

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
 CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
 AS AT JUNE 30, 2016

	Un-audited June 30, 2016	Audited December 31, 2015
Note	(Rupees '000)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized Share Capital	4	2,000,000
Issued, Subscribed and Paid Up Capital	4.2	285,197
Retained Earnings		(22,732)
	262,465	264,733

	Un-audited June 30, 2016	Audited December 31, 2015
Note	(Rupees '000)	
ASSETS		
NON CURRENT ASSETS		
Fixed Assets	8	270,457
Intangibles	8.1	181
Deferred taxation	9	-
	270,638	270,733

LIABILITIES		
NON-CURRENT LIABILITIES		
Advance against issue of shares from parent company-FFBL (unsecured)	5	13,367
CURRENT LIABILITIES		
Other Payables	6	400
		575
	276,232	276,719
Contingencies and Commitments	7	

CURRENT ASSETS		
Other Receivable	10	32
Taxes recoverable/adjustable	11	39
Cash at Bank	12	5,523
		5,986
	276,232	276,719

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.

CHAIRMAN

CHIEF EXECUTIVE

DIRECTOR

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

	Note	Quarter ended June 30,		Half year ended June 30,	
		2016	2015	2016	2015
		(Rupees '000)		(Rupees '000)	
Administrative Expenses	13	(1,228)	(4,452)	(4,298)	(6,691)
Other Expenses-Auditors' Remuneration		-	-	-	-
Finance Cost	14	-	-	-	(4)
Other Income	15	1,976	1,714	2,031	1,744
Profit / (Loss) Before Tax		748	(2,738)	(2,267)	(4,951)
Taxation		-	-	-	-
Profit / (Loss) After Tax		748	(2,738)	(2,267)	(4,951)
Earnings / (Loss) Per Share- (Rupees)	16	0.03	(0.10)	(0.08)	(0.17)

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.


 CHAIRMAN

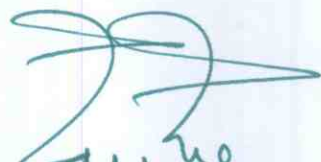

 CHIEF EXECUTIVE


 DIRECTOR

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

	<u>Quarter ended June 30,</u>		<u>Half year ended June 30,</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
	<u>(Rupees '000)</u>		<u>(Rupees '000)</u>	
Profit / (Loss) after taxation	748	(2,738)	(2,267)	(4,951)
Other comprehensive income	-	-	-	-
Total comprehensive income	748	(2,738)	(2,267)	(4,951)

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.


 CHAIRMAN


 CHIEF EXECUTIVE


 DIRECTOR

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

	Half year ended June 30,	
	2016	2015
Note	(Rupees '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash used in operations	17 (1,956)	(2,827)
Finance cost paid	-	(4)
Income tax paid	(12)	(9)
Net cash used in operating activities	<u>(1,968)</u>	<u>(2,840)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	-	(311)
Profit received on bank balances	109	84
Net cash generated from / (used in) investing activities	<u>109</u>	<u>(227)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Issue of share capital	-	284,197
Advance against issue of shares	1,956	(277,089)
Net cash generated from financing activities	<u>1,956</u>	<u>7,108</u>
Net increase in cash and cash equivalents	97	4,041
Cash and cash equivalents at beginning of the period	5,426	1,279
Cash and cash equivalents at end of the period	<u><u>5,523</u></u>	<u><u>5,320</u></u>

CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the statement of cash flows comprises the following balance sheet amounts:

- Cash and bank balances	5,523	5,320
- Short term highly liquid investments	-	-
- Short term running finance	-	-
	<u>5,523</u>	<u>5,320</u>

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.


CHAIRMAN


CHIEF EXECUTIVE


DIRECTOR

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

	Share Capital	Retained Earnings	Total
(Rupees '000).....		
Balance as on Jan 01, 2015	1,000	(11,190)	(10,190)
Total comprehensive income			
Injection of share capital by sponsors	284,197	-	284,197
Loss for the period after tax	-	(4,951)	(4,951)
Balance as at June 30, 2015	<u>285,197</u>	<u>(16,141)</u>	<u>269,056</u>
Balance as on Jan 01, 2016	285,197	(20,465)	264,732
Total comprehensive income			
Injection of share capital by sponsors	-	-	-
Loss for the period after tax	-	(2,267)	(2,267)
Balance as at June 30, 2016	<u>285,197</u>	<u>(22,732)</u>	<u>262,465</u>

The annexed notes 1 to 19 form an integral part of this condensed interim financial information.


CHAIRMAN


CHIEF EXECUTIVE


DIRECTOR

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

1 STATUS AND NATURE OF BUSINESS

FFBL Foods Limited (formerly Fauji Foods Limited "the Company") is a public limited company incorporated on July 04, 2013 in Pakistan under the Companies Ordinance, 1984. The registered office of the Company is situated at Islamabad, Pakistan. The principal objectives of the Company are to produce multi brand dairy products offering world class hygiene and quality standards, to conduct all kinds of foods and allied businesses (whether processed or otherwise), and in all branches of such respective trades and business. The Company is a fully owned subsidiary of Fauji Fertilizer Bin Qasim Limited (the holding company-FFBL).

2 BASIS OF PREPARATION

This condensed interim financial information of the Company for the half year ended June 30, 2016 has been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

The disclosures in this condensed interim financial information do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended December 31, 2015. Comparative balance sheet is extracted from annual financial statements as of December 31, 2015 whereas comparative profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity have also been extracted from un-audited financial information for the period ended June 30, 2015.

3 ACCOUNTING POLICIES

The accounting policies and method of computation adopted for the preparation of this condensed interim financial information is same as those applied in preparation of financial statements for the preceding year ended December 31, 2015.

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

	June 30, 2016	December 31, 2015
	(Rupees '000)	
4 SHARE CAPITAL		
4.1 AUTHORIZED SHARE CAPITAL: 200,000,000 Ordinary shares of Rs. 10 each	<u>2,000,000</u>	<u>2,000,000</u>
4.2 ISSUED, SUBSCRIBED AND PAID - UP CAPITAL: 28,519,700 Ordinary shares (2015: 28,519,700) of Rs. 10 each issued for cash	<u>285,197</u>	<u>285,197</u>
4.3 The holding company i.e. Fauji Fertilizer Bin Qasim Limited held 28,519,693 issued ordinary shares of the Company at the period end and remaining 7 shares are held by directors.		
5 ADVANCE AGAINST ISSUE OF SHARES Advance against issue of shares from parent company-FFBL (unsecured)	<u>13,367</u>	<u>11,411</u>
6 OTHER PAYABLES Audit fee payable Other Payable	 - <u>400</u>	 175 <u>400</u>
	<u>400</u>	<u>575</u>
7 CONTINGENCIES AND COMMITMENTS The company is not exposed to any contingent liability (2015:Nil) and has not made any commitment at balance sheet date (2015:Nil).		
8 FIXED ASSETS Fixed Assets	8.1 <u>270,457</u>	<u>270,500</u>
9 DEFERRED TAXATION The company has not recognized deferred tax asset of Rs. 8.211 Million (2014: Rs. 4.799 Million) in respect of temporary differences as per policy given in note 3.		
10 OTHER RECEIVABLE Receivable against cultivation of land	<u>32</u>	<u>532</u>
11 TAXES RECOVERABLE/ ADJUSTABLE	<u>39</u>	<u>28</u>
12 CASH AT BANK Deposit Account	<u>5,523</u>	<u>5,426</u>

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

	Quarter ended June 30,		Half year ended June 30,	
	2016	2015	2016	2015
	(Rupees '000)		(Rupees '000)	
13 ADMINISTRATIVE EXPENSES				
Salaries, wages and benefits	1,172	1,166	3,897	1,899
Communication & establishment charges	23	390	27	456
Registration & taxes	-	-	35	-
Printing & stationery	-	95	-	178
Travelling expenses	-	74	8	523
Legal & professional charges	18	2,112	53	2,845
Depreciation	48	47	95	69
Newspapers/magazines	-	-	-	-
Advertisement	-	-	-	-
Miscellaneous expenses	(33)	568	183	721
	1,228	4,452	4,298	6,691
14 FINANCIAL CHARGES				
Bank charges	-	-	-	4
15 OTHER INCOME				
Income from subcontracting of land	1,922	1,660	1,922	1,660
Profit on bank deposits	54	54	109	84
	1,976	1,714	2,031	1,744
16 LOSS PER SHARE - BASIC AND DILUTED				
Profit / (Loss) for the period (Rupees)	748	(2,738)	(2,267)	(4,951,321)
Weighted average number of shares outstanding during the period	28,519,700	28,519,700	28,519,700	28,519,700
Loss per share - basic and diluted (Rupees)	0.03	(0.10)	(0.08)	(0.17)

There is no dilution effect on the basic loss per share as the Company has no convertible instruments in issue at the end of the period.

	June 30,	December 31,
	2016	2015
	(Rupees '000)	
17 CASH GENERATED FROM OPERATIONS		
Loss before taxation	(2,267)	(4,951)
Adjustment for:		
Depreciation	95	69
Finance cost	-	4
Profit on bank deposits	(109)	(84)
Operating loss before working capital changes	(2,281)	(4,962)
Changes in working capital:		
Other payables	(175)	(175)
Other Receivable	500	2,310
	325	2,135
Cash used in operations	(1,956)	(2,827)

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

8.1. FIXED ASSETS

	Freehold land	Computers	Office and other equipment	Total	Intangible assets computer software
	(Rupees, 000)				
<u>COST</u>					
Balance as Jan 01, 2015	270,242	150	241	270,633	-
Additions during the year	-	-	-	-	311
Disposals	-	-	-	-	-
Adjustments	-	-	-	-	-
Transfers	-	-	-	-	-
Balance as Dec 31, 2015	270,242	150	241	270,633	311
Balance as at Jan 01, 2016	270,242	150	241	270,633	311
Additions during the period	-	-	-	-	-
Disposals	-	-	-	-	-
Adjustments	-	-	-	-	-
Transfers	-	-	-	-	-
Balance as at June 30, 2016	270,242	150	241	270,633	311
<u>DEPRECIATION</u>					
Balance as Jan 01, 2015	-	29	18	47	-
Additions during the year	-	50	36	86	78
Disposals	-	-	-	-	-
Adjustments	-	-	-	-	-
Transfers	-	-	-	-	-
Balance as Dec 31, 2015	-	79	54	133	78
Balance as at Jan 01, 2016	-	79	54	133	78
Additions during the period	-	25	18	43	52
Disposals	-	-	-	-	-
Adjustments	-	-	-	-	-
Transfers	-	-	-	-	-
Balance as at June 30, 2016	-	104	72	176	130
Written down value- 2015	270,242	71	187	270,500	233
Written down value- 2016	270,242	46	169	270,457	181
Rate of depreciation	-	33.33%	15%		33.33%

FFBL FOODS LIMITED (FORMERLY FAUJI FOODS LIMITED)
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2016

18 RELATED PARTY TRANSACTIONS

Related parties include holding company and key management personnel. The company, in the normal course of business carries out transactions at commercial terms and conditions with related parties. Detail of related party transactions is as follows:

	<u>June 30</u> <u>2016</u>	<u>June 30</u> <u>2015</u>
	(Rupees '000)	
Transactions with the holding company		
Advance paid by parent Company (FFBL)	-	-
Expenses paid by parent Company (FFBL)	2,131	2,239

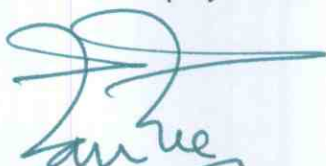
Balance payable to holding company is disclosed in note 6.

19 GENERAL

19.1 Figures have been rounded off to the nearest thousand rupees.

19.2 Corresponding figures have been re-arranged / restated, wherever necessary, for the purpose of comparison.

19.3 These condensed interim financial information were authorized for issue by the Board of Directors of the Company in their meeting held on July , 2016.


CHAIRMAN


CHIEF EXECUTIVE


DIRECTOR