-
Right of use Asset during the period / year		186,549,182	-
Transfer to asset held for sale during the period / year		-	(264,414,670)
Revaluation surplus during the period / year		-	1,033,527,325
Capital Work in Process	9.1	487,243,517	453,016,416
		<u>9,605,244,205</u>	<u>9,697,665,563</u>
Book Value of property plant and equipment disposed off/adjusted during the period / year		(284,006)	(76,573,457)
Depreciation charged during the period / year		(165,325,223)	(592,936,042)
		<u>9,439,634,976</u>	<u>9,028,156,064</u>
9.1 Capital work-in-progress			
Plant and machinery		487,243,517	453,016,416
		<u>487,243,517</u>	<u>453,016,416</u>

10 Asset held for sale

During the period, after completion of all disposal processes and documentation requirement, held for sale assets disposed off.

	Note	Un-audited 31 March 2024 Rupees	Un-audited 31 March 2023 Rupees
11 Cost of Revenue			
Raw materials consumed		3,138,824,201	3,908,901,463
Salaries, wages and other benefits		112,921,138	67,464,565
Freight and forwarding		108,910,399	102,237,836
Power and fuel		148,197,206	114,973,710
Packing materials consumed		788,763,111	611,671,700
Stores and spares consumed		34,386,742	28,454,400
Repair and maintenance		103,687,970	64,200,000
Depreciation on property, plant and equipment		137,853,320	108,291,056
Travelling and conveyance		4,505,365	3,424,023
Printing and stationery		641,465	570,356
Legal and professional charges		1,486,931	652,252
Insurance		2,232,575	1,560,239
Others		6,083,267	365,654
		<u>4,588,493,689</u>	<u>5,012,767,254</u>
Adjustment of work-in-process			
Opening stock		88,375,826	157,048,335
Closing stock		(108,685,840)	(161,272,639)
		(20,310,014)	(4,224,304)
Cost of goods manufactured		<u>4,568,183,675</u>	<u>5,008,542,950</u>
Adjustment of finished goods			
Opening stock		864,576,686	543,764,411
Closing stock		(946,306,214)	(1,043,911,408)
		(81,729,528)	(500,146,997)
		<u>4,486,454,147</u>	<u>4,508,395,953</u>

12 Related party disclosure

Related parties comprise of associated undertakings, directors, entities with common directorship, post employment plans and key management personnel. Significant transactions with related parties are as follows:

Relationship with the company	Relationship	Nature of transactions	31 March 2024 Rupees	31 March 2023 Rupees
i. Associated Undertakings				
Fauji Fertilizer Bin Qasim Limited (FFBL)	Parent Company (Shareholding and common directorship)	Misc. expenses charged by related party	22,000	70,000
		Expense of IT facilities charged by related party	1,500,000	1,500,000
		Finance cost charged by related party	-	2,712,329
Fauji Fertilizer Company Limited (FFC)	Associated Undertaking (Shareholding and common directorship)	Purchase of Fertilizer	42,201,555	-
Fauji Foundation	Associated Undertaking (Shareholding and common directorship)	Consultancy expense charge by related party	-	2,825,000
		Salaries & wages charge to related party	7,874,213	-
		Sales collection charged to related party	41,791,366	-
		Misc. expenses charged to related party	63,092	96,997
		Interest on Working Capital charged to related party	5,000,877	-
Foundation Gas	Associated Undertaking	Purchase of LPG	2,152,341	-
Askari Bank Limited	Associated Undertaking (Common directorship)	Finance cost charged by related party	-	23,528,808
		Interest income on saving accounts	26,138,289	42,909,911
		Profit on TDR	54,701,357	21,080,824
Employee's Provident Fund Trust	Post employee benefit plan	Contribution for the year	20,960,724	15,566,748
Employee's Gratuity Fund Trust	Post employee benefit plan	Contribution for the year	18,487,242	7,924,431
ii. Associated persons				
Directors		Meeting fee	780,000	3,130,000
Key management personnel		Remuneration and benefits	59,582,510	52,540,667

13 Segment Reporting

A business segment is a group of assets and operations engaged in providing products that are subject to risk and returns that are different from those of other business segments.

	2024			2023		
	Foods	Pasta	Consolidated	Foods	Pasta	Consolidated
	-----Rupees-----			-----Rupees-----		
Results for the period						
Revenue from contracts with customers	5,574,454,513	-	5,574,454,513	5,169,068,273	-	5,169,068,273
Profit/(Loss) after tax	58,970,828	(8,811,000)	50,159,828	(169,583,015)	-	(169,583,015)

There is no inter segment revenue between operating segments.

	2024			2023		
	Foods	Pasta	Consolidated	Foods	Pasta	Consolidated
	-----Rupees-----			-----Rupees-----		
Assets						
Segment Assets	9,069,225,976	370,409,000	9,439,634,976	9,028,156,064	-	9,028,156,064

14 Date of authorization of issue

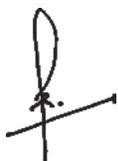
These Condensed interim consolidated financial statements were authorized for issue on April 25, 2024 by the board of directors of the Company.

15 Events after the balance sheet date

There are no subsequent events occurring after balance sheet date.

16 Corresponding figures

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of comparison and better presentation as per reporting framework.



Chairman



Chief Executive Officer



Director



Chief Financial Officer