



Unilever

UNILEVER PAKISTAN LIMITED

**CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED JUNE 30, 2009**



UNILEVER PAKISTAN LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Ehsan A. Malik	Chairman & Chief Executive
Mr. Imran Husain	Executive Director / CFO
Mr. M. Qayser Alam	Executive Director
Mr. Noeman Shirazi	Executive Director
Ms. Shazia Syed	Executive Director
Mr. Zaffar A. Khan	Non- Executive Director
Mr. Khalid Rafi	Non- Executive Director

COMPANY SECRETARY

Mr. Amar Naseer

AUDIT COMMITTEE

Mr. Zaffar A. Khan	Chairman
Mr. Khalid Rafi	Member
Mr. Qayser Alam	Member
Mr. Imtiaz Jaleel	Head of Internal Audit & Secretary

AUDITORS

Messrs A.F. Ferguson & Co.
State Life Building No. 1-C
I.I. Chundrigar Road
Karachi.

REGISTERED OFFICE

Avari Plaza
Fatima Jinnah Road
Karachi.

SHARE REGISTRATION OFFICE

C/o Famco Associates (Pvt.) Ltd.
[Formerly Ferguson Associated (Pvt.) Ltd.]
State Life Building No. 1-A
I.I. Chundrigar Road
Karachi.

WEBSITE ADDRESS

www.unileverpakistan.com.pk

UNILEVER PAKISTAN LIMITED

DIRECTORS' REVIEW

Unilever Pakistan delivered a turnover growth of 21% in the first half of 2009, despite difficult economic and security conditions, debilitating power outages and rampant smuggling of tea. The main growth drivers are improved execution, effective innovation and focussed marketing spend. As commodity prices stabilised in the 1st half, price corrections were taken across the board in HPC and Ice Cream categories to enhance consumer value. The pricing action resulted in lower gross margins versus the same period last year. However, margins started to recover from the second quarter as commodity prices further softened and fixed cost absorption improved. The company has significantly stepped up its investment behind brands and continues to strengthen market leadership in every category. At the same time it is focussing on improving productivity and rationalising overhead expenses. Finance costs surged by PKR 184 million against 1st half last year due to higher average level of borrowings and higher interest rates. However, net debt and mark-up rates declined versus 2nd half 2008. EPS is down marginally.

	Half year ended June 30	
	2009	2008
Net Sales (Rs.000)	17,980,346	14,831,764
Profit before taxation (Rs.000)	1,814,848	1,877,319
Profit after taxation (Rs.000)	1,226,582	1,280,745
Earnings per share (Rs)	92.27	96.34

Home & Personal Care

Home & Personal Care grew by 32%, driven by a strong innovation programme, increased focus on advertising effectiveness and enhancement of consumer value through price reductions and / or grammage corrections. Whilst pressure on consumer affordability continues to result in down-trading and therefore declining HPC market size, our Surf Excel, Lifebuoy Soap, Sunsilk and Fair & Lovely delivered healthy volume and value growth. Lifebuoy's "*Healthy Ho Ga Pakistan*" and Sunsilk's "*Hairfall*" campaigns were particularly well received by consumers. We rely on local production for virtually our entire need and are committed to sustaining local manufacturing. However, in the absence of regulatory import duty on laundry powder, we have deferred expansion of local laundry manufacturing.

Beverages

Beverages business was adversely impacted due to abundance of smuggled tea in the local market coming through the Afghan Transit Trade. Pakistan Tea Association is actively lobbying with the concerned authorities to either place black tea on the negative list under the Afghan Transit Treaty or to reduce import tariff and sales tax to eliminate the incentive to evade through misuse of the treaty. The latter will also help reduce cost of the common man's beverage which is impacted by higher prices prevailing in Kenya and the erosion of the value of the Rupee. Despite smuggling, our tea brands managed to deliver top-line growth of 12%. This is in part due to innovation – Supreme Natural Care and Lipton Green Tea bags were launched.

Frozen Dessert / Ice Cream

Frozen desserts / ice cream registered a modest growth of 2%, as ever-worsening electricity crisis, especially in the peak season adversely impacted category growth. Despite tough external environment, Wall's continued its journey towards habit building and making ice cream consumption an essential part of occasions and celebrations. New and exciting innovations were introduced in impulse and take-home range. Paddle Pop "Pyrata" launch was a huge success amongst kids.

Spreads

The category managed to achieve an impressive growth of 30% with high visibility of the Blue Band brand and the effectiveness of its growth meter campaign.

Dividend

The Board is pleased to announce an interim dividend of Rs 92 per ordinary share representing almost 100% of earnings for the period. (2008: Rs 66 per ordinary share, which represented 69% of earnings for that period)

On behalf of the Board

Karachi,
28 August, 2009.

Ehsan A. Malik
Chairman & Chief Executive

UNILEVER PAKISTAN LIMITED

AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim balance sheet of Unilever Pakistan Limited as at June 30, 2009 and the related condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity for the half year then ended together with the notes forming part thereof (here-in-after referred to as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review. The figures of the condensed interim profit and loss account for the quarters ended June 30, 2009 and 2008 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2009.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as of and for the half year ended June 30, 2009 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

A.F. Ferguson & Co.
Chartered Accountants
Karachi

Date: August 28, 2009

Name of the engagement partner: Ali Muhammad Mesia

UNILEVER PAKISTAN LIMITED

CONDENSED INTERIM BALANCE SHEET AS AT JUNE 30, 2009

	Note	Unaudited June 30, 2009	Audited December 31, 2008
(Rupees in thousand)			
ASSETS			
Non-current assets			
Property, plant and equipment	3	4,766,891	4,428,278
Intangibles		4,870	7,303
Long term investments		95,202	95,202
Long term loans		111,915	120,545
Long term deposits and prepayments		473,132	540,027
Retirement benefits - prepayments	4	177,634	205,355
		<u>5,629,644</u>	<u>5,396,710</u>
Current assets			
Stores and spares		263,814	241,753
Stock in trade		3,148,306	4,251,914
Trade debts		383,164	228,763
Loans and advances		183,801	123,904
Trade deposits and short term prepayments		632,382	516,443
Other receivables		115,265	218,329
Tax refunds due from Government		351,235	301,813
Cash and bank balances		47,518	106,789
		<u>5,125,485</u>	<u>5,989,708</u>
Total assets		<u><u>10,755,129</u></u>	<u><u>11,386,418</u></u>
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		669,477	669,477
Reserves		2,015,195	1,546,281
		<u>2,684,672</u>	<u>2,215,758</u>
Surplus on revaluation of fixed assets		13,291	13,613
LIABILITIES			
Non-current liabilities			
Liabilities against assets subject to finance leases		67,009	77,327
Deferred taxation		491,455	369,653
Retirement benefits obligations	4	290,056	239,794
		<u>848,520</u>	<u>686,774</u>
Current liabilities			
Trade and other payables		5,454,228	4,547,794
Accrued interest / mark up		53,747	64,075
Current maturity of liabilities against assets subject to finance leases		29,266	32,322
Provisions		359,864	593,559
Running finance under mark up arrangements		1,311,541	3,232,523
		<u>7,208,646</u>	<u>8,470,273</u>
Total liabilities		<u>8,057,166</u>	<u>9,157,047</u>
Contingency and commitments	5		
Total equity and liabilities		<u><u>10,755,129</u></u>	<u><u>11,386,418</u></u>

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director

UNILEVER PAKISTAN LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT FOR THE HALF YEAR ENDED JUNE 30, 2009 (UNAUDITED)

	Note	Quarter ended		Half year ended	
		June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
← (Rupees in thousand) →					
Sales	6	9,119,749	8,102,780	17,980,346	14,831,764
Cost of sales		(5,639,637)	(5,222,893)	(11,544,432)	(9,581,560)
Gross profit		3,480,112	2,879,887	6,435,914	5,250,204
Distribution costs		(2,100,789)	(1,578,819)	(3,816,180)	(2,824,452)
Administrative expenses		(251,975)	(266,995)	(518,821)	(443,703)
Other operating expenses		(76,071)	(92,500)	(156,728)	(165,318)
Other operating income		72,202	94,811	112,120	118,171
Profit from operations		1,123,479	1,036,384	2,056,305	1,934,902
Finance (costs)/income		(132,937)	6,065	(241,457)	(57,583)
Profit before taxation		990,542	1,042,449	1,814,848	1,877,319
Taxation		(323,208)	(280,631)	(588,266)	(596,574)
Profit after taxation		667,334	761,818	1,226,582	1,280,745
Other comprehensive income					
Surplus on revaluation of fixed assets incremental depreciation		247	247	495	489
Income tax relating to component of other comprehensive income		(86)	(86)	(173)	(171)
Other comprehensive income net of tax		161	161	322	318
Total comprehensive income		667,495	761,979	1,226,904	1,281,063
Earnings per share - basic and diluted (Rupees)		50.20	57.31	92.27	96.34

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director

UNILEVER PAKISTAN LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT FOR THE HALF YEAR ENDED JUNE 30, 2009 (UNAUDITED)

	Note	June 30, 2009	June 30, 2008
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers		21,849,122	17,672,457
Cash paid to suppliers, service providers and employees		(13,276,579)	(12,842,043)
Payments of indirect taxes and other statutory duties		(4,121,720)	(3,383,203)
Payments of royalty and technical services fee		(566,747)	(416,447)
Finance costs paid		(251,785)	(41,402)
Income tax paid		(515,888)	(475,942)
Retirement benefit obligations paid		(5,576)	(4,838)
Decrease / (Increase) in long term loans		8,630	(5,263)
Decrease / (Increase) in long term deposits and prepayments		66,895	(562,696)
Net cash from / (used in) operating activities		3,186,352	(59,377)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(587,792)	(892,847)
Sale proceeds of property, plant and equipment on disposal		34,633	12,889
Return received on savings accounts and term deposits		421	1,739
Dividend received		12	12
Net cash used in investing activities		(552,726)	(878,207)
CASH FLOWS FROM FINANCING ACTIVITIES			
Decrease in liabilities against assets subject to finance leases		(17,326)	(10,359)
Dividends paid		(754,589)	(834,923)
Short term loan received from associated undertaking		-	1,023,000
Net cash (used in) / from financing activities		(771,915)	177,718
Net increase / (decrease) in cash and cash equivalents		1,861,711	(759,866)
Cash and cash equivalents at the beginning of the period		(3,125,734)	(234,875)
Cash and cash equivalents at the end of the period	7	<u>(1,264,023)</u>	<u>(994,741)</u>

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director

UNILEVER PAKISTAN LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2009 (UNAUDITED)

	SHARE CAPITAL	RESERVES				SUB TOTAL	TOTAL
		CAPITAL		Other	REVENUE Unappropriated profit		
		Difference of capital under schemes of arrangements for amalgamations	Contingency				
(Rupees in thousand)							
Balance as at January 1, 2008	669,477	70,929	363,106	33,895	842,420	1,310,350	1,979,827
Total comprehensive income for the half year ended June 30, 2008	-	-	-	-	1,281,063	1,281,063	1,281,063
Transferred from unappropriated profit to contingency reserve - Note 5.1	-	-	31,601	-	(31,601)	-	-
Employee benefits cost under IFRS 2 - "Share-based Payment"							
- Charge for the period	-	-	-	8,797	-	8,797	8,797
- Settlement during the period	-	-	-	(16,863)	-	(16,863)	(16,863)
	-	-	-	(8,066)	-	(8,066)	(8,066)
Dividends							
For the year ended December 31, 2007							
- on cumulative preference shares @ 5% per share	-	-	-	-	(239)	(239)	(239)
- final dividend on ordinary shares @ Rs. 63 per share	-	-	-	-	(837,514)	(837,514)	(837,514)
Balance as at June 30, 2008	669,477	70,929	394,707	25,829	1,254,129	1,745,594	2,415,071
Balance as at January 1, 2009	669,477	70,929	321,471	-	1,153,881	1,546,281	2,215,758
Total comprehensive income for the half year ended June 30, 2009	-	-	-	-	1,226,904	1,226,904	1,226,904
Dividends							
For the year ended December 31, 2008							
- on cumulative preference shares @ 5% per share	-	-	-	-	(239)	(239)	(239)
- final dividend on ordinary shares @ Rs. 57 per share	-	-	-	-	(757,751)	(757,751)	(757,751)
Balance as at June 30, 2009	669,477	70,929	321,471	-	1,622,795	2,015,195	2,684,672

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director

UNILEVER PAKISTAN LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE HALF YEAR ENDED JUNE 30, 2009 (UNAUDITED)

1. BASIS OF PREPARATION

This condensed interim financial information has been prepared in accordance with the requirements of International Accounting Standard No. 34, "Interim Financial Reporting" and is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi, Lahore and Islamabad Stock Exchanges.

2. ACCOUNTING POLICIES

The present accounting policies, adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding annual financial statements of the Company for the year ended December 31, 2008.

3. PROPERTY, PLANT AND EQUIPMENT

	June 30, 2009	Audited December 31, 2008
	(Rupees in thousand)	
Operating assets - at net book value	4,219,850	3,988,216
Capital work in progress - at cost		
Civil works	4,241	25,600
Plant and machinery	542,800	414,462
	547,041	440,062
	4,766,891	4,428,278

3.1 Details of additions and disposals to operating assets during the half year ended June 30, 2009 are:

	Additions (at cost)		Disposals (at net book value)	
	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
	← (Rupees in thousand) →			
Owned				
Leasehold land	-	-	181	-
Building on freehold land	8,574	36,749	-	-
Building on leasehold land	2,358	-	-	-
Plant and machinery	422,449	827,937	2,598	2,402
Electrical, mechanical and office equipment	41,514	30,723	37	4
Furniture and fittings	3,218	2,237	306	-
Motor vehicles	2,700	12,659	8,523	6,860
Assets held under finance leases				
Motor vehicles	3,952	54,396	1,218	342
	484,765	964,701	12,863	9,608

Reconciliation of segment results with profit after tax is as follows:

	Quarter ended		Half year ended	
	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
	← (Rupees in thousand) →			
Total profit before interest and tax for reportable segments	1,132,813	1,036,429	2,111,410	1,986,797
Administrative expenses unallocated	(5,465)	(2,356)	(10,497)	(4,748)
Other operating expenses	(76,071)	(92,500)	(156,728)	(165,318)
Other operating income	72,202	94,811	112,120	118,171
Finance (cost) / income	(132,937)	6,065	(241,457)	(57,583)
Taxation	(323,208)	(280,631)	(588,266)	(596,574)
Profit after tax	<u>667,334</u>	<u>761,818</u>	<u>1,226,582</u>	<u>1,280,745</u>

6.2 SEGMENT ASSETS

	Home and Personal Care	Beverages	Ice Cream	Other	Total
		← (Rupees in thousand) →			
As at June 30, 2009					
Total segment assets	<u>2,343,429</u>	<u>1,396,603</u>	<u>2,933,891</u>	<u>63,983</u>	<u>6,737,906</u>
As at December 31, 2008 - Audited					
Total segment assets	<u>3,448,520</u>	<u>1,779,154</u>	<u>3,469,902</u>	<u>66,356</u>	<u>8,763,932</u>

Segment assets consist primarily of property, plant and equipment, intangibles, stores and spares, stock in trade and trade and other debts.

Reconciliation of segment assets with total assets in the balance sheet is as follows:

	June 30, 2009	Audited December 31, 2008
		(Rupees in thousand)
Total for reportable segments	6,737,906	8,763,932
Unallocated assets	4,017,223	2,622,486
Total as per balance sheet	<u>10,755,129</u>	<u>11,386,418</u>
	Half year ended	
	June 30, 2009	June 30, 2008
	(Rupees in thousand)	

7. CASH AND CASH EQUIVALENTS

Cash and bank balances	47,518	143,334
Running finance under mark up arrangements	(1,311,541)	(1,138,075)
	<u>(1,264,023)</u>	<u>(994,741)</u>

8. RELATED PARTY TRANSACTIONS **June 30,**
2009 **June 30,**
2008
(Rupees in thousand)

Significant related party transactions are:

Relationship with the Company	Nature of transactions	June 30, 2009	June 30, 2008
i. Ultimate parent company:	Royalty and technical services fee	607,015	527,336
ii. Other related parties:	Purchase of goods	3,907,708	3,860,972
	Reimbursement of expenses to related party	21,101	13,720
	Sale of goods	67	-
	Recovery of expenses from related party	34,310	34,193
	Fee for providing of services to related parties	6,644	10,633
	Purchase of fixed assets	35,763	-
	Short term loan received	-	1,023,000
	Interest on short term loan	-	3,829
iii. Key management personnel:	Salaries and other short term employee benefits	24,567	29,846
	Post employment benefits	3,685	3,391
iv. Others:	Donations	5,083	4,204

9. MONOPOLY CONTROL AUTHORITY ORDER

There is no change in status as reported in the latest annual financial statements regarding the Monopoly Control Authority (MCA) Order terminating the non-competition agreement, requiring the Company to refund the amount of Rs. 250 million to Dalda Foods (Private) Limited. The MCA order was stayed and the appeal is pending for hearing.

10. CORRESPONDING FIGURES

10.1 Prior year figures have been rearranged for the purpose of better presentation and comparison and these are as follows:

Reclassification from component	Reclassification to component	Quarter ended June 30, 2008	Half year ended June 30, 2008	Year ended December 31, 2008
Administrative expenses	Cost of sales	49,314	92,678	-
Operating expenses	Administrative expenses	2,356	4,748	-
Stock in trade	Stores and Spares	-	-	9,856

11. INTERIM DIVIDEND

The Board of Directors in its meeting held on August 28, 2009 declared an interim cash dividend of Rs. 92 per share (2008: Rs. 66 per share) amounting to Rs. 1,223.04 million (2008: Rs. 877.4 million). This condensed interim financial information do not reflect this dividend payable.

12. DATE OF ISSUE

This condensed interim financial information has been authorised for issue on August 28, 2009 by the Board of Directors of the Company.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director

**Condensed Interim
Consolidated Financial Information
For the Half Year Ended June 30, 2009**

**Unilever Pakistan Limited and
Its Subsidiary Companies**

UNILEVER PAKISTAN LIMITED AND ITS SUBSIDIARY COMPANIES

CONDENSED INTERIM CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2009

	Note	Unaudited June 30, 2009 (Rupees in thousand)	Audited December 31, 2008
ASSETS			
Non-current assets			
Property, plant and equipment	4	4,766,891	4,428,278
Intangibles		4,870	7,303
Long term investments		200	200
Long term loans		111,915	120,545
Long term deposits and prepayments		473,132	540,027
Retirement benefits - prepayments	5	177,634	205,355
		<u>5,534,642</u>	<u>5,301,708</u>
Current assets			
Stores and spares		263,814	241,753
Stock in trade		3,148,306	4,251,914
Trade debts		383,164	228,763
Loans and advances		183,801	123,904
Accrued interest / mark up		5,861	3,874
Trade deposits and short term prepayments		632,382	516,443
Other receivables		115,265	218,258
Tax refunds due from Government		347,693	301,813
Cash and bank balances		177,169	230,009
		<u>5,257,455</u>	<u>6,116,731</u>
Total assets		<u>10,792,097</u>	<u>11,418,439</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		669,477	669,477
Reserves		2,050,605	1,575,643
		<u>2,720,082</u>	<u>2,245,120</u>
Surplus on revaluation of fixed assets		13,291	13,613
LIABILITIES			
Non-current liabilities			
Liabilities against assets subject to finance leases		67,009	77,327
Deferred taxation		491,455	369,653
Retirement benefits obligations	5	290,056	239,794
		<u>848,520</u>	<u>686,774</u>
Current liabilities			
Trade and other payables		5,455,786	4,549,434
Taxation - provision less payments		-	1,019
Accrued interest / mark up		53,747	64,075
Current maturity of liabilities against assets subject to finance leases		29,266	32,322
Provisions		359,864	593,559
Running finance under mark up arrangements		1,311,541	3,232,523
		<u>7,210,204</u>	<u>8,472,932</u>
Total liabilities		<u>8,058,724</u>	<u>9,159,706</u>
Contingency and commitments	6		
Total equity and liabilities		<u>10,792,097</u>	<u>11,418,439</u>

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director

UNILEVER PAKISTAN LIMITED AND ITS SUBSIDIARY COMPANIES

CONDENSED INTERIM CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE HALF YEAR ENDED JUNE 30, 2009 (UNAUDITED)

	Note	Quarter ended		Half year ended	
		June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
← (Rupees in thousand) →					
Sales	7	9,119,749	8,102,780	17,980,346	14,831,764
Cost of sales		<u>(5,639,637)</u>	<u>(5,222,893)</u>	<u>(11,544,432)</u>	<u>(9,581,560)</u>
Gross profit		3,480,112	2,879,887	6,435,914	5,250,204
Distribution costs		<u>(2,100,789)</u>	<u>(1,578,819)</u>	<u>(3,816,180)</u>	<u>(2,824,452)</u>
Administrative expenses		<u>(251,985)</u>	<u>(267,453)</u>	<u>(518,841)</u>	<u>(444,161)</u>
Other operating expenses		<u>(76,071)</u>	<u>(92,470)</u>	<u>(156,728)</u>	<u>(165,338)</u>
Other operating income		<u>77,854</u>	<u>97,686</u>	<u>121,444</u>	<u>123,938</u>
Profit from operations		1,129,121	1,038,831	2,065,609	1,940,191
Finance (costs)/income		<u>(132,937)</u>	<u>6,065</u>	<u>(241,457)</u>	<u>(57,583)</u>
Profit before taxation		996,184	1,044,896	1,824,152	1,882,608
Taxation		<u>(325,238)</u>	<u>(281,488)</u>	<u>(591,522)</u>	<u>(598,425)</u>
Profit after taxation		670,946	763,408	1,232,630	1,284,183
Other comprehensive income					
Surplus on revaluation of fixed assets incremental depreciation		247	247	495	489
Income tax relating to component of other comprehensive income		(86)	(86)	(173)	(171)
Other comprehensive income net of tax		161	161	322	318
Total comprehensive income		<u>671,106</u>	<u>763,569</u>	<u>1,232,952</u>	<u>1,284,501</u>
Earnings per share - basic and diluted (Rupees)		<u>50.47</u>	<u>57.43</u>	<u>92.72</u>	<u>96.60</u>

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director

UNILEVER PAKISTAN LIMITED AND ITS SUBSIDIARY COMPANIES

CONDENSED INTERIM CONSOLIDATED CASHFLOW STATEMENT FOR THE HALF YEAR ENDED JUNE 30, 2009 (UNAUDITED)

	Note	June 30, 2009	June 30, 2008
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers		21,849,122	17,672,457
Cash paid to suppliers, service providers and employees		(13,276,752)	(12,841,447)
Payments of indirect taxes and other statutory duties		(4,121,720)	(3,383,203)
Payments of royalty and technical services fee		(566,747)	(416,447)
Finance costs paid		(251,785)	(41,403)
Income tax paid		(516,621)	(477,838)
Retirement benefit obligations paid		(5,576)	(4,838)
Decrease / (Increase) in long term loans		8,630	(5,263)
Decrease / (Increase) in long term deposits and prepayments		66,895	(562,696)
Net cash from / (used in) operating activities		3,185,446	(60,678)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(587,792)	(892,847)
Sale proceeds of property, plant and equipment on disposal		34,633	12,889
Return received on savings accounts and term deposits		7,759	1,756
Dividend received		12	12
Net cash used in investing activities		(545,388)	(878,190)
CASH FLOWS FROM FINANCING ACTIVITIES			
Decrease in liabilities against assets subject to finance leases		(17,326)	(10,359)
Dividends paid		(754,589)	(834,923)
Short term loan received from associated undertaking		-	1,023,000
Net cash (used in) / from financing activities		(771,915)	177,718
Net increase / (decrease) in cash and cash equivalents		1,868,142	(761,150)
Cash and cash equivalents at the beginning of the period		(3,002,514)	(118,555)
Cash and cash equivalents at the end of the period	8	(1,134,372)	(879,705)

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.

UNILEVER PAKISTAN LIMITED AND ITS SUBSIDIARY COMPANIES
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED JUNE 30, 2009 (UNAUDITED)

	SHARE CAPITAL	RESERVES				SUB TOTAL	TOTAL
		CAPITAL		Other	REVENUE Unappropriated profit		
		Difference of capital under schemes of arrangements for amalgamations	Contingency				
(Rupees in thousand)							
Balance as at January 1, 2008	669,477	70,929	363,106	33,895	863,712	1,331,642	2,001,119
Total comprehensive income for the half year ended June 30, 2008	-	-	-	-	1,284,501	1,284,501	1,284,501
Transferred from unappropriated profit to contingency reserve - Note 6.1	-	-	31,601	-	(31,601)	-	-
Employee benefits cost under IFRS 2 - "Share-based Payment"							
- Charge for the period	-	-	-	8,797	-	8,797	8,797
- Settlement during the period	-	-	-	(16,863)	-	(16,863)	(16,863)
	-	-	-	(8,066)	-	(8,066)	(8,066)
Dividends							
For the year ended December 31, 2007							
- on cumulative preference shares @ 5% per share	-	-	-	-	(239)	(239)	(239)
- final dividend on ordinary shares @ Rs. 63 per share	-	-	-	-	(837,514)	(837,514)	(837,514)
Balance as at June 30, 2008	669,477	70,929	394,707	25,829	1,278,859	1,770,324	2,439,801
Balance as at January 1, 2009	669,477	70,929	321,471	-	1,183,243	1,575,643	2,245,120
Total comprehensive income for the half year ended June 30, 2009	-	-	-	-	1,232,952	1,232,952	1,232,952
Dividends							
For the year ended December 31, 2008							
- on cumulative preference shares @ 5% per share	-	-	-	-	(239)	(239)	(239)
- final dividend on ordinary shares @ Rs. 57 per share	-	-	-	-	(757,751)	(757,751)	(757,751)
Balance as at June 30, 2009	669,477	70,929	321,471	-	1,658,205	2,050,605	2,720,082

The annexed notes 1 to 13 form an integral part of this condensed interim consolidated financial information.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director

UNILEVER PAKISTAN LIMITED AND ITS SUBSIDIARY COMPANIES

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION FOR THE HALF YEAR ENDED JUNE 30, 2009 (UNAUDITED)

1. BASIS OF PRESENTATION

This condensed interim consolidated financial information includes the financial information of Unilever Pakistan Limited (the parent company), Lever Chemicals (Private) Limited, Levers Associated Pakistan Trust (Private) Limited and Sadiq (Private) Limited. The condensed interim financial information of the subsidiary companies has been consolidated on a line by line basis.

All inter company balances and transactions have been eliminated.

2. BASIS OF PREPARATION

This condensed interim consolidated financial information has been prepared in accordance with the requirements of International Accounting Standard No. 34, "Interim Financial Reporting" and is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi, Lahore and Islamabad Stock Exchanges.

3. ACCOUNTING POLICIES

The present accounting policies, adopted for the preparation of this condensed interim consolidated financial information are the same as those applied in the preparation of the preceding annual consolidated financial statements of the Company for the year ended December 31, 2008.

4. PROPERTY, PLANT AND EQUIPMENT

Operating assets - at net book value

Audited
June 30, December 31,
2009 2008

(Rupees in thousand)

Capital work in progress - at cost

4,219,850 3,988,216

Civil works

4,241	25,600
-------	--------

Plant and machinery

542,800	414,462
547,041	440,062
4,766,891	4,428,278

4.1 Details of additions and disposals to operating assets during the half year ended June 30, 2009 are:

	Additions (at cost)		Disposals (at net book value)	
	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
	← (Rupees in thousand) →			
Owned				
Leasehold land	-	-	181	-
Building on freehold land	8,574	36,749	-	-
Building on leasehold land	2,358	-	-	-
Plant and machinery	422,449	827,937	2,598	2,402
Electrical, mechanical and office equipment	41,514	30,723	37	4
Furniture and fittings	3,218	2,237	306	-
Motor vehicles	2,700	12,659	8,523	6,860
Assets held under finance leases				
Motor vehicles	3,952	54,396	1,218	342
	484,765	964,701	12,863	9,608

Reconciliation of segment results with profit after tax is as follows:

	Quarter ended		Half year ended	
	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
	← (Rupees in thousand) →			
Total profit before interest and tax for reportable segments	1,132,813	1,035,971	2,111,410	1,986,339
Administrative expenses unallocated	(5,495)	(2,356)	(10,517)	(4,748)
Other operating expenses	(76,071)	(92,470)	(156,728)	(165,338)
Other operating income	77,854	97,686	121,444	123,938
Finance (cost) / income	(132,937)	6,065	(241,457)	(57,583)
Taxation	(325,238)	(281,488)	(591,522)	(598,425)
Profit after tax	<u>670,926</u>	<u>763,408</u>	<u>1,232,630</u>	<u>1,284,183</u>

7.2 SEGMENT ASSETS

	Home and Personal Care	Beverages	Ice Cream	Other	Total
		← (Rupees in thousand) →			
As at June 30, 2009					
Total segment assets	<u>2,343,429</u>	<u>1,396,603</u>	<u>2,933,891</u>	<u>63,983</u>	<u>6,737,906</u>
As at December 31, 2008 - Audited					
Total segment assets	<u>3,448,520</u>	<u>1,779,154</u>	<u>3,469,902</u>	<u>66,356</u>	<u>8,763,932</u>

Segment assets consist primarily of property, plant and equipment, intangibles, stores and spares, stock in trade and trade and other debts.

Reconciliation of segment assets with total assets in the balance sheet is as follows:

	June 30, 2009	Audited December 31, 2008
		(Rupees in thousand)
Total for reportable segments	6,737,906	8,763,932
Unallocated assets	4,054,191	2,654,507
Total as per balance sheet	<u>10,792,097</u>	<u>11,418,439</u>

8. CASH AND CASH EQUIVALENTS

	Half year ended	
	June 30, 2009	June 30, 2008
	(Rupees in thousand)	
Cash and bank balances	177,169	258,370
Running finance under mark up arrangements	(1,311,541)	(1,138,075)
	<u>(1,134,372)</u>	<u>(879,705)</u>

9. RELATED PARTY TRANSACTIONS **June 30,**
2009 **June 30,**
2008
(Rupees in thousand)

Significant related party transactions are:

Relationship with the Group	Nature of transactions	June 30, 2009	June 30, 2008
i. Ultimate parent company:	Royalty and technical services fee	607,015	527,336
ii. Other related parties:	Purchase of goods	3,907,708	3,860,972
	Reimbursement of expenses to related party	21,101	13,720
	Sale of goods	67	-
	Recovery of expenses from related party	34,310	34,193
	Fee for providing of services to related parties	6,644	10,633
	Purchase of fixed assets	35,763	-
	Short term loan received	-	1,023,000
	Interest on short term loan	-	3,829
iii. Key management personnel:	Salaries and other short term employee benefits	24,567	29,846
	Post employment benefits	3,685	3,391
iv. Others:	Donations	5,083	4,204

10. MONOPOLY CONTROL AUTHORITY ORDER

There is no change in status as reported in the latest annual consolidated financial statements regarding the Monopoly Control Authority (MCA) Order terminating the non-competition agreement, requiring the Company to refund the amount of Rs. 250 million to Dalda Foods (Private) Limited. The MCA order was stayed and the appeal is pending for hearing.

11. CORRESPONDING FIGURES

11.1 Prior year figures have been rearranged for the purpose of better presentation and comparison and these are as follows:

Reclassification from component	Reclassification to component	Quarter ended June 30, 2008	Half year ended	Year ended December 31, 2008
(Rupees in thousand)				
Administrative expenses	Cost of sales	49,314	92,678	-
Operating expenses	Administrative expenses	2,356	4,748	-
Stock in trade	Stores and Spares	-	-	9,856

12. INTERIM DIVIDEND

The Board of Directors in its meeting held on August 28, 2009 declared an interim cash dividend of Rs. 92 per share (2008: Rs. 66 per share) amounting to Rs. 1,223.04 million (2008: Rs. 877.4 million). This condensed interim consolidated financial information does not reflect this dividend payable.

13. DATE OF ISSUE

This condensed interim consolidated financial information has been authorised for issue on August 28, 2009 by the Board of Directors of the Group.

Ehsan A. Malik
Chairman & Chief Executive

Imran Husain
Director