

FFL/HO/CS

December 24, 2021

General Manager  
Trading & TREC Holder's Affairs  
Pakistan Stock Exchange Limited  
Stock Exchange Building  
Stock Exchange Road,  
Karachi.



fauji foods

Subject: **Request for Issuance of No Objection Certificate for Release of Right Subscription Amount**

Dear Sir,

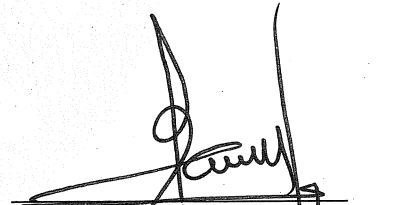
In continuation of our letter no. FFL/HO/CS/2915 dated December 23, 2021. Please see enclosed Auditor Certificates dated November 04, 2021 confirming subscription of right shares by sponsor and directors of the Company and auditor certificate dated December 22, 2021 confirming receipt of right shares subscription from general public and underwriters. Given below are the details of the right shares subscription:

	Sponsor and Directors	General Public	Underwriters	Total
Amount Subscribed (PKR)	5,925,389,430	1,184,724,790	697,831,740	7,807,945,960

In light of the above you are requested to issue **No Objection Certificate** in favour of Habib Bank Limited, MCB Bank Limited, Askari Bank Limited, Soneri Bank Limited, Bank Al Baraka (Pakistan) Limited and Central Depository Company of Pakistan Limited for release of right shares subscription amount

Yours Sincerely,

For and on behalf of **Fauji Foods Limited**

  
Brig Hamid Mahmood Dar (Retd)  
Company Secretary

## REPORT OF FACTUAL FINDINGS

The Board of Directors  
Fauji Foods Limited  
42 CCA, DHA (Ex Park View), Phase VIII  
Lahore

We have performed the procedures agreed with you and enumerated below in accordance with our Engagement Agreement dated 04 November 2021 on the "Statement of Receipt of Subscription Money for Right Issue from Sponsors and Directors of Fauji Foods Limited as at 04 November 2021" (the Statement) (the Company) prepared by the management and attached herewith.

Our engagement was undertaken in accordance with the International Standard on Related Services applicable to agreed-upon procedures engagements. The procedures were performed solely on request of management for the purpose of filing the Statement with Pakistan Stock Exchange in relation to rights issue of shares, and are summarized below:

1. Checked that the amount of Rs. 389,430 has been received from Directors in the respective bank statement of the Company during the period from 01 November 2021 to 04 November 2021
2. Checked that the tranches of loan of Rs. 5,925,000,000 have been received from parent company during the period from 22 April 2020 to 29 December 2020 in the respective bank statements of the Company.
3. Checked the minutes of the meeting of Board of Directors held on 04 September 2021 approving the conversion of Rs. 5,925,000,000 as referred in item (2) above into share capital.

We report our findings below:

- a) With respect of item (1) we found that an amount of Rs. 389,430 has been received from Directors of the Company during the period from 01 November 2021 to 04 November 2021.
- b) With respect of item (2) we found that the tranches of loan of Rs. 5,925,000,000 have been received from parent company during the period from 22 April 2020 to 29 December 2020 in the respective bank statements of the Company.
- c) With respect to item (3) we found that the Board of Directors have approved the conversion of Rs. 5,925,000,000 into share capital in their meeting held on 04 September 2021.

Because the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements, we do not express any assurance on the Statement.



Had we performed additional procedures or had we performed an audit or a review of the financial statements in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the second paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties. This report relates only to the share issuance of the Company and does not extend to any financial statements of Fauji Foods Limited, taken as a whole.



EY Ford Rhodes  
Chartered Accountants  
Engagement Partner: Sajjad Hussain Gill  
Lahore: 04 November 2021

## REPORT OF FACTUAL FINDINGS

The Board of Directors  
Fauji Foods Limited  
42 CCA, DHA (Ex Park View), Phase VIII  
Lahore

We have performed the procedures agreed with you and enumerated below in accordance with our Engagement Agreement dated 21 December 2021 on the "Statement of Receipt of Subscription Money for Right Issue from subscribers other than Sponsors and Directors of Fauji Foods Limited (the Company) as at 22 December 2021" (the Statement) prepared by the management and attached herewith.

Our engagement was undertaken in accordance with the International Standard on Related Services applicable to agreed-upon procedures engagements. The procedures were performed solely on request of management for the purpose of filing the Statement with Pakistan Stock Exchange in relation to rights issue of shares, and are summarized below:

1. Checked that the amount of Rs. 1,168,403,270 has been received from subscribers in the respective bank statements of the Company during the period from 01 November 2021 to 10 December 2021.
2. Checked that the amount of Rs. 16,321,520 has been received from subscribers in the CDC Account Statement of the Company during the period from 01 November 2021 to 08 December 2021.
3. Checked that the amount of Rs. 697,831,740 has been received from underwriters in the respective bank statements of the Company during the period from 21 December 2021 to 22 December 2021.

We report our findings below:

- a) With respect of item (1) we found that an amount of Rs. 1,168,403,270 has been received from subscribers in the respective bank statements of the Company during the period from 01 November 2021 to 10 December 2021.
- b) With respect to item (2) we found that an amount of Rs. 16,321,520 has been received from subscribers in the CDC Account Statement of the Company during the period from 01 November 2021 to 08 December 2021.
- c) With respect of item (3) we found that the amount of Rs. 697,831,740 has been received from underwriters in the respective bank statements of the Company during the period from 21 December 2021 to 22 December 2021.

Because the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements, we do not express any assurance on the Statement.



Had we performed additional procedures or had we performed an audit or a review of the financial statements in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the second paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties. This report relates only to the share issuance of the Company and does not extend to any financial statements of Fauji Foods Limited, taken as a whole.



EY Ford Rhodes  
Chartered Accountants  
Engagement Partner: Sajjad Hussain Gill  
Lahore: 22 December 2021