

## VISION AND MISSION STATEMENT

### VISION

Make quality food for better life.

### MISSION

Product innovation with optimal quality, taste and nutrition. To create value, inspire moments and deliver wellness.

### COMPANY PROFILE

<b>Board of Directors</b>	Mrs. Saadia Omar Mr. Omar Shafiq Chaudhry Miss Mahnoor Chaudhry Miss Mahnan Omar Miss Maya Omar Mr. Rafi Uz Zaman Awan Mr. Moazzam Iftikhar Ahmed	Chairperson Chief Executive Director Director Director Director Director
<b>Audit Committee</b>	Mr. Rafi Uz Zaman Awan Miss Mahnoor Chaudhry Mrs. Saadia Omer	Chairman Member Member
<b>Chief Financial Officer</b>	Mr. Muhammad Shafique	
<b>Company Secretary</b>	Mr. Muhammad Zubair	
<b>Auditors</b>	Aslam Malik & Co. Chartered Accountants	
<b>Bankers</b>	Samba Bank Limited Bank Al Habib Limited Meezan Bank Limited PAIR Investment Bank Limited First Women Bank Limited Pak Libya Investment Company (Pvt.) Limited Bankislami Pakistan Limited	
<b>Share Registrar</b>	F.D. Registrar Services (SMC-Pvt.) Limited 17 <sup>th</sup> Floor, Saima Trade Tower-A, I.I. Chundrigar Road, Karachi-74000 Ph# 9921-35478192-93, Dir# 9221-32271905-6, Fax# 9221-32621233	
<b>Legal Advisor</b>	Moazzam Ali Shah Associates	
<b>Head Office</b>	105/A, Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore	
<b>Email</b>	<a href="mailto:info@bunnys.com.pk">info@bunnys.com.pk</a>	
<b>Website</b>	<a href="http://www.bunnys.com.pk">www.bunnys.com.pk</a>	

## DIRECTORS' REPORT

**In the name of Allah the Most Merciful and the Most Benevolent.**

On behalf of the Board of Directors of Bunny's Limited, we are pleased to present the Directors' Review Report for the 1<sup>st</sup> quarter ended September 30, 2021.

### Overview

We are pleased to report that during the quarter under review, revenue of your company has increased by 33% in comparison to the 1<sup>st</sup> quarter of last year. This condensed interim financial information is presented in accordance with the requirements of Companies Act, 2017. The financial results during the quarter under review are as follows:

	Rs. (Million)	
	QUARTER ENDED	
	September 30, 2021	September 30, 2020
Sales – net	1,061.93	802.13
Gross profit	245.03	210.43
Operating profit	82.53	93.38
Profit after tax	60.96	70.30
Earnings per share (Rs.)	0.59	0.77

Consequent upon lifting of COVID-19 restrictions, the world has witnessed a steep upward movement in prices of goods and services across the board. Your Company's profitability has been compromised accordingly where all cost factors have observed a phenomenal increase which unfortunately has not been reflected into final output prices yet. Management is endeavored to adjust the Company's product prices at the right time to absorb inflated costs keeping in view the market forces.

### Expansion and Modernization Projects

To ensure its role as one of the industry leader, your Company is in a continuous process to update its plant and equipment with latest technology. This ensures sustainability of Company's operations in the most efficient and cost effective manner.

Fully automated new bun and burger line has been installed and trial runs are underway. Company's Management is hopeful that this line will be operational by end of November, 2021.

### Credit ratings

The long-term entity rating of the Company is A- and short-term entity rating have been maintained at A-2 by VIS Credit Rating Company Limited (VIS). These ratings denote a very low expectation of credit risk emanating from a very strong capacity for timely payment of financial commitments.

## **Contingencies and Commitments**

There has been no major changes in commitments affecting financial position of the Company's affairs between the balance sheet date and the date of this report.

## **Acknowledgments**

We thank our various stakeholders including the shareholders, bankers and others in the faith entrusted in the Company that helped significant growth over last year. We look forward to this unwavering support and confidence from these stakeholders to help the Company grow further and expand its product portfolio.

We would also like to thank the Pakistan Stock Exchange Limited, the Securities & Exchange Commission of Pakistan and the Central Depository Company of Pakistan Limited for their continued support and cooperation towards the Company. We hope that this support would continue in the future.

We also acknowledge the efforts of our dedicated and talented human resource for the hard work they put in to help realize the outstanding operational growth. We expect continued efforts from our employees to attain higher goals going forward.

The Board also wishes to place on record its gratitude for the co-operation extended by Government of Pakistan and strategic partners including its customers and suppliers.

For and on behalf of the Board of Directors



Director


Lahore

October 29, 2021

**BUNNY'S LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT SEPTEMBER 30, 2021**

	Note	September 30, 2021	Audited June 30, 2021
		----- Rupees -----	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	2,466,752,392	2,419,675,694
Intangible assets	5	70,235,678	70,238,962
Long term security deposits		9,871,946	8,656,946
		<b>2,546,860,016</b>	<b>2,498,571,602</b>
<b>Current assets</b>			
Stores, spares and loose tools		13,910,217	15,297,041
Stock-in-trade	6	367,106,001	362,986,413
Trade debts - unsecured		357,566,346	342,330,749
Advances, deposits and prepayments		214,002,638	173,566,857
Cash and bank balances	7	30,243,895	28,788,910
		<b>982,829,097</b>	<b>922,969,969</b>
<b>Total assets</b>		<b>3,529,689,113</b>	<b>3,421,541,571</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Authorized share capital		<b>1,000,000,000</b>	<b>1,000,000,000</b>
100,000,000 Ordinary shares of Rs.10/- each .			
Issued, subscribed and paid up share capital	8	668,052,700	668,052,700
Capital reserves	9	49,713,670	49,713,670
Un-appropriated profits		1,093,766,726	1,054,435,965
		<b>1,811,533,096</b>	<b>1,772,202,335</b>
<b>Non-current liabilities</b>			
Long term finances - secured	10	531,716,598	557,658,004
Deferred grant		2,727,213	4,440,856
Lease liabilities	11	87,711,674	32,387,210
Long term advances - unsecured		9,781,323	9,603,123
Deferred liabilities	12	278,103,642	261,626,808
		<b>910,040,451</b>	<b>865,716,000</b>
<b>Current liabilities</b>			
Trade and other payables	13	198,208,032	195,303,221
Contract liability		17,935,473	17,695,694
Unclaimed dividend		765,699	765,699
Accrued mark-up on secured loans		12,034,388	13,462,793
Short term borrowings	14	295,143,125	302,719,939
Current portion of long term finances and leases - secured		235,801,693	213,562,710
Provision for taxation - net		48,227,157	40,113,180
		<b>808,115,566</b>	<b>783,623,235</b>
<b>Contingencies and commitments</b>	15		
<b>Total equity and liabilities</b>		<b>3,529,689,113</b>	<b>3,421,541,571</b>

The annexed notes form an integral part of these financial statements.

  
**Chief Executive**

  
**Director**

  
**Chief Financial Officer**

**BUNNY'S LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	Note	September 30, 2021	September 30, 2020
		----- Rupees -----	
Revenue - net		1,061,932,209	802,129,081
Cost of sales	16	(815,496,011)	(591,694,544)
<b>Gross profit</b>		<b>246,436,198</b>	<b>210,434,537</b>
<b>Operating expenses</b>			
Administrative and general	17	52,164,457	43,964,456
Selling and distribution	18	110,331,269	73,091,658
		<b>(162,495,726)</b>	<b>(117,056,114)</b>
<b>Operating profit</b>		<b>83,940,472</b>	<b>93,378,423</b>
Other operating expenses	19	(3,778,278)	(5,157,648)
Other income		5,680,902	-
Finance cost	20	(23,545,713)	(17,921,346)
		<b>(21,643,089)</b>	<b>(23,078,994)</b>
<b>Profit before taxation</b>		<b>62,297,384</b>	<b>70,299,430</b>
Taxation		(22,966,623)	(18,533,211)
<b>Profit after taxation</b>		<b>39,330,761</b>	<b>51,766,218</b>
Other Comprehensive Income for the period		-	-
<b>Total Comprehensive Income for the period</b>		<b>39,330,761</b>	<b>51,766,218</b>
Earning per share - basic & diluted	21	<b>0.59</b>	(Restated) <b>0.77</b>

The annexed notes form an integral part of these financial statements.



Chief Executive



Director



Chief Financial Officer

**BUNNY'S LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	Note	<u>September 30, 2021</u>	<u>September 30, 2020</u>
		----- Rupees -----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
<b>Cash generated from operations</b>	22	<b>71,089,989</b>	<b>110,123,882</b>
Financial charges paid		(24,974,118)	(21,406,485)
Income tax paid		(4,385,600)	(22,330,145)
Staff gratuity paid		(1,075,812)	(8,533,448)
Workers' (profit) participation fund paid		(12,442,572)	(9,258,234)
Net increase in long term advances		178,200	927,542
Net increase in security deposits		(1,215,000)	450,000
		(43,914,902)	(60,150,770)
<b>Net cash generated from operating activities</b>		<b>27,175,087</b>	<b>49,973,112</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Sale proceeds from disposal of fixed assets		-	3,369,600
Fixed capital expenditure		(71,921,235)	(92,511,938)
<b>Net cash used in investing activities</b>		<b>(71,921,235)</b>	<b>(89,142,338)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds less repayment of long term loans		(29,421,607)	33,329,429
Proceeds less repayment of lease liabilities		83,199,555	22,237,785
Net increase in short term finances		(7,576,814)	17,592,827
<b>Net cash generated from financing activities</b>		<b>46,201,134</b>	<b>73,160,041</b>
Net Increase in cash and cash equivalents		1,454,986	33,990,815
Cash and cash equivalents at the beginning of the period		28,788,910	426,512
<b>Cash and cash equivalents at end of the period</b>	23	<b>30,243,895</b>	<b>34,417,327</b>

The annexed notes form an integral part of these financial statements.



Chief Executive



Director



Chief Financial Officer

**BUNNY'S LIMITED**  
**CONDENCED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

Particulars	Note	Share Capital	Capital Reserves	Revenue Reserve	Total Equity
			Share premium reserve	Un-appropriated profit	
----- Rupees -----					
Balance as at July 01, 2021 (Audited)		668,052,700	49,713,670	1,054,435,965	1,772,202,335
Profit for the period		-	-	39,330,761	39,330,761
<b>Balance as at September 30, 2021</b>		<b>668,052,700</b>	<b>49,713,670</b>	<b>1,093,766,726</b>	<b>1,811,533,096</b>
Balance as at July 01, 2020 (Audited)		513,886,690	49,713,670	1,038,048,652	1,601,649,012
Profit for the period		-	-	51,766,218	51,766,218
<b>Balance as at September 30, 2020</b>		<b>513,886,690</b>	<b>49,713,670</b>	<b>1,089,814,870</b>	<b>1,653,415,230</b>

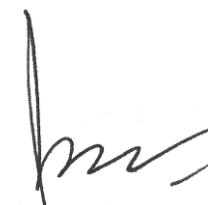
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Chief Executive



Director



Chief Financial Officer

**BUNNY'S LIMITED**  
**CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

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**1 STATUS AND NATURE OF BUSINESS**

Bunny's Limited (the Company) was incorporated in Pakistan as a private limited Company on October 22, 1980 under the repealed Companies Act 1913 (now Companies Act, 2017) and was later on converted into a Public Listed Company. The Company is principally engaged in manufacturing of bakery and other food products. The registered office and manufacturing facility of the Company is situated at 105/A Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore.

**2 BASIS OF PREPARATION**

2.1 This condensed interim financial information are unaudited and 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 34, 'Interim Financial Reporting', issued by International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

2.2 The preparation of this condensed interim financial information in conformity with the approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty are the same as those that apply to the financial statements for the year ended June 30, 2021.

**3 ACCOUNTING POLICIES**

3.1 The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are consistent with those applied in the preparation of the annual financial statements for the year ended June 30, 2021.

3.2 There are certain amendments to published International Financial Reporting Standards and interpretations that are mandatory for the financial year beginning on or after July 1, 2021. These are considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in this condensed interim financial information.

3.3 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.



BUNNY'S LIMITED  
CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

4 PROPERTY, PLANT AND EQUIPMENT

Note	Audited	
	September 30, 2021	June 30, 2021
	----- Rupees -----	
Operating fixed assets	2,068,489,508	1,894,423,480
Capital work in progress	398,262,884	525,252,214
	<u>2,466,752,392</u>	<u>2,419,675,694</u>

4.1 Operating fixed assets

(Amounts in Rupees)

	Owned Assets							Leased Assets		Total Assets	
	Land - freehold	Building on freehold land	Plant and machinery	Electric installation and appliances	Office equipment	Furniture and fixtures	Motor vehicles	Total Owned	Plant and machinery		Motor vehicles
<b>Cost</b>											
Balance as at July 01, 2021	530,000,000	643,666,001	1,135,134,873	18,850,557	22,062,993	11,180,900	158,085,330	2,518,980,654	50,000,000	93,495,861	2,662,476,515
Additions during the period	-	5,401,052	189,057,513	4,146,000	106,000	-	200,000	198,910,565	-	-	198,910,565
Disposal during the period	-	-	-	-	-	-	-	-	-	-	-
Transfer during the period	-	-	(150,000,000)	-	-	-	-	(150,000,000)	150,000,000	-	-
<b>Balance as at September 30, 2021</b>	<b>530,000,000</b>	<b>649,067,053</b>	<b>1,174,192,386</b>	<b>22,996,557</b>	<b>22,168,993</b>	<b>11,180,900</b>	<b>158,285,330</b>	<b>2,567,891,219</b>	<b>200,000,000</b>	<b>93,495,861</b>	<b>2,861,387,080</b>
Balance as at July 01, 2020	530,000,000	631,627,922	1,070,985,921	18,293,987	19,804,457	10,002,725	48,233,847	2,328,948,859	50,000,000	72,926,908	2,451,875,767
Additions during the year	-	12,038,079	74,256,844	556,570	2,258,536	1,178,175	94,489,926	184,778,130	-	50,485,000	235,263,130
Disposals during the year	-	-	(10,107,892)	-	-	-	(14,554,490)	(24,662,382)	-	-	(24,662,382)
Transfer during the year	-	-	-	-	-	-	29,916,047	29,916,047	-	(29,916,047)	-
<b>Balance as at June 30, 2021</b>	<b>530,000,000</b>	<b>643,666,001</b>	<b>1,135,134,873</b>	<b>18,850,557</b>	<b>22,062,993</b>	<b>11,180,900</b>	<b>158,085,330</b>	<b>2,518,980,654</b>	<b>50,000,000</b>	<b>93,495,861</b>	<b>2,662,476,515</b>
<b>Depreciation</b>											
Balance as at July 01, 2021	-	222,347,684	428,878,586	8,374,082	15,170,602	5,682,350	39,046,266	719,499,570	9,096,517	39,456,949	768,053,035
Charge for the period	-	5,333,992	9,316,423	365,562	520,904	137,464	5,956,953	21,631,298	511,294	2,701,946	24,844,537
Depreciation on Disposals	-	-	-	-	-	-	-	-	-	-	-
<b>Balance as at September 30, 2021</b>	<b>-</b>	<b>227,681,676</b>	<b>438,195,009</b>	<b>8,739,644</b>	<b>15,691,506</b>	<b>5,819,814</b>	<b>45,003,219</b>	<b>741,130,867</b>	<b>9,607,810</b>	<b>42,158,895</b>	<b>792,897,572</b>
Balance as at July 01, 2020	-	200,762,913	398,598,985	7,237,526	12,686,514	5,124,939	37,721,720	662,132,597	6,943,702	28,464,994	697,541,293
Charge for the year	-	21,584,771	35,737,311	1,136,556	2,484,088	557,411	5,235,691	66,735,828	2,152,815	16,908,391	85,797,034
Disposals during the year	-	-	(5,457,710)	-	-	-	(9,827,581)	(15,285,291)	-	-	(15,285,291)
Transfer during the year	-	-	-	-	-	-	5,916,436	5,916,436	-	(5,916,436)	-
<b>Balance as at June 30, 2021</b>	<b>-</b>	<b>222,347,684</b>	<b>428,878,586</b>	<b>8,374,082</b>	<b>15,170,602</b>	<b>5,682,350</b>	<b>39,046,266</b>	<b>719,499,570</b>	<b>9,096,517</b>	<b>39,456,949</b>	<b>768,053,035</b>
<b>Rate of depreciation</b>		5%	5%	10%	30%	10%	20%		5%	20%	
<b>Net book value as at September 30, 2021</b>	<b>530,000,000</b>	<b>421,385,377</b>	<b>735,997,378</b>	<b>14,256,913</b>	<b>6,477,487</b>	<b>5,361,086</b>	<b>113,282,111</b>	<b>1,826,760,352</b>	<b>190,392,190</b>	<b>51,336,966</b>	<b>2,068,489,508</b>
<b>Net book value as at June 30, 2021 (Audited)</b>	<b>530,000,000</b>	<b>421,318,317</b>	<b>706,256,287</b>	<b>10,476,475</b>	<b>6,892,391</b>	<b>5,498,550</b>	<b>119,039,065</b>	<b>1,799,481,085</b>	<b>40,903,483</b>	<b>54,038,912</b>	<b>1,894,423,480</b>

September 30, 2021      June 30, 2021  
----- Rupees -----

4.2 Depreciation charged for the period has been allocated as under:

Cost of sales	15,527,270	60,611,453
Administrative and general expenses	9,317,267	25,185,581
Selling and distribution	-	-
	<u>24,844,537</u>	<u>85,797,034</u>

4.3 Capital work in progress

Opening balance	525,252,214	143,332,715
Additions during the year	53,257,540	381,919,499
Transfers (Plant and machinery)	(180,246,870)	-
Closing balance	<u>398,262,884</u>	<u>525,252,214</u>

4.4 Particulars of immovable property (i.e. land and building) in the name of Company are as follows:

Location / Address	Usage of immovable property	Total Area (In Kanal)	Appro. Covered Area (In sq. ft.)
85,86,87 & 105 Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore	Production unit	21.4	50,510

**BUNNY'S LIMITED**  
**CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

		Audited	
		September 30, 2021	June 30, 2021
Note		----- Rupees -----	
<b>5</b>	<b>INTANGIBLE ASSETS</b>		
	Goodwill on acquisition	70,173,290	70,173,290
	ERP Software	62,388	65,672
		<u>70,235,678</u>	<u>70,238,962</u>
<b>6</b>	<b>STOCK-IN-TRADE</b>		
	Raw materials	262,870,522	260,568,890
	Packing materials	88,452,660	85,452,681
	Work-in-process	1,674,296	1,575,632
	Finished goods	14,108,523	15,389,210
		<u>367,106,001</u>	<u>362,986,413</u>
<b>7</b>	<b>CASH AND BANK BALANCES</b>		
	Cash in hand	406,695	98,535
	Cash at bank	34,513,218	32,727,565
	Book overdraft	(4,676,018)	(4,037,191)
		<u>30,243,895</u>	<u>28,788,910</u>
<b>8</b>	<b>ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL</b>		
	<u>September 30, 2021</u>	<u>September 30, 2021</u>	<u>June 30, 2021</u>
	Number of shares	----- Rupees -----	
	2,159,586	2,159,586	Ordinary shares of Rs.10/- each fully paid in cash.
	49,229,083	49,229,083	Ordinary shares of Rs. 10/- each issued to the shareholders of economic acquirer as per the approved scheme of arrangement other wise than cash
	15,416,601	15,416,601	Fully Paid Bonus shares
	<u>66,805,270</u>	<u>66,805,270</u>	<u>668,052,700</u>
		<u>668,052,700</u>	<u>668,052,700</u>
<b>10</b>	<b>LONG TERM FINANCES - SECURED</b>		
	Samba Bank Limited - SBP Salary loan	160,626,046	178,595,223
	Samba Bank Limited	100,000,000	100,000,000
	Samba Bank Limited - against import Letter of Credit	4,060,000	-
	PAIR Investment Company Limited - Term Finance - I	80,555,550	88,888,891
	PAIR Investment Company Limited - Term Finance - II	150,000,000	150,000,000
	Orix Leasing Pakistan Limited - Sale And Leaseback - I	13,888,686	17,411,190
	Orix Leasing Pakistan Limited - Sale And Leaseback - II	3,319,848	3,924,808
	Pak Libya Holding Company (Private) Limited - SBP TERF	150,879,365	150,879,365
	First Habib Modaraba- Diminishing Musharika	61,819,757	64,871,383
		725,149,252	754,570,859
	Less: current portion shown under current liabilities	(182,806,608)	(184,261,116)
	Less: Deferred grant	(10,626,046)	(12,651,740)
		<u>531,716,598</u>	<u>557,658,004</u>

**BUNNY'S LIMITED**  
**CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

11 LEASE LIABILITIES	Note	Audited	
		September 30, 2021	June 30, 2021
		----- Rupees -----	
The amount of future minimum lease payments along with their present value and the period during which they fall due are as under:			
Present value of minimum lease payments		134,047,972	50,848,417
Less: Current portion shown under current liabilities		(46,336,298)	(18,461,207)
		<u>87,711,674</u>	<u>32,387,210</u>
Payable within one year		46,336,298	18,461,207
Payable after one year		87,711,674	32,387,210
		<u>134,047,972</u>	<u>50,848,417</u>
<b>12 DEFERRED LIABILITIES</b>			
Deferred taxation	12.1	228,537,144	216,684,498
Staff retirement benefits - gratuity	12.2	49,566,498	44,942,310
		<u>278,103,642</u>	<u>261,626,808</u>
<b>12.1 Deferred taxation</b>			
Opening deferred tax liability		216,684,498	188,194,892
Deferred tax reversed/(charged) to profit or loss		11,852,646	28,489,606
Closing deferred tax liability		<u>228,537,144</u>	<u>216,684,498</u>
<b>12.2 STAFF RETIREMENT BENEFITS - GRATUITY</b>			
Opening Balance		44,942,310	41,761,264
Current service cost		5,700,000	22,508,379
Benefits paid		(1,075,812)	(19,327,333)
Closing Balance		<u>49,566,498</u>	<u>44,942,310</u>
<b>13 TRADE AND OTHER PAYABLES</b>			
Trade Creditors - unsecured		126,096,772	127,274,732
Accrued expenses		42,342,981	51,909,404
Bills payable - Secured		25,990,001	-
Workers' welfare fund		758,540	3,676,513
Workers' (profit) participation fund	13.1	3,019,738	12,442,572
		<u>198,208,032</u>	<u>195,303,221</u>
<b>13.1 Workers' (profit) participation fund</b>			
Opening balance		12,442,572	9,258,234
Allocation for the period		3,019,738	12,442,572
		15,462,310	21,700,806
Less: Payment made during the period		(12,442,572)	(9,258,234)
		<u>3,019,738</u>	<u>12,442,572</u>
<b>14 SHORT TERM BORROWINGS</b>			
Running finance		295,143,125	302,719,939
		<u>295,143,125</u>	<u>302,719,939</u>

**BUNNY'S LIMITED**  
**CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

**15 CONTINGENCIES AND COMMITMENTS**

- 15.1** Letter of guarantee amounting to Rs 2.552 million (2021: Rs.2.552 million) has been issued in favor of Sui Northern Gas Pipeline Limited. There are no other known contingencies as at balance sheet date.
- 15.2** There are no major commitments outstanding as at balance sheet date.

	Note	September 30, 2021	September 30, 2020
----- Rupees -----			
<b>16 COST OF SALES</b>			
<b>Raw materials consumed</b>			
Opening Inventory		260,568,890	207,409,149
Purchases - net		573,197,293	407,458,704
Closing Inventory		(262,870,522)	(200,763,251)
		570,895,661	414,104,602
Wages and salaries		78,013,615	65,276,413
Fuel and power		53,464,026	35,469,444
Repair and maintenance		10,374,883	6,156,297
Packing material consumed	16.1	79,129,355	49,956,961
Other indirect expenses		3,300,182	2,791,960
Insurance		1,449,389	1,449,389
Depreciation	4.2	15,527,270	15,610,379
		163,245,105	111,434,430
<b>Manufacturing cost</b>		812,154,381	590,815,445
<b>Work-in-process</b>			
Opening balance		1,575,632	1,616,315
Closing balance		(1,674,296)	(1,876,524)
		(98,664)	(260,209)
<b>Finished goods</b>			
Opening balance		15,389,210	5,248,139
Purchases		2,159,607	-
Closing balance		(14,108,523)	(4,108,831)
		3,440,294	1,139,308
<b>Cost of sales</b>		815,496,011	591,694,544
<b>16.1 Packing material consumed</b>			
Opening inventory		85,452,681	59,461,107
Purchases - net		82,129,334	49,425,676
Closing Inventory		(88,452,660)	(58,929,822)
Packing material consumed		79,129,355	49,956,961
<b>17 ADMINISTRATIVE AND GENERAL</b>			
Directors' remuneration		10,074,668	5,681,667
Salaries and benefits		17,192,576	15,527,955
Printing and stationery		1,397,533	1,096,148
Traveling and conveyance		303,315	1,063,272
Telephone, postage and telegram		1,720,164	1,545,204
Fee and subscription		2,827,293	4,283,164
Vehicle running and maintenance		4,641,714	4,720,575
Rent, rates and taxes		491,331	316,582
Insurance		432,910	455,003
Entertainment		2,320,768	1,722,948
Repair and maintenance		325,490	168,660
Charity and donation	17.1	524,380	282,800
Legal and professional		-	15,035
Newspaper and periodicals		4,690	2,024
Depreciation	4.2	9,317,267	4,952,561
Amortization of intangible assets		3,284	4,105
Miscellaneous expenses		587,074	2,126,753
		52,164,457	43,964,456

**BUNNY'S LIMITED**  
**CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

17.1 None of the directors or their spouses have any interest in the donee.

		<u>September 30, 2021</u>	<u>September 30, 2020</u>
		----- Rupees -----	
<b>18 SELLING AND DISTRIBUTION</b>			
Salaries and benefits		12,125,574	8,907,008
Vehicle running and maintenance		51,272,475	36,168,366
Discounts and salesmen commission		37,586,754	23,291,558
Advertisement		8,524,082	1,546,885
Sales promotion expenses		822,384	3,177,841
		<u>110,331,269</u>	<u>73,091,658</u>
<b>19 OTHER OPERATING EXPENSES</b>			
Deferred income		-	(653,695)
Loss on sale of fixed asset		-	1,140,182
Workers' welfare fund		758,540	898,307
Workers' profit participation fund		3,019,738	3,772,854
		<u>3,778,278</u>	<u>5,157,648</u>
<b>20 FINANCE COST</b>			
Mark up on:			
-Long term finances		9,789,316	9,066,394
-Short term finances		5,174,804	3,922,927
Lease financial charges		6,243,597	3,886,615
Bank charges and commission		2,337,996	1,045,410
		<u>23,545,713</u>	<u>17,921,346</u>
<b>21 EARNING PER SHARE - BASIC &amp; DILUTED</b>			
Net profit after taxation	<b>Rupees</b>	39,330,761	51,766,218
Weighted average number of shares outstanding during the period (2020: Restated)	<b>Numbers</b>	66,805,270	66,805,270
Earning per share (2020: Restated)	<b>Rupees</b>	<u>0.59</u>	<u>0.77</u>
<b>22 CASH GENERATED FROM OPERATIONS</b>			
<b>Profit before taxation</b>		62,297,384	70,299,430
Adjustments for:			
Depreciation		24,844,537	20,562,940
Financial charges		23,545,713	17,921,346
Provision for workers' (profit) participation fund		3,019,738	3,772,854
Provision for workers' welfare fund		758,540	898,307
Provision for gratuity		5,700,000	5,000,000
Deferred income		(5,680,902)	(653,695)
Gain on sale of fixed asset		-	1,140,182
Amortization of intangible assets		3,284	4,105
		<u>52,190,909</u>	<u>48,646,038</u>
<b>Operating profit before working capital changes</b>		114,488,293	118,945,468
Effect on cash flows due to working capital changes			
(Increase)/ decrease in current assets:			
Stores, spares and loose tools		1,386,824	(1,539,392)
Stock-in-trade		(4,119,588)	8,056,282
Trade debts - unsecured		(15,235,597)	(22,681,367)
Advances, deposits and prepayments		(40,435,781)	5,928,081
(Decrease)/ increase in trade and other payables		15,245,618	4,756,921
Contract liabilities		(239,779)	(3,342,111)
		<u>(43,398,304)</u>	<u>(8,821,586)</u>
<b>Cash generated from operations</b>		<u>71,089,989</u>	<u>110,123,882</u>
<b>23 CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances		30,243,895	28,788,910
Running Finance		(295,143,125)	(302,719,939)
		<u>(264,899,230)</u>	<u>(273,931,029)</u>

**BUNNY'S LIMITED**  
**CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

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**24 FINANCIAL RISK MANAGEMENT**

**24.1 Financial risk factors**

The Company's activities expose it to a variety of financial risk including capital risk, credit risk, liquidity risk and market risk.

There have been no changes in the risk management policies during the period, consequently this condensed interim financial information does not include all the financial risk management information and disclosures required in the annual financial statements.

**24.2 Fair value of financial assets and liabilities**

The carrying value of all financial assets and liabilities reflected in this condensed interim financial information approximate their fair values.

**25 TRANSACTION WITH ASSOCIATED UNDERTAKINGS**

The related parties comprise associated undertakings, other related companies and key management personnel. The Company in the normal course of business carried out transactions with related parties. There are no other significant related party transactions.

**26 DATE OF AUTHORIZATION FOR ISSUE**

This condensed financial information was authorized for issue by the board of directors of the Company on October 29, 2021.

**27 GENERAL**

- The figures have been rounded off to the nearest rupee.
- Corresponding figures have been re-classified / re-arranged for the purpose of comparison and better presentation.



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Chief Executive



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Director



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Chief Financial Officer