



Habib Rice Products Ltd.

**3rd Quarter
Unaudited Accounts
March 31, 2025**

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COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Owais G. Habib Managing Director
Mr. Tufail Y. Habib

Non Executive Directors

Mr. Gaffar A. Habib Chairman
Dr. Howard J. Synenberg
Ms. Fatemah G. Habib
Dr. Salma Habib
Mr. Asad R. Premjee
Mr. Adil Ahmed Chapra

BOARD OF AUDIT COMMITTEE

Mr. Gaffar A. Habib
Ms. Fatemah G. Habib
Dr. Salma Habib
Mr. Asad R. Premjee

BOARD OF HR AND REMUNERATION COMMITTEE

Mr. Gaffar A. Habib
Mr. Tufail Y. Habib
Ms. Fatemah G. Habib
Dr. Salma Habib
Mr. Adil Ahmed Chapra

NOMINATION COMMITTEE

Mr. Gaffar A. Habib
Mr. Owais G. Habib
Mr. Tufail Y. Habib
Ms. Fatemah G. Habib

RISK MANAGEMENT COMMITTEE

Mr. Gaffar A. Habib
Mr. Owais G. Habib
Mr. Tufail Y. Habib
Dr. Salma Habib

CHIEF EXECUTIVE OFFICER

Mr. Owais G. Habib

CHIEF FINANCIAL OFFICER

Mr. Jamshed Ali Khan

COMPANY SECRETARY

Mr. Ali Asghar Rajani

AUDITORS

Grant Thornton Anjum Rahman
Chartered Accountants

SHARE REGISTRAR

M/s. CDC Share Registrar Services Ltd.
CDC House, 99-B, Block-B,
S.M.C.H.S., Main Sharah-e-Faisal, Karachi.

REGISTERED OFFICE

2nd Floor, UBL Building
I. I. Chundrigar Road,
Karachi - 74000, Pakistan.
Telephone : (021) 32411887
Fax : (021) 32414581

ADMINISTRATIVE OFFICES & FACTORY

Ahmad Habib Boulevard,
Hub - 90250
Pakistan.
Telephone : (0853) 363963-5
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CHAIRMAN'S REVIEW / DIRECTORS' REPORT

3rd Quarter Ended March 31, 2025 (Unaudited)

Dear Shareholders,

Review:

The Company continues to face multiple challenges stemming from unfavorable policy measures and external market pressures, which have significantly impacted our competitiveness and operational sustainability.

One of the most pressing concerns is the drastic increase in energy costs. Unfortunately, these costs have not been absorbed by our customers, who now find it more economical to import Sorbitol due to favorable tax structures. Imported Sorbitol is subject to only 1% sales tax, compared to 18% on domestically produced alternatives. Further compounding this challenge is the Free Trade Agreement (FTA) with China, under which Sorbitol imports are currently levied at only 3% import duty, dropping to zero effective 1st January 2026. This policy shift discourages local production by making imported goods significantly cheaper.

Consequently, demand for domestically produced Sorbitol has declined sharply-by over 33%-and continues to deteriorate. Instead of supporting local industry with protective tariffs and competitive energy pricing, the current regulatory framework favors import, thereby weakening domestic manufacturing.

In addition, the Government of Baluchistan has recently imposed a Market Committee Fee with vague and broadly defined product categories. This ambiguity has resulted in arbitrarily high charges on our products, often determined by the discretion of contract collectors, further burdening our cost structure.

Water scarcity remains another critical issue. Despite the Hub Dam having overflowed for three consecutive years and currently containing more than three years' worth of supply, our operations are deprived of this essential resource. We are compelled to procure water from private suppliers at exorbitant rates of Rs. 1.6 per gallon, as opposed to the official industrial rate of Rs. 0.05 per gallon. This practice, driven by the so-called 'Tanker Mafia', significantly inflates our input costs.

On the agricultural side, a reduced corn crop shifted poultry feed demand toward rice, thereby supporting higher rice prices. However, post-harvest anti-fungal treatments rendered the rice non-organic, limiting its use in our protein products. As a result, we are confined to the domestic market, where we face stiff competition from cheaper soybean meal imports.

If these structural and policy-related issues are not urgently addressed, they will continue to erode the viability of domestic production and severely cripple our industrial base.

In closing: Please join me in my prayers to All Mighty Allah to guide the policy makers to take corrective action to save our Industries, Aameen

On behalf of the Board,

OWAIS G. HABIB
Chief Executive Officer

GAFFAR A. HABIB
Chairman

Karachi: April 22, 2025



Habib Rice Products Ltd.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025 (UN-AUDITED)

		March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
ASSETS	Note	----- Rupees -----	
NON CURRENT ASSETS			
Property, plant and equipment	4	547,615,069	512,660,327
Right -of-use assets		17,819,649	5,946,250
Long-term deposits		8,880,490	27,282,370
Deferred taxation	5	-	6,341,495
		574,315,208	552,230,442
CURRENT ASSETS			
Stores, spares parts and loose tools		119,218,417	115,950,823
Stock in trade	6	410,184,185	419,045,739
Trade debts	7	31,037,470	22,352,383
Loan and advances		64,255,873	11,981,675
Trade deposits, prepayments and other receivable		603,359	3,996,250
Short - term investments	8	206,703	269,978
Taxation-net		86,996,410	89,078,282
Cash and bank balances	9	114,446,439	100,732,383
		826,948,856	763,407,513
		1,401,264,064	1,315,637,955
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 60,000,000 (June 2024: 60,000,000) ordinary shares of Rs. 5 each		300,000,000	300,000,000
Issued, subscribed and paid-up share capital 40,000,000 (June 2024: 40,000,000) ordinary shares of Rs. 5 each		200,000,000	200,000,000
Reserves		667,098,521	749,413,604
		867,098,521	949,413,604
NON-CURRENT LIABILITIES			
Long Term Financing		38,000,000	-
Lease liabilities		6,021,625	-
		44,021,625	-
CURRENT LIABILITIES			
Trade and other payables	10	232,133,165	113,473,180
Current maturity of lease liabilities		3,575,383	535,640
Current maturity of Gas Infrastructure Development Cess	11	229,344,757	227,124,918
Unclaimed and unpaid dividend		25,090,613	25,090,613
		490,143,918	366,224,351
		1,401,264,064	1,315,637,955
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The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

JAMSHED ALI KHAN
Chief Financial Officer

GAFFAR A. HABIB
Chairman

Karachi: April 22, 2025



Habib Rice Products Ltd.

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE 3RD QUARTER ENDED 31 MARCH 2025 (UN-AUDITED)

Note	9 Months ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
----- Rupees -----				
Sales - net	13 1,688,779,730	1,903,427,519	643,337,756	507,673,953
Cost of sales	(1,529,818,795)	(1,937,649,537)	(562,996,323)	(573,293,869)
Gross profit / (loss)	158,960,935	(34,222,018)	80,341,433	(65,619,916)
Distribution costs	(113,422,981)	(130,856,995)	(50,760,411)	(51,303,153)
Administrative expenses	(109,819,916)	(106,900,669)	(35,223,644)	(32,251,339)
Other expenses	(312,475)	(618,287)	(312,475)	551,558
Other income	16,000,434	67,860,011	10,836,216	20,125,030
Finance costs	(6,639,132)	(16,594,213)	(2,553,211)	(1,785,525)
Gain on remeasurement of provision for GIDC	-	11,694,161	-	-
(Loss) / Profit before levies and income tax	(55,233,135)	(209,638,010)	2,327,908	(130,283,345)
Levies	(20,740,453)	(24,616,042)	(8,273,135)	(7,674,558)
Loss before income tax	(75,973,588)	(234,254,052)	(5,945,227)	(137,957,903)
Taxation	(6,341,495)	(6,368,655)	3,576,077	(4,665,011)
Net Loss for the period	(82,315,083)	(240,622,707)	(2,369,150)	(142,622,914)
Loss per share - basic and diluted	(2.06)	(6.02)	(0.06)	(3.57)

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

JAMSHED ALI KHAN
Chief Financial Officer

GAFFAR A. HABIB
Chairman

Karachi: April 22, 2025



Habib Rice Products Ltd.

**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME
FOR THE 3RD QUARTER ENDED 31 MARCH 2025 (UN-AUDITED)**

	9 Months ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- Rupees -----			
Loss after taxation	(82,315,083)	(240,622,707)	(2,369,150)	(142,622,914)
Other comprehensive income	-	-	-	-
Total comprehensive loss	<u>(82,315,083)</u>	<u>(240,622,707)</u>	<u>(2,369,150)</u>	<u>(142,622,914)</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

Karachi: April 22, 2025

JAMSHED ALI KHAN
Chief Financial Officer

GAFFAR A. HABIB
Chairman



Habib Rice Products Ltd.

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE 3RD QUARTER ENDED 31 MARCH 2025 (UN-AUDITED)

Particulars	Issued, Subscribed And Paid-up Capital	Reserves				Total reserves	Total equity
		Capital Reserve Share Premium	Revenue reserves		Profit		
			General Reserve	Unappropriated			
Rupees							
Balance as at 01 July 2023	200,000,000	10,000,000	50,000,000	841,847,270	901,847,270	1,101,847,270	
Final dividend @ 30% for the year ended 30 June 2023		-	-	(60,000,000)	(60,000,000)	(60,000,000)	
Net Loss	-	-	-	(240,622,707)	(240,622,707)	-	(240,622,707)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	(240,622,707)	(240,622,707)	(240,622,707)	(240,622,707)
Balance as at 31 March 2024	200,000,000	10,000,000	50,000,000	541,224,563	601,224,563	801,224,563	
Balance as at 01 July 2024	200,000,000	10,000,000	50,000,000	689,413,604	749,413,604	949,413,604	
Net Loss	-	-	-	(82,315,083)	(82,315,083)	-	(82,315,083)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	(82,315,083)	(82,315,083)	(82,315,083)	(82,315,083)
Balance as at 31 March 2025	200,000,000	10,000,000	50,000,000	607,098,521	667,098,521	867,098,521	

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements

Karachi: April 22, 2025

OWAIS G. HABIB

Chief Executive Officer

JAMSHED ALI KHAN

Chief Financial Officer

GAFFAR A. HABIB

Chairman



Habib Rice Products Ltd.

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE 3RD QUARTER ENDED 31 MARCH 2025 (UN-AUDITED)

		March 31, 2025 (Un-audited)	March 31, 2024 (Un-audited)
CASH FLOWS FROM OPERATING ACTIVITIES	Note	----- Rupees -----	
Loss before taxation		(55,233,135)	(209,638,010)
Adjustments for non cash Items:			
Depreciation on operating fixed assets	4.1	34,464,529	37,329,012
Depreciation on right-of-use assets		11,767,363	9,707,169
Profit on term deposits receipts and interest on savings accounts		(15,997,586)	(38,972,811)
Dividend income on mutual fund units		(2,848)	(3,287,956)
Gain on disposal of operating fixed assets		-	(4,188)
Unrealised fair value gain on short-term investments		-	(8,631,238)
Gain on remeasurement of provision for GIDC - net		-	(11,694,161)
Finance costs		6,639,132	16,594,213
Operating loss before working capital changes		(18,362,545)	(208,597,970)
Working capital changes	14	66,687,550	(10,968,012)
Cash generated from / (used in) operations		48,325,005	(219,565,982)
Taxes paid		(18,658,581)	(38,144,554)
Finance costs paid		(3,396,246)	(3,221,713)
Long term deposits - net		18,401,880	(390,000)
		(3,652,947)	(41,756,267)
Net cash generated from / (used in) operating activities		44,672,058	(261,322,249)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(69,419,271)	(8,299,696)
Short term investments - net		254,450	202,410,552
Profit on term receipts and interest on saving accounts received		16,011,820	40,995,240
Dividend income received - Mutual funds		2,848	3,287,956
Proceeds from disposal of operating fixed assets		-	78,993
Net cash (used in) / generated from investing activities		(53,150,153)	238,473,045
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		-	(70,624,571)
Long Term Financing Received		38,000,000	-
Lease rentals paid		(15,602,440)	(15,258,287)
Net cash generated from / (used in) financing activities		22,397,560	(85,882,858)
Net increase / (decrease) in cash and cash equivalents		13,919,465	(108,732,062)
Cash and cash equivalents at beginning of the period		100,732,383	191,015,449
Cash and cash equivalents at end of the period		114,651,848	82,283,387

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

OWAIS G. HABIB
Chief Executive Officer

Karachi: April 22, 2025

JAMSHED ALI KHAN
Chief Financial Officer

GAFFAR A. HABIB
Chairman

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE 3RD QUARTER ENDED 31 MARCH 2025 (UN-AUDITED)

1 THE COMPANY AND ITS OPERATIONS

Habib Rice Products Limited (the Company) is a public listed company limited by shares incorporated in Pakistan on July 10, 1980 and is listed on the Pakistan Stock Exchange. The registered office of the Company is situated at 2nd Floor, UBL Building I.I. Chundrigar Road, Karachi, Sindh. The Company is engaged in the production of rice based starch sugar and proteins. The Company's primary production facility are located at its industrial complex in Hub Industrial Area, District Lasbela, Baluchistan.

2 BASIS OF PREPARATION

2.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 30 June 2024. These condensed interim financial statements are unaudited.

2.3 The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended 31 March 2025 and 31 March 2024 and notes forming part thereof have not been reviewed by the auditors of the Company, as they have reviewed the cumulative figures for the half years ended 31 December 2024 and 31 December 2023.

2.4 These condensed interim financial statements are presented in the Pakistani rupees which is also the Company's functional currency

3 ACCOUNTING POLICIES, ESTIMATES, JUDGEMENTS AND FINANCIAL RISK POLICIES

The accounting policies, estimates, judgements and financial risk policies used in these condensed interim financial statements are the same as those applied in the preparation of annual financial statements for the year ended 30 June 2024.

		March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
	Note	Rupees	
4 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	474,175,587	505,347,266
Capital Work-in-Progress (CWIP)	4.2	73,439,482	7,313,061
		<u>547,615,069</u>	<u>512,660,327</u>
4.1 Operating fixed assets			
Net Book value (NBV) at the beginning of the period / year		505,347,266	538,811,916
Additions / transfers during the period / year (cost)	4.1.1	3,292,850	3,094,191
Transfer from CWIP during the period / year (cost)	4.2	-	12,874,192
		<u>508,640,116</u>	<u>554,780,299</u>
Disposal during the period/year - vehicles (NBV)		-	(74,805)
Depreciation charged during the period / year		<u>(34,464,529)</u>	<u>(49,358,228)</u>
		<u>(34,462,529)</u>	<u>(49,433,033)</u>
NBV at the end of the period/year		<u>474,175,587</u>	<u>505,347,266</u>
4.1.1 Additions / transfers during the period / year			
Factory Building		64,147	2,120,109
Plant and Machinery		2,274,284	734,724
Computers, office and electrical equipments		954,419	85,944
Furniture and fixture		-	45,914
Vehicles		-	107,500
		<u>3,292,850</u>	<u>3,094,191</u>
4.2 Capital Work-in-Progress			
At the beginning of the period / year		7,313,061	7,285,605
Addition during the period / year - Plant & Machinery		<u>66,126,421</u>	<u>12,901,648</u>
		<u>73,439,482</u>	<u>20,187,253</u>
Transfer to operating fixed assets during the period / year		-	(12,874,192)
At the end of the period / year		<u>73,439,482</u>	<u>7,313,061</u>
5 DEFERRED TAX			
	5.1	-	6,341,495
5.1	Deferred tax asset recognition is reassessed at each financial position date based on available evidence. The amount of gross temporary difference for which no deferred tax asset is recognized in the statement of financial position was Rs. 32,611,937.		



Habib Rice Products Ltd.

	March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
	----- Rupees -----	
6 STOCK-IN-TRADE		
Raw and Packing Material - in hand	109,718,029	106,673,707
- in transit	22,447	208,025
Raw and packing material	109,740,476	106,881,732
Work-in-process	-	3,211,285
Finished goods	300,443,709	308,952,722
	<u>410,184,185</u>	<u>419,045,739</u>
7 TRADE DEBTS		
Local - unsecured	31,037,470	22,352,383
	<u>31,037,470</u>	<u>22,352,383</u>
8 SHORT-TERM INVESTMENTS		
At amortised cost		
Term deposit receipts (TDR)		
maturity within 3 months	205,409	-
maturing within 3 to 12 months	-	254,450
	<u>205,409</u>	<u>254,450</u>
Accrued profit	1,294	15,528
	<u>206,703</u>	<u>269,978</u>
9 CASH AND BANK BALANCES		
Bank Balances		
Current Account	48,321,794	38,696,943
Savings Account	65,579,228	61,359,194
	<u>113,901,022</u>	<u>100,056,137</u>
Cash in hand	545,417	676,246
	<u>114,446,439</u>	<u>100,732,383</u>

	March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
	----- Rupees -----	
10 TRADE AND OTHER PAYABLES		
Creditors	36,659,702	19,808,338
Accrued liabilities	119,040,264	64,441,122
Contract liabilities	56,300,146	20,128,783
Sales tax payable	18,699,647	9,094,937
Others	1,433,406	-
	<u>232,133,165</u>	<u>113,473,180</u>
11 PROVISION FOR GAS INFRASTRUCTURE DEVELOPMENT CESS (GIDC)		
Opening balance	227,124,918	215,257,424
Unwinding of finance cost	2,219,839	14,041,087
Gain on remeasurment of provision	-	(2,173,593)
Closing balance	<u>229,344,757</u>	<u>227,124,918</u>
12 CONTINGENCIES AND COMMITMENTS		
There is no significant change in the status of contingencies and commitments as disclosed in the annual audited financial statements for the year ended 30 June 2024 except as follows:		
Outstanding letters of credit	<u>3,326,955</u>	<u>10,687,467</u>
Guarantee issued in favour of:		
Sui Southern Gas Company Limited	<u>102,346,611</u>	<u>73,845,865</u>
Guarantee issued in favour of KE	<u>1,686,249</u>	<u>1,686,249</u>
Guarantee have been issued by a commercial bank on behalf of the Company to Sui Southern Gas Company Limited in the normal course of business.		

	March 31, 2025 (Un-audited)	March 31, 2024 (Un-audited)
	Rupees	
13 SALES - net		
Local Sales	1,823,120,395	1,642,210,682
Export Sales	147,841,644	529,195,531
Add: Rebate	-	11,586
	1,970,962,039	2,171,417,799
Sales return	(5,185,477)	(15,634,406)
Sales Tax	(276,996,832)	(252,355,874)
Net Sales	<u>1,688,779,730</u>	<u>1,903,427,519</u>
14 WORKING CAPITAL CHANGES		
Decrease/(increase) in current assets		
Stores, spare parts and loose tools	(3,267,594)	(3,319,534)
Stock in trade	8,861,554	52,758,622
Trade debts	(8,685,087)	34,443,787
Loans and advances	(52,274,198)	(4,576,530)
Trade deposits and pre-payments	3,392,892	2,663,258
	<u>(51,972,433)</u>	<u>81,969,603</u>
Increase in current liabilities		
Trade and other payables	118,659,983	(92,937,615)
	<u>66,687,550</u>	<u>(10,968,012)</u>
15 TRANSACTIONS WITH RELATED PARTIES		
Related parties comprise of associated companies, directors, other key management personnel and retirement funds. Transactions with related parties other than those disclosed elsewhere in the financial information as mentioned below are entered under agreed terms:		
	March 31, 2025 (Un-audited)	March 31, 2024 (Un-audited)
Transactions during the period	Rupees	
Key Management personnel		
Salaries and allowances	<u>57,876,862</u>	<u>48,949,764</u>
Retirement benefit plans		
Contribution to provident fund	<u>23,052,412</u>	<u>22,537,884</u>

16 General

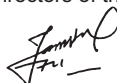
Figures have been rounded off to the nearest rupee, unless otherwise stated.

17 DATE OF AUTHORIZATION

These condensed interim financial statements have been authorised for issue on 22 April 2025 by the Board of Directors of the Company.



OWAIS G. HABIB
Chief Executive Officer



JAMSHED ALI KHAN
Chief Financial Officer



GAFFAR A. HABIB
Chairman

Karachi: April 22, 2025

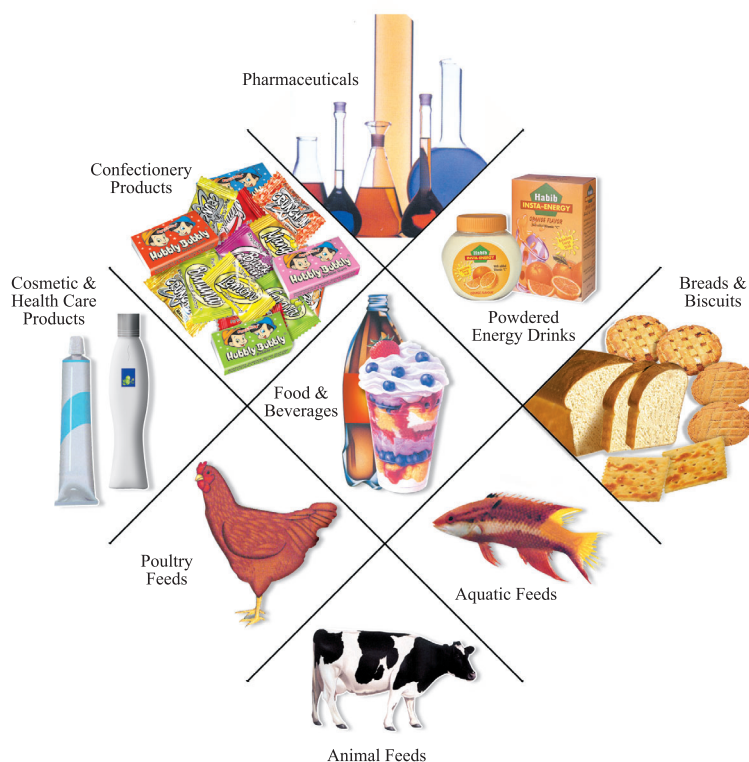


Habib Rice Products Ltd.

Pioneer Producers of Rice Derives Products and Proteins

Habib Rice Products Limited pioneered the conversion of Rice into:-

- **Glucose**
- **Sorbitol**
- **Dextrose**
- **Maltodextrin**
- **High Fructose**
- **Rice Protein**



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