



Habib-ADM Ltd.

**Half Yearly
Unaudited Accounts
December 31, 2013**

Contents

	Page No
Company Information	2
Chairman's Review / Directors' Report	3
Consolidated Balance Sheet	4-5
Consolidated Profit & Loss Account	6
Consolidated Cash Flow Statement	7
Consolidated Statement of Changes in Equity	8
Notes to the Consolidated Financial Statements	9-10
Auditor Report	13
Balance Sheet	14-15
Profit & Loss Financial Statements	16
Cash Flow Statement	17
Statement of Changes in Equity	18
Notes to the Financial Statements	19-20



COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Directors

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

Chairman
Managing Director

Non Executive Directors

Mr. Kenneth Denis Hayes
Ms. Fatemah G. Habib
Dr. Salma Habib
Mr. Daniyal Ghani

BOARD OF AUDIT COMMITTEE

Mr. Gaffar A. Habib
Ms. Fatemah G. Habib
Dr. Salma Habib

BOARD OF HR AND REMUNERATION COMMITTEE

Mr. Tufail Y. Habib
Ms. Fatemah G. Habib
Dr. Salma Habib

CHIEF EXECUTIVE OFFICER

Mr. Owais G. Habib

CHIEF FINANCIAL OFFICER

Mr. S. M. Vakil

COMPANY SECRETARY

Mr. Ali Asghar Rajani

AUDITORS

M/s. Hyder Bhimji & Co.
Chartered Accountants

REGISTERED OFFICE

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ADMINISTRATIVE OFFICES & FACTORY

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CHAIRMAN'S REVIEW / DIRECTORS' REPORT

HALF YEAR ENDED 31 DECEMBER 2013

Dear Shareholders,

We bow our heads in gratitude to Allah the Beneficent, the Merciful, the Provider, for the Blessings He continues to bestow on us which are partly reflected in the Company's Financial Statements for the Half Year ended 31 December 2013.

During the 6 months under Review, we were able to retain and improve our local sales - while the exports were slower.

Raising costs of production - partly due to increases in price of Rice and Utilities (Gas and Power) and partly due to aging of our Electrolyzer and Refinery - did not allow the margins to carry to the bottom line.

Arrangements have been made to restore both the Electrolyzer and Refinery Insha Allah by early March of this year (2014). Please join us in our prayers to Allah the Beneficent, the Provider to continue to guide us and bless us with Bounties as befit His Glory, Aameen.

On behalf of the Board

Gaffar A Habib
Chairman

Karachi: 07 February, 2014

Habib-ADM ^{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2013 (UNAUDITED)

	DECEMBER 2013 RUPEES	JUNE 2013 RUPEES
AUTHORISED SHARE CAPITAL		
60,000,000 Ordinary Shares of Rs. 5 each	300,000,000	300,000,000
ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
40,000,000 Ordinary Shares of Rs. 5 each	200,000,000	200,000,000
RESERVES AND SURPLUS		
Capital Reserve	10,000,000	10,000,000
Revenue Reserve - General	50,000,000	50,000,000
Unappropriated Profit	449,101,754	519,559,186
	709,101,754	779,559,186
 Deferred Liabilities for Taxation - Net	 38,130,000	 41,450,000
CURRENT LIABILITIES		
Trade and Other Payables	107,876,014	78,220,431
Provision for Income Tax Net of Payment	2,876,583	5,470,703
	110,752,597	83,691,134
 CONTINGENCIES & COMMITMENTS - Note 4		
	857,984,351	904,700,320

The annexed notes 1 to 10 form an integral part of these consolidated condensed interim financial statements.

Karachi: 7 February 2014

Habib-ADM ^{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2013 (UNAUDITED)

	DECEMBER 2013 RUPEES	JUNE 2013 RUPEES
NON-CURRENT ASSETS		
FIXED ASSETS		
Property, Plant and Equipment - Note 5	334,108,636	342,685,610
Long Term Deposits	3,243,001	3,243,001
	337,351,637	345,928,611
CURRENT ASSETS		
Stores, Spare Parts and Loose Tools	67,171,804	43,019,848
Stock in Trade	150,751,901	176,988,107
Trade Debts - Considered Good	26,618,503	145,038
Advances - Unsecured	6,791,765	3,263,174
Trade Deposits and Short Term Pre-Payments	3,121,557	2,788,655
Short Term Investments	200,000,000	200,000,000
Accrued Income	2,895,205	801,096
Other Receivables	2,093,729	2,727,409
Income Tax Prepaid on Advances from Customers	584	879
Cash and Bank Balances	61,187,666	129,037,503
	520,632,714	558,771,709
	<u>857,984,351</u>	<u>904,700,320</u>


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

Habib-ADM _{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM PROFIT & LOSS ACCOUNT FOR THE HALF YEAR ENDED DECEMBER 31, 2013 (UNAUDITED)

	6 MONTHS JUL-DEC 2013 RUPEES	6 MONTHS JUL-DEC 2012 RUPEES	3 MONTHS OCT-DEC 2013 RUPEES	3 MONTHS OCT-DEC 2012 RUPEES
SALES				
Gross Sales	677,416,860	568,524,883	360,303,287	291,775,329
Less: Sales Tax	26,980,136	21,323,644	15,140,959	11,037,788
Net Sales	650,436,724	547,201,239	345,162,328	280,737,541
Cost of Goods Sold	495,194,924	382,383,646	258,499,745	201,760,087
Gross Profit	155,241,800	164,817,593	86,662,583	78,977,454
LESS:				
Selling & Distribution Expenses	35,674,573	46,528,220	18,686,829	25,872,796
Administrative Expenses	31,048,687	31,903,898	14,262,907	15,479,597
	66,723,260	78,432,118	32,949,736	41,352,393
Operating Profit	88,518,540	86,385,475	53,712,847	37,625,061
LESS:				
Finance Cost	198,216	1,034,151	108,597	555,992
Other Operating Charges				
WPPF/ WWF - Note 8	7,349,462	7,778,820	4,200,341	3,601,502
	7,547,678	8,812,971	4,308,938	4,157,494
	80,970,862	77,572,504	49,403,909	33,467,567
ADD:				
Other Operating Income				
Income from Financial Assets				
Income from Bank Deposits	4,025,028	5,951,698	1,729,767	2,671,404
Income from Short Term Investment	8,133,835	9,418,082	4,188,082	4,484,658
Exchange Gain	1,974,329	2,882,801	858,817	92,905
	14,133,192	18,252,581	6,776,666	7,248,967
Income from Non Financial Assets				
Gain on Sale of Property, Plant & Equipment	-	3,053,666	-	1,777,340
Total Other Operating Income	14,133,192	21,306,247	6,776,666	9,026,307
Net Profit Before Taxation	95,104,054	98,878,751	56,180,575	42,493,874
Provision for Taxation - Note 8	25,561,486	31,304,811	13,814,093	12,596,115
Net Profit for The Period	69,542,568	67,573,940	42,366,482	29,897,759
Other Comprehensive Income for the Period	-	-	-	-
Total Comprehensive Income for the Period	69,542,568	67,573,940	42,366,482	29,897,759
Earning per Share of Rs. 5 each	1.74	1.69	1.06	0.75

The annexed notes 1 to 10 form an integral part of these consolidated condensed interim financial statements.



OWAIS G. HABIB
Chief Executive



GAFFAR A. HABIB
Chairman

Karachi: 7 February 2014

Habib-ADM ^{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT FOR THE HALF YEAR ENDED DECEMBER 31, 2013 (UNAUDITED)

	DECEMBER 2013 RUPEES	DECEMBER 2012 RUPEES
Cash Flows from Operating Activities		
Cash Generated from Operations - Note 7	111,151,550	213,665,562
Finance Cost Paid	(198,216)	(1,034,151)
Payment of Income Tax during the period	(31,475,311)	(62,303,378)
Net Cash Generated from Operating Activities	79,478,023	150,328,033
Cash Flows from Investing Activities		
Addition in Property, Plant & Equipment	(7,327,860)	(13,512,429)
Sale Proceeds from Disposal of Property, Plant & Equipment	-	3,339,600
Net Cash generated in Investing Activities	(7,327,860)	(10,172,829)
Net Cash flows available from Operating and Investing Activities	72,150,163	140,155,204
Cash Flows from Financing Activities		
Dividend Paid	(140,000,000)	(160,000,000)
Net Cash used in Financing Activities	(140,000,000)	(160,000,000)
Net Increase /(Decrease) in Cash and Bank Balances	(67,849,837)	(19,844,796)
Cash and Bank Balances at the beginning of the Period	129,037,503	87,749,605
Cash and Bank Balances at the end of the Period	61,187,666	67,904,809

The annexed notes 1 to 10 form an integral part of these consolidated condensed interim financial statements.

Karachi: 7 February 2014


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

Habib-ADM _{Ltd.} and Subsidiaries

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2013 (UNAUDITED)

PARTICULARS	ISSUED SUBSCRIBED AND PAID UP CAPITAL	CAPITAL RESERVE	REVENUE RESERVE GENERAL	UNAPPRO- PRIATED PROFIT	TOTAL
Balance as at July 01, 2012	200,000,000	10,000,000	50,000,000	537,602,787	797,602,787
Transaction with owners					
Final Cash Dividend for the year ended June 30, 2012 @ 80% i.e. Rs. 4 per share of Rs.5 each	-	-	-	(160,000,000)	(160,000,000)
Total Comprehensive income for the period ended December 31,2012	-	-	-	67,573,940	67,573,940
Balance as at December 31, 2012	200,000,000	10,000,000	50,000,000	445,176,727	705,176,727
Balance as at July 01, 2013	200,000,000	10,000,000	50,000,000	519,559,186	779,559,186
Transaction with owners					
Final Cash Dividend for the year ended June 30, 2013 @ 70% i.e. Rs. 3.50 per share of Rs.5 each	-	-	-	(140,000,000)	(140,000,000)
Total Comprehensive income for the period ended December 31,2013	-	-	-	69,542,568	69,542,568
Balance as at December 31, 2013	200,000,000	10,000,000	50,000,000	449,101,754	709,101,754

The annexed notes 1 to 10 form an integral part of these consolidated condensed interim financial statements.

Karachi: 7 February 2014



OWAIS G. HABIB
Chief Executive



GAFFAR A. HABIB
Chairman

Habib-ADM ^{Ltd.} and Subsidiaries

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2013 (UNAUDITED)

1 LEGAL STATUS AND OPERATIONS

The Consolidated Financial Statements include the Financial Statements of the following entities:

Habib-ADM Limited
Habib Microfine (Pvt) Limited

Habib-ADM Limited was incorporated in 1980 as a Public Limited Company and its shares are listed on The Karachi & Lahore Stock Exchanges.

The principal activity of the Parent Company is to produce and market rice based Starch Sugars and Proteins.

The principal activity of Habib Microfine (Pvt) Limited is the production of microfine processed products, trading and export of goods. The Registered Offices of both Companies are situated at 2nd Floor, UBL Building, I.I. Chundrigar Road, Karachi.

2 These Financial Statements are unaudited and are being submitted to the Shareholders as required by section 245 of the Companies Ordinance, 1984. These Financial Statements have been prepared in accordance with approved International Accounting Standards as applicable in Pakistan.

3 The Accounting policies adopted for preparation of these Financial Statements are the same as those applied in preparation of the Annual Financial Statements for the year ended June 30, 2013

4 Contingencies & Commitments

Guarantees have been issued by a scheduled commercial bank on behalf of the Company to Sui Southern Gas Company Limited in the normal course of business amounting to Rs.36.435 million (2012 : Rs 36.435 million)

5 PROPERTY, PLANT & EQUIPMENT

	DECEMBER 2013 RUPEES	JUNE 2013 RUPEES
Operating Fixed Assets - Tangible	325,881,655	341,468,158
Capital Work-in-Progress	8,226,981	1,217,452
	<u>334,108,636</u>	<u>342,685,610</u>

Habib-ADM _{Ltd.} and Subsidiaries

	JUL-DEC 2013 RUPEES	JUL-DEC 2012 RUPEES
6 OPERATING FIXED ASSETS AND CAPITAL WORK IN PROGRESS		
Detail of additions during the period :		
Land (Lease hold)	-	131,216
Plant & Machinery	-	5,990,458
Furniture & Fixture	318,331	-
Vehicles	-	4,571,680
Computer Equipment and Accessories	-	19,700
Capital Work-in-Progress - Plant & Machinery	8,226,981	-
	<u>8,545,312</u>	<u>10,713,054</u>
Detail of disposals during the period :		
Vehicles	-	878,880
7 CASH GENERATED FROM OPERATIONS		
Profit before Taxation	95,104,054	98,878,751
Adjustments for non cash charges and other items:		
Depreciation	15,904,834	17,526,650
(Profit) on disposal of Property, Plant and Equipment	-	(3,053,666)
Financial Cost	198,216	1,034,151
Working Capital Changes - Note 7.1	(55,554)	99,279,676
	<u>111,151,550</u>	<u>213,665,562</u>
7.1 WORKING CAPITAL CHANGES		
(Increase) / Decrease in Current Assets		
Stores, Spare Parts & Loose Tools	(24,151,956)	8,337,492
Stock in Trade	26,236,206	24,326,100
Trade Debts	(26,473,465)	54,390,472
Advances - Unsecured	(3,528,591)	291,541
Trade Deposits and Short Term Pre-Payments	(332,902)	(2,485,909)
Other Receivables	633,680	311,661
Accrued Interest	(2,094,109)	(333,699)
	<u>(29,711,137)</u>	<u>84,837,658</u>
Increase /(Decrease) in Current Liabilities		
Trade and Other Payables	29,655,583	14,442,018
Working Capital Changes	<u>(55,554)</u>	<u>99,279,676</u>
8	Provision for Income Tax, Workers' Profit Participation Fund and Workers Welfare Fund shown under Other Charges are provisional based on current results. Final liability will be determined on the basis of annual results.	
9	These Financial Statements were authorised for issue on 7 February 2014 by the Board of Directors of the Company.	
10	Figures have been rounded off to the nearest rupee.	

Karachi: 7 February 2014



OWAIS G. HABIB
Chief Executive



GAFFAR A. HABIB
Chairman



Habib-ADM Ltd.

**Half Yearly
Unaudited Accounts
December 31, 2013**

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Member of
KRESTON INTERNATIONAL
with affiliated offices worldwide

HYDER BHIMJI & CO.
CHARTERED ACCOUNTANTS

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**AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION**

INTRODUCTION:

We have reviewed the accompanying condensed interim balance sheet of **HABIB-ADM LIMITED** as of December 31, 2013, and the related condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof (hereinafter referred to as the "condensed interim financial information") for the half year then ended. Management is responsible for the preparation and fair presentation of this interim condensed financial information in accordance with the approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim profit and loss account for quarters ended December 31, 2013 and December 31, 2012 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2013.

SCOPE OF REVIEW:

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for 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 condensed interim financial information as of and for the half year ended on December 31, 2013, is not prepared, in all material respects, in accordance with approved Accounting Standards as applicable in Pakistan.

HYDER BHIMJI & CO.
CHARTERED ACCOUNTANTS

Engagement partner: Mohammad Hanif Razzak

Karachi: 7 February 2014

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**CONDENSED INTERIM BALANCE SHEET
AS AT DECEMBER 31, 2013 (UNAUDITED)**

	DECEMBER 2013 RUPEES	JUNE 2013 RUPEES
AUTHORISED SHARE CAPITAL		
60,000,000 Ordinary Shares of Rs. 5 each	300,000,000	300,000,000
ISSUED, SUBSCRIBED AND PAID UP CAPITAL	200,000,000	200,000,000
40,000,000 Ordinary Shares of Rs. 5 each		
RESERVES AND SURPLUS		
Capital Reserve	10,000,000	10,000,000
Revenue Reserve - General	50,000,000	50,000,000
Unappropriated Profit	449,101,754	519,559,186
	709,101,754	779,559,186
Deferred Liability for Taxation - Net	38,130,000	41,450,000
CURRENT LIABILITIES		
Trade and Other Payables	107,070,244	77,780,372
Provision for Income Tax Net of Payment	2,876,583	5,470,703
	109,946,827	83,251,075
CONTINGENCIES & COMMITMENTS - Note 4		
	857,178,581	904,260,261

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.

Karachi: 7 February 2014

CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2013 (UNAUDITED)

	DECEMBER 2013 RUPEES	JUNE 2013 RUPEES
NON-CURRENT ASSETS		
FIXED ASSETS		
Property, Plant and Equipment - Note 5	333,223,877	341,754,285
Long Term Investment in Share Capital of Subsidiary Company	1,000,000	1,000,000
Long Term Deposits	3,243,001	3,243,001
	337,466,878	345,997,286
CURRENT ASSETS		
Stores, Spare Parts and Loose Tools	67,171,804	43,019,848
Stock in Trade	150,751,901	176,988,107
Trade Debts - Considered Good	28,375,018	1,725,403
Advances - Unsecured	6,791,765	3,263,174
Trade Deposits and Short Term Pre-Payments	3,111,039	2,768,655
Short Term Investments	200,000,000	200,000,000
Accrued Income	2,895,205	801,096
Other Receivables	296,311	933,404
Cash and Bank Balances	60,318,660	128,763,288
	519,711,703	558,262,975
	<u>857,178,581</u>	<u>904,260,261</u>


OWAIS G. HABIB
 Chief Executive


GAFFAR A. HABIB
 Chairman

CONDENSED INTERIM PROFIT & LOSS ACCOUNT FOR THE HALF YEAR ENDED DECEMBER 31, 2013 (UNAUDITED)

	6 MONTHS JUL-DEC 2013 RUPEES	6 MONTHS JUL-DEC 2012 RUPEES	3 MONTHS OCT-DEC 2013 RUPEES	3 MONTHS OCT-DEC 2012 RUPEES
SALES				
Gross Sales	672,815,523	562,984,636	357,455,132	287,614,628
Less: Sales Tax	26,980,136	21,323,644	15,140,959	11,037,788
Net Sales	645,835,387	541,660,992	342,314,173	276,576,840
Cost of Goods Sold	495,035,047	382,221,054	258,420,865	201,674,381
Gross Profit	150,800,340	159,439,938	83,893,308	74,902,459
Less:				
Selling & Distribution Expenses	34,585,251	44,959,103	18,004,597	24,780,491
Administrative Expenses	30,914,425	31,766,935	14,185,626	15,410,616
	65,499,676	76,726,038	32,190,223	40,191,107
Operating Profit	85,300,664	82,713,900	51,703,085	34,711,352
Less:				
Finance Cost	175,237	982,824	88,643	513,978
Other Operating Charges (WPPF/WWF) - Note 8	7,285,202	7,750,692	4,160,421	3,509,220
	7,460,439	8,733,516	4,249,064	4,023,198
	77,840,225	73,980,384	47,454,021	30,688,154
Add: Other Operating Income				
Income from Financial Assets				
Income from Bank Deposits	4,025,028	5,951,698	1,729,767	2,671,404
Income from Short Term Investment	8,133,835	9,418,082	4,188,082	4,484,658
Exchange Gain	1,950,186	2,882,801	849,576	9,425
Dividend Income from Subsidiary Company	3,078,363	3,506,979	1,911,091	2,802,115
	17,187,412	21,759,560	8,678,516	9,967,602
Income from Non Financial Assets				
Rent Income from Subsidiary Company	6,000	6,000	3,000	3,000
Gain on Sale of Property, Plant & Equipment	-	3,053,666	-	1,777,340
	6,000	3,059,666	3,000	1,780,340
Total Other Operating Income	17,193,412	24,819,226	8,681,516	11,747,942
Net Profit Before Taxation	95,033,637	98,799,610	56,135,537	42,436,096
Provision for Taxation - Note 8	25,491,069	31,225,670	13,769,055	12,538,337
Net Profit for the Period	69,542,568	67,573,940	42,366,482	29,897,759
Other Comprehensive Income for the Period	-	-	-	-
Total Comprehensive Income for the Period	69,542,568	67,573,940	42,366,482	29,897,759
Earning per Share of Rs. 5 each	1.74	1.69	1.06	0.75

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.



OWAIS G. HABIB
Chief Executive



GAFFAR A. HABIB
Chairman

Karachi: 7 February 2014

**CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED DECEMBER 31, 2013 (UNAUDITED)**

	DECEMBER 2013 RUPEES	DECEMBER 2012 RUPEES
Cash Flows from Operating Activities - Note 7		
Cash Generated from Operations	110,463,658	213,995,375
Finance Cost Paid	(175,237)	(982,824)
Payment of Income Tax during the Period	(31,405,189)	(62,177,632)
Net Cash Generated From Operating Activities	78,883,232	150,834,919
Cash Flows from Investing Activities		
Addition in Property, Plant & Equipment	(7,327,860)	(13,512,429)
Sale Proceeds from Disposal of Property, Plant & Equipment	-	3,339,600
Net Cash generated in Investing Activities	(7,327,860)	(10,172,829)
Net Cash Flows available from Operating and Investing Activities	71,555,372	140,662,090
Cash Flows from Financing Activities		
Dividend Paid	(140,000,000)	(160,000,000)
Net Cash used in Financing Activities	(140,000,000)	(160,000,000)
Net Increase /(Decrease) in Cash and Bank Balances	(68,444,628)	(19,337,910)
Cash and Bank Balances at the beginning of the Period	128,763,288	86,940,721
Cash and Bank Balances at the end of the Period	60,318,660	67,602,811

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.

Karachi: 7 February 2014


OWAIS G. HABIB
Chief Executive


GAFFAR A. HABIB
Chairman

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2013 (UNAUDITED)

PARTICULARS	ISSUED SUBSCRIBED AND PAID UP CAPITAL	CAPITAL RESERVE	REVENUE RESERVE GENERAL	UNAPPRO- PRIATED PROFIT	TOTAL
Balance as at July 01, 2012	200,000,000	10,000,000	50,000,000	537,602,787	797,602,787
Transaction with owners					
Final Cash Dividend for the year ended June 30, 2012 @ 80% i.e. Rs. 4 per share of Rs.5 each	-	-	-	(160,000,000)	(160,000,000)
Total Comprehensive income for the year ended December 31, 2012	-	-	-	67,573,940	67,573,940
Balance as at December 31, 2012	200,000,000	10,000,000	50,000,000	445,176,727	705,176,727
Balance as at July 01, 2013	200,000,000	10,000,000	50,000,000	519,559,186	779,559,186
Transaction with owners					
Final Cash Dividend for the year ended June 30, 2013 @ 70% i.e. Rs. 3.50 per share of Rs.5 each	-	-	-	(140,000,000)	(140,000,000)
Total Comprehensive income for the year ended December 31, 2013	-	-	-	69,542,568	69,542,568
Balance as at December 31, 2013	200,000,000	10,000,000	50,000,000	449,101,754	709,101,754

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.

Karachi: 7 February 2014


OWAIS G. HABIB
 Chief Executive


GAFFAR A. HABIB
 Chairman

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2013 (UNAUDITED)

1 LEGAL STATUS AND OPERATIONS

Habib-ADM Limited was incorporated in Pakistan on 10th July, 1980 as a Public Limited Company and its shares are listed on the Karachi & Lahore Stock Exchanges. The Registered Office of the Company is situated at 2nd Floor, UBL Building I.I.Chundrigar Road, Karachi. The principal activity of the Company is to produce and market rice based Starch Sugars and Proteins.

The Company's primary production facilities are located at its industrial complex in Hub.

2 These Financial Statements are unaudited and are being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984. These Financial statements have been prepared in accordance with approved International Accounting Standards as applicable in Pakistan.

3 The Accounting policies adopted for preparation of these Financial Statements are the same as those applied in preparation of the Annual Financial Statements for the year ended June 30, 2013.

4 Contingencies & Commitments

i) Guarantees have been issued by a schedule commercial bank on behalf of the Company to Sui Southern Gas Company Limited in the normal course of business amounting to Rs. 36.435 million (2012 : Rs 36.435 million).

ii) Habib-ADM Limited being Parent Company has provided to Bank Al Habib a Guarantee of Rs.100 million for its utilization or utilization for its 100% wholly owned Subsidiary Company Habib Microfine (Pvt) Limited to cover the loan granted by bank.

	DECEMBER 2013 RUPEES	JUNE 2013 RUPEES
5 PROPERTY, PLANT & EQUIPMENT		
Operating Fixed Assets - Tangible	324,996,896	340,536,833
Capital Work-in-Progress	8,226,981	1,217,452
	<u>333,223,877</u>	<u>341,754,285</u>

Habib-ADM Ltd.

	JUL-DEC 2013 RUPEES	JUL-DEC 2012 RUPEES
6 OPERATING FIXED ASSETS AND CAPITAL WORK IN PROGRESS		
Detail of additions during the period:		
Land (Lease hold)	-	131,216
Plant & Machinery	-	5,990,458
Furniture & Fixture	318,331	-
Vehicles	-	4,571,680
Computer Equipment and Accessories	-	19,700
Capital Work-in-Progress Plant & Machinery	8,226,981	-
	<u>8,545,312</u>	<u>10,713,054</u>
Detail of disposals during the period:		
Vehicles	-	878,880
7 CASH GENERATED FROM OPERATIONS		
Profit Before Taxation	95,033,637	98,799,610
Adjustments for non Cash Charges and Other items:		
Depreciation	15,858,268	17,474,909
(Profit) on Disposal of Property, Plant & Equipment	-	(3,053,666)
Financial Cost	175,237	982,824
Working Capital Changes - Note 7.1	(603,484)	99,791,698
	<u>110,463,658</u>	<u>213,995,375</u>
7.1 WORKING CAPITAL CHANGES		
(Increase) / Decrease in Current Assets		
Stores, Spare Parts & Loose Tools	(24,151,956)	8,337,492
Stock in Trade	26,236,206	24,326,100
Trade Debts	(26,649,615)	54,956,747
Advances Unsecured	(3,528,591)	291,541
Trade Deposits and Short Term Pre-Payments	(342,384)	(2,478,139)
Other Receivables	637,093	1,793,387
Accrued Income	(2,094,109)	(333,699)
	<u>(29,893,356)</u>	<u>86,893,429</u>
Increase /(Decrease) in Current Liabilities		
Trade and Other Payables	29,289,872	12,898,269
Working Capital Changes	<u>(603,484)</u>	<u>99,791,698</u>
8	Provision for Income Tax, Workers' Profit Participation Fund and Workers Welfare Fund shown under Other Charges are provisional based on current results. Final liability will be determined on the basis of annual results.	
9	These Financial Statements were authorised for issue on 7 February 2014 by the Board of Directors of the Company.	
10	Figures have been rounded off to the nearest rupee.	



OWAIS G. HABIB
Chief Executive



GAFFAR A. HABIB
Chairman

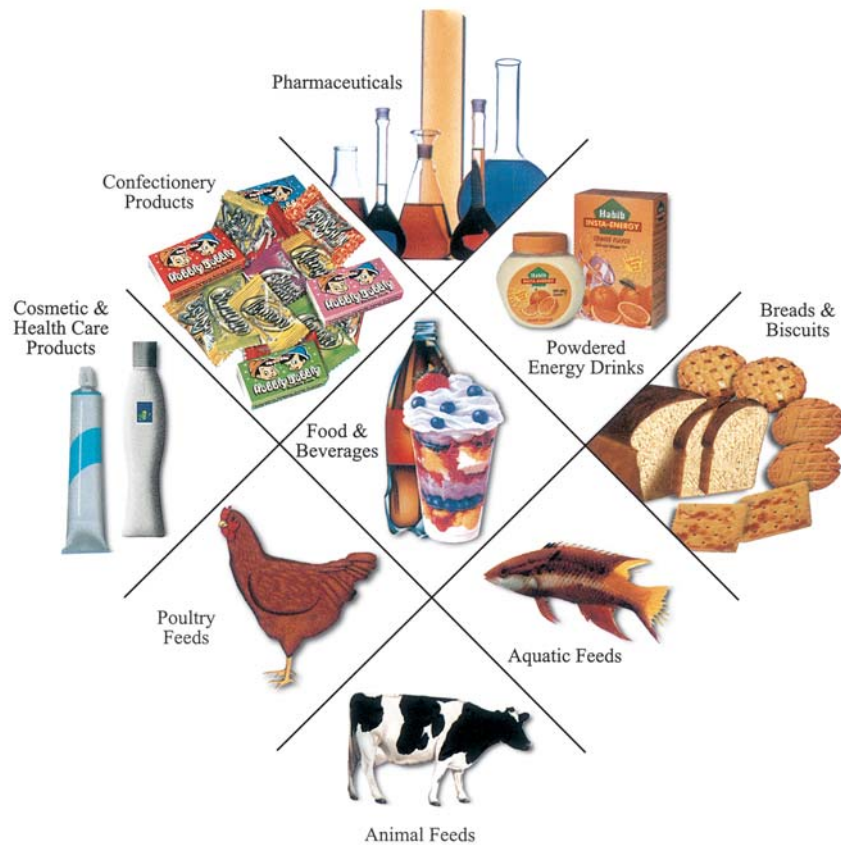
Karachi: 7 February 2014



Habib-ADM Ltd.

Pioneer Producers of Rice Based Starch Sugars and Proteins

Habib-ADM Limited pioneered the conversion of Rice into Glucose, Dextrose, Fructose, Sorbitol and Maltodextrine - all essential ingredients for:



contributing to a sweeter tomorrow

