



NOON PAKISTAN LIMITED

FINANCIAL INFORMATION

FOR THE NINE MONTHS AND QUARTER ENDED
31 MARCH, 2013

C O N T E N T S

	Page #
Corporate Information	2
Directors' Report	3
Balance Sheet	4
Profit & Loss Account	6
Comprehensive Income Statement	7
Cash Flow Statement	8
Statement of Changes in Equity	10
Notes to the Accounts	11



Corporate Information

BOARD OF DIRECTORS	Mr. Salman Hayat Noon Mr. Adnan Hayat Noon Mr. K. Iqbal Talib Mr. Safdar M. Hayat Qureshi Mr. Zaheer Ahmad Khan Mr. Asif H. Bukhari Col. (R) Abdul Khaliq Khan	Chairman/CEO (Executive Director) (Non-Executive Director) (Non-Executive Director) (Non-Executive Director) (Non-Executive Director) (Non-Executive Director) (Executive Director)
AUDIT COMMITTEE	Mr. Asif H. Bukhari Mr. Adnan Hayat Noon Mr. K. Iqbal Talib	Chairman Member Member
HR & R COMMITTEE	Mr. K. Iqbal Talib Mr. Zaheer Ahmad Khan Col. (R) Abdul Khaliq Khan	
AUDITORS	Hameed Chaudhri & Co. Chartered Accountants	
CHIEF FINANCIAL OFFICER	Mr. Nauman Afzal	
COMPANY SECRETARY	Syed Anwar Ali	
LEGAL ADVISERS	Hamid Law Associates	
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	
REGISTERED OFFICE & SHARES DEPARTMENT / REGISTRAR	66-Garden Block, New Garden Town, Lahore. Tele : 35831462 - 35831463 E-mail: noonshr@brain.net.pk	
WEBSITE	www.nurpurfoods.com	
PLANT	Bhalwal, District Sargodha.	



DIRECTORS' REPORT TO THE SHAREHOLDERS

On behalf of the Board of Directors, I am pleased to present un-audited financial statements of your Company, for the nine months & Quarter ended 31stMarch 2013.

The sales of your Company therefore witnessed a decline of 16.24% over corresponding quarter. The sales during current quarter were Rs 726.3 M against sales of Rs. 867.1 M during same quarter of last year. The cumulative sale for the nine months declined by 11.26% over corresponding period and remained at Rs. 2,197.2 M against Rs.2,476.2 M during same period of last year.

Your Company registered a loss after tax of Rs.60.14 M (negative 2.7% of the net sales) against a profit after tax of Rs.58.4 M (2.36% of the net sales) during same period of last year. Earnings per share therefore declined from Rs. 4.19 per share as on 31stMarch 2012 to negative Rs.4.31 per share on 31stMarch 2013.

The summarized results are as under:-

	MARCH 2013	MARCH 2012
	(Rupees in Million)	
Net Sales	2,197.279	2,476.191
Gross Profit	262.606	354.446
Profit / (Loss) after Tax	(60.144)	58.416
Earnings / (Loss) per Share	Re. (4.31)	Re. 4.19

The ongoing energy crisis with uncertainties prevailing for gas pressure flows and its availability is surrounding sector's optimum growth. Unhealthy completion in milk collection coupled with exorbitant hikes prices of major cost components are amongst the main causes of incurred losses.

Overall the business environment remains challenging due to prevailing political uncertainties in the backdrop of upcoming elections and security situation as a whole in northern as well as southern part of the country. The competitive environment has been the most active in recent times and is expected to continue for the days ahead. However the company is focused to consolidate its affairs by reducing its cost and expanding its volumes by introducing more cost effective and attractive brands of its existing products. The management of your company is committed to attain growth in future by implementing aggressive marketing plans across all categories of its different divisions.

The Board is thankful to our valued stakeholders in general and the financial institutions in particular for their continued trust and support to the Company.

for and on behalf of the Board

SALMAN HAYAT NOON
Chief Executive

Dated : April 29, 2013



CONDENSED INTERIM BALANCE SHEET

	Note	Un-Audited 31 Mar., 2013 Rupees	Audited 30 June, 2012 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital		<u>215,000,000</u>	<u>215,000,000</u>
Issued, subscribed and paid-up capital		139,392,000	139,392,000
Unappropriated profit		<u>104,827,428</u>	<u>164,125,973</u>
		244,219,428	303,517,973
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
		54,942,269	55,788,265
DEFERRED INCOME			
		114,205	263,520
NON-CURRENT LIABILITIES			
Term and demand finance		108,333,667	43,750,000
Musharakah finance		10,499,667	22,365,796
Liabilities against assets subject to finance lease		19,677,344	31,670,303
Deferred taxation	6	0	9,751,972
		138,510,678	107,538,071
CURRENT LIABILITIES			
Trade and other payables		610,507,047	572,291,690
Accrued mark-up and interest		12,154,688	10,727,796
Short term finances		176,185,229	181,126,866
Current portion of:			
- term and demand finances		89,583,000	31,250,000
- musharakah finance		15,863,333	12,634,204
- liabilities against assets subject to finance lease		16,594,559	15,972,102
Taxation	7	10,496,545	33,138,171
Dividends		1,016,340	1,016,784
		932,400,741	858,157,613
CONTINGENCIES AND COMMITMENTS			
		<u>1,370,187,321</u>	<u>1,325,265,442</u>

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

SALMAN HAYAT NOON
Chief Executive



AS AT 31 MARCH, 2013

	Note	Un-Audited 31 Mar., 2013 Rupees	Audited 30 June, 2012 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		618,572,105	636,753,480
Intangible asset		58,019	116,024
Security deposits		1,083,686	1,218,686
Deferred taxation	6	21,465,659	0
		<u>641,179,469</u>	<u>638,088,190</u>
CURRENT ASSETS			
Stores, spares and loose tools		182,093,748	207,759,068
Stock-in-trade		150,769,000	198,185,000
Trade debts - unsecured considered good		155,392,412	109,019,336
Loans and advances		18,767,733	9,497,276
Short term security deposits and prepayments		14,387,338	15,896,664
Due from Associated Companies		1,059,412	568,471
Accrued profit on term deposit receipts		677,408	372,630
Other receivables		137,789	170,359
Sales tax refundable		155,517,047	67,994,714
Advance income tax, tax deducted at source and income tax refundable		26,190,984	41,150,042
Cash and bank balances		24,014,981	36,563,692
		<u>729,007,852</u>	<u>687,177,252</u>
		<u>1,370,187,321</u>	<u>1,325,265,442</u>


ASIF H. BUKHARI
Director



**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED 31 MARCH, 2013**

	For the 3rd Quarter ended		For the Nine Months ended	
	31 Mar., 2013	31 Mar., 2012	31 Mar., 2013	31 Mar., 2012
----- Rupees -----				
SALES - Net	726,315,014	867,179,908	2,197,279,456	2,476,191,044
COST OF SALES	660,280,855	730,009,722	1,934,673,120	2,121,744,652
GROSS PROFIT	66,034,159	137,170,186	262,606,336	354,446,392
DISTRIBUTION COST	91,119,003	85,127,404	253,814,331	185,099,834
ADMINISTRATIVE EXPENSES	18,218,677	22,321,738	58,888,489	64,220,442
OTHER OPERATING EXPENSES	806,406	1,546,294	1,421,625	5,258,798
OTHER OPERATING INCOME	(3,024,745)	(3,237,898)	(6,639,426)	(18,860,762)
	107,119,341	105,757,538	307,485,019	235,718,312
(LOSS)/PROFIT FROM OPERATIONS	(41,085,182)	31,412,648	(44,878,683)	118,728,080
FINANCE COST	12,483,092	11,768,342	38,819,217	49,036,421
(LOSS)/PROFIT BEFORE TAXATION	(53,568,274)	19,644,306	(83,697,900)	69,691,659
TAXATION				
Current	3,637,483	8,702,525	10,488,130	24,819,331
Prior year	(2,823,857)	391,018	(2,823,857)	391,018
Deferred	(21,465,659)	(8,462,176)	(31,217,631)	(13,934,922)
	(20,652,033)	631,367	(23,553,358)	11,275,427
(LOSS)/PROFIT AFTER TAXATION	(32,916,241)	19,012,939	(60,144,542)	58,416,232
(LOSS)/EARNINGS PER SHARE	(2.36)	1.36	(4.31)	4.19

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


SALMAN HAYAT NOON
Chief Executive


ASIF H. BUKHARI
Director



**CONDENSED INTERIM STATEMENT
OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED 31 MARCH, 2013**

	<u>For the 3rd Quarter ended</u>		<u>For the Nine Months ended</u>	
	<u>31 Mar., 2013</u>	<u>31 Mar., 2012</u>	<u>31 Mar., 2013</u>	<u>31 Mar., 2012</u>
	<u>Rupees</u>			
(LOSS) / PROFIT AFTER TAXATION	(32,916,241)	19,012,939	(60,144,542)	58,416,232
Other comprehensive income	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD	<u>(32,916,241)</u>	<u>19,012,939</u>	<u>(60,144,542)</u>	<u>58,416,232</u>

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

SALMAN HAYAT NOON
Chief Executive

ASIF H. BUKHARI
Director

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH, 2013**

	31 Mar., 2013 Rupees	31 Mar., 2012 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) / profit for the period - before taxation	(83,697,900)	69,691,659
Adjustments for non-cash charges and other items:		
Depreciation	46,866,567	45,569,385
Amortization of computer software	58,005	108,009
Gain on sale of operating fixed assets	0	(592,878)
Finance cost	38,819,217	49,036,421
Deferred income recognised	(149,315)	(192,132)
Profit on bank deposits	(312,832)	(12,333,649)
CASH INFLOW FROM OPERATING ACTIVITIES	1,583,742	151,286,815
- Before working capital changes	1,583,742	151,286,815
Decrease / (Increase) in current assets:		
Stores, spares and loose tools	25,665,320	(13,499,591)
Stock-in-trade	47,416,000	(20,391,000)
Trade debts	(46,373,075)	(34,117,735)
Loans and advances	(9,270,457)	3,937,098
Short term security deposits and prepayments	1,509,326	(4,290,431)
Due from Associated Companies	(490,941)	(337,861)
Other receivables	32,570	136,330
Sales tax refundable	(87,522,333)	8,640,064
Increase in trade and other payables	38,215,357	91,378,600
	(30,818,233)	31,455,474
CASH (OUTFLOW) / INFLOW FROM OPERATING ACTIVITIES	(29,234,491)	182,742,289
- Before taxation	(29,234,491)	182,742,289
Income tax paid	(15,346,841)	(24,858,586)
NET CASH (OUTFLOW) / INFLOW FROM OPERATING ACTIVITIES	(44,581,332)	157,883,703
- After taxation	(44,581,332)	157,883,703
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(28,685,192)	(109,087,859)
Sale proceeds of operating fixed assets disposed-off	0	4,645,368
Loans to employees - net	0	(132,000)
Security deposits	135,000	(8,763)
Profit on bank deposits received	8,054	24,665,876
NET CASH OUTFLOW FROM INVESTING ACTIVITIES	(28,542,138)	(79,917,378)



	31 Mar., 2013 Rupees	31 Mar., 2012 Rupees
CASH FLOW FROM FINANCING ACTIVITIES		
Term and demand finances - net	122,916,667	0
Musharakah finance - net	(8,637,000)	(198,731,556)
Lease finances - net	(11,370,502)	(8,657,336)
Short term finances - net	(4,941,637)	(382,499)
Finance cost paid	(37,392,325)	(64,311,440)
Dividends paid	(444)	(1,254)
NET CASH INFLOW / (OUTFLOW) FROM FINANCING ACTIVITIES	60,574,759	(272,084,085)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(12,548,711)	(194,117,760)
CASH AND CASH EQUIVALENTS - At beginning of the period	36,563,692	211,181,922
CASH AND CASH EQUIVALENTS - At end of the period	24,014,981	17,064,162

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

SALMAN HAYAT NOON
Chief Executive

ASIF H. BUKHARI
Director



**CONDENSED INTERIM STATEMENT
OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH, 2013**

	Share capital	Unappropriated profit	Total
	Rupees		
Balance as at 30 June, 2011	126,720,000	139,543,250	266,263,250
Total comprehensive income for the nine months ended 31 March, 2012	0	58,416,232	58,416,232
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred taxation	0	939,998	939,998
	0	59,356,230	59,356,230
Transaction with owners:			
Nominal value of ordinary and non-voting ordinary shares issued as fully paid bonus shares	12,672,000	(12,672,000)	0
Balance as at 31 March, 2012	139,392,000	186,227,480	325,619,480
Total comprehensive loss for the quarter ended 30 June, 2012	0	(22,414,841)	(22,414,841)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred taxation	0	313,334	313,334
	0	(22,101,507)	(22,101,507)
Balance as at 30 June, 2012	139,392,000	164,125,973	303,517,973
Total comprehensive loss for the nine months ended 31 March, 2013	0	(60,144,542)	(60,144,542)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred taxation	0	845,997	845,997
	0	(59,298,545)	(59,298,545)
Balance as at 31 March, 2013	139,392,000	104,827,428	244,219,428

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

SALMAN HAYAT NOON
Chief Executive

ASIF H. BUKHARI
Director



NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH, 2013

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, 2013 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, 2012.
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, 2012 and un-audited condensed interim financial information for the half-year ended 31 December, 2012.
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, 2012.

6. The Company has accounted for deferred tax asset in view of availability of future taxable profits against which unused tax losses and other available credits can be utilized.
7. The Company has filed a rectification application under section 221 of the Income Tax Ordinance, 2001 for the Tax Year 2005 with the Commissioner Inland Revenue (Appeals) [CIR(A)] against its order dated September 03, 2012 wherein the CIR(A) has allowed partial relief to the Company. The said application is pending adjudication with the CIR(A).
8. This condensed interim financial information was authorised for issue in the Board of Directors' meeting held on 29 April, 2013.
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.

SALMAN HAYAT NOON
Chief Executive

ASIF H. BUKHARI
Director