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NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Fifty Ninth Annual General Meeting of the Company will be held on Monday 30th October 2017, at 02:30 P.m at Hassan Ali Rice Export Co, Limited , 1st Floor Cotton Exchange Building I.I. Chundrigger Road , Karachi, to transact the following business:

1. To confirm the minutes of the Fifty Eighth Annual General Meeting held on 29th October 2016.
2. To receive and adopt the audited account for the year ended 30th June 2017, together with the Auditors and Directors report thereon.
3. To appoint auditors M/s Feroz Sharif Tariq & Co , Chartered Accountants as statutory auditors for the year 2018 in place of retiring auditors M/s Daudally, lalani & Co, Chartered Accountants till the conclusion of the next Annual General Meeting.

Furthermore, one of the member has given the Notice under section 253 of the Companies Ordinance 1984 proposing M/s Feroz Sharif tariq & Co Chartered Accountants as External Auditor of the Company in place of M/s. Daudally Lalani & Co, Chartered Accountants.

4. To transect any other business with the permission of Chairman.

By Order of the Board

Karachi.07th October 2017.

Syed Mohammad. Yousuf
Company Secretary

NOTES:

1. The share Transfer Books of the Company will remain closed from 24-10-2017 to 30-10-2017 (Both days inclusive).
2. All members should bring their Original National Identity Cards for their identification purpose.
3. The form of the proxies must be submitted with the Company within the stipulated time, duly witnessed by person whose name , address and NIC number must be mentioned on the form along with attested copies of the NIC of the beneficial owner and the proxy.
4. Proxies in order to be effective must be received at the Registered office of the Company duly stamped, signed and witness not late then 48 hours before the time for holding the meeting during working hours.
5. The members are requested to immediately notify the change of address, if any and also to supply a copy of NIC for record of the Company.

SAMPLE

BOARD MEETING

To consider the recommendation of the Audit Committee regarding the appointment of the External Auditors for the year ending June 30, 2018 and fixation of their remuneration for recommendation to the AGM.

Board on the recommendation of Board Audit Committee resolved to appoint M/s MuniffZiauddin & Co., Chartered Accountants as the statutory auditors in place of retiring auditors A. F. Ferguson & Co., Chartered Accountants due to financial position (losses) of the Company for the year ended June 30, 2017, subject to the approval by members in the Annual General Meeting.

The following resolution was passed:

“RESOLVED THAT M/s MuniffZiauddin & Co., Chartered Accountants be and are hereby appointed as the statutory auditors of the company for the year ending June 30, 2018 subject to the approval of the shareholders in the Annual General Meeting of the Company on the same remuneration.”

Notice of Annual General Meeting

Notice is hereby given that the Eleventh Annual General Meeting of the Company will be held at the Institute of Chartered Accountants of Pakistan (ICAP) Auditorium, Chartered Accountants Avenue, Near Teen Talwar, Clifton, Karachi on Thursday October 30, 2017 at 02.30PM to transact the following business:

Ordinary Business

1. To confirm the Minutes of the Tenth Annual General Meeting held on October 07, 2016.
2. To receive, consider and adopt the Audited Financial Statements for the year ended June 30, 2017 together with Directors' Report and Auditors' Report thereon.
3. To appoint auditors M/s MuniffZiauddin & Co., Chartered Accountants as statutory auditors for the year 2018 in place of retiring auditors M/s A.F.Ferguson & Co., Chartered Accountants till the conclusion of the next Annual General Meeting.

Furthermore, one of the member has given the Notice under section 253 of the Companies Ordinance 1984 proposing M/s MuniffZiauddin & Co. Chartered Accountants as External Auditor of the Company in place of M/s A.F.Ferguson & Co. Chartered Accountants.

DIRECTORS REPORT

The Board of Directors of your company are pleased to present Fifty Ninth Annual Report together with Audited financial statements of the company along with Auditors Report thereon for the year ended 30th June 2017.

The Company has sustained net loss before tax amounting to Rs.6,914,430, the results are summarized below;

	30.06.2017 RUPEES	30/6/2016 RUPEES
Sales revenue	109,295,793	297,274,176
Cost of Sales	(110,390,454)	(367,057,527)
Gross (Loss)	(1,109,661)	(69,783,351)
Operating expenses	(7,425,931)	(5,515,568)
Other Income	1,606,162	1,462,848
Loss before taxation	(6,914,430)	(73,836,071)
Loss after taxation	(8,176,628)	(111,226,828)
Loss per shares	(1.72)	(23.37)

In this financial year sales included only the yarn stock of last financial year except this ,there were no textile activity. However in this financial year we were exported little quantity of rice. The main reason of loss was due to the slump in textile activities and depreciation charged for the full year as required to follow under IAS and accouonting policy. Further in this financial year took most of the time in installation of machineries and contruction of the building, therefore the production activities remain very slow..

The Management has arranged finance facility for Project in respect of Rice Processing Plant and Machineries to the extent of Rs.377 million from JS Bank Limited under SBP longterm Financing Scheme under LTFF / FFSAP for a period from 10 years at concessional rate of 5% per annum and these Limit / facilities are sanctioned for 10 years with a grace period of two (2) years. Further, Mr. Abdullah A Haswani has taken responsibility to provide interest free loan by arranging funds from his proprietor ship concern amounting to Rs. 150 million with an option to convert in Comapnie's Equity with Board approval.

All Textile related machineries were sold except those which could be utilized in our Rice processing Unit and will remain as assets of the Company.

The Directors have not recommended any dividend for the year ended 30th June 2017, because of the loss for the year and cash flow position.

SOCIAL COMPLIANCE AND HUMAN RESOURCES:

The Company's human resources policy has been based on the values of fairness, merit, equal opportunity and social responsibility. In complying of this policy, the company does not employ any child labour and we endeavor to keep healthy working condition,

Taxation

Provision for taxation has been provided . Tax position as highlighted at Notes # 25 of the Accounts.

AUDITORS;

In accordance with the guidelines provided in Companies Ordinance 1984, the Board of Directors, have recommended the name M/S. Feroz Sharif tariq & Co, Chartered Accountants on retirement of M/S. Daudally, Ialani & Co, Chartered Accountants for appointment of Auditors, as required u/s, 253 of the Companies Ordinance 1984 for the year 2017/2018

RELATED PARTY TRANSECTION;

The Board of Directors has approved the policy for transaction between the company and its related parties.

The pattern of share holding as required under section 234 of the Companies Ordinance 1984, for the period ended 30th June 2017, annexed.

ACKNOWLEDGEMENT;

We take pleasure in expressing appreciation and thank all the employees and excellent team efforts , devotion and loyalty throughout the year. We would also like to acknowledge the support and cooperation received from valued customers, banks, for their confidence and support during the period.

Karachi: 06/10/2017

By Order of the Board

AMIN A. HASHWANI
Chief Executive

HASSAN ALI RICE EXPORT CO, LIMITED
BOARD OF DIRECTORS

Chairman Mr. Nizam A. Hashwani

Chief Executive/ Director Mr. Amin A. Hashwani
Mr. Abdullah A. Hashwani
Mrs.Sultana A. Hashwani
Mrs. Farieha A. Hashwani
Mrs. Shahrina Hashwani
Mr. Aziz

Company Secretary Syed Muhammed. Yousuf

Auditors Daudally,Lalani & Co
Chartered Accountant

Registered A-66, Site Monghopir Road,Karachi.

HASSAN ALI RICE EXPORT CO, LIMITED

FIFTY NINTH ANNUAL REPORT
FOR THE YEAR ENDED
30TH JUNE 2017