

Our journey of
Transformation,
Innovation &
Excellence


RafhanMaize
PRODUCTS CO LTD



QUARTERLY REPORT
Quarter Ended March 31, 2022

DIRECTORS' REVIEW



We are pleased to present un-audited financial results of the Company for three months ended March 31, 2022.

FINANCIAL RESULTS

		Quarter Ended 31st March	
		<u>2022</u>	<u>2021</u>
Net Sales	(Rs. Million)	12,481	9,863
Net Income after Tax	(Rs. Million)	1,784	1,973
Earnings Per Share	(Rupees)	193.18	213.59

Economic growth during Q1 2022 continued to improve though at a modest pace. The Russia, Ukraine war was a key event that negatively impacted economies across the globe, mainly in the shape of higher energy prices and supply chain issues. Economic fundamentals in Pakistan, remained under stress as well. The recessionary trends marked by energy prices, gas shortages, inflationary upsurge and PKR devaluation persisted throughout the period. Additionally historic high corn prices remained key challenge for Rafhan and put considerable pressure on income delivery despite ever highest net sales.

We are committed to manage and mitigate the external challenges and to sustain our path to growth through better sales mix, customer services and cost efficiencies.

BUSINESS REVIEW

Overall business outlook during first quarter of 2022 remained positive. Demands from various sectors improved. However, the key challenge was the cost inflation on raw materials across the whole industries.

A good demand momentum experienced in different sectors within food, primarily led by confectionery industry in particular. Both glucose and starches sales to food and confectionery customers improved.

There has been a mixed sentiments within textile sectors. Increase in textile exports benefited the starch sales to the sector. However, unprecedented increase in cotton prices and other input costs created pressure and thus impacted the overall production of the industry. This has been impacting the overall growth of starches sales into textile industry.

Paper & Corrugation industry continue perform well and hence generating consistent growth for our starch sales into these sectors.

Demand of Animal nutrition ingredients has been steady throughout the quarter from poultry, livestock, and aquaculture segments. Demand for our corn oil also remained strong due to overall high international prices of soybean and palm oil.

DIRECTORS' REVIEW

Outlook:

The unbridled inflation, energy prices and uncertain political situation will remain the key challenge for the economy and growth. Growth revival will depend on expedited implementation of structural reforms and fiscal improvements by the Government. We are confident to mitigate business challenges through price rationalization, volume sales growth, process optimization, cost control, and efficient working capital management.

May Allah give us the courage to face the challenges ahead. A'meen

On behalf of the Board



Adil Saeed Khan
Chief Financial Officer



Usman Qayyum
Chief Executive &
Managing Director

April 19, 2022

IMPORTANT NOTES TO SHAREHOLDERS

Please go through the following notes. It will be appreciated if you please respond to your relevant portion at the earliest -

CNIC Copy

Members are requested to submit a copy of their valid CNIC (only physical shareholders), if not already provided to the Shares Registrar of the Company. Corporate account holders should submit National Tax Number, if not yet submitted. In case of non-submission of CNIC/NTN Certificate (copy), all future dividends will be withheld.

Dividend Mandate/E-Dividend

In accordance with the provisions of Section 242 of the Companies Act, 2017, a listed company, is required to pay cash dividend to the shareholders ONLY through electronic mode directly into the bank account designated by the entitled shareholders.

In order to receive dividends directly into their bank account, shareholders are requested to fill in Dividend Mandate Request Form available at the Company's website www.rafhanmaize.com and send it duly signed along with copy of CNIC to the Shares Registrar of the Company, in case of physical shares. In case the shares are held in CDC, then the Form must be submitted directly to shareholder's broker/participant/CDC Account Services.

In case of non-receipt of the above information, the Company will be constrained to withhold payment of dividend to such shareholders.

Circulation of Annual Audited Financial Statements via CD/USB/DVD

Annual Financial Statements of the Company for the financial year ended December 31, 2021 have been placed on the Company's website www.rafhanmaize.com

Securities and Exchange Commission of Pakistan (SECP) vide its SRO No.470(1)/2016 dated May 31, 2016 has allowed companies to circulate their Annual Balance Sheet, Profit and Loss Account, Audited Report and Director's Report etc. ("Annual Audited Financial Statements") along with notice of general meeting to its members through CD/DVD/USB at their registered addresses.

However, shareholders who wish to receive the hard copy of Annual Audited Financial Statements along with notice of general meeting shall have to fill the request form which is available at the Company's website www.rafhanmaize.com and send it to our Shares Registrar or Company Secretary at their respective mailing addresses given at the end of these notes.

Unclaimed Shares/Unpaid Dividend

In compliance of Section 244 of the Companies Act 2017, a Final Notice was given by the Company on March 27, 2018 that the shares of Rafhan Maize Products Co. Limited/dividend declared by the Company, details whereof are appearing on the Company's website www.rafhanmaize.com have remained unclaimed or unpaid for a period of three years from the date these have become due and payable. In case of non-receipt of any claim by the respective shareholders to above referred Final Notice, the Company shall proceed to deposit the unclaimed/unpaid amount with the Federal Government pursuant to the provisions of sub-section 2 of section 244 of the Companies Act, 2017.

Deduction of Income Tax from Dividend under Section 150

Pursuant to the provisions of the Finance Act, 2019, effective July 1, 2019, the rates of deduction of withholding tax from dividend payments under the Income Tax Ordinance have been revised as under:

For filers of income tax returns	15%
For non-filers of income tax returns	30%

IMPORTANT NOTES TO SHAREHOLDERS

To enable the Company to make tax deduction on the amount of cash dividend @ 15% instead of 30%, all the shareholders whose names are not entered into the Active Taxpayers List (ATL) provided on the website of FBR, despite the fact that they are filers, are advised to make sure that their names are entered into ATL before the date of payment of any future cash dividend otherwise tax on their cash dividend will be deducted @ 30% instead of 15%.

Further, according to clarification received from Federal Board of Revenue (FBR), withholding tax will be determined separately on 'Filer/Non-Filer' status of Principal shareholder as well as Joint-holder (s) based on their shareholding proportions, in case of joint accounts.

In this regard, all shareholders who hold shares jointly are requested to provide shareholding proportions of Principal shareholder and Joint-holder(s) in respect of shares held by them, if not provided yet, to our Shares Registrar at the earliest, in writing as follows, otherwise it will be assumed that shares are equally held:

Company Name	Folio/CDS A/C #	Total Shares	Principal Shareholder		Joint Shareholder	
			Name & CNIC #	Shareholding Proportion (No. of Shares)	Name & CNIC #	Shareholding Proportion (No. of Shares)

In another clarification by Federal Board of Revenue, valid tax exemption certificate for claim of exemption U/S 150, 151 and 233 of the Income Tax Ordinance, 2001 is required where statutory exemption under Clause 47B of Part-IV of the Second Schedule is available. Such certificate U/S 159(1) of the Income Tax Ordinance, 2001 issued by concerned Commissioner of Inland Revenue is to be produced to avail tax exemption.

For any query/problem/information, the investors may contact the Company and/or the Shares Registrar at the phone numbers/ e-mail addresses given at the end of these notes.

The corporate shareholders having CDC accounts are required to have their National Tax Number (NTN) updated with their respective participants, whereas corporate physical shareholders should send a copy of their NTN certificate to the Company or its Shares Registrar M/s FAMCO Associates (Pvt.) Ltd. The shareholders while sending NTN or NTN certificates, as the case may be, must quote Company name and their respective folio numbers.

Centralized Cash Dividend Register (CCDR)

Central Depository Company (CDC) has developed Centralized Cash Dividend Register (CCDR), an eServices web portal which would incorporate details pertaining to cash dividends paid, unpaid or withheld by listed companies. The CCDR will help to maintain history of dividends paid to shareholders by listed companies and access of all such information will be provided to the respective shareholders. The web portal will facilitate shareholders of listed companies in retrieving details of cash dividends from the centralized register and using the same for their record purposes.

You may access CCDR via <https://eservices.cdaccess.com.pk>. In addition, the Dividend/Zakat & Tax Deduction Report can also be obtained directly from your Participant (stock broker) which has been provided to them on their CDS terminals. Moreover, you will also receive a copy of this report on your provided/registered e-mail addresses

Deposit of Physical Certificates in CDC Account:

As per Section 72 of Companies Act, 2017, every listed company shall be required to replace its physical certificates with book-entry form in a manner as may be specified and from the date notified by the commission, within a period not exceeding four years from the commencement of this Act.

IMPORTANT NOTES TO SHAREHOLDERS

The Shareholders having physical shares are encouraged to open the CDC sub-account with any of the brokers or investor account directly with CDC to place their physical certificates into scripless form.

Consent for Video Conference Facility

Members can also avail video conference facility at Lahore and Karachi. In this regard, please fill the following request and submit to registered address of the Company 10 days before holding of general meeting.

If the Company receives consent from members holding in aggregate 10% or more shareholding residing at a geographical location, to participate in the meeting through video conference at least 10 days prior to date of meeting, the Company will arrange video conference facility in that city subject to availability of such facility in that city.

The Company will intimate members regarding venue of video conference facility at least 5 days before the date of general meeting along with complete information necessary to enable them to access such facility.

I/We, _____ of _____ being a member of Rafhan Maize Products Co. Limited holder of _____ Ordinary Shares as per Registered Folio No. _____ hereby opt for video conference facility at _____.

Signature of Member

Company Contact:

Mr. Mustafa Kamal Zuberi
Chief Legal Officer & Corporate Secretary,
Rafhan Maize Products Co. Limited,
Rakh Canal East Road, Faisalabad.
Tel. No. 041-8540121-23 Ext. 206 & 348
E-mail: corporate@rafhanmaize.com

Shares Registrar:

Mr. Fakhar Abbasi
M/s FAMCO Associates (Pvt.) Ltd.
8-F, Next to Hotel Faran, Nursery
Block-6, PECHS, Shahrah-e-Faisal, Karachi.
Tel. No. 021-34380101-05 Ext. 118
E-mail: info.shares@famco.com.pk

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-audited)

As at March 31, 2022

	Notes	March 31, 2022 (Un-audited)	December 31, 2021 (Audited)
		(Rupees in thousands)	
NON CURRENT ASSETS			
Property, plant and equipment	4	6,491,929	6,502,771
Employees retirement benefits		99,783	99,783
Long term loans		7,228	5,535
Long term deposits		35,108	35,108
		6,634,048	6,643,197
CURRENT ASSETS			
Stores and spares		1,160,533	1,106,768
Stock in trade		7,635,858	9,315,109
Trade debts		2,362,944	2,021,947
Loans and advances		156,985	69,051
Short term prepayments		71,140	139,535
Other receivables		42,860	39,342
Short term investments		2,962,039	986,159
Cash and bank balances		2,751,059	3,775,690
		17,143,418	17,453,601
CURRENT LIABILITIES			
Current portion of long term financing		90,408	119,811
Short term running finance - secured		-	756,233
Current portion of deferred income		3,595	5,392
Contract liabilities		529,827	673,732
Trade and other payables		4,418,030	4,741,326
Current portion of lease liability		6,203	5,987
Unpaid dividend		16,136	914,189
Unclaimed dividend		18,713	18,718
Markup accrued on short term running finances		1,996	2,022
Provision for taxation - net		170,613	121,139
		5,255,521	7,358,549
WORKING CAPITAL		11,887,897	10,095,052
TOTAL CAPITAL EMPLOYED		18,521,945	16,738,249
NON CURRENT LIABILITIES			
Lease liability		3,445	5,086
Deferred taxation		854,335	853,276
NET CAPITAL EMPLOYED		17,664,165	15,879,887
REPRESENTED BY:			
SHARE CAPITAL AND RESERVES			
Share capital		92,364	92,364
Reserves		17,571,801	15,787,523
CONTINGENCIES AND COMMITMENTS		-	-
	5	17,664,165	15,879,887

The annexed notes 1 to 14 form an integral part of these accounts.



Adil Saeed Khan
Chief Financial Officer



Usman Qayyum
Chief Executive &
Managing Director



Zulfikar Mannoo
Director

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)

For the three Months ended March 31, 2022

		2022	2021
	Notes	January to March	January to March
(Rupees in thousands)			
Sales-Net	6	12,481,057	9,863,105
Cost of sales	7	(9,650,527)	(6,814,261)
Gross profit		2,830,530	3,048,844
Distribution expenses		(150,659)	(136,134)
Administrative expenses		(221,825)	(158,057)
Impairment reversal / (Loss) on financial assets		2,274	(146)
Other income		169,382	170,703
Other expenses		(180,719)	(200,703)
		(381,547)	(324,337)
Operating profit		2,448,983	2,724,507
Finance cost		(10,704)	(11,368)
Profit before taxation		2,438,279	2,713,139
Taxation		(654,001)	(740,288)
Profit after taxation		1,784,278	1,972,851
Earnings per share - Basic and diluted (Rupees)		193.18	213.59

The annexed notes 1 to 14 form an integral part of these accounts.



Adil Saeed Khan
Chief Financial Officer



Usman Qayyum
Chief Executive &
Managing Director



Zulfikar Mannoo
Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)
For the three Months ended March 31, 2022

Profit for the period

Other comprehensive income

Total comprehensive income for the period

2022	2021
January to March	January to March
(Rupees in thousands)	
1,784,278	1,972,851
-	-
<u>1,784,278</u>	<u>1,972,851</u>

The annexed notes 1 to 14 form an integral part of these accounts.



Adil Saeed Khan
Chief Financial Officer



Usman Qayyum
Chief Executive &
Managing Director



Zulfikar Mannoo
Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)

For the three Months ended March 31, 2022

	Notes	2022	2021
		January to March	January to March
		(Rupees in thousands)	
Cash flows from / (used in) operations	8	3,280,432	488,237
Taxes paid		(603,468)	(624,602)
Employees retirement benefits paid		(20,182)	(16,403)
Net cash generated from / (used in) operating activities		2,656,782	(152,768)
Cash flows from investing activities			
Capital expenditure incurred		(117,406)	(115,572)
Proceeds from sale of property, plant and equipment		1,569	13,341
Interest received		108,258	127,136
Long term loans disbursed		(3,200)	-
Receipt from long term loans disbursed		1,116	1,849
Net cash (used in) / generated from investing activities		(9,663)	26,754
Cash flows from financing activities			
Repayment of long term loan		(30,554)	(30,554)
Dividend paid		(898,058)	(898,298)
Repayment of lease liability		(1,622)	(1,502)
Finance cost paid		(9,402)	(8,686)
Net cash (used in) financing activities		(939,636)	(939,040)
Net increase / (decrease) in cash and cash equivalents		(1,707,483)	(1,065,054)
Cash and cash equivalents at the beginning of the period		4,005,616	9,153,818
Cash and cash equivalents at the end of the period		5,713,099	8,088,764

The annexed notes 1 to 14 form an integral part of these accounts.



Adil Saeed Khan
Chief Financial Officer



Usman Qayyum
Chief Executive &
Managing Director



Zulfikar Mannoo
Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)

For the three Months ended March 31, 2022

	Share Capital	Capital Reserves		Revenue Reserves		Total	
		Share Premium	Other	General	Unappropriated Profit		
			(Rupees in thousands)				
Balance as at January 01, 2021	92,364	36,946	941	207	16,000,523	16,130,981	
Net profit for the period					1,972,851	1,972,851	
Balance as at March 31, 2021	92,364	36,946	941	207	17,973,374	18,103,832	
Balance as at January 01, 2022	92,364	36,946	941	207	15,749,429	15,879,887	
Net profit for the period					1,784,278	1,784,278	
Balance as at March 31, 2022	92,364	36,946	941	207	17,533,707	17,664,165	

The annexed notes 1 to 14 form an integral part of these accounts.



Adil Saeed Khan
Chief Financial Officer



Usman Qayyum
Chief Executive &
Managing Director



Zulfikar Mannoo
Director

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)

For the three Months ended March 31, 2022

1. REPORTING ENTITY

Rafhan Maize Products Company Limited ("the Company") was incorporated in Pakistan as a Public unlisted company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and was subsequently listed on the Pakistan Stock Exchange. Ingredion Inc. Chicago, U.S.A., holds majority shares of the Company. The registered office of the Company is situated at Rakh Canal, East Road, Faisalabad. The Company uses maize as the basic raw material to manufacture and sell a number of industrial products, principal ones being industrial starches, liquid glucose, dextrose, dextrin and gluten meals.

2. BASIS OF PREPARATION

(a) Statement of compliance

This condensed interim financial information has been presented in condensed form in accordance with the requirements of the International Accounting Standard (IAS) 34 - Interim Financial Reporting and provision of and the directives issued under the Companies Act, 2017. In case where requirements of Companies Act, 2017 differ, the provisions of or directives issued under the Companies Act, 2017 or directives issued by Securities and Exchange Commission of Pakistan (SECP) have been followed.

This condensed interim financial information is being submitted to the shareholders as required by section 237 of the Companies Act, 2017 and the Listing Regulations of Pakistan Stock Exchange Ltd. This condensed interim financial information does not include all the information required for full annual financial statements and should be read in conjunction with audited financial statements of the Company, for the year ended 31 December 2021.

The comparative balance sheet presented in this condensed interim financial information has been extracted from the audited financial statements of the Company for the year ended 31 December 2021, whereas comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of change in equity have been extracted from the un-audited condensed interim financial information for the three months period ended 31 March 2021.

(b) Judgements and estimates

In preparing this condensed interim financial information, management make judgement, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as applied to the financial statements as at and for the year ended 31 December 2021.

(c) Functional and presentation currency

This condensed interim financial information is presented in Pakistan Rupees which is also the Company's functional currency.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of the condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Company for the year ended 31 December 2021, except for the following standards which became effective during the period.

- Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37) effective for the annual periods beginning on or after 1 January 2022 amends IAS 1 by mainly adding paragraphs which clarifies what comprises the cost of fulfilling a contract, Cost of fulfilling a contract is relevant when determining whether a contract is onerous. An entity is required to apply the amendments to contracts for which it has not yet fulfilled all its obligations at the beginning of the annual reporting period in which it first applies the amendments (the date of initial application). Restatement of comparative information is not required, instead the amendments require an entity to recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate, at the date of initial application.
- IFRS 9 – The amendment clarifies that an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf, when it applies the '10 per cent' test in paragraph B3.3.6 of IFRS 9 in assessing whether to derecognize a financial liability.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)
For the three Months ended March 31, 2022

- IFRS 16 – The amendment partially amends Illustrative Example 13 accompanying IFRS 16 by excluding the illustration of reimbursement of leasehold improvements by the lessor. The objective of the amendment is to resolve any potential confusion that might arise in lease incentives, or other component of equity, as appropriate, at the date of initial application.
- IAS 41 – The amendment removes the requirement in paragraph 22 of IAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique.
- Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16) effective for annual periods beginning on or after 01 January 2022 clarifies that sales proceeds and costs of items produced while bringing an item of property, plant and equipment to the location and condition necessary for it to be capable of operating in the manner intended by management e.g. when testing etc., are recognized in profit or loss in accordance with applicable Standards. The entity measures the cost of those items applying the measurement requirements of IAS 2. The standard also removes the requirement of deducting the net sales proceeds from cost of testing. An entity shall apply those amendments retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments. The entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.
- Reference to the Conceptual Framework (Amendments to IFRS 3) - Reference to the Conceptual Framework, issued in May 2020, amended paragraphs 11, 14, 21, 22 and 23 of and added paragraphs 21A, 21B, 21C and 23A to IFRS 3 .An entity shall apply those amendments to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 01 January 2022. Earlier application is permitted if at the same time or earlier an entity also applies all the amendments made by Amendments to References to the Conceptual Framework in IFRS Standards, issued in March 2018.
- Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) – the Board has issued amendments on the application of materiality to disclosure of accounting policies and to help companies provide useful accounting policy disclosures. The key amendments to IAS 1 include:
 - requiring companies to disclose their material accounting policies rather than their significant accounting policies;
 - clarifying that accounting policies related to immaterial transactions, other events or conditions are themselves immaterial and as such need not be disclosed; and
 - clarifying that not all accounting policies that relate to material transactions, other events or conditions are themselves material to a company's financial statements.

The above amendments are not likely to have a material effect on the financial statements of the Company.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)
For the three Months ended March 31, 2022

4. PROPERTY, PLANT AND EQUIPMENT

Notes	March 31, 2022 (Un-audited)	December 31, 2021 (Audited)
	(Rupees in thousands)	
Operating fixed assets	6,217,992	6,289,836
Capital work-in-progress	265,172	202,708
Right-of-use asset (building)	8,765	10,226
	<u>6,491,929</u>	<u>6,502,771</u>

4.1 Additions

The following additions have been made during the three months:

	March 31, 2022	March 31, 2021
	(Rupees in thousands)	
Building	1,335	-
Plant and machinery	27,168	39,460
Lab Equipment	12,560	6,443
Furniture, fixture and office equipment	1,164	-
Office equipment	364	-
Automobiles	12,351	5,606
	<u>54,942</u>	<u>51,509</u>

4.2 Capital work-in progress

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

Balance as at 1st January	202,708	203,675
Add : Addition during the period	117,406	115,572
	<u>320,114</u>	<u>319,247</u>
Less: Transfers during the period	54,942	51,509
Closing as at 31st March	<u>265,172</u>	<u>267,739</u>

5. CONTINGENCIES AND COMMITMENTS

Contingencies

- a) Counter guarantees given by the Company to its bankers as at reporting date amounts to Rs. 443,630 thousands (2021: Rs. 443,630 thousands)
- b) There is no material change in contingencies since the last audited published accounts.

Commitments

- a) Commitments in respect of capital expenditure
- b) Commitments in respect of purchase of corn

	March 31, 2022 (Un-audited)	December 31, 2021 (Audited)
	(Rupees in thousands)	
a)	158,735	268,240
b)	-	3,829,411

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)
For the three Months ended March 31, 2022

	2022	2021
	January to March	January to March
	(Rupees in thousands)	
6. SALES - NET		
Domestic	13,251,350	10,594,829
Exports	1,155,486	632,499
	14,406,836	11,227,328
Less:		
Sales tax	1,882,790	1,353,891
Trade discount and commission	42,989	10,332
	1,925,779	1,364,223
	12,481,057	9,863,105
7. COST OF SALES		
Opening stock of finished goods	966,030	1,669,504
Cost of goods manufactured	9,129,821	6,114,724
	10,095,851	7,784,228
Less: closing stock of finished goods	740,361	1,147,857
	9,355,490	6,636,371
Cost of Goods Sold - purchased products	44,423	41,127
- freight and distribution cost	250,614	136,763
	9,650,527	6,814,261
8. Cash flows from operating activities		
Profit before tax	2,438,279	2,713,139
<i>Adjustment for non-cash charges and other items:</i>		
Depreciation	128,248	122,785
Provision for employees retirement benefits	20,182	16,403
Provision for doubtful debts	(2,274)	146
Provision for slow moving and obsolete items	1,421	1,090
Profit on sale of property, plant and equipment	(1,569)	(10,804)
Amortization of deferred income	(1,797)	(1,797)
Interest income	(110,456)	(129,726)
Finance cost	10,704	11,368
Operating profit before working capital changes	2,482,738	2,722,604
Effect on cash flows due to working capital changes		
<i>(Increase) / decrease in current assets</i>		
Stores and spares	(57,170)	(31,741)
Stock in trade	1,681,236	(1,230,100)
Trade debts	(338,723)	(258,480)
Loans and advances	(87,523)	(99,103)
Short term prepayments	68,395	78,927
Other receivables	(1,319)	3,006
	1,264,895	(1,537,490)
<i>Increase / (decrease) in current liabilities</i>		
Contract liabilities	(143,905)	(49,313)
Trade and other payables	(323,296)	(647,564)
	(467,201)	(696,877)
Net decrease / (increase) in working capital	797,694	(2,234,367)
Cash generated from operations	3,280,432	488,237

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)
For the three Months ended March 31, 2022

9. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise parent company, related group companies, local associated company, directors of the company, key management personnel and staff retirement funds. Details of transaction with related parties, other than those disclosed else where in these financial statements are as follows.

Name of parties	Nature of relationship	Basis of relationship	Nature and description of related party transaction	Total value of transactions		Closing Balance [asset/(liability)]	
				January to March 2022	2021	Mar. 31, 2022	Dec. 31, 2021
(Rupees in thousands)							
Ingredion Inc. U.S.A.	Holding Company	Majority shareholder	Services received	82,910	46,712	(72,199)	(43,318)
Ingredion Inc. U.S.A.	-do-	-do-	Dividend	-	-	-	(898,053)
Ingredion Inc. U.S.A.	-do-	-do-	Imports	29,320	35,640	(67,478)	(37,370)
Ingredion Inc. U.S.A.	-do-	-do-	Services provided	1,156	30	25,089	24,188
Unilever Pakistan Foods Limited	Associate	Common directorship	Sales	759,414	537,255	310,075	171,991
Pakistan Oxygen Limited	Associate	Common directorship	Purchases	120	-	16	471
Ingredion Holding LLC Kenya	-do-	Parent's subsidiary	Export sales	71,102	127,389	145,449	122,521
Ingredion Holding LLC Kenya	-do-	-do-	Services provided	646	40	1,644	931
Ingredion Singapore Pte. Ltd.	-do-	-do-	Export sales	2,229	-	(12,510)	(14,186)
Ingredion Germany GMBH	-do-	-do-	Export sales	127,592	54,380	45,615	8,618
Ingredion Germany GMBH	-do-	-do-	Imports	7,892	3,143	(4,876)	751
Ingredion Germany GMBH	-do-	-do-	Services received	-	-	(903)	(864)
National Starch & Chemical Thailand	-do-	-do-	Imports	23,627	17,396	(8,038)	(6,943)
National Starch & Chemical Thailand	-do-	-do-	Export sales	26,361	12,308	18,110	3,420
Ingredion Malaysia SDN BHD	-do-	-do-	Export sales	2,062	9,779	-	-
PT Ingredion, Indonesia	-do-	-do-	Export sales	32,288	22,302	25,061	16,343
Ingredion South Africa (Pvt) Ltd.	-do-	-do-	Export sales	124,506	23,675	97,055	59,320
Pakistan Mobile Communication (Pvt) Ltd	-do-	Common directorship	Services received	505	-	-	-
Kohinoor Textile Mills Limited	-do-	Common directorship	Sales	21,172	-	(399)	-
Employee Benefits	-do-	Employee's retirement fund	Contribution to funds	35,081	29,964	(16,361)	(13,790)
Key Management Personnel	Other related parties	Key management personnel	Remuneration	100,192	83,325	-	-

- The transactions were carried out at an arm's length basis.

- No buying and selling commission has been paid to any associated undertaking.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)
For the three Months ended March 31, 2022

- 10.** a) These financial statements have been prepared on the basis of single reportable segment.
b) All non current assets of the company as at 31 March 2022 are located in Pakistan.

11. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in financial Statements as at and for the year 31 December 2021.

12. AUTHORIZATION

This un-audited condensed interim financial information was authorized for issue by the Board of Directors on April 19, 2022.

13. SUBSEQUENT EVENT - DIVIDEND

The Directors in their meeting held on April 19, 2022 have proposed first interim cash dividend for the period ended 31 March 2022 of Rs. 100 per share, amounting to Rs. 923,643 thousands. These condensed interim financial statements for the period ended 31 March 2022 do not include the effect of the above interim cash dividend which will be accounted for in the period in which it is declared.

14. GENERAL

Figures in these accounts have been rounded off to the nearest thousand of rupees.



Adil Saeed Khan
Chief Financial Officer



Usman Qayyum
Chief Executive &
Managing Director



Zulfikar Mannoo
Director

COMPANY INFORMATION

BOOK POST (Under Certificate of Posting)



Shares Registrar

FAMCO Associates (Pvt.) Ltd.
8-F Next to Hotel Faran, Nursery,
Block-6, P.E.C.H.S., Shahrāh-e-Faisal, Karachi-75400
Tel: (92-21) 34380101-5
Fax: (92-21) 34380106
E-mail: info.shares@famco.com.pk

Registered Office & Shares Department

Rakh Canal East Road, Faisalabad.
Ph: (92-41) 8540121-22-23
Fax: (92-41) 8711016 - 8502197
Website: www.rafhanmaize.com
E-mail: corporate@rafhanmaize.com

Plants:

Rakh Canal Plant

Rakh Canal East Road, Faisalabad-38860.
Ph: (92-41) 8540121-22-23
Fax: (92-41) 8711016 - 8502197

Cornwala Plant

5-Km Jaranwala-Khurrianwala Road,
Jaranwala - 37250.
Ph: (92-41) 4710121 & 23-27

Mehran Plant

K.B. Feeder Road, Kotri,
Jamshoro-76090.
Ph: (92-223) 870894-98

Board Of Directors

Chairman

Pierre Perez y Landazuri Non-Executive

Chief Executive & Managing Director

Usman Qayyum Executive

Members

Mr. James D. Gray Non-Executive
Mr. Michael F. O'Riordan Non-Executive
Ms. Tanya Jaeger de Foras Non-Executive
Mr. Zulfikar Mannoo Non-Executive
Mian M. Adil Mannoo Non-Executive
Mr. Wisal A. Mannoo Non-Executive
Mr. Adil Saeed Khan Executive
Mr. Waqar Ahmed Malik Independent & Non-Executive
Mr. Tahir Jawaid Independent & Non-Executive

Chief Financial Officer

Mr. Adil Saeed Khan

Secretary

Mr. Mustafa Kamal Zuberi

Audit Committee

Mr. Waqar Ahmed Malik Chairman
Mr. James D. Gray Member
Mr. Michael F. O'Riordan Member
Ms. Tanya Jaeger de Foras Member
Mr. Zulfikar Mannoo Member
Mr. Kamran Anjum Secretary

Human Resource & Remuneration Committee

Mr. Tahir Jawaid Chairman
Mr. Pierre Perez y Landazuri Member
Ms. Tanya Jaeger de Foras Member
Mr. Usman Qayyum Member
Mian M. Adil Mannoo Member
Mr. Imran Latif Rawn Secretary

Shares Transfer Committee

Mr. Usman Qayyum Chairman
Mr. Adil Saeed Khan Member
Mr. Mustafa Kamal Zuberi Secretary

Operations Committee

Mr. Michael F. O'Riordan Chairman
Ms. Tanya Jaeger de Foras Member
Mr. Tahir Jawaid Member
Mr. Usman Qayyum Member
Mr. Wisal A. Mannoo Member
Mr. M. Saeed Akhter Secretary

Bankers

Citibank, N.A.
Habib Bank Ltd.
Meezan Bank Ltd.
MCB Bank Ltd.
MCB Islamic Bank Ltd.
National Bank of Pakistan
Standard Chartered Bank (Pakistan) Ltd.

Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants
Lahore - Karachi

Legal Advisor

M. Ali Seena
C/o Surridge & Beecheno, Karachi-74000