



NOON PAKISTAN LIMITED

FINANCIAL INFORMATION

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH, 2015

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Corporate Information

BOARD OF DIRECTORS	Mr. Adnan Hayat Noon	(Chairman)
	Mr. Salman Hayat Noon	(Chief Executive)
	Mr. K. Iqbal Talib	(Non-Executive Director)
	Mr. Zaheer Ahmad Khan	(Non-Executive Director)
	Mr. Asif H. Bukhari	(Non-Executive Director)
	Lt. Col. (R) Abdul Khaliq Khan	(Executive Director)
	Mirza Shoaib Baig	(Non-Executive Director)

AUDIT COMMITTEE	Mr. Asif H. Bukhari	Chairman
	Mr. Adnan Hayat Noon	Member
	Mr. K. Iqbal Talib	Member

HR & R COMMITTEE	Mr. K. Iqbal Talib
	Mr. Zaheer Ahmad Khan
	Lt. Col. (R) Abdul Khaliq Khan

AUDITORS	Hameed Chaudhri & Co. Chartered Accountants
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CHIEF FINANCIAL OFFICER	Mr. Rizwan Ahmad
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COMPANY SECRETARY	Syed Anwar Ali
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LEGAL ADVISERS	Hamid Law Associates
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BANKERS	Habib Bank Limited United Bank Limited National Bank of Pakistan Bank Alfalah Limited Faysal Bank Limited The Bank of Punjab NIB Bank Limited MCB Bank Limited Askari Bank Limited Allied Bank Limited Bank Islami Pakistan Limited
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REGISTERED OFFICE & SHARES DEPARTMENT / REGISTRAR	66-Garden Block, New Garden Town, Lahore. Tele : 35831462 - 35831463 E-mail: noonshr@brain.net.pk
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WEBSITE	www.nurpurfoods.com
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PLANT	Bhalwal, District Sargodha.
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**DIRECTORS' REPORT TO THE SHAREHOLDERS**

On behalf of the Board of Directors, I am pleased to present un-audited condensed interim financial statements of your Company for the quarter and nine months ended 31st March 2015.

The summarized results are as under:-

	MARCH 2015	MARCH 2014
	(Rupees in Million)	
Net Sales	1,392.464	1,603.592
Gross Profit	121.354	131.922
Loss after Tax	(267.855)	(115.441)
Loss per Share	Rs. (9.16)	Rs. (5.71) Restated

The sales of your Company witnessed a decline of 15.36% over the corresponding quarter. The sales during current quarter were Rs. 453.955 million against sales of Rs. 536.365 million during same quarter of last year. The cumulative sale for the nine months declined by 13.17% over corresponding period and remained at Rs. 1,392.464 million against Rs. 1,603.592 million during the same period of last year.

Your Company registered after tax loss of Rs.267.855 million (negative 19.24% of the net sales) against a loss after tax of Rs. 115.441 million (7.20% of the net sales) during nine months of last year. Loss per share (weighted average) during nine months period ended 31st March 2015 is Rs. 9.16 as compared to Rs. 5.71 (restated) loss per share during nine months ended on 31st March 2014.

As informed earlier, now Fauji Fertilizer Bin Qasim Limited has disclosed that, along with Fauji Foundation, subject to all necessary approvals, and subject further to any share purchase agreement(s) between the parties, it will acquire 51% of issued, subscribed and fully paid up voting and non-voting shares of Noon Pakistan Limited.

At the end, the Board would like to convey its gratitude to our valued stakeholders including customers, consumers and financial institutions for their continued trust and support to the Company.

For & on behalf of Board

Dated : April 27, 2015


Asif H. Bukhari
Director


Lt. Col (R) Abdul Khaliq Khan
Director

**CONDENSED INTERIM BALANCE SHEET**

	Note	Un-Audited 31 Mar., 2015 Rupees	Audited 30 June, 2014 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital		395,000,000	395,000,000
Issued, subscribed and paid-up capital		313,632,000	139,392,000
Unappropriated loss		(364,534,551)	(97,386,012)
		(50,902,551)	42,005,988
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
	6	444,726,543	47,604,856
NON-CURRENT LIABILITIES			
Term finances		0	22,055,554
Islamic finances		0	200,000,000
Liabilities against assets subject to finance lease		3,106,655	5,592,732
Deferred taxation		78,924,294	0
		82,030,949	227,648,286
CURRENT LIABILITIES			
Trade and other payables		496,590,939	530,644,439
Accrued mark-up and interest		20,056,574	14,682,942
Short term finances		577,829,042	251,459,575
Loan form CEO & a Director		43,541,740	140,000,000
Current portion of:			
- term finances		73,542,417	121,478,217
- Islamic finance		0	7,269,750
- liabilities against assets subject to finance lease		6,054,704	14,672,448
Taxation		12,522,920	21,058,199
Dividends		974,603	974,603
		1,231,112,939	1,102,240,173
CONTINGENCIES AND COMMITMENTS			
		1,706,967,880	1,419,499,303

The annexed notes form an integral part of this condensed interim financial information.

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984

Asif H. Bukhari
Director



AS AT 31 MARCH, 2015

	Note	Un-Audited 31 Mar., 2015 Rupees	Audited 30 June, 2014 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	1,024,779,319	576,927,727
Intangible asset		1,112,098	1,608,013
Security deposits		1,086,686	1,083,686
Deferred taxation		0	1,598,003
		1,026,978,103	581,217,429
CURRENT ASSETS			
Stores, spares and loose tools		107,992,780	129,749,621
Stock-in-trade		100,472,000	62,365,000
Trade debts - unsecured considered good		176,163,110	221,612,937
Loans and advances		19,446,762	15,135,662
Short term security deposits and prepayments		14,721,927	14,622,108
Due from Associated Companies		272,877	554,641
Accrued profit on term deposit receipts		1,489,409	1,670,968
Other receivables		0	137,789
Sales tax refundable		108,349,827	127,911,011
Advance income tax, tax deducted at source and income tax refundable		38,628,467	46,398,333
Cash and bank balances		112,452,618	218,123,804
		679,989,777	838,281,874
		1,706,967,880	1,419,499,303

Lt. Col (R) Abdul Khaliq Khan
Director



**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED 31 MARCH, 2015**

	Note For the 3rd Quarter ended		For the Nine Months ended	
	31 Mar., 2015	31 Mar., 2014	31 Mar., 2015	31 Mar., 2014
----- Rupees -----				
SALES - Net	453,955,422	536,365,356	1,392,463,904	1,603,592,143
COST OF SALES	409,560,795	485,590,492	1,271,109,839	1,471,669,556
GROSS PROFIT	44,394,627	50,774,864	121,354,065	131,922,587
DISTRIBUTION COST	76,056,091	48,468,586	147,814,375	128,317,705
ADMINISTRATIVE EXPENSES	28,148,233	24,592,401	77,811,269	79,836,730
OTHER OPERATING EXPENSES ⁷	74,473,878	1,500	94,725,556	134,030
OTHER OPERATING INCOME	(1,717,046)	(4,548,898)	(7,942,495)	(14,200,708)
	176,961,156	68,513,589	312,408,705	194,087,757
LOSS FROM OPERATIONS	(132,566,529)	(17,738,725)	(191,054,640)	(62,165,170)
FINANCE COST	29,415,172	15,250,116	64,105,131	46,182,326
LOSS BEFORE TAXATION	(161,981,701)	(32,988,841)	(255,159,771)	(108,347,496)
TAXATION				
Current	3,540,800	5,333,045	12,522,920	15,755,640
Prior year	31,626	0	31,626	0
Deferred	0	0	140,566	(8,662,025)
	(3,572,426)	5,333,045	(12,695,112)	7,093,615
LOSS AFTER TAXATION	(165,554,127)	(38,321,886)	(267,854,883)	(115,441,111)
LOSS PER SHARE		Restated		Restated
	(5.28)	(1.90)	(9.16)	(5.71)

The annexed notes form an integral part of this condensed interim financial information.

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.


Asif H. Bukhari
Director


Lt. Col (R) Abdul Khaliq Khan
Director



**CONDENSED INTERIM STATEMENT
OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED 31 MARCH, 2015**

	<u>For the 3rd Quarter ended</u>		<u>For the Nine Months ended</u>	
	31 Mar., 2015	31 Mar., 2014	31 Mar., 2015	31 Mar., 2014
	————— Rupees —————			
LOSS AFTER TAXATION	(165,554,127)	(38,321,886)	(267,854,883)	(115,441,111)
Other comprehensive income	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	<u>(165,554,127)</u>	<u>(38,321,886)</u>	<u>(267,854,883)</u>	<u>(115,441,111)</u>

The annexed notes form an integral part of this condensed interim financial information.

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Asif H. Bukhari
Director


Lt. Col (R) Abdul Khaliq Khan
Director

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH, 2015**

	31 Mar., 2015 Rupees	31 Mar., 2014 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Loss for the period - before taxation	(255,159,771)	(108,347,496)
Adjustments for non-cash charges and other items:		
Depreciation	42,714,779	47,730,351
Amortization of computer software	495,915	225,824
Gain on sale of operating fixed assets	(470,776)	(2,673,109)
Finance cost	64,105,131	46,182,326
Provision for doubtful debts	41,471,864	0
Provision for obsolete store items	37,760,743	0
Provision for irrecoverable sales tax refund	15,353,660	0
Deferred income recognised	0	(57,097)
Profit on bank deposits	(3,763,097)	(3,068,340)
Exchange fluctuation loss	0	128,530
CASH OUTFLOW FROM OPERATING ACTIVITIES	(57,491,552)	(19,879,011)
- Before working capital changes		
Decrease / (Increase) in current assets:		
Stores, spares and loose tools	(16,003,902)	22,298,459
Stock-in-trade	(38,107,000)	23,378,000
Trade debts	3,977,963	(52,984,260)
Loans and advances	(4,311,100)	(5,573,166)
Short term security deposits and prepayments	(99,819)	0
Due from Associated Companies	281,764	(131,775)
Other receivables	137,789	34,345
Sales tax refundable	4,207,524	24,115,772
Increase in trade and other payables	(34,053,500)	63,579,467
	(83,970,281)	74,716,842
CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES		
- Before taxation	(141,461,833)	54,837,831
Income tax paid	(13,319,959)	(9,066,113)
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES		
- After taxation	(154,781,792)	45,771,718
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(14,685,833)	(7,427,906)
Intangible assets	0	(1,684,260)
Sale proceeds of operating fixed assets disposed-off	2,800,000	13,376,212
Loans to employees - net	0	(97,188)
Security deposits	(3,000)	(3,000)
Profit on bank deposits received	3,944,656	2,692,600
NET CASH INFLOW / (OUTFLOW) FROM INVESTING ACTIVITIES	(7,944,177)	6,856,458



	31 Mar., 2015 Rupees	31 Mar., 2014 Rupees
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of right shares	27,901,740	0
Term finances - repaid	(69,991,354)	(29,193,729)
Islamic finances - repaid	(207,269,750)	(8,719,000)
Loan from chief executive and a director	49,880,000	64,500,000
Lease finances - net	(11,103,821)	(15,218,118)
Short term finances - net	326,369,467	21,977,672
Finance cost paid	(58,731,499)	(45,067,643)
Dividends paid	0	(40,043)
NET CASH (OUTFLOW) / INFLOW FROM FINANCING ACTIVITIES	57,054,783	(11,760,861)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(105,671,186)	(40,043)
CASH AND CASH EQUIVALENTS - At beginning of the period	218,123,804	80,390,490
CASH AND CASH EQUIVALENTS - At end of the period	112,452,618	121,257,805

The annexed notes form an integral part of this condensed interim financial information.

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Asif H. Bukhari
Director


Lt. Col (R) Abdul Khaliq Khan
Director



**CONDENSED INTERIM STATEMENT
OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH, 2015**

	Share capital	Unappropriated profit	Total
	----- Rupees -----		
Balance as at 30 June, 2013	139,392,000	37,317,670	176,709,670
Total comprehensive loss for the nine months ended 31 March, 2014	0	(115,441,111)	(115,441,111)
Transfer from surplus on revaluation of property, plant and equipment (net of deferred taxation)			
- on account of incremental depreciation	0	773,111	773,111
	0	(114,668,000)	(114,668,000)
Balance as at 31 March, 2014	139,392,000	(77,350,330)	62,041,670
Total comprehensive loss for the quarter ended 30 June, 2014	0	(26,614,734)	(26,614,734)
Transfer from surplus on revaluation of property, plant and equipment on (net of deferred taxation)			
- upon disposal of freehold land	0	6,321,347	6,321,347
- on account of incremental depreciation	0	257,705	257,705
	0	(20,035,682)	(20,035,682)
Balance as at 30 June, 2014	139,392,000	(97,386,012)	42,005,988
Normal value of right shares issued during the period	174,240,000	0	174,240,000
Total comprehensive loss for the nine months ended 31 March, 2015	0	(267,854,883)	(267,854,883)
Transfer from surplus on revaluation of property, plant and equipment (net of deferred taxation)			
- on account of incremental depreciation	0	706,344	706,344
	174,240,000	(267,148,539)	(92,908,539)
Balance as at 31 March, 2015	313,632,000	(364,534,551)	(50,902,551)

The annexed notes form an integral part of this condensed interim financial information.

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.

Asif H. Bukhari
Director

Lt. Col (R) Abdul Khaliq Khan
Director



NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH, 2015

1. Noon Pakistan Limited (the Company) was incorporated in Pakistan on 26 September, 1966 as a Public Company and its shares are quoted on Karachi and Lahore Stock Exchanges. 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 66 - Garden Block, New Garden Town, Lahore and the plant is located at Bhalwal, District Sargodha.
2. This condensed interim financial information of the Company for the nine-months ended 31 March, 2015 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 and directives issued under the Companies Ordinance, 1984 (the Ordinance). In case where the requirements differ, the provisions of or directives issued under the Ordinance have been followed. These are required to be presented to the shareholders under section 245 of the Ordinance.
3. This condensed interim financial information 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 30 June, 2014.
4. The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of audited annual financial statements of the Company for the year ended 30 June, 2014 and un-audited condensed interim financial information for the half-year ended 31 December, 2014.
5. The preparation of this condensed interim financial information 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 this condensed interim financial information, 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 30 June, 2014.

6. In comply with the requirements of section 235 of the Companies Ordinance, 1984, the Company, as at 31 March, 2015, has revalued its freehold land, building on freehold land, and plant & machinery. Revaluation surplus aggregating Rs. 478.21 million arisen during revaluation exercise carried out by an independent valuers M/s Joseph Lobo (pvt.) Ltd.

**7. OTHER OPERATING EXPENSES**

	Un-audited March 31, 2015	Audited June 30, 2014	Un-audited March 31, 2015	Audited June 30, 2014
	-----Rupees-----			
Provision for doubtful debts	41,471,864	0	41,471,864	0
Provision for obsolete store items	17,510,565	0	37,760,743	0
Provision irrecoverable sales tax refund	15,353,660	0	15,353,660	0
Donations / others	137,789	1,500	139,289	134,030
	<u>74,473,878</u>	<u>1,500</u>	<u>94,725,556</u>	<u>134,030</u>

8. This condensed interim financial information was authorised for issue in the Board of Directors' meeting held on 27 April, 2015.
9. Figures in this condensed interim financial information have been rounded-off to the nearest Rupee. Corresponding figures have been re-arranged or re-classified wherever necessary for the purposes of comparison; however, no material re-arrangement or re-classification has been made.

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.


Asif H. Bukhari
Director


Lt. Col (R) Abdul Khaliq Khan
Director