



FINANCIAL STATEMENTS

First Quarterly Report

UNAUDITED ACCOUNTS

September 30, 2012

Quice Food Industries Limited

QUICE®

QUICE FOOD INDUSTRIES LIMITED

CORPORATE INFORMATION

BOARD OF DIRECTORS:

Mr. Muhammad Atif
Mr. Muhammad Siraj
Mr. Jawed Yamin
Mr. Muhammad Abu Bakar Rehmani
Mr. Muhammad Hafiz Uddin
Mr. Akhter Rasool
Mr. Sardar Iftikhar Ahmed

Chief Executive

Director
Director
Director
Director
Director

COMPANY SECRETARY:

Mr. Iqbal Shahid

BANKERS:

Allied Bank Limited
MCB Bank Limited
Habib Bank Limited
United Bank Limited
National Bank of Pakistan

AUDITORS:

M/s. Aslam Malik & Co.
Chartered Accountants,
Suit # 18-19 1st Floor, Central Plaza,
Civic Centre, New Garden Town, Lahore.

AUDIT COMMITTEE:

Mr. Sardar Iftikhar Ahmed
Mr. Muhammad Siraj
Mr. Jawed Yamin

Chairman

Member
Member

LEGAL ADVISOR:

M/s. Ahmed & Qazi
Advocates & Legal Consultants
403,404 Clifton Centre, Clifton,
Karachi.

SHARE TRANSFER OFFICE:

M/s. Technology Trade (Pvt.) Ltd.
Dagja House, 241-C, Block-2, P.E.C.H.S.,
Off: Shahrah-e-Quaideen, Karachi.

REGISTERED OFFICE:

WS7, Mezanine Floor, Madina Palace,
Faran Co-operative Housing Society,
Dhoraji Colony, KARACHI.

QUICE FOOD INDUSTRIES LIMITED
DIRECTOR'S REVIEW


The Directors of Quice Food Industries Ltd are pleased to present before you the first quarterly financial statements for the first quarter ended September 30, 2012.

	Un-Audited September 30, 2012	Audited June 30, 2012
	-----Rupees-----	
Financial Results		
Profit/ (Loss) after taxation	19,864,711	34,217,510
Unappropriated loss brought forward	<u>(88,316,539)</u>	<u>(124,453,435)</u>
	(68,451,828)	(90,235,925)
Appropriation		
Dividend	Nil	Nil
	<u>(68,451,828)</u>	<u>(90,235,925)</u>
Basic Earning per share	<u><u>0.61</u></u>	<u><u>2.22</u></u>

The Directors are making continuous efforts to recoup the accumulated losses, through improvement in sales.

We appreciate the dedicating efforts and hard work of the staff members. Their sincere attitude has made it possible to continue the activities of your company in such unfavourable circumstances.


Karachi
November 16, 2012

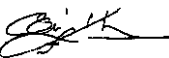

Muhammad Atif
Chief Executive

QUICE FOOD INDUSTRIES LIMITED
BALANCE SHEET - (Un-audited)
AS AT 30 SEPTEMBER 2012

	Note	Un-audited 30 September 2012 Rupees	Audited 30 June 2012 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment			
Operating assets	5	54,717,584	56,142,090
Capital work in progress-plant and machinery		5,263,936	5,263,936
		<u>59,981,520</u>	<u>61,406,026</u>
CURRENT ASSETS			
Stores and spares		662,900	662,900
Stock-in-trade		29,866,164	25,222,475
Trade debts		101,575,527	118,700,546
Loans and advances		19,666,649	10,950,755
Advance income tax		20,185	20,185
Cash and bank balances		29,748,188	4,922,026
		<u>181,539,613</u>	<u>160,478,887</u>
TOTAL ASSETS		<u><u>241,521,133</u></u>	<u><u>221,884,913</u></u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
42,600,000 (30 June 2012: 42,600,000) ordinary shares of Rupees 10 each		426,000,000	426,000,000
Issued, subscribed and paid up share capital			
32,673,500 (30 June 2012: 32,673,500) ordinary shares of Rupees 10 each		326,735,000	326,735,000
Reserves		(192,579,704)	(213,357,539)
Total equity		<u>134,155,296</u>	<u>113,377,461</u>
LIABILITIES			
Surplus on revaluation of property, plant and equipment		35,555,209	36,468,333
NON-CURRENT LIABILITIES			
Long term financing		67,736,998	67,736,998
Deferred liabilities - Provision for gratuity		1,237,416	1,237,416
		<u>68,974,414</u>	<u>68,974,414</u>
CURRENT LIABILITIES			
Trade and other payables		2,836,214	3,064,705
Total liabilities		<u>71,810,628</u>	<u>72,039,119</u>
CONTINGENCIES AND COMMITMENTS	6		
TOTAL EQUITY AND LIABILITIES		<u><u>241,521,133</u></u>	<u><u>221,884,913</u></u>

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


Muhammad Atif
Chief Executive



Muhammad Siraj
Director

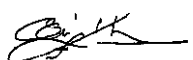
November 16, 2012

QUICE FOOD INDUSTRIES LIMITED
PROFIT AND LOSS ACCOUNT (Un-audited)
FOR THE PERIOD ENDED 30 SEPTEMBER 2012

	QUARTER ENDED	
	30 September 2012	30 September 2011
	Rupees	Rupees
SALES	48,936,965	42,315,585
COST OF SALES	(20,093,206)	(29,290,798)
GROSS PROFIT	28,843,759	13,024,787
DISTRIBUTION AND SELLING COST	(6,496,783)	(2,503,361)
ADMINISTRATIVE EXPENSES	(2,469,064)	(3,134,760)
	(8,965,847)	(5,638,121)
OPERATING PROFIT	19,877,912	7,386,666
OTHER OPERATING INCOME	5,000	139,392
PROFIT / (LOSS) FROM OPERATIONS	19,882,912	7,526,058
FINANCE COST	(18,201)	(30,756)
PROFIT / (LOSS) BEFORE TAXATION	19,864,711	7,495,302
TAXATION	-	-
PROFIT / (LOSS) AFTER TAXATION	19,864,711	7,495,302
EARNINGS / (LOSS) PER SHARE- BASIC AND DILUTED (RUPEES)	0.61	0.70

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Muhammad Atif
 Chief Executive



Muhammad Siraj
 Director

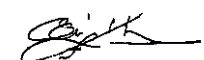
Karachi
 November 16, 2012

QUICE FOOD INDUSTRIES LIMITED
STATEMENT OF COMPREHENSIVE INCOME (un-audited)
FOR THE PERIOD ENDED 30 SEPTEMBER 2012

	QUARTER ENDED	
	30 September 2012	30 September 2011
	Rupees	Rupees
PROFIT / (LOSS) AFTER TAXATION	19,864,711	7,495,302
Other comprehensive income	-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	19,864,711	7,495,302

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


Muhammad Atif
 Chief Executive


Muhammad Siraj
 Director

Karachi
 November 16, 2012

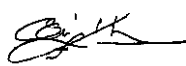
QUICE FOOD INDUSTRIES LIMITED
CASH FLOW STATEMENT (Un-audited)
FOR THE QUARTERLY YEAR ENDED 30 SEPTEMBER 2012

	QUARTER ENDED	
	30 September 2012 Rupees	30 September 2011 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	19,864,711	7,495,302
Adjustment for non cash items:		
Depreciation	1,424,506	571,964
Net cash flow from operations before working capital changes	21,289,217	8,067,266
Working capital changes		
(Increase) / decrease in current assets		
Stock-in-trade	(4,643,689)	(11,458,515)
Trade debts	17,125,019	7,881,354
Loans and Advances	(8,715,894)	(1,895,858)
	3,765,436	(5,473,019)
Increase / (decrease) in current liabilities		
Trade and other payables	(228,491)	(638,707)
Net working capital changes	3,536,945	(6,111,726)
Net cash flow from operating activities	24,826,162	1,955,540
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	-	(2,637,200)
Net cash used in investing activities	-	(2,637,200)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing obtained during the period	-	300,000
Net cash flow from financing activities	-	300,000
Net (decrease) / increase in cash and cash equivalents	24,826,162	(381,660)
Cash and cash equivalents at the beginning of the period	4,922,026	3,630,862
Cash and cash equivalents at the end of the period	29,748,188	3,249,202

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



Muhammad Atif
Chief Executive



Muhammad Siraj
Director

Karachi
November 16, 2012

QUICE FOOD INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2012

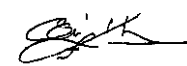
SHARE CAPITAL	RESERVES				SHAREHOLDER'S EQUITY
	Premium on issue of capital	Discount on issue of capital	Accumulated loss	Total	
Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at 30 June 2011 - (Audited)	106,875,000	6,875,000	-	(124,453,435)	(117,578,435)
Total comprehensive income for the quarter ended 30 September 2011	-	-	-	7,495,302	7,495,302
Balance as at 30 September 2011 - (Un-audited)	106,875,000	6,875,000	-	(116,958,133)	(3,208,133)
Balance as at 30 June 2012 - (Audited)	326,735,000	6,875,000	(131,916,000)	(88,316,539)	(213,357,539)
Incremental depreciation transferred to retained earnings	-	-	-	913,124	913,124
	-	-	-	19,864,711	19,864,711
Balance as at 30 September 2012 - (Un-audited)	326,735,000	6,875,000	(131,916,000)	(67,538,704)	134,155,296

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



Muhammad Atif
Chief Executive

Karachi
November 16, 2012



Muhammad Siraj
Director

QUICE FOOD INDUSTRIES LIMITED

**NOTES TO THE QUARTERLY FINANCIAL INFORMATION
FOR THE PERIOD ENDED 30 SEPTEMBER 2012**

1. THE COMPANY AND ITS OPERATIONS

1.1 The Company was incorporated in Pakistan on 12 March 1990 as a Private Limited Company and was converted into Public Limited Company on 13 December 1993. The Company was listed on Karachi and Islamabad Stock Exchange(s) on 02 August 1994 and on 18 July 1995 respectively. Its registered office has been transferred to Karachi with effect from 15 November 2011. Principal activities of the Company are manufacturing and sale of Jam, Jelly, Syrups, Custard powder, Pickles, Essence, Juices and Aerated drinks and its Allied Products. Currently, the production activities are carried out only at the Swat unit. The Company discontinued its Hattar unit from August 2001.

2. Basis of Preparation

2.1 Statement of compliance

This financial information has been prepared in accordance with the requirements of the 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.

2.2 Basis of measurement

This financial information have been prepared under the historical cost convention except for staff retirement benefits that is determined under actuarial valuation annually and lease hold improvements and plant and machinery that are stated at revalued amount in accordance with the criteria laid down under International Accounting Standard (IAS) 16 'Property, Plant and Equipment'. This quarterly financial information, except for cash flow information, has been prepared under the accrual basis of accounting.

2.3 This financial information is presented in Pak Rupees, which is the company's functional and presentation currency.

3 ACCOUNTING POLICIES

The accounting policies and method of computation adopted in preparation of this quarterly financial information are the same as those applied in preparation of the annual financial statements of the company for the year ended 30 June 2012

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Judgments and estimates made by the management in preparation of this quarterly financial information are the same as those applied to the annual financial statements for the year ended 30 June 2012.

QUICE FOOD INDUSTRIES LIMITED

**NOTES TO THE QUARTERLY FINANCIAL INFORMATION
FOR THE PERIOD ENDED 30 SEPTEMBER 2012**

5. PROPERTY, PLANT AND EQUIPMENT

	Un-audited 30 September 2012 Rupees	Audited 30 June 2012 Rupees
Opening book value	56,142,090	21,405,632
Add		
Cost of additions during the period / year	-	594,700
Surplus on revaluation of property, plant and equipment	-	38,387,719
	-	38,982,419
Less		
Deficit on revaluation of property, plant and equipment	-	(85,775)
Assets written off	-	(6,205)
Depreciation charged during the period / year	(1,424,506)	(4,153,981)
	(1,424,506)	(4,245,961)
	54,717,584	56,142,090

6. LONG TERM FINANCING

From directors - non-interest bearing - unsecured

	Un-audited 30 September 2012 Rupees	Audited 30 June 2012 Rupees
As at 30 September / 30 June	91,600,000	91,600,000
Imputed Interest Income under IAS-39	(23,863,002)	(23,863,002)
	67,736,998	67,736,998

6. CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

6.1.1 Securities and Exchange Commission of Pakistan (SECP) has fined the company and all the directors for Rupees 0.785 million under sections 155, 233, & 245 and 74 and 476 respectively of the Companies Ordinance, 1984. No provision has been made in this condensed interim financial information for such penalty. Directors and company have filed appeal before SECP and expect the favorable outcome.

6.1.2 Sales Tax Department has raised a liability amounting to Rupees 35.089 million, being principle amount of sales tax under Sales tax ACT 1990, against which the company has filed an appeal. The company expects the favorable results of such appeal.

6.1.3 Various civil suits for recovery have been filed and executed against the company for Rupees 20.000 million. The company is confident that outcome of the above cases expected to be in favor of the company.

6.2 Commitments

There were no capital or other commitments at the balance sheet date (30 June 2012: Nil).

7. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors and authorized for issue on November 16, 2012.

8. GENERAL

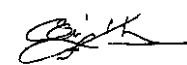
- No significant reclassification / rearrangement of corresponding figures has been made in this condensed interim financial information.

- Figures have been rounded off to the nearest Rupee.



Muhammad Atif
Chief Executive

Karachi
November 16, 2012



Muhammad Siraj
Director