



ALSHAHEER

FOODS



ALSHAHEER
FOODS



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Our Story

Al Shaheer Corporation entered the world of meat business in 2008 starting from humble beginnings and growing into a renowned name within a short span of time. The powerful fundamental values of teamwork, integrity, excellence, community service and consumer focus form the foundation of this business which aimed to serve and go beyond the expectations of the customers. Our meat products have always satisfied our consumers with the high hygiene and health standards we have always met, thus enabling us to grow and reach top levels in this industry.

Gadap Town - Karachi is home to our class apart abattoir, designed customarily as an answer to



ALSHAHEER
FOODS



the global need and demand of Halal meat. Well organized logistics, spotless lairage area, cold storage and chillers imported from Australia, all make this abattoir one of the very best; and its capacity of 40 heads per hour makes it the country's largest private slaughtering facility. This has been further certified by the departments of health and food of Middle Eastern GCC countries as well. And if one would wonder who leads the meat export of Pakistan, the answer would be *Al Shaheer Corporation* venturing into export markets of Saudi Arabia, Dubai, Kuwait, Oman, Bahrain and Qatar in 2009.

'Meat One', the first red meat brand of Al Shaheer came into being in 2010 with the objective of providing innovative and convenient 'one stop fresh meat solutions' to consumers, placing us in the center of the fresh meat retail market of Pakistan. This brand offers various kinds of fresh meat operating through exclusively designed outlets as well as standard shop-in-shop models. The quality standards of Meat One are unmatched at every level of the meat selection process. Highest quality cattle is chosen as the first step of our process. Getting the cattle checked by skilled vets comes next as health and safety are the two top most priorities. These are then slaughtered in a completely halal way at our abattoir, sectioning and processing them in large cuts before transporting them in hygienic refrigerated trucks to various outlets.

'Khaas Meat'. Al Shaheer's second retail brand emerged in 2014. This brand stands for three key elements: quality, hygiene and affordability. Neighborhood butcher shops were given a whole new look and meaning by this brand. The brand's reach further increased in 2015 through shop-in shop models in busy superstores across the major cities of Pakistan.

It was the same year that Al Shaheer Foods achieved yet another important milestone and became a corporate limited company, being listed on the Stock Exchange. The company transitioned to Al Shaheer Foods from Al Shaheer Corporation in the first month of 2017, with the objective of establishing itself as a 'foods' company. Keeping this objective in mind, products like poultry, ready-to-cook / ready-to-eat products, fruits and vegetables are now being considered to be further included in the line of business as well.

The list of international accreditations to Al Shaheer Foods is nothing less than impressive. These include the ISO 9001:2015, ISO 22000:2005, HACCP for quality and food safety standards in the production process, SAFE Food Award 2009 & 2010 by URS for quality and hygiene. The Federation of Pakistan Chambers of Commerce and Industry has also awarded Al Shaheer Foods with the 'Best Export Performance' Award in 2009, 2010, 2012 and 2013 for Fresh and Frozen Meat while Exhibitor (Pvt.) Ltd. has awarded us with Brand of the Year Award in 2009 and Best Emerging Brand of the Year 2009.



ASC Foods is certified on following regulatory & international standards:

- ISO 9001:2015
- ISO 22000:2005
- ISO 14001: 2015
- OHSAS 18001: 2007
- HACCP
- Pakistan Halal standard PS3733:2016
- Malaysian Halal standard MS 1500
- UAE/GSO Halal slaughtering standard 993:2015



The latest and most anticipated project of ASC Foods is the much awaited poultry and processed food line. This project with the grace of Allah has been completed and will be launched in the retail market very soon Inshallah. Following the benchmarks set by Meat One, the essence of this upcoming brand is yet again innovation and convenience, meeting consumer needs with a differentiated and diverse offering. Just like its predecessor, this brand will also uphold the quality standards of health and hygiene and will bring significant improvement in our customer's lives not just through delicious satisfaction to the taste buds but also through an assortment of product offering currently unmet in entirety by any other local brand. This will hence be the perfect opportunity for our company to expand its presence even further both locally and internationally through general and modern trade.

With the grace of Allah, we have always been able to supersede the benchmarks created every year by ourselves. This has only been possible because of the astounding support shown by everyone associated with us. It is our key stakeholders; be it our customers, suppliers, employees, agencies, bankers or shareholders, whose unwavering support is what keeps us driven. And as this support keeps increasing, so will our dedication to attain even higher standards and go beyond your expectations every year.

Our Motto



Vision

“Dominate the meal table by offering delightful food solutions to consumers”.



Mission

- We will delight and vitalize our consumers with food products that meet the highest standards of health, hygiene and fulfillment.
- We will achieve this by sourcing the best quality of livestock, purest ingredients and world class manufacturing processes.
- We will have excellence in our Shariah compliance standards for all our products, our operations and the way we interact with the communities and environment around us.
- We value diversity & teamwork and promote an open informal work environment.
- All our actions will clearly exhibit our relentless commitment to ethics, product safety and consumer satisfaction.

Company Information

BOARD OF DIRECTORS

Mr. Kamran Ahmed Khalili	Chief Executive Officer
Mr. Adeeb Ahmad	Director
Mr. M. Qaysar Alam	Director
Mr. M. Zubair Haider Shaikh	Director
Mr. Zillay A Nawab	Director
Mr. Umair Ahmed Khalili	Director
Ms. Sabeen Fazli Alavi	Director

AUDIT COMMITTEE

Mr. M. Zubair Haider Shaikh	Chairman
Mr. M Qaysar Alam	Member
Mr. Umair Ahmed Khalili	Member

HUMAN RESOURCE COMMITTEE

Mr. Zillay A Nawab	Chairman
Mr. Kamran Ahmed Khalili	Member
Mr. Umair Ahmed Khalili	Member
Ms. Sabeen Fazli Alavi	Member
Mr. M Qaysar Alam	Member

CHIEF FINANCIAL OFFICER

Ms. Maryam Ali

COMPANY SECRETARY

Mr. Osama Javed Usmani

HEAD OF INTERNAL AUDIT

Mr. Furqan Galla

Company Information

MANAGEMENT COMMITTEE

Mr. Kamran Ahmed Khalili	Chief Executive Officer
Mr. Ahsan Afzaal	Chief Operating Officer
Ms. Maryam Ali	Chief Financial Officer
Mr. Shahid Qureshi	General Manager Technical
Mr. Ashfaq Ur Rehman	National Sales Manager
Mr. Muhammad Umar Khan	Assistant General Manager Primary Processing
Mr. Osama Javed Usmani	Company Secretary
Mr. Furqan Galla	Head of Internal Audit

AUDITORS

Grant Thornton Anjum Rahman, Chartered Accountants

SHARE REGISTRATION OFFICE

CDC Share Registrar Services Limited.
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Shahrah-e-Faisal, Karachi-74400
Tel: (92-21) 111-111-500
Fax: (92-21) 34326031

PRINCIPAL BANKERS

Faysal Bank Limited	IBB Main Branch, Karachi
Askari Bank Limited	IBB DHA Branch, Karachi
Meezan Bank Limited	Clifton Branch, Karachi
MCB Bank Limited	Clifton Branch, Karachi
Habib Bank Limited	IBB Phase IV Branch, Karachi
United Bank Limited	Khayaban-e-Shabaz Branch, Karachi
Habib Metropolitan	IBB-Alfalah Court, Bank Limited, Karachi
Summit Bank Limited	I.I. Chundrigar Road, Karachi
Dubai Islamic Bank	Clifton, Karachi

REGISTERED OFFICE

Suite G/5/5, 3rd Floor, Mansoor Tower, Block 8 Clifton, Karachi

GADAP TOWN PLANT

Survey No. 348, Deh Shah Mureed, Tappo Songal, Gadap
Town, Karachi

POULTRY & MEAT PROCESSING PLANT

3.5 Km Manga Mandi
Near Raiwand Road, Lahore



Director's Report

Quarter Ended
September 30, 2021

The Directors of your Company are pleased to present the financial results of the Company for the quarter ended September 30, 2021.

Operational Performance

Summarized operating performance of the company for the Quarter is as follows:

	Quarter Ended September 30, 2021	Quarter Ended September, 2020
	(Rupees in '000)	
Turnover	1,387,074	1,500,827
Operating Profit	42,561	191,175
Net Profit	127,003	79,261
EPS (Rs./Share)	0.42	0.26

In third quarter of this fiscal year, the Company's performance was impacted by overall economic situation of the country, especially higher inflation which affected the livestock cost as well as operational expenditures. The company is conscious of this and is developing an effective strategy to mitigate the ensuing challenges. Accordingly, the overall turnover decreased by 7.6% compared to the same period last year.

Future Outlook

By the grace of Almighty, the poultry and frozen processed food plant in Lahore has been completed. The Company has engaged highly experienced and qualified professionals for top management positions. The Company has commenced its commercial production of its Primary Processing Unit from August 2021 and Further Food Processing Unit of frozen food facility from last week of September 2021. Accordingly, the plant is now fully operational. The company has made comprehensive plans for an effective launch of products from this plant by December 2021. The products will be available at 2500 top end retailers nationwide.


On existing retail front, despite of challenges due to economic situation especially inflation, the Company is focusing on bringing operational efficiencies to cut down the cost and improve profitability. Further, the Company will also be focusing on increasing the customer base.

Acknowledgment

The Board is thankful to its valuable stakeholders for their trust and continued support to the Company. The Board would also like to place on record its appreciation to all employees of the Company for their dedication, diligence and hard work.


Muhammad Qaysar Alam
Chairman – Board of Directors


Kamran Khalili
Chief Executive Officer



**Condensed
1st Quarter
Unconsolidated
Financial
Statements
2021-22**

Unconsolidated Statement of Financial Position


As at September 30, 2021

		September 30, 2021 (Un-Audited)	June 30, 2021 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	5,583,815	5,553,067
Intangible asset		46,121	2,224
Long-term investment		19,049	19,049
Long-term loan		8,861	9,161
Deferred tax asset - net		281,379	281,377
		<u>5,939,225</u>	<u>5,864,878</u>
CURRENT ASSETS			
Stock-in-trade		235,938	248,638
Fuel and lubricants		635	504
Trade debts		2,286,497	2,040,752
Loans and advances		366,953	371,844
Trade deposits and prepayments		14,926	15,649
Other receivables		472,659	442,087
Taxation - net		144,930	147,950
Cash and bank balances		121,291	74,857
		<u>3,643,830</u>	<u>3,342,281</u>
TOTAL ASSETS		<u>9,583,055</u>	<u>9,207,159</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
300,000,000 (2021: 150,000,000) ordinary shares of Rs.10 each		<u>3,000,000</u>	<u>3,000,000</u>
Issued, subscribed and paid-up capital		2,999,389	2,999,389
Share premium		1,507,705	1,507,705
Unappropriated profit		1,255,372	1,122,939
Revaluation surplus on property, plant and equipment		762,446	767,877
		<u>6,524,912</u>	<u>6,397,910</u>
NON-CURRENT LIABILITIES			
Long-term financing	5	646,880	560,345
Long term financing - government grant		9,622.93	19,553
Deferred income - government grant		1,863	2,033
Lease liabilities		34,572	46,893
Deferred liabilities		81,868	76,069
		<u>774,806</u>	<u>704,893</u>
CURRENT LIABILITIES			
Trade and other payables		760,209	781,405
Short-term borrowings	6	908,886	710,962
Accrued mark-up		93,932	90,768
Due to a related party		5,215	2,182
Current portion of long term financing - government grant		70,743	87,653
Current portion of deferred income - government grant		3,864	4,399
Current portion of lease liabilities		62,415	63,935
Current portion of long-term financing		378,073	363,052
		<u>2,283,337</u>	<u>2,104,356</u>
TOTAL EQUITY AND LIABILITIES		<u>9,583,055</u>	<u>9,207,159</u>
CONTINGENCIES AND COMMITMENTS			
	7		

The annexed notes 1 to 12 form an integral part of these unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Unconsolidated Statement of Profit or Loss


For the Quarter Ended September 30, 2021

	Quarter ended	
	September 30, 2021 (Un-Audited)	September 30, 2020 (Un-Audited)
Note	----- (Rupees in '000) -----	
Turnover - net	1,387,074	1,500,827
Cost of sales	(1,101,299)	(1,104,768)
Gross profit	285,775	396,059
Administrative and distribution costs	(243,214)	(204,884)
Other expenses	(6,606)	(27,744)
Other income	150,818	468
Operating profit	186,773	163,899
Finance cost	(46,023)	(64,011)
Profit before taxation	140,750	99,888
Taxation	(13,747)	(20,627)
Net profit for the period	127,003	79,261
		(Restated)
		----- (Rupees) -----
Earnings per share - basic and diluted	0.42	0.26

The annexed notes 1 to 12 form an integral part of these unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Unconsolidated Statement of Comprehensive Income


For the Quarter Ended September 30, 2021

	Quarter ended	
	September 30, 2021 (Un-Audited)	September 30, 2020 (Un-Audited)
	Note ----- (Rupees in '000) -----	
Net profit for the period	127,003	79,261
Other comprehensive income / (loss)	-	
Total comprehensive income for the period	<u>127,003</u>	<u>79,261</u>

The annexed notes 1 to 12 form an integral part of these unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Unconsolidated Statement of Changes in Equity


For the Quarter Ended September 30, 2021

	Issued, subscribed and paid-up capital	Capital reserves Share premium account	Revenue reserves Unappropriated profit	Revaluation surplus on property, plant and equipment	Total
	----- (Rupees in '000) -----				
Balance as at June 30, 2020	1,999,593	1,507,705	1,023,332	788,049	5,318,679
Net income for the period	-	-	79,261	-	79,261
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	79,261	-	79,261
Revaluation surplus on property, plant and equipment realised on account of incremental depreciation	-	-	6,881	(6,881)	-
Balance as at September 30, 2020	<u>1,999,593</u>	<u>1,507,705</u>	<u>1,109,474</u>	<u>781,168</u>	<u>5,397,940</u>
Balance as at June 30, 2021	2,999,389	1,507,705	1,122,939	767,877	6,397,910
Net income for the period	-	-	127,003	-	127,003
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	127,003	-	127,003
Revaluation surplus on property, plant and equipment realised on account of incremental depreciation	-	-	5,431	(5,431)	-
Balance as at September 30, 2021	<u>2,999,389</u>	<u>1,507,705</u>	<u>1,255,372</u>	<u>762,446</u>	<u>6,524,912</u>

The annexed notes 1 to 12 form an integral part of these unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Unconsolidated Statement of Cash Flows


For the Quarter Ended September 30, 2021

Note	Quarter Ended	
	September 30, 2021	September 30, 2020
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	140,750	99,888
Adjustments for:		
Depreciation	37,875	16,828
Amortisation	139	185
Depreciation on right-of-use assets	15,465	15,704
Provision for defined benefit plan	5,799	-
Loss on disposal of property, plant and equipment	2,509	-
Finance cost	46,023	64,012
	107,810	96,729
Operating profit before working capital changes	248,560	196,617
(Increase) / decrease in current assets:		
Fuels and lubricants	(132)	34
Stock-in-trade	12,700	24,062
Trade debts	(245,745)	(94,357)
Loans and advances	4,891	(97,178)
Trade deposits and short-term prepayments	723	688
Other receivables	(30,572)	(47,498)
	(258,135)	(214,250)
Increase / (decrease) in current liabilities:		
Trade and other payables	(21,196)	30,413
Due to a related party	3,032	(373)
	(18,164)	30,040
Cash generated from operations	(27,739)	12,407
Taxes paid	(10,729)	(10,576)
Lease rentals paid	(20,011)	(22,543)
Gratuity paid	-	-
Net cash used in operating activities	(58,479)	(20,712)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to:		
- Property, plant and equipment	(84,632)	(1,506)
- Intangible assets	(44,036)	-
Sale proceeds from disposal of property, plant and equipment	4,505	-
Net cash (used in) / from investing activities	(124,163)	(1,506)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long-term financing - net	101,556	54,245
Short term borrowings - net	197,924	(60,545)
Long term financing - government grant	(27,545)	60,105
Finance cost paid	(42,859)	(61,994)
Net cash generated / (used in) from financing activities	229,076	(8,189)
Net increase in cash and cash equivalents	46,434	(30,407)
Cash and cash equivalents at the beginning of the period	74,857	44,343
Cash and cash equivalents at the end of the period	121,291	13,936

The annexed notes 1 to 12 form an integral part of these unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Notes to the Unconsolidated Financial Statements

For the Quarter Ended September 30, 2021

1. THE COMPANY AND ITS OPERATIONS

1.1 Al Shaheer Corporation Limited (the Company) was incorporated on June 30, 2012 and is quoted on Pakistan Stock Exchange. The Company is principally engaged in trading of different kinds of halal meat including goat, cow, chicken and fish, both for export market and local sales through chain of retail stores.

1.2 These are the separate financial statements of the Company in which investment in subsidiary is stated at cost less impairment loss, if any.

2. STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017 (the Act);

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Act; and

- Provisions of and directives issued under the Act.

Where provisions of and directives issued under the Act and IFAS differ from the IFRSs, the provision of and directives issued under the Act and IFAS have been followed.

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2021.

4. PROPERTY, PLANT AND EQUIPMENT

		September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
Operating fixed assets	4.1	5,179,860	1,672,010
Right-of-use assets		76,207	91,433
Capital work-in-progress	4.2	327,747	3,789,624
		<u>5,583,815</u>	<u>5,553,067</u>

4.1 The movement in operating fixed assets during the period / year are as follows:

		September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
Opening balance - book value		1,672,010	1,645,488
Additions during the period / year	4.1.1	3,546,509	97,153
		<u>5,218,519</u>	<u>1,742,641</u>
Disposals during the period / year - book value		(784)	(7,014)
Depreciation charge for the period / year		(37,875)	(63,617)
		<u>(38,659)</u>	<u>(70,631)</u>
Closing balance - book value		<u>5,179,860</u>	<u>1,672,010</u>

Notes to the Unconsolidated Financial Statements

For the Quarter Ended September 30, 2021

4.1.1 Details of additions and deletions are as follows:

	Additions (cost)		Deletions (net book value)	
	(Un-audited) September 30, 2021	(Audited) June 30, 2021	(Un-audited) September 30, 2021	(Audited) June 30, 2021
Leasehold land	12,426	41,330	-	-
Buildings on freehold land	660,471	11,143	-	-
Plant and machinery	2,781,450	4,678	-	-
Furniture and fittings	26,535	6,391	-	(728)
Motor vehicles	8,121	25,061	(784)	(6,286)
Office equipment	56,598	1,689	-	-
Computers and accessories	908	6,861	-	-
	3,546,509	97,153	(784)	(7,014)

4.2 The movement in capital work-in-progress is as follows:

	Leasehold Land	Building	Plant and machinery	Advance to suppliers and contractors	Intangible asset under development	Total
Opening balance	-	288,081	1,922,137	1,541,527	37,879	3,789,624
Addition during the period	-	-	89,994	28,999	-	118,993
Transfers during the period	-	(133,767)	(1,872,210)	(1,537,014)	(37,879)	(3,580,870)
Closing balance	-	154,314	139,921	33,512	-	327,747

5 LONG-TERM FINANCING

Diminishing musharaka

Askari Bank Limited	75,000	79,167
Dubai Islamic Bank Pakistan Limited	366,000	491,944
Sindh Bank Limited	220,000	220,000
First Habib Modaraba	38,954	32,286
Faysal Bank Limited	100,000	100,000
National Bank Limited	225,000	-
	1,024,954	923,397
Less: current maturity shown under current liabilities	(378,073)	(363,052)
	646,880	560,345

6 SHORT-TERM BORROWINGS - Secured

Murabaha - Islamic banking

Habib Metropolitan Bank Limited	149,998	174,578
Dubai Islamic Bank Pakistan Limited	561,204	322,700
Askari Bank Limited	99,950	99,950
	811,152	597,228
Running Musharaka - Summit Bank Limited	49,734	49,734
Running Musharaka - Faysal Bank Limited	48,000	64,000
	908,886	710,962

Notes to the Unconsolidated Financial Statements

For the Quarter Ended September 30, 2021

7 CONTINGENCIES AND COMMITMENTS

7.1 CONTINGENCIES

There have been no contingencies as at the balance sheet date.

7.2 COMMITMENTS

Capital commitments

----- (Rupees in '000) -----
-
<u>20,727</u>

8. OTHER INCOME

Includes exchange gain of Rs. 150.8 Million (exchange loss as at 30 September 2020 : Rs. 27.74 million)

9. FINANCIAL RISK MANAGEMENT AND FAIR VALUE OBJECTIVES

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 30 June 2021. There have been no changes in any risk management policies since the year end.

The carrying values of all financial assets and liabilities in these unconsolidated condensed interim financial statements approximate their fair values.

10. RELATED PARTY TRANSACTIONS

Related parties comprise of associates, directors, key management personnel and retirement fund. Transactions with related parties other than those disclosed elsewhere in these unconsolidated condensed interim financial statements are as follows:

	September 30, 2021 (Un-Audited)	September 30, 2020 (Un-Audited)
Settlement of liabilities by / (Repayment to) CEO of the company	3,032	(374)

Key Management
Personnel

11. DATE OF AUTHORISATION FOR ISSUE


These condensed interim unconsolidated financial statements were authorised for issue on 29 November, 2021 by the Board of Directors of the Company.

12. GENERAL

All figures have been rounded off to the nearest thousand rupees.




Chief Executive Officer



Director



Chief Financial Officer



**Condensed
1st Quarter
Consolidated
Financial
Statements
2021-22**

Consolidated Statement of Financial Position

As at September 30, 2021

		September 30, 2021 (Un-Audited)	June 30, 2021 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	5,630,844	5,600,100
Intangible asset		46,121	2,224
Long-term loan		8,861	9,161
Deferred tax asset - net		281,379	281,377
		<u>5,967,205</u>	<u>5,892,862</u>
CURRENT ASSETS			
Stock-in-trade		235,938	248,638
Fuel and lubricants		635	504
Trade debts		2,286,497	2,040,752
Loans and advances		367,013	371,904
Trade deposits and prepayments		14,926	15,649
Other receivables		472,659	442,087
Taxation - net		144,930	147,950
Cash and bank balances		121,318	74,884
		<u>3,643,917</u>	<u>3,342,368</u>
TOTAL ASSETS		<u><u>9,611,122</u></u>	<u><u>9,235,230</u></u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
300,000,000 ordinary shares of Rs.10 each		<u>3,000,000</u>	<u>3,000,000</u>
Issued, subscribed and paid-up capital		2,999,389	2,999,389
Share premium		1,507,705	1,507,705
Unappropriated profit		1,259,281	1,126,849
Revaluation surplus on property, plant and equipment		762,446	767,877
		<u>6,528,821</u>	<u>6,401,820</u>
Non-controlling interest		6,723	6,725
		<u>6,535,544</u>	<u>6,408,545</u>
NON-CURRENT LIABILITIES			
Long-term financing	5	646,880	560,345
Long term financing - government grant		9,623	19,553
Deferred income - government grant		1,863	2,033
Lease liabilities		34,572	46,893
Deferred liabilities		81,868	76,069
		<u>774,806</u>	<u>704,893</u>
CURRENT LIABILITIES			
Trade and other payables		760,990	782,187
Short-term borrowings	6	908,886	710,962
Accrued mark-up		93,932	90,768
Due to a related party		21,869	18,836
Current portion of long term financing - government grant		70,743	87,653
Current portion of deferred income - government grant		3,864	4,399
Current portion of lease liabilities		62,415	63,935
Current portion of long-term financing		378,073	363,052
		<u>2,300,772</u>	<u>2,121,792</u>
TOTAL EQUITY AND LIABILITIES		<u><u>9,611,122</u></u>	<u><u>9,235,230</u></u>
CONTINGENCIES AND COMMITMENTS			
7			

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Consolidated Statement of Profit or Loss


For the Quarter Ended September 30, 2021

	Quarter ended	
	September 30, 2021 (Un-Audited)	September 30, 2020 (Un-Audited)
Note	----- (Rupees in '000) -----	
Turnover - net	1,387,074	1,500,827
Cost of sales	(1,101,299)	(1,104,768)
Gross profit	285,775	396,059
Administrative and distribution costs	(243,218)	(204,888)
Other expenses	(6,606)	(27,744)
Other income	150,818	468
Operating profit	186,769	163,895
Finance cost	(46,023)	(64,011)
Profit before taxation	140,746	99,884
Taxation	(13,747)	(20,627)
Net profit for the period	126,999	79,257
Attributable to:		
Owners of the Holding Company	127,001	79,259
Non controlling interests	(2)	(2)
	126,999	79,257
		(Restated)
	----- (Rupees) -----	
Earnings per share - basic and diluted	0.42	0.26

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Consolidated Statement of Comprehensive Income


For the Quarter Ended September 30, 2021

	Quarter ended	
	September 30, 2021 (Un-Audited)	September 30, 2020 (Un-Audited)
	----- (Rupees in '000) -----	
Net profit for the period	126,999	79,257
Other comprehensive income / (loss)	-	
Total comprehensive income for the period	<u>126,999</u>	<u>79,257</u>
Attributable to:		
Owners of the Holding Company	127,001	79,259
Non controlling interests	(2)	(2)
	<u>126,999</u>	<u>79,257</u>

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Consolidated Statement of Changes in Equity


For the Quarter Ended September 30, 2021

	Issued, subscribed and paid-up capital	Capital reserves	Revenue reserves	Non-controlling interest	Revaluation surplus on property, plant and equipment	Total
		Share premium account	Unappropriated profit			
----- (Rupees in '000) -----						
Balance as at June 30, 2020	1,999,593	1,507,705	1,027,424	6,902	788,049	5,329,674
Net income for the period	-	-	79,259	(2)	-	79,257
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	79,259	(2)	-	79,257
Revaluation surplus on property, plant and equipment realised on account of incremental depreciation	-	-	6,881		(6,881)	-
Balance as at September 30, 2020	1,999,593	1,507,705	1,113,564	6,900	781,168	5,408,931
Balance as at June 30, 2021	2,999,389	1,507,705	1,126,849	6,725	767,877	6,408,545
Net income for the period	-	-	127,001	(2)	-	126,999
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	127,001	(2)	-	126,999
Revaluation surplus on property, plant and equipment realised on account of incremental depreciation	-	-	5,431		(5,431)	-
Balance as at September 30, 2021	2,999,389	1,507,705	1,259,281	6,723	762,446	6,535,544

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer


Consolidated Statement of Cash Flows

For the Quarter Ended September 30, 2021

Note	Quarter Ended	
	September 30, 2021	September 30, 2020
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	140,746	99,884
Adjustments for:		
Depreciation	37,879	16,832
Amortisation	139	185
Depreciation on right-of-use assets	15,465	15,704
Provision for defined benefit plan	5,799	-
Loss on disposal of property, plant and equipment	2,509	-
Finance cost	46,023	64,012
	107,814	96,733
Operating profit before working capital changes	248,560	196,617
(Increase) / decrease in current assets:		
Fuels and lubricants	(131)	34
Stock-in-trade	12,700	24,063
Trade debts	(245,745)	(94,357)
Loans and advances	4,891	(97,178)
Trade deposits and short-term prepayments	723	688
Other receivables	(30,572)	(47,498)
	(258,134)	(214,248)
Increase / (decrease) in current liabilities:		
Trade and other payables	(21,197)	30,111
Due to a related party	3,033	(73)
	(18,164)	30,038
Cash generated from operations	(27,738)	12,406
Taxes paid	(10,729)	(10,576)
Lease rentals paid	(20,011)	(22,543)
Gratuity paid	-	-
Net cash used in operating activities	(58,479)	(20,713)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to:		
- Property, plant and equipment	(84,632)	(1,506)
- Intangible Assets	(44,036)	-
Sale proceeds from disposal of property, plant and equipment	4,505	-
Net cash (used in) investing activities	(124,163)	(1,506)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long-term financing - net	101,556	54,245
Short term borrowings - net	197,924	(60,545)
Long term financing - government grant	(27,545)	60,105
Finance cost paid	(42,859)	(61,994)
Net cash generated from / (used in) financing activities	229,076	(8,189)
Net increase in cash and cash equivalents	46,434	(30,408)
Cash and cash equivalents at the beginning of the period	74,884	44,515
Cash and cash equivalents at the end of the period	121,318	14,107

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.


 Chief Executive Officer


 Director


 Chief Financial Officer

Notes to the Consolidated Financial Statements

For the Quarter Ended September 30, 2021

1. LEGAL STATUS AND OPERATIONS OF THE GROUP

The Group consists of Al Shaheer Corporation Limited (the Holding Company) and its subsidiary company Al Shaheer Farms (Private) Limited (the subsidiary company) that have been consolidated in these consolidated financial statements. Brief profiles of the Holding Company and its subsidiary company are as follows:

1.1 Holding company

Al Shaheer Corporation Limited (the holding company) was incorporated on June 30, 2012 and is quoted on Pakistan Stock Exchange. The group is engaged in trading of different kinds of halal meat including goat, cow, chicken and fish, both for export market and local sales through chain of retail stores. The registered office of the group is situated at Suite No. G/5/5, 3rd floor, Mansoor Tower, Block-8, Shahrah-e-roomi, Clifton, Karachi.

1.2 Subsidiary company

The Subsidiary company was incorporated in Pakistan as a private limited company. The principal activity of the Subsidiary company is to carry on all kinds of farming including agricultural, poultry, horticultural and dairy and to purchase, acquire, keep, maintain, breed, sell or otherwise dispose of all kinds of cattle and other form of live stocks. The registered office of the Subsidiary company is situated at Suite No. G/5/5, 3rd Floor, Mansoor Tower, Block-8, Shahrah-e-Roomi, Clifton, Karachi, Pakistan. As of the reporting date, the Holding company has 51% shareholding in the Subsidiary company.

2. STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Act; and
- Provisions of and directives issued under the Act.

Where provisions of and directives issued under the Act and IFAS differ from the IFRSs, the provision of and directives issued under the Act and IFAS have been followed.

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2021.

4. PROPERTY, PLANT AND EQUIPMENT

		September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
	Note	----- (Rupees in '000) -----	
Operating fixed assets	4.1	5,179,957	1,672,111
Right-of-use assets		76,207	91,433
Capital work-in-progress	4.2	374,679	3,836,556
		<u>5,630,844</u>	<u>5,600,100</u>

Notes to the Consolidated Financial Statements

For the Quarter Ended September 30, 2021

- 4.1 The movement in operating fixed assets during the period / year are as follows:

Opening balance - book value		1,672,111	1,645,606
Additions during the period / year	4.1.1	3,546,509	97,153
		5,218,620	1,742,759
Disposals during the period / year - book value		(784)	(7,014)
Depreciation charge for the period / year		(37,879)	(63,634)
		(38,663)	(70,648)
Closing balance - book value		5,179,957	1,672,111

- 4.1.1 Details of additions and deletions are as follows:

	Additions (cost)		Deletions (net book value)	
	(Un-audited) September 30, 2021	(Audited) June 30, 2021	(Un-audited) September 30, 2021	(Audited) June 30, 2021
Leasehold land	12,426	41,330	-	-
Buildings on freehold land	660,471	11,143	-	-
Plant and machinery	2,781,450	4,678	-	-
Furniture and fittings	26,535	6,391	-	(728)
Motor vehicles	8,121	25,061	(784)	(6,286)
Office equipment	56,598	1,689	-	-
Computers and accessories	908	6,861	-	-
	3,546,509	97,153	(784)	(7,014)

- 4.2 The movement in capital work-in-progress is as follows:

	Leasehold Land	Building	Plant and machinery	Advance to suppliers and contractors	Intangible asset under development	Total
Opening balance	-	334,333	1,922,137	1,542,207	37,879	3,836,556
Addition during the period	-	-	89,994	28,999	-	118,993
Transfers during the period	-	(133,767)	(1,872,210)	(1,537,014)	(37,879)	(3,580,870)
Closing balance	-	200,566	139,921	34,192	-	374,679

5 LONG-TERM FINANCING

Diminishing musharaka

Askari Bank Limited	75,000	79,167
Dubai Islamic Bank Pakistan Limited	366,000	491,944
Sindh Bank Limited	220,000	220,000
First Habib Modaraba	38,954	32,286
Faysal Bank Limited	100,000	100,000
National Bank Limited	225,000	-
	1,024,954	923,397
Less: current maturity shown under current liabilities	(378,073)	(363,052)
	646,880	560,345

Notes to the Consolidated Financial Statements

For the Quarter Ended September 30, 2021

6 SHORT-TERM BORROWINGS - Secured

Murabaha - Islamic banking

Habib Metropolitan Bank Limited
Dubai Islamic Bank Pakistan Limited
Askari Bank Limited

Running Musharaka - Summit Bank Limited

Running Musharaka - Faysal Bank Limited

149,998	174,578
561,204	322,700
99,950	99,950
811,152	597,228
49,734	49,734
48,000	64,000
908,886	710,962

7 CONTINGENCIES AND COMMITMENTS

7.1 CONTINGENCIES

There have been no contingencies as at the balance sheet date.

7.2 COMMITMENTS

Capital commitments

----- (Rupees in '000) -----	
-	20,727

8. OTHER INCOME

Includes exchange gain of Rs. 150.8 Million (exchange loss as at 30 September 2020 : Rs. 27.74 million)

9. FINANCIAL RISK MANAGEMENT AND FAIR VALUE OBJECTIVES

These consolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 30 June 2021. There have been no changes in any risk management policies since the year end.

The carrying values of all financial assets and liabilities in these consolidated condensed interim financial statements approximate their fair values.

10. RELATED PARTY TRANSACTIONS

Related parties comprise of associates, directors, key management personnel and retirement fund. Transactions with related parties other than those disclosed elsewhere in these consolidated condensed interim financial statements are as follows:

		September 30, 2021 (Un-Audited)	September 30, 2020 (Un-Audited)
Settlement of liabilities by / (Repayment to) CEO of the company	Key Management Personnel	3,033	(74)

11. DATE OF AUTHORISATION FOR ISSUE


These condensed interim consolidated financial statements were authorised for issue on 29 November, 2021 by the Board of Directors of the Company.

12. GENERAL

All figures have been rounded off to the nearest thousand rupees.



Chief Executive Officer



Director



Chief Financial Officer

ALSHAHEER FOODS

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