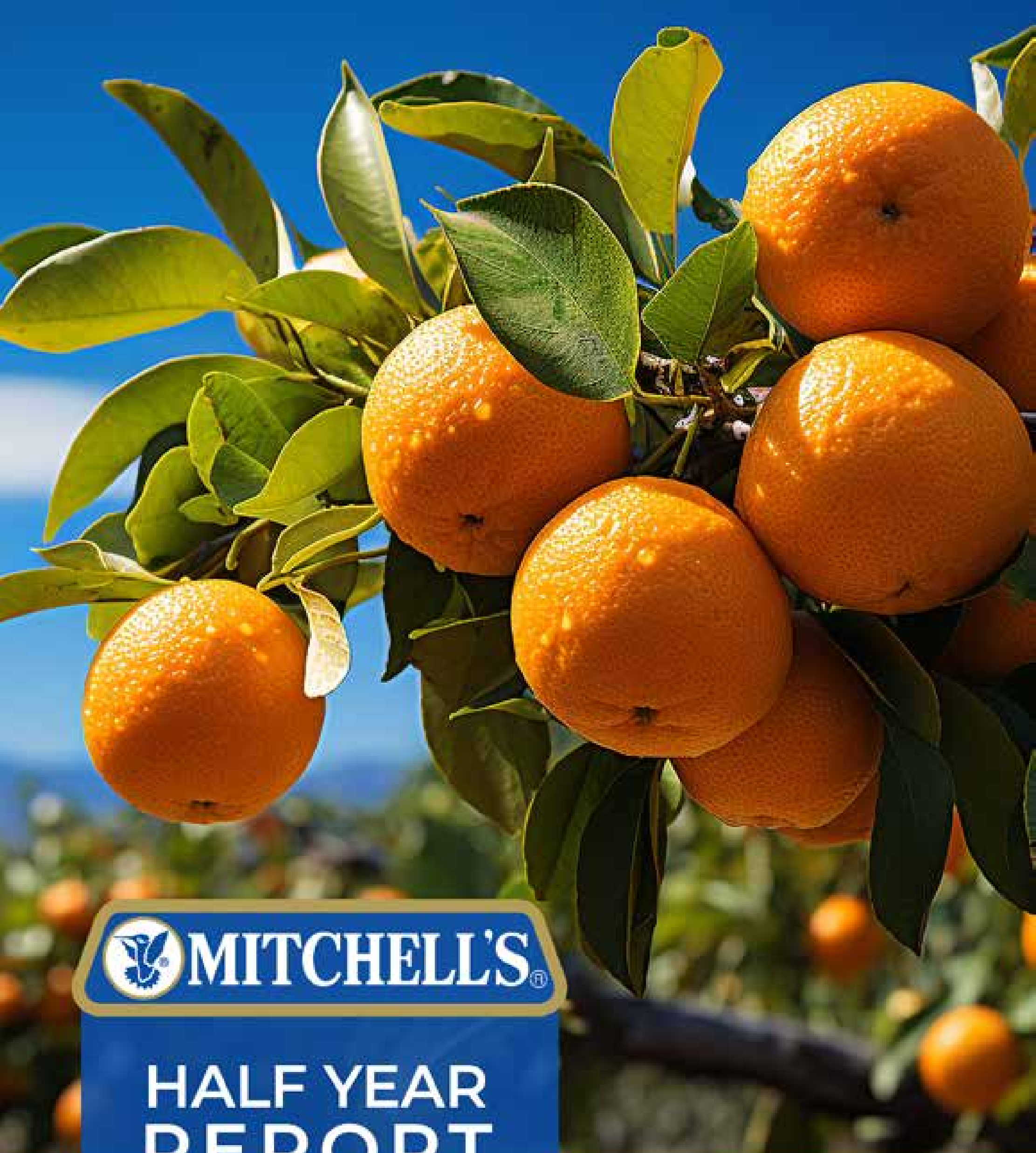

MITCHELL'S®

HALF YEAR REPORT JUL-DEC 2024

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COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Shazad Ghaffar	Chairman
Mr. Najam Aziz Sethi	Chief Executive Officer
Mr. Syed Mohammad Mehdi Mohsin	Non - Executive Director
Ms. Umme Kulsum Imam	Non - Executive Director
Mr. Aamir Amin	Independent Director
Mr. Syed Manzar Hassan	Independent Director
Mr. Mujeeb Rashid	Independent Director

AUDIT COMMITTEE

Mr. Syed Manzar Hassan	Chairman
Mr. Shazad Ghaffar	Member
Mr. Aamir Amin	Member

HUMAN RESOURCES & REMUNERATION COMMITTEE

Mr. Mujeeb Rashid	Chairman
Ms. Umme Kulsum Imam	Member
Mr. Najam Aziz Sethi	Member

CHIEF FINANCIAL OFFICER

Badar M. Khan, FCA

COMPANY SECRETARY

Anum Ali

AUDITORS

Crowe Hussain Chaudhury & Co.
Chartered Accountants

LEGAL ADVISORS

Alliance Legal Services
Office No.7, L.G. Floor, Lahore Palace
Building, 14-B, Temple Road, Lahore.

BANKERS

Habib Bank Limited
National Bank of Pakistan
Allied Bank Limited
JS Bank Limited
Bank Al Habib Limited

SHARE REGISTRAR

Corplink (Private) Limited,
Wings Arcade, 1-K (Commercial), Model
Town, Lahore
Phone : (042) 35839182, 35887262,
Fax: (042) 35869037

CORPORATE OFFICE

72-FCC Gulberg IV, Lahore
Phones: (042) 35872392-96,
Fax: (042) 3587239
E-Mail: ho@mitchells.com.pk
Website: www.mitchells.com.pk

FACTORY & FARMS

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Fax: (044) 2621416
E-Mail: rnk@mitchells.com.pk
rsoc@mitchells.com.pk

REGIONAL SALES OFFICES

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Plot # 102, Street 7
Main China Road, Sector I-10/3
Islamabad
Phones: (051) 2707357
E-Mail: rson@mitchells.com.pk

KARACHI

Mehran VIP II, Ground Floor, Plot 18/3
Dr. Dawood Pota Road- Karachi
Phones: (021) 35212112, 35212712
& 35219675
Fax: (021) 35673588
E-Mail: rsos@mitchells.com.pk

DIRECTORS' REPORT

The Board of Directors is pleased to present its report on the condensed half-yearly interim financial statements of the Company for the period ended December 31, 2024. Below are the key financial highlights for the period:

	PKR Millions	
	31 December 2024	31 December 2023
Sales Revenue	1,269.56	1,405.15
Gross Profit	349.99	385.65
Net Profit before tax	23.21	97.76
Net Profit after tax	6.43	78.47
Earnings Per Share	0.28	3.43

Performance Overview:

The Company delivered a mixed performance during the first half of the financial year. While it recorded a profit of PKR 15.30 million in the first quarter, the second quarter proved challenging, resulting in a loss of PKR 8.90 million. This downturn was primarily driven by two factors:

- A settlement with an old creditor that impacted profitability.
- A decline in export sales during December due to shipment delays, with orders carried forward to January.

Key Factors Impacting Performance:

- Increased Selling & Distribution Costs: The rise in selling and distribution expenses was attributed to higher export-related costs and a strategic shift toward targeting Modern Trade customers through special incentives. Additionally, the expansion of the workforce, including order bookers and merchandisers, was part of a broader strategy to enhance customer outreach and strengthen market penetration.
- Product Segment Performance: The chocolate and confectionery segment experienced a contraction compared to the previous year, primarily due to cash flow constraints. The Company strategically prioritized procurement for its export segment, which offers higher profitability, over volumetric growth in less profitable categories. This approach aligns with the Company's commitment to sustainable operations and profitability.
- Liquidity Challenges: Liquidity remained a challenge during the review period; however, there was a positive development toward the end of the quarter with the successful arrangement of new bank financing facilities. This financing is expected to strengthen operations in the third quarter by enabling smoother execution of the procurement-to-sale cycle, particularly ahead of the Ramzan season.

Strategic Review Update

The ongoing strategic review process, being conducted by M/S IGI Investments (Private) Limited and M/S CCL Holdings (Private) Limited (as disclosed in circulars dated December 12, 2024 and January 14, 2025 respectively), aims to facilitate the acquisition of up to 40.63% shares held by two major shareholders, Syeda Maimanat Mohsin and Syeda Matanat Ghaffar. The strategic review is progressing as planned and is expected to conclude by next month, subject to regulatory approvals and execution of definitive agreements.

DIRECTORS' REPORT

Future Outlook

Despite recent challenges, the Company remains optimistic about achieving improved financial performance in the second half of the financial year. Key focus areas include:

- Enhancing profitability through tighter credit terms for local sales and securing advance payments for exports.
- Leveraging new bank financing facilities to streamline operations and strengthen cash flow management.
- Capitalizing on growth opportunities in the export sector as a core driver of revenue.
- Preparing for increased demand during Ramzan with better inventory management and operational efficiency.

The Board reaffirms its commitment to ensuring sustainable growth while maintaining profitability and operational excellence.

For and on behalf of the Board of Directors

Najam Aziz Sethi
Chief Executive Officer
February 26, 2025

Shazad Ghaffar
Chairman

ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز کو یہ رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے کہ کمپنی ششماہی مالیاتی گوشواروں کا جائزہ 31 دسمبر 2024 کو مکمل کیا گیا۔ درج ذیل اہم مالیاتی جھلکیاں پیش کی جا رہی ہیں:

موجودہ مدت کے لیے اہم مالی نکات مندرجہ ذیل ہیں:

	روپے ملین میں	
	31 دسمبر 2024	**31 دسمبر 2023**
سیلز ریونیو	1,269.56	1,405.15
مجموعی منافع	349.99	385.65
ٹیکس سے قبل خالص منافع	23.21	97.76
ٹیکس کے بعد خالص منافع	6.43	78.47
منافع فی حصص	0.28	3.43

کارکردگی کا جائزہ

کمپنی کی مالی سال کے پہلے نصف میں کارکردگی ملی جلی رہی۔ پہلے کوارٹر میں PKR 15.30 ملین منافع حاصل کیا گیا، تاہم دوسرے کوارٹر میں PKR 8.90 ملین کا خسارہ ہوا۔ اس کمی کی بنیادی وجوہات درج ذیل ہیں:

- پرانے قرض دہندہ کے ساتھ مالی تصفیہ جس نے منافع کو متاثر کیا۔
- دسمبر میں برآمدات میں کمی، کیونکہ شپمنٹ میں تاخیر کے باعث کئی آرڈرز جنوری تک مؤخر ہو گئے۔

سال بھر، ہم آپریشنل کارکردگی کو بڑھانے اور لاگت کو بہتر بنانے پر مرکوز رہے۔ ہم نے کئی اقدامات نافذ کیے ہیں جن کا مقصد اپنے عمل کو ہموار کرنا، پیداواری صلاحیت کو بہتر بنانا اور اپنے صارفین کو بہتر قیمت فراہم کرنا ہے۔

کارکردگی پر اثر انداز ہونے والے عوامل

فروخت اور ترسیل کے اخراجات میں اضافہ:

- ایکسپورٹ لاگت میں اضافے اور ماڈرن ٹریڈ کسٹمرز کو ترغیبات دینے کی حکمت عملی کے باعث فروخت کے اخراجات میں اضافہ ہوا۔
- مارکیٹ میں بہتر رسائی کے لیے آرڈر بکرز اور مرچنڈائزرز کی تعداد میں بھی اضافہ کیا گیا۔

مصنوعات کی کارکردگی:

- چاکلیٹ اور کنفیکشنری سیکٹر میں کمی دیکھنے میں آئی، جو سرمایہ کی کمی کی وجہ سے ہوئی۔
- کمپنی نے کم منافع والے سیکٹرز کے بجائے برآمداتی کاروبار کو ترجیح دی، جو طویل مدتی منافع بخش حکمت عملی کا حصہ ہے۔

لیکویڈیٹی چیلنجز:

دورانِ مدت جائزہ لیکویڈیٹی کے مسائل درپیش رہے، تاہم نئے بینک فنانسنگ معاہدے کامیابی سے مکمل کیے گئے ہیں، جو تیسرے کوارٹر میں رمضان سیزن سے قبل بہتر مالیاتی استحکام فراہم کریں گے۔

ڈائریکٹرز رپورٹ

سٹرِیٹجک ریو یو عملی کا جائزہ

جاری اسٹریٹجک جائزہ عمل، جو M/S CCL Holdings (Private) Limited اور M/S IGI Investments (Private) Limited کی جانب سے انجام دیا جا رہا ہے (جیسا کہ 12 دسمبر 2024 اور 14 جنوری 2025 کے سرکلرز میں بیان کیا گیا ہے)، کا مقصد دو بڑے شیئر ہولڈرز، سیدہ میمنات محسن اور سیدہ متانت غفار کے زیر ملکیت 40.63 % شیئرز کے حصول میں سہولت فراہم کرنا ہے۔یہ اسٹریٹجک جائزہ منصوبہ بندی کے مطابق آگے بڑھ رہا ہے اور توقع ہے کہ اگلے ماہ مکمل ہو جائے گا، بشرطیکہ ریگولیٹری منظوریوں اور حتمی معاہدوں پر عمل درآمد مکمل کر لیا جائے۔

مستقبل کی حکمت عملی

کمپنی کو مالی سال کے دوسرے نصف میں بہتری کی توقع ہے، جس کے لیے درج ذیل اقدامات کیے جا رہے ہیں:

- مقامی فروخت میں سخت کریڈٹ پالیسی اور برآمدات کے لیے ایڈوانس پیمنٹس کا حصول۔
- نئے بینک فنانسنگ معاہدوں کے ذریعے مالیاتی استحکام۔
- برآمداتی کاروبار کو آمدنی کے بنیادی ستون کے طور پر فروغ دینا۔
- رمضان سیزن کے لیے بہتر انوینٹری مینجمنٹ اور آپریشنل کارکردگی میں اضافہ۔

بورڈ اس عزم کا اعادہ کرتا ہے کہ کمپنی پائیدار ترقی، منافع بخش کاروبار، اور آپریشنل ایکسیلینس کو یقینی بنانے کے لیے اپنی کوششیں جاری رکھے گی۔

بورڈ آف ڈائریکٹرز کے لیے اور اس کی جانب سے

نجم عزیز سیٹھی

چیف ایگزیکٹو آفیسر

26فروری، 2024

شہزاد غفار

چیئرمین

Independent Auditor's Review Report
to the Members of Mitchell's Fruit Farms Limited

Introduction

We have reviewed the accompanying condensed interim statement of financial position of MITCHELL'S FRUIT FARMS LIMITED as at December 31, 2024 and the related condensed interim statement of profit or loss, the condensed interim statement of comprehensive income, the condensed interim statement of changes in equity, the condensed interim statement of cash flows, and the notes to and forming part of the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the quarters ended December 31, 2024
and 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

The engagement partner responsible for this independent auditor's review report is Amin Ali.

CROWE HUSSAIN CHAUDHURY & CO.
Chartered Accountants

LAHORE
Dated: February 26, 2025
UDIN: RR202410051YtQRc1ONz

Condensed
Interim Statement of Financial Position (Un-Audited)
AS AT DECEMBER 31, 2024

	Note	December 31, 2024 (Un-audited) Rupees	June 30, 2024 (Audited) Rupees
			(Re-arranged)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	562,264,445	578,599,878
Intangible assets		21,871,681	24,275,170
Biological assets		2,578,452	2,578,452
Long term deposits		1,224,780	1,224,780
		587,939,358	606,678,280
Current Assets			
Stores and spare parts		82,770,375	84,808,872
Stock in trade		490,366,026	471,454,148
Trade debts		382,915,248	267,440,260
Advances, deposits and prepayments		138,721,475	111,882,599
Income tax recoverable - net		124,554,942	111,088,598
Cash and bank balances		249,635,503	58,294,718
		1,468,963,569	1,104,969,195
TOTAL ASSETS		2,056,902,927	1,711,647,475

	Note	December 31, 2024 Rupees (Un-audited)	June 30, 2024 Rupees (Audited) (Re-arranged)
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
40,000,000 (June 30, 2024: 40,000,000) ordinary ordinary shares of Rs. 10 each		400,000,000	400,000,000
Issued, subscribed and paid up capital		228,750,000	228,750,000
Reserves		370,349,330	363,909,406
SHAREHOLDERS' EQUITY		599,099,330	592,659,406
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred liabilities		165,154,398	151,865,360
Deferred taxation	6	-	-
		165,154,398	151,865,360
CURRENT LIABILITIES			
Trade and other payables		674,113,813	534,520,896
Finances under markup arrangements		400,961,152	212,585,223
Loan from related parties - unsecured	7	204,000,000	204,000,000
Accrued finance cost		11,661,480	14,103,836
Unclaimed dividend		1,912,754	1,912,754
		1,292,649,199	967,122,709
TOTAL EQUITY AND LIABILITIES		2,056,902,927	1,711,647,475
CONTINGENCIES AND COMMITMENTS	8	-	-

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

Badar M. Khan	Najam Aziz Sethi	Shazad Ghaffar
Chief Financial Officer	Chief Executive Officer	Chairman

Condensed Interim
Statement of Profit or Loss (Un-Audited)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Note	Half Year Ended December 31, 2024 Rupees	Half Year Ended December 31, 2023 Rupees	Quarter Ended December 31, 2024 Rupees	Quarter Ended December 31, 2023 Rupees
Revenue	9	1,269,562,065	1,405,156,411	619,887,661	706,796,383
Cost of revenue	10	(919,566,918)	(1,019,501,084)	(452,034,587)	(495,012,298)
Gross Profit		349,995,147	385,655,327	167,853,074	211,784,085
Administrative expenses		(99,048,389)	(102,578,470)	(49,390,711)	(53,604,118)
Selling and distribution expenses	11	(186,678,825)	(150,397,402)	(96,857,779)	(69,089,312)
		(285,727,214)	(252,975,872)	(146,248,490)	(122,693,430)
Operating Profit		64,267,933	132,679,455	21,604,584	89,090,655
Other operating expenses		(12,891,918)	(8,723,557)	(11,261,960)	(6,934,295)
Finance cost		(42,775,877)	(56,175,879)	(19,608,241)	(26,267,813)
Other Income		14,612,670	29,982,284	8,934,305	22,068,211
Profit / (Loss) before Levy and Taxation		23,212,808	97,762,303	(331,312)	77,956,758
Levy / final taxation		(16,772,884)	(19,282,888)	(8,536,119)	(10,585,231)
Profit / (Loss) before Taxation		6,439,924	78,479,415	(8,867,431)	67,371,527
Taxation		-	-	-	-
Net Profit / (Loss) for the period		6,439,924	78,479,415	(8,867,431)	67,371,527
Earning / (Loss) per share - basic and diluted		0.28	3.43	(0.39)	2.95

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

Badar M. Khan	Najam Aziz Sethi	Shazad Ghaffar
Chief Financial Officer	Chief Executive Officer	Chairman

Condensed Interim
Statement of Comprehensive Income (Un-audited)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Half Year Ended December 31, 2024 Rupees	Half Year Ended December 31, 2023 Rupees	Quarter Ended December 31, 2024 Rupees	Quarter Ended December 31, 2023 Rupees
Net Profit / (Loss) for the Period	6,439,924	78,479,415	(8,867,431)	67,371,527
Other comprehensive income:				
- Items that will not be re-classified subsequently to profit or loss	-	-	-	-
- Items that may be re-classified subsequently to profit or loss	-	-	-	-
Total comprehensive Income / (Loss) for the period	6,439,924	78,479,415	(8,867,431)	67,371,527

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

Badar M. Khan	Najam Aziz Sethi	Shazad Ghaffar
Chief Financial Officer	Chief Executive Officer	Chairman

Condensed Interim
Statement of Changes in Equity (Un-audited)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

Particulars	Issued, Subscribed and Paid up Capital	Reserves				Total
		Capital Reserve	Revenue Reserve		Total Reserves	
		Share Premium	General Reserve	Accumulated Loss		
	-----Rupees-----					
Balance as at July 01, 2023	228,750,000	609,335,878	300,000	(694,639,815)	(85,003,937)	143,746,063
Net Profit for the Period	-	-	-	78,479,415	78,479,415	78,479,415
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive Income for the period	-	-	-	78,479,415	78,479,415	78,479,415
Balance as on December 31, 2023	228,750,000	609,335,878	300,000	(616,160,400)	(6,524,522)	222,225,478
Balance as at July 01, 2024	228,750,000	609,335,878	300,000	(245,726,472)	363,909,406	592,659,406
Net Profit for the period	-	-	-	6,439,924	6,439,924	6,439,924
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	6,439,924	6,439,924	6,439,924
Balance as at December 31, 2024	228,750,000	609,335,878	300,000	(239,286,548)	370,349,330	599,099,330

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

Badar M. Khan
Chief Financial Officer

Najam Aziz Sethi
Chief Executive Officer

Shazad Ghaffar
Chairman

MITCHELL'S

Condensed Interim
Statement of Cash Flows (Un-audited)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Note	December 31, 2024 (Un-audited) Rupees	December 31, 2023 (Un-audited) Rupees
Profit before levy and taxation		23,212,808	97,762,303
Adjustments for:			
- Depreciation of property, plant and equipment	5	24,739,124	25,691,763
- Amortization of intangibles		2,403,489	3,037,780
- Gain on disposal of property, plant and equipment		-	(12,425,525)
- Provision for gratuity and accumulated leaves		22,210,062	27,867,730
- Provision for Workers' Welfare Fund		435,657	1,955,079
- Provision for Workers' Profit Participation Fund		1,169,502	5,247,844
- Exchange (gain) / loss		(370,951)	1,528,989
- Provision for sale return		3,461,929	10,448,327
- Finance cost		42,775,877	56,175,879
- Liabilities written back		(2,669,807)	(7,628,181)
- Amortization of deferred income		(145,265)	(161,406)
- Finished goods written off	10	524,786	136,168
		94,534,403	111,874,447
Operating profit before working capital changes		117,747,211	209,636,750
(Increase) / decrease in current assets			
- Stores, spares and loose tools		(23,665,503)	843,712
- Stock in trade		6,267,336	85,078,566
- Trade debt		(115,104,037)	(90,955,583)
- Advances, deposits prepayment and others		(26,838,876)	(48,080,818)
(Decrease) / increase in current liabilities			
- Creditors, accrued and other liabilities		137,195,636	(74,617,163)
		(22,145,444)	(127,731,286)
Cash Generated from Operations		95,601,767	81,905,464
Finance cost paid		(45,218,233)	(49,343,753)
Income tax paid		(30,239,228)	(11,980,335)
Employee defined benefits - gratuity paid		(6,191,381)	(13,583,043)
Employee defined benefits - accumulated absences paid		(2,584,378)	(9,277,419)
		(84,233,220)	(84,184,550)
Net Cash Generated / (Used in) from Operating Activities		11,368,547	(2,279,086)
CASH FLOWS FROM INVESTING ACTIVITIES			
Property plant and equipment purchased		(8,403,691)	(2,707,291)
Proceeds from disposal of property plant and equipment		-	-
Net Cash Generated from / (Used in) Investing Activities		(8,403,691)	11,017,709
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings		188,375,929	(23,787,175)
Net Cash Generated from / (Used in) Financing Activities		188,375,929	(23,787,175)
Net Increase / (Decrease) in Cash and Cash Equivalents		191,340,785	(15,048,552)
Cash and cash equivalents at the beginning of the period		58,294,718	21,312,106
Cash and Cash Equivalents at the End of the Period		249,635,503	6,263,554

The annexed notes from 1 to 16 form an integral part of these financial statements.

Badar M. Khan	Najam Aziz Sethi	Shazad Ghaffar
Chief Financial Officer	Chief Executive Officer	Chairman

Notes to and Forming Part of the Condensed Interim Financial Statements (Un-Audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

Mitchell's Fruit Farms Limited ("the Company") is a public limited Company incorporated in Pakistan. The shares of the Company are listed on Pakistan Stock Exchange. The Company is domiciled in Pakistan and is principally engaged in the manufacture and sale of various confectionery and grocery products.

The geographical location and address of Company's business units, including manufacturing facility are as under:

Business Unit	Geographical Location
Head Office / Registered Office	72 - FCC Gulberg IV, Lahore
Manufacturing Facility	Renala Khurd, District Okara, Pakistan
Regional Sales office	Plot # 102, Street 7, Main China Road, Sector I-10/3, Islamabad
Regional Sales office	Mehran VIP II, Ground Floor, House No. 18/3, Dr. Dawood Pota Road, Karachi

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These condensed interim financial statements are unaudited of the Company 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;

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are 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.

2.1.1 These condensed interim financial statements (un-audited) comprise the condensed interim statement of financial position (un-audited) of the Company as at December 31, 2024 and the related condensed interim statement of profit or loss (unaudited), the condensed interim statement of comprehensive income (unaudited), the condensed interim statement of changes in equity (unaudited) and the condensed interim statement of cash flows (unaudited) together with the notes forming part thereof.

2.1.2 These condensed interim financial statements (unaudited) do not include all of the information required for full annual financial statements and should be read in conjunction with the audited annual financial statements for the year ended June 30, 2024.

2.1.3 The comparative statement of financial position presented in these condensed interim financial statements (unaudited) has been extracted from the audited annual financial statements of the Company for the year ended June 30, 2024, whereas comparative condensed interim statement of profit or loss (un-audited), condensed interim statement of comprehensive income (un-audited), condensed interim statement of changes in equity (un-audited) and condensed interim statement of cash flows (un-audited) have been extracted from the un-audited condensed interim financial statements (un-audited) for the six months period ended December 31, 2023.

2.1.4 These condensed interim financial statements are unaudited and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 ("the Act"); these are however, subject to limited scope review by external auditors as required by the Act and the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations).

2.1.5 Functional and presentation currency

These condensed interim financial statements (unaudited) are presented in Pakistani Rupees which is the Company's functional and presentation currency.

3 JUDGMENTS AND ESTIMATES

The preparation of these condensed interim financial statements (un-audited) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The Company's accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements (un-audited) are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended June 30, 2024.

	Note	December 31, 2024 (Un-audited) Rupees	June 30, 2024 (Audited) Rupees
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	562,264,445	572,168,335
Capital work in progress	5.2	-	6,431,543
		562,264,445	578,599,878

	Note	December 31, 2024 (Un-audited) Rupees	June 30, 2024 (Audited) Rupees
5.1 Operating fixed assets			
Opening written down value		572,168,335	622,300,506
Additions during the period / year		14,835,234	9,253,099
Written off during the period / year		-	(11,569,298)
Disposals during the period / year		-	(6,391,374)
		587,003,569	613,592,933
Depreciation charge for the period / year		(24,739,124)	(41,424,598)
		562,264,445	572,168,335
5.2 Capital work in progress			
CWIP - Plant and machinery		-	6,431,543

6 DEFERRED TAXATION

Being prudent, the Company has not recognized deferred tax asset amounting to Rs. 312.30 million (June 30, 2024: Rs. 460.6 million) as sufficient taxable profits may not be available to set off this deferred tax asset.

	Note	December 31, 2024 (Un-audited) Rupees	June 30, 2024 (Audited) Rupees
7 LOAN FROM RELATED PARTIES - UNSECURED			
Loan from related parties - Interest free	7.1	-	150,000,000
Loan from related parties - Interest bearing	7.2	204,000,000	54,000,000
		204,000,000	204,000,000
7.1 Loan from related parties - interest free			
Ms. Syeda Maimanat Mohsin		-	75,000,000
Ms. Syeda Matanat Ghaffar		-	75,000,000
		-	150,000,000

7.1.1 During the period, the Board of Directors (BOD) meeting held on September 27, 2024, passed a resolution to convert an existing interest-free loan amounting to Rs. 150 million into an interest-bearing loan. The effective interest rate applicable to these loans is as mentioned in Note 7.3 of the financial statements.

	Note	December 31, 2024 (Un-audited) Rupees	June 30, 2024 (Audited) Rupees
7.2 Loan from related parties - Interest bearing			
Mr. Najam Aziz Sethi		27,000,000	27,000,000
Ms. Syeda Matanat Ghaffar		102,000,000	27,000,000
Ms. Syeda Maimanat Mohsin		75,000,000	-
	7.3	204,000,000	54,000,000

7.3 These loans carry mark-up @ 3 months KIBOR plus 1% margin (June 30, 2024: 3 months KIBOR plus 1% margin) per annum.

7.4 These loans are unsecured and repayable on demand.

8 CONTINGENCIES AND COMMITMENTS

8.1 There is no material change in the status of contingencies as reported in the financial statements of the Company for the year ended June 30, 2024, except for the following:

The Company received show cause notice under section 11(E) of The Sales Tax Act, 1990 dated October 15, 2024 through which intention was shown to recover the penalty and default surcharge amounting to Rs. 568,712 on account of late payment of sales tax liability for tax period July 2024. In response to the show cause notice, the Company submitted the requisite details and documents, in response to which the DCIR has not passed any order yet. However, as per the tax advisor of the Company, any financial exposure in this respect cannot be commented at this stage.

8.1.1 Others

The Company has issued postdated cheques amounting to Rs. 111.08 million (June 30, 2024: Rs. 126.14 million) to Collector of Customs Lahore Dry Port on account of taxable duty which might become payable against Duty and Tax Remission on Export under SRO # 492 (I)/2009 dated June 13, 2009 and SRO # 450 (I)/2001 dated June 30, 2001 under Customs Rules 2001.

Commitments

8.2 Letters of credit for purchase of raw and packing materials Rs 10.89 million (June 30, 2024: Rs. 0.74 million).

8.3 The Company's capital commitment is Rs. Nil (June 30, 2024: Rs. 1.6 million) as at the reporting date.

		Half Year Ended December 31, 2024 Rupees	Half Year Ended December 31, 2023 Rupees	Quarter Ended December 31, 2024 Rupees	Quarter Ended December 31, 2023 Rupees
9	REVENUE				
	- Local	1,412,289,166	1,592,194,586	640,393,596	795,378,538
	- Export	288,683,461	297,685,341	172,684,402	159,757,713
	Gross Sales	1,700,972,627	1,889,879,927	813,077,998	955,136,251
Less:	Sales tax	(198,120,572)	(218,543,484)	(80,373,790)	(109,727,140)
	Sales returns, trade discounts and incentives	(233,289,990)	(266,180,032)	(112,816,547)	(138,612,728)
		(431,410,562)	(484,723,516)	(193,190,337)	(248,339,868)
		1,269,562,065	1,405,156,411	619,887,661	706,796,383

		Half Year Ended December 31, 2024 Un-Audited Rupees	Half Year Ended December 31, 2023 Un-Audited Rupees	Quarter Ended December 31, 2024 Un-Audited Rupees	Quarter Ended December 31, 2023 Un-Audited Rupees
10	COST OF REVENUE				
	Raw and packing material consumed	736,662,514	755,127,647	370,833,372	388,410,758
	Salaries, wages and other benefits	135,646,187	111,476,916	71,130,459	59,671,700
	Boiler Expenses	22,025,320	17,619,115	11,183,319	8,746,485
	Freight	511,401	120,570	511,401	120,570
	Travelling and vehicle running	1,840,095	2,067,987	759,897	1,130,013
	Repairs and maintenance	3,480,831	1,820,027	1,809,945	1,450,022
	Power, water and gas	36,672,171	48,755,511	14,913,526	22,445,097
	Rent rate and taxes	2,488,797	2,133,005	1,219,757	1,148,682
	Depreciation and amortization	21,068,205	21,891,241	10,650,122	10,439,143
	Finished goods written off	524,786	136,168	463,086	136,168
	Miscellaneous expenses	7,472,818	5,483,499	3,939,706	2,487,788
		968,393,125	966,631,686	487,414,590	496,186,426
	Opening work in process	165,035,401	180,241,135	153,680,386	174,226,498
	Closing work in process	(206,160,088)	(180,521,896)	(206,160,088)	(180,521,896)
		(41,124,687)	(280,761)	(52,479,702)	(6,295,398)
	Cost of goods manufactured	927,268,438	966,350,925	434,934,888	489,891,028
	Opening finished goods	135,581,652	148,706,888	160,382,871	100,677,999
	Closing finished goods	(143,283,172)	(95,556,729)	(143,283,172)	(95,556,729)
		(7,701,520)	53,150,159	17,099,699	5,121,270
		919,566,918	1,019,501,084	452,034,587	495,012,298

	Half Year Ended December 31, 2024 (Un-audited) Rupees	Half Year Ended December 31, 2023 (Un-audited) Rupees	Quarter Ended December 31, 2024 (Un-audited) Rupees	Quarter Ended December 31, 2023 (Un-audited) Rupees
11 SELLING AND DISTRIBUTION EXPENSES				
Salaries, wages and other benefits	42,069,971	37,933,140	21,979,409	17,768,719
Freight	19,311,820	26,148,153	10,505,160	11,792,853
Travelling and vehicle running	10,269,059	13,158,476	4,556,747	6,005,145
Advertisement	1,333,763	223,224	1,026,283	223,224
Distribution expenses	108,290,924	55,306,153	56,232,563	23,873,773
Other expenses	5,403,288	17,628,256	2,557,617	9,425,598
	186,678,825	150,397,402	96,857,779	69,089,312

12 BALANCES AND TRANSACTION WITH RELATED PARTIES

Related parties comprise of an associated company, directors, shareholders and key management personnel of the Company. The Company in the normal course of business carries out transactions with related parties. These are un-secured amounts due from and due to related parties and are shown under respective notes to these financial statements (un-audited). Significant transactions with related parties are given below:

Transactions during the period

Name and Percentage of Shareholding of Related Party	Basis of Relationship	Aggregate Shareholding	Nature of transaction	December 31, 2024 (Un-audited) Rupees	December 31, 2023 (Un-audited) Rupees
Mr. Najam Sethi	Chief Executive Officer	0.0063%	Markup expense	2,607,179	7,908,572
			Markup paid	(2,725,470)	(3,149,711)
Mr. Mehdi Mohsin	Director	20.415%	Rent expense	2,165,514	2,067,078
			Rent paid	1,082,757	2,067,078
			Payment made on behalf of related party	1,533,643	931,096
Ms. Syeda Maimanat Mohsin	Spouse of Director	20.420%	Markup expense	7,242,164	-
			Markup paid	(6,153,555)	-

Transactions during the period				December 31,	
				2024	2023
Name and Percentage of Shareholding of Related Party	Basis of Relationship	Aggregate Shareholding	Nature of transaction	(Un-audited) Rupees	(Un-audited) Rupees
Ms. Syeda Matanat Ghaffar	Spouse of Director	20.206%	Markup expense	9,849,344	7,830,844
			Markup paid	(8,879,023)	(2,918,872)
Ms. Mira Sethi	Close relative of Chief Executive Officer	N/A	Markup expense	-	4,193,940
			Markup paid	-	(1,552,052)
Vanguard Books (Private) Limited	Common directorship	None	Rent expense	5,741,173	10,932,706
			Rent paid	5,647,056	10,932,706
Key management personnel and others			Remuneration	31,654,200	29,918,143

Outstanding Balance as at	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
Loan from directors / Shareholders - unsecured		
- Mr. Najam Sethi	27,000,000	27,000,000
- Ms. Syeda Matanat Ghaffar	102,000,000	102,000,000
- Ms. Syeda Maimanat Mohsin	75,000,000	75,000,000
Accrued finance cost		
- Mr. Najam Aziz Sethi	391,899	510,190
- Ms. Syeda Matanat Ghaffar	1,480,509	510,189
- Ms. Syeda Maimanat Mohsin	1,088,610	-
Security deposit - M/s. Vanguard Books (Private) Limited	2,400,000	2,400,000

These balances are in the normal course of business.

13 OPERATING SEGMENT INFORMATION

Operating segments are reported in a manner consistent with the internal reporting used by the Chief Operating Decision Maker. The Chief Executive Officer (CEO) of the Company has been identified as the Chief Operating Decision Maker, who is responsible for allocating resources and assessing performance of the operating segments.

The CEO is responsible for the management of the Company's entire business which is considered as a single operating segment. The Company's assets allocation decisions are based on a single integrated investment strategy and the Company's performance is evaluated on an overall basis.

The internal reporting provided to the CEO for the Company's assets, liabilities and performance is prepared on a basis consistent with the measurement and recognition principles of approved accounting standards as applicable in Pakistan.

The Company is domiciled in Pakistan. All of the Company's income is from the entities incorporated in both inside and outside Pakistan. The Company has only one reportable segment.

Entity-wide disclosures regarding reportable segment are as follows:

- Information about major customers

Revenues from one customer of the Company's grocery & confectionary business segment represents approximately 12%, Rs. 152,404,838 (December 31, 2023: Rs. 93,512,619) of the Company's total revenues.

- Information about geographical areas

All non-current assets of the Company as at December 31, 2024 are located in Pakistan. Revenue from export sales is Rs. 288.63 million (December 31, 2023: Rs. 297.68 million).

14 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2024.

15 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements (un-audited) for the half year ended December 31, 2024 were approved and authorized for issuance by the Board of Directors on February 26, 2025.

16 GENERAL

Corresponding figures are rearranged / reclassified for better presentation and comparison. The following re-arrangement has been made in these financial statements, which does not impact the statement of financial position or the profitability of the Company:

Nature	From	To	Amount
Classification of levy	Taxation	Levy / final taxation (Face of statement of profit and loss)	19,282,888
Classification of iron drums	Stock in trade	Stores and spare parts	25,704,000

Badar M. Khan
Chief Financial Officer

Najam Aziz Sethi
Chief Executive Officer

Shazad Ghaffar
Chairman

Mitchell'sFruitFarms

Mitchell'sChocolates&Sweets

Mitchell'sfruitjams

Mitchell'sfruitfarmsofficial

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