سانگھڑ شوگر ملز لمیٹڈ

Sanghar Sugar Mills Limited

ANNUAL REPORT 2018

Table of Contents

Company Information 2
Statement of Vision, Mission, Corporate Objectives and Strategy & Strategic Planning 3
Code of Conduct 4
Notice of Annual General Meeting (English) 5
Notice of Annual General Meeting (Urdu) 10
Chairman's Review (English) 11
Chairman's Review (Urdu) 12
Directors' Report (English) 13
Directors' Report (Urdu) 38
Report on Corporate Social Responsibility (English) 39
Report on Corporate Social Responsibility (Urdu) 43
Key Elements of Policy for Corporate Social Responsibility 44
Key Elements of Policy for Directors' Remuneration & Meeting Fee 47
Key Elements of Policy for Whistleblowing 48
Key Operating and Financial Highlights 50
Graphical Presentation of Financial Highlights 51
Horizontal Analysis of Financial Statements 52
Vertical Analysis of Financial Statements 53
Stakeholder Engagement, Investor Relations & Financial Ratios 54
Statement of Value Addition and its Distribution 56
Graphical Presentation of Value Distribution 57
Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017 58
Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 59
Independent Auditors' Report to the Members 61
Statement of Financial Position 66
Statement of Profit or Loss 67
Statement of Comprehensive Income 68
Statement of Cash Flows 69
Statement of Changes in Equity 71
Notes to the Financial Statements 72
Pattern of Shareholding 110
Information Message on "Jama Punji" 112
Form of Dividend Payments through Electronic Mode (English & Urdu) ....—
Form of Consent to receive Notices and Audited Financial Statements through email (English & Urdu) ....—
Form of Consent to receive Hard Copies of Notices and Audited Financial Statements (English & Urdu) ....—
Form of Proxy (English & Urdu) ....—

Company Information

BOARD OF DIRECTORS

Mr. Ghulam Dastagir Rajar	(Chairman)
Haji Khuda Bux Rajar	(Chief Executive)
Mr. Mohammad Aslam	
Mr. Rahim Bux	
Mr. Ghulam Hyder	
Mr. Qazi Shamsuddin	
Mr. Shahid Aziz	(Nominee of N.I.T.)

BOARD COMMITTEES

AUDIT COMMITTEE

Mr. Rahim Bux	(Chairman)
Mr. Mohammad Aslam	
Mr. Shahid Aziz	

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Rahim Bux	(Chairman)
Mr. Mohammad Aslam	
Mr. Shahid Aziz	

INFORMATION TECHNOLOGY & STEERING COMMITTEE

Mr. Ghulam Hyder	(Chairman)
Syed Rehan Ahmed Hashmi	
Mr. Muhammad Ahmed (Resigned)	
Mr. Ebad Azhar (Newly appointed)	

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Mr. Rahim Bux	(Chairman)
Mr. Mohammad Aslam	
Mr. Shahid Aziz	
Syed Rehan Ahmad Hashmi	

RISK MANAGEMENT COMMITTEE

Mr. Mohammad Aslam	(Chairman)
Mr. Ghulam Hyder	
Mr. Shahid Aziz	

COMPANY SECRETARY

Mr. Muhammad Mubeen Alam

CHIEF FINANCIAL OFFICER

Syed Rehan Ahmad Hashmi

STATUTORY AUDITOR

Kreston Hyder Bhimji & Co.
Chartered Accountants

SHARE REGISTRAR

Hameed Majeed Associates (Pvt) Limited
Karachi Chambers, Hasrat Mohani Road, Karachi.
Phone: 021 32424826, Fax: 021 32424835

LEGAL ADVISOR

Rafiq Kalwar & Dars Law Associates,
Advocates & Corporate Counselors,
Office # 412, 4th Floor, Clifton Centre,
DC-1, Block 5, Clifton, Karachi

BANKERS

Islamic

- Al-Baraka Bank (Pakistan) Limited
- Bank Islami Pakistan Limited
- Meezan Bank Limited

Conventional

- Bank Al-Falah Limited
- Bank Al-Habib Limited
- MCB Bank Limited
- National Bank of Pakistan
- Soneri Bank Limited
- United Bank Limited

REGISTERED / HEAD OFFICE

C-27, Plot No. F-24 Block - 9, Clifton,
Karachi - 75600
Phone: 021 35371441 to 43 (3 lines)
Fax: 021 35371444
Website: www.sangharsugarmills.com
E-mail: info@sangharsugarmills.com

MANUFACTURING FACILITIES

13 K.M., Sanghar - Sindhari Road
Deh Kehore, District Sanghar, Sindh
Phone: (0345) 3737001 - 8222911

Statement of Vision, Mission, Corporate Objectives and Strategy & Strategic Planning

VISION STATEMENT

To have eminent position in manufacturing and supplying quality white refined sugar and allied products and thereby play an important role in the economic and social development of the country.

MISSION STATEMENT

We the Management of Enterprise, have set forth our belief as to the purpose for which the Company is established and the principles under which it should operate. We pledge our entire efforts to the accomplishment of the purpose within the agreed principles. Sanghar Sugar Mills Limited is committed to:

- Manufacture to the highest quality standards. Pursuing the improvement in shareholders' value through team work and continuous improvement in the system in a competitive business environment.
- Be ethical in practice and fulfill social responsibilities.
- Ensure a fair return to stakeholders.
- Realize responsibility towards society and contribute to the environment as good corporate citizen.

CORPORATE OBJECTIVES

The over riding objective of the Company is to optimize over the time, the return to its shareholders. To achieve this objective, the Company shall endeavor to ensure long term viability of its business and to manage effectively its relationship with stakeholders. Sanghar Sugar Mills Limited shall:

- Recognize the need of working at the highest standard to achieve greater level of performance in order to meet the expectations of the stakeholders.
- Optimize over the time, the returns to shareholders of the Company.
- Strive for excellence and build on the Company's core competencies.
- Conduct Company's business with integrity and supply only quality and credible information.
- Respect confidentiality of the information acquired during the course of dealings with the interested parties and refrain from acting in any manner which might discredit the Company.
- Operate within the regulatory framework and be free of any vested interest which might be incompatible with Organization's integrity, objectivity and independence.

CORPORATE STRATEGY

Production of sugar and sugar by-products are the Company's main area of business. The Company, its Director and Management:-

- Believe in diversification through new manufacturing facilities and through equity participation.
- Recognize the value of technological improvement and acquire the benefits of current innovation and development in their business field.
- Believe in professional management and modern practices and use latest techniques available for growth and overall prosperity.
- Consider their human resource as the most important asset and help them in providing facilities with regard to training and updating their knowledge and skill and keep them highly motivated.
- Believe in integrity in business and the Company's integrity depends on integrity of each one of its employees.
- Consider the sugar cane growers as the most important part of the business.

STRATEGIC PLANNING

- Keep up with technological advancement and continuously update the company in the field of sugar technology.
- Maintain all relevant technical and professional standards to be compatible with the requirement of the trade.
- Gauge the market conditions and availability of substitute products and services and ensure quality with cost effectiveness.
- Inculcate efficient, ethical and time tested business practice in the Company's management.

Code of Conduct

The entire Organization of **Sanghar Sugar Mills Limited** will be guided by the following principles of Code of Conduct in its pursuit of excellence in all activities for the attainment of the Company's Objectives.

THE COMPANY

- Fulfills all statutory requirements of the government and follows all applicable laws of the Country together with compliance with accepted accounting principles, rules and procedures required.
- Activities and involvement of directors and employees of the Company in no way conflict with the interest of the Company. All acts and decisions of the management are motivated by the interest of the Company rather their own.
- Uses all means to protect the environment and ensures health and safety of the employees.
- Meets the expectations of the spectrum of society and government agencies by implementing an effective and fair system of financial reporting and internal controls.
- Deals with all stakeholders in objective and transparent manner so as to meet the expectations of those who rely on the Company.
- Ensure efficient and effective utilization of its resources.

AS DIRECTORS

- Promote and develop conducive environment through responsive policies and guidelines to facilitate viable and timely decisions.
- Support and adherence to compliance of legal and industry requirements.
- Maintain organizational effectiveness for the achievement of the Company's goals.
- Promote a culture that supports enterprise and innovation, with appropriate short-term and long-term performance related rewards that are fair and achievable in motivating management and employees effectively and productively.
- Ensure protection and safeguard the interest and assets of the Company and meet obligations of the Company.

AS EXECUTIVES AND MANAGERS

- Ensure cost effectiveness and profitability of operations.
- Provide direction and leadership for the organization and take viable and timely decisions.
- Promote and develop culture of excellence, conservation and continual improvement.
- Develop and cultivate work ethics and harmony among colleagues and associates.
- Encourage initiatives and self realization in employees through meaningful empowerment.
- Provide pleasant work atmosphere and ensure an equitable way of working and rewarding system.
- Institute commitment to environmental, health and safety performance.

AS EMPLOYEES AND WORKERS

- Observe Company policies, regulations and code of best business practices.
- Devote productive time and continued efforts to strengthen the Company.
- Make concerted struggle for excellence and quality.
- Exercise prudence in effective, efficient and economical utilization of resources of the Company.
- Protect and safeguard the interest of the Company and avoid conflict of interest.
- Maintain financial integrity and must avoid making personal gain at the Company's expense by participating in or assisting activities which compete with the Company.

Notice of Annual General Meeting

Notice is hereby given that Thirty Third Annual General Meeting of the Shareholders of the Company will be held on Saturday January 26, 2019 at 11:00 a.m. at Haji Abdullah Haroon Muslim Gymkhana - Old Lobby (Muslim Gymkhana), Near Shaheen Complex, Aiwan-e-Saddar Road, Saddar Town, Karachi to transact the following business:

ORDINARY BUSINESS

1. To confirm the minutes of Annual General Meeting of the Company held on January 27, 2018.
2. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended September 30, 2018 together with Directors' and Auditors' Reports thereon.
3. To appoint Auditors for the year 2018-2019 and fix their remuneration. The present Auditors M/s Kreston Hyder Bhimji & Co. Chartered Accountants, retire and being eligible, have offered themselves for re-appointment.
4. To transact any other ordinary business with the permission of the Chair.

By Order of the Board

Muhammad Mubeen Alam
Company Secretary

Karachi: January 04, 2019

NOTES :

1. **Closure of Share Transfer Books:**

   The Share Transfer Books of the Company will remain closed from 18-01-2019 to 26-01-2019 (both days inclusive) for attending and voting at Annual General Meeting. Physical Transfers/CDS Transactions IDS received in order in all respects at the close of the Business on 17-01-2019 at the Company's Share Registrar M/s Hameed Majeed Associates (Pvt) Limited, Karachi Chamber, Hasrat Mohani Road, Karachi will be considered in time for attending the meeting.

2. **Participation in the Annual General Meeting:**

   A member entitled to attend and vote at this meeting may appoint another member as proxy to attend and vote on his/her behalf. Forms of Proxy to be valid must be properly filled in/executed and received at the Registered Office of the Company at C-27, Plot No. F-24, Block-9, Clifton, Karachi-75600, at least 48 hours before the time of this meeting. A Form of Proxy is annexed herewith. CDC Account Holders will further have to follow the guidelines mentioned in circular dated January 26, 2000 issued by SECP.

3. **Submission of copy of CNIC (Mandatory):**

   The Securities and Exchange Commission of Pakistan (the SECP) vide their S.R.O. 779 (i) 2011 dated August 18, 2011 has directed the Company to print your Computerized National Identity Card (CNIC) number on your dividend warrants and if your CNIC number is not available in our records, your dividend warrant will not be issued / dispatched to you in future. In order to comply with these regulatory requirements, you are requested to kindly send photocopy of your CNIC to your Participant/Investor Account Services or in case of Physical Shareholding, immediately to Company's Share Registrar.

   The Company's Shareholders who are holding its Share in Physical Form are hereby informed and notified in their own interest who have not yet provided copy of their valid Computerized National Identity Card (CNIC) mentioning their Folio Numbers are hereby reminded again through this Notice to send urgently valid copy of their CNIC as mentioned above to the Company or its Share Registrar M/s Hameed Majeed Associates (Pvt) Limited, Karachi Chambers, Hasrat Mohani Road, Karachi (Phone No. 021-32424826) in order to comply with the mandatory requirements of Securities and Exchange Commission of Pakistan (the Commission) issued vide SRO 83(1)/2012 dated July 05, 2012 and SRO 19(1) of 2014 dated January 10, 2014.

A List of such Shareholders along with their Folio numbers, Names, Address and total Company's shares held in Physical Form is available on the Company's Website www.sangharsugarmills.com for reference who have not yet submitted the valid copy of their CNIC to the Company.

It is further informed that the Members of the Company were previously requested/reminded through Notices of Annual and Extra Ordinary General Meetings held in previous years which were appeared in their respective Annual Reports of the Company as well as published in the newspapers Business Recorder / The Nation and Khabrain of Karachi and Lahore on several dates. They are once again reminded that in case of non-receipt of the copy of their valid CNIC along-with Folio No., the Company would be unable to comply with the mandatory requirement of the Commission as mentioned above..

4. Attendance at the Meeting:

A Member holding Physical Shares must bring his/her original Computerized National Identity Card (CNIC) and should mention his/her CNIC and Folio No. and sign on the attendance sheet while personally attending this Meeting. Also Member having deposited his/her shares into Central Depository Company of Pakistan Limited must bring his/her Participant's ID No. and Account/Sub-account no. along-with original CNIC and mention his/her CNIC and CDC Account No. and sign on the Attendance Sheet while personally attending this Meeting. Representatives of corporate Members should bring the usual documents required for such purpose as prescribed by the SECP.

5. Change of Address:

Members are advised to promptly notify change in their postal address, if any, to the Company's Share Registrar. Members having shares in CDC accounts are required to have their address updated with respective participants.

6. Video Conference Facility:

Members can also avail video conference facility. In this regard, please fill the following form and submit to registered address of the Company 10 days before holding of the Meeting.

If the Company receives consent from members 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 the Meeting along with complete information necessary to enable them to access such facility.

I/We, _____ of _____, being a member of Sanghar Sugar Mills Limited, holder of _____ (number of shares) ordinary share(s) as per Registered Folio/CDC Account No. _____ hereby opt for video conference facility at _____.

Signature of Member(s)

7. Unclaimed Dividend:

Members are advised to immediately write us in detail for any outstanding / unclaimed cash dividend issued to you by the Company in past years. Please give complete details duly signed either to the Share Registrar or the Secretary of the Company.

8. Dividend Payments through Electronic Mode:

In accordance with the provisions and under section 242 of the Companies Act, 2017, shareholders are entitled to receive their dividends by way of direct credit to their bank account instead of receiving them through dividend warrants.

Therefore, to receive your future dividends directly in your bank account, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar of the Company and in case Shares held in CDC then please inform concerned Participant / CDC investor Account Services. Dividend Mandate form is annexed and also available on our Company's website.

9. Placement of Financial Statements on Website:

In accordance with the SECP notification No. 634(1)/2014 dated July 10, 2014, the audited Financial Statements and reports of the Company for the year ended September 30, 2018 are being placed on the company's website for the information and review of the shareholders.

10. Consent to receive Notices and Audited Financial Statements through email:

In accordance with the SECP notification No. 787(I)/2014 dated September 08, 2014, Members of the Company who wish to receive the Audited Financial Statements and Reports of the Company through email are requested to provide a "Consent Form For E-mail", duly filled and signed in all respects, to the Company Secretary / Share Registrar. The Consent form is available on the Company's website.

11. Consent to receive Hard Copy of Audited Financial Statements:

In accordance with the SECP notification No. 470(I) dated May 31, 2016 and in continuation of SECP notification No. 787(I)/2014 dated September 08, 2014, Members of the Company who wish to receive the Hard Copies of Audited Financial Statements and Reports of the Company instead of sending the same through CD / DVD / USB / email, are requested to provide a "Standard Request Form", duly filled and signed in all respects, to communicate the need of hard copies, to the Company Secretary / Share Registrar. The Standard Request Form is available on the Company's website.

12. Postal Ballot & Polling:

Members can exercise their right to demand a poll subject to meeting requirements of Section 143 to 145 of the Companies Act, 2017 and applicable clauses of the Companies (Postal Ballot) Regulations, 2018.

میں / ہم ---------- ساکنہ ---------- بطور ممبر سانگھڑ شوگر ملز لمیٹڈ ، حامل
----------عام حصص (تعداد حصص) بحوالہ رجسٹرڈ فولیو / سی ڈی سی اکاؤنٹ نمبر ---------- بذریعہ ہذا بمقام
----------ویڈیو کانفرنس کی سہولت حاصل کرنا چاہتا ہوں۔

دستخط ممبر (ممبران)

7۔ غیر دعوی شدہ ڈیویڈنڈ

ممبران کو چاہیئے کہ اگر ماضی میں اعلان کئے گئے کوئی بھی ڈیویڈنڈ انکے حق میں کمپنی پر واجب الادا ہیں تو فوری طور اس کی اطلاع تحریری طور کمپنی کو دیں۔ برائے مہربانی اس سلسلے میں دستخط شدہ مکمل معلومات کمپنی کے حصص رجسٹرار یا کمپنی سیکرٹری کے پاس جمع کروائیں۔

8۔ الیکٹرانک ذرائع سے ڈیویڈنڈ کی ادائیگی

کمپنیز ایکٹ 2017 کی دفعہ 242 کے تحت حصص داران کو یہ حق حاصل ہے کہ ان کے ڈیویڈنڈ انھیں بذریعہ ڈیویڈنڈ وارنٹ دینے کے بجائے براہ راست ان کے بینک اکاؤنٹ میں جمع کروادیئے جائیں۔

لہذا مستقبل میں آپ اپنے ڈیویڈنڈ براہ راست اپنے بینک اکاؤنٹ میں حاصل کرنے کے لئے اپنے بینک اکاؤنٹ سے متعلق مکمل معلومات ہمیں فراہم کیجیئے اور اس سلسلے میں باقاعدہ تحریری طور پر بمعہ قومی شناختی کارڈ نمبر / این ٹی این نمبر اپنے دستخطوں کے ساتھ معلومات کو کمپنی کے حصص رجسٹرار کے پاس اور سی ڈی سی کی صورت میں اپنے شراکت دار / سی ڈی سی سرمایہ کار کے پاس جمع کروادیں۔ ڈیویڈنڈ مینڈیٹ فارم نوٹس ہذا کے ساتھ منسلک ہونے کے علاوہ ہماری ویب سائٹ پر بھی موجود ہے۔

9۔ ویب سائٹ پر مالیاتی دستاویزات کا اجراء

حصص داران کی معلومات اور مطالعہ کیلئے، ایس ای سی پی کے نوٹیفیکیشن بحوالہ نمبر 634(1)/2014 مؤرخہ 10 جولائی 2014 کے مطابق کمپنی کی آڈٹ شدہ مالیاتی دستاویزات بابت مال سال 30 ستمبر 2018 کو کمپنی کی ویب سائٹ پر جاری کیا جارہا ہے۔

10۔ آڈٹ شدہ مالیاتی دستاویزات و نوٹس بذریعہ ای میل حاصل کرنے کیلئے اظہار رضامندی

ایس ای سی پی کی جانب سے جاری کردہ نوٹیفکیشن بحوالہ نمبر 787/2014 مؤرخہ 08 ستمبر 2014 اگر کمپنی کے ممبران کمپنی کی آڈٹ شدہ مالیاتی دستاویزات اور رپورٹس بذریعہ ای میل حاصل کرنے میں دلچسپی رکھتے ہوں تو انھیں چاہیئے کہ "رضامندی فارم برائے ای میل" کو باقاعدہ پر اور دستخط کرنے کے بعد کمپنی سیکریٹری / حصص رجسٹرار کے پاس جمع کروادیں۔ "رضامندی فارم برائے ای میل" کمپنی کی ویب سائٹ پر موجود ہے۔

11۔ آڈٹ شدہ مالیاتی دستاویزات کی کاغذی نقول کرنے حاصل کرنے کیلئے اظہار رضامندی

ایس ای سی پی کی جانب سے جاری کردہ نوٹیفکیشن بحوالہ نمبر 470(1) مؤرخہ 31 نومبر 2016 اور نوٹیفکیشن نمبر 787(1)/2014 کے تحت ایسے ممبران جو کہ کمپنی کی مالیاتی دستاویزات اور رپورٹس سی ڈی / ڈی وی ڈی / یو ایس بی یا ای میل کے بجائے کاغذی نقول کی صورت میں حاصل کرنے کے خواہشمند ہوں تو انھیں چاہیئے کہ "اسٹینڈرڈ درخواست فارم" برائے حصول کاغذی نقول بابت کمپنی مالیاتی دستاویزات و نوٹس باقاعدہ طور پر اور دستخط کر کے کمپنی سیکرٹری / حصص رجسٹرار کے ذریعے جمع کروادیں۔ اسٹینڈرڈ درخواست فارم" کمپنی کی ویب سائٹ پر موجود ہے۔

12۔ حق رائے دہی بذریعہ ڈاک

کمپنیز ایکٹ 2017 کے دفعات 143 تا 145 میں مذکورہ شرائط کے تحت اور کمپنیز (پوسٹل بیلٹ) ریگولیشنز 2018 کی رو سے ممبران کو اس بات کا حق حاصل ہے کہ بذریعہ ڈاک اپنے حق رائے دہی کو استعمال کرنے کا مطالبہ کریں۔

آپکا ڈیویڈنڈ ورانٹ جاری یا ارسال نہیں کیا جا سکے گا۔ ان قواعد پر عمل کرنے کے سلسلے میں آپ سے گزارش کی جاتی ہے کہ برائے مہربانی اپنے قومی شناختی کارڈ کی نقل اپنے شراکتی / سرمایہ کار اکاؤنٹ سروسز کو ارسال کر دیں اور اگر آپ دستی حصص کے حامل ہیں تو فوری طور پر شناختی کارڈ کی نقل کمپنی کے رجسٹرار کے پاس جمع کروا دیں۔

کمپنی حصص کے ایسے مالکان جو کہ کاغذی طور پر حصص کے حامل ہیں کو ان کے بہترین مفاد میں بذریعہ ہذا اطلاع دی جاتی ہے کہ اگر انہوں اب تک اپنا قومی شناختی کارڈ جمع نہیں کروایا ہے تو وہ فوری طور پر اپنے قومی شناختی کارڈ کی نقل بمعہ فولیو نمبر کمپنی کو یا اس کے حصص رجسٹرار میسرز حمید مجید ایسوسی ایٹس (پرائیویٹ) لمیٹڈ، کراچی چیمبر، حسرت موہانی روڈ، کراچی فون نمبر (012-32424826) کو پہنچا دیں تا کہ سیکیورٹیز اینڈ ایکسچینج کمیشن کی جانب سے اس لازمی شرط بحوالہ ایس آر او (i)83 /2012 مؤرخہ 05 جولائی 2012 اور ایس آر او (i)19 بابت 2014 مؤرخہ 10 جنوری 2014 پر عمل کیا جا سکے۔

ایسے ممبران کی ایک فہرست بمعہ فولیو نمبر، نام، پتہ اور دستی طور پر کمپنی کے کل حصص کی تعداد جو کہ ان کے پاس ہے سمیت کمپنی کی ویب سائٹ www.sangharsugarmills.com پر حوالے کیلئے موجود ہے جنھوں نے اب تک اپنے کارآمد قومی شناختی کارڈ کی نقل کمپنی کو فراہم نہیں کی ہے۔

تمام حصص داران کو ایک مرتبہ پھر بذریعہ ہذا یاددہانی کروائی جاتی ہے کہ انھیں ماضی میں بھی سالانہ عام اجلاسوں کے نوٹس کے ذریعے، کمپنی کی اشاعت شدہ سالانہ رپورٹوں کے ذریعے اور اخبارات جیسا کہ بزنس ریکارڈر، دی نیشن اور خبریں کراچی اور لاہور کے ذریعے یہ کئی مرتبہ یاددہانی کروائی جاتی رہی ہے کہ اگر انکی جانب سے کارآمد قومی شناختی کارڈ بمعہ فولیو نمبر کمپنی کو فراہم نہیں کئے جاتے تو کمپنی کمیشن کی جانب سے نافذ کی گئی مزکورہ بالا لازمی شرط پر عمل کرنے سے قاصر رہے گی۔

4۔ اجلاس میں شرکت

کاغذی صورت میں حصص کا حامل کوئی ممبر اگر ذاتی طور پر اجلاس میں شرکت کرے تو لازم ہے کہ اپنا اصل کارآمد قومی شناختی کارڈ ہمراہ لے کر آئے اور حاضری کے رجسٹر میں اپنی حاضری بمعہ قومی شناختی کارڈ اور فولیو نمبر درج کرے۔ اس کے علاوہ ایسے ممبران جنھوں نے اپنے حصص سینٹرل ڈپازیٹری کمپنی میں جمع کروا دیئے ہیں اور وہ اجلاس میں ذاتی طور پر شرکت کرنا چاہتے ہیں تو اُن کو چاہیئے کہ اپنے اصل قومی شناختی کارڈ کے علاوہ شراکتی شناختی نمبر اور ذیلی اکاؤنٹ نمبر / اکاؤنٹ نمبر بھی ہمراہ لے کر آئیں اور حاضری کی شیٹ پر دستخط کرتے وقت اپنے قومی شناختی کارڈ اور سی ڈی سی اکاؤنٹ نمبر کو ضرور درج کریں۔ کارپوریٹ ممبران کے نمائندگان پر لازم ہے کہ اس موقع کی مناسبت سے ایس ای سی پی کی جانب سے لازم قرار دی گئی تمام دستاویزات ہمراہ لے کر آئیں۔

5۔ پتے کی تبدیلی

ممبران سے درخواست ہے کہ اگر انکے پتے میں کسی بھی قسم کوئی تبدیلی واقع ہوئی تو فوری طور پر اس تبدیلی سے کمپنی کے حصص رجسٹرار کو مطلع کریں۔ تاہم ایسے ممبران جن کے حصص سی ڈی سی میں ہیں تو اُن کو چاہیئے کہ متعلقہ شراکت دار کو ہی پتے کی تبدیلی سے مطلع کریں۔

6۔ ویڈیو کانفرنس کی سہولت

ممبران ویڈیو کانفرنس کی سہولت بھی حاصل کر سکتے ہیں، اگر اس سہولت سے فائدہ اٹھانا مقصود ہو تو اجلاس سے کم از کم 10 دن پہلے درج ذیل فارم کو باقاعدہ پر کرنے کے بعد کمپنی رجسٹرڈ شدہ پتے پر جمع کرا دیں۔

اگر کسی بھی جغرافیائی محل وقوع پر رہائش پذیر حصص داران کے اوسطاً 10% ممبران کی جانب سے اجلاس سے کم از کم 10 دن قبل کمپنی کو ویڈیو کانفرنس کی سہولت کیلئے درخواست موصول ہوتی ہے تو کمپنی کی جانب سے ویڈیو کانفرنس کا بندوبست کیا جا سکتا ہے بشرطیکہ اس علاقے میں بھی یہ سہولت میسر ہو۔ اگر ویڈیو کانفرنس کی سہولت میسر کرنی ہو تو کمپنی کی جانب سے حصص داران کو اجلاس سے کم از کم 5 دن قبل اطلاع فراہم کر دی جائے گی اور انھیں مکمل معلومات فراہم کی جائیں گی کہ اس سہولت تک انکی رسائی کس طرح ممکن ہو سکتی ہے۔

نوٹس برائے سالانہ عام اجلاس

بذریعہ ہذا یہ اطلاع دی جاتی ہے کہ کمپنی کے حصص داران کا تینتیسواں سالانہ عام اجلاس 26 جنوری 2019 بوقت صبح 11:00 بمقام حاجی عبداللہ مسلم جیمخانہ- پرانی لابی (مسلم جیمخانہ) نزد شاہین کمپلیکس، ایوان صدر روڈ، صدر ٹاؤن، کراچی میں منعقد کیا جائے گا۔ اجلاس ہذا میں درج ذیل امور کو زیر بحث لایا جانا مقصود ہے:

عمومی امور

1۔ کمپنی کے سالانہ عام اجلاس مؤرخہ 27 جنوری 2018 کی کاروائی کی شقوں کی توثیق کرنا۔

2۔ کمپنی کی آڈٹ شدہ مالیاتی دستاویزات بابت مالی سال 30 ستمبر 2018 بمعہ ڈائریکٹرز و آڈیٹرز رپورٹ کو وصول کرنا اور اس پر غور و خوض کرنا اور اسے اپنانا۔

3۔ مالی سال 19-2018 کیلئے آڈیٹروں کی تعیناتی کرنا اور انکے مشاہرے کا تعین کرنا۔ موجودہ آڈیٹر میسرز کریسٹن حیدر بھیمجی اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس ریٹائر ہو رہے ہیں اور انہوں نے اپنی اہلیت کی بنیاد پر ایک مرتبہ پھر اپنی خدمات کو پیش کی خواہش ظاہر کی ہے۔

4۔ چیئرمین کی اجازت سے کسی بھی دیگر عام نوعیت کے مسئلے کو زیرِ غور لانا۔

بحکم بورڈ
محمد مبین عالم
کمپنی سیکرٹری

کراچی: 04 جنوری 2019

نوٹس:

1۔ حصص منتقلی کھاتوں کی بندش

کمپنی کی حصص منتقلی کے کھاتے برائے سالانہ عام اجلاس میں شرکت اور رائے دہی کے ضمن میں مؤرخہ 2019-01-18 سے 2019-01-26 (بشمول ان دونوں دنوں کے) کو بند رہیں گے۔ ایسی تمام دستی منتقلیاں / سی ڈی ایس منتقلیاں اور آئی ڈی ایس جو کہ ہر لحاظ مکمل ہوں اور کاروباری دن کے اختتام مؤرخہ 2019-01-17 تک کمپنی کے حصص رجسٹرار میسرز حمید مجید ایسوسی ایٹس (پرائیویٹ) لمیٹڈ، کراچی چیمبر، حسرت موہانی روڈ، کراچی کو موصول ہو جائیں تو انہیں بروقت تصور کیا جائے گا اور انہیں اجلاس میں شرکت کے قابل سمجھا جائے گا۔

2۔ سالانہ عام اجلاس میں شرکت

کوئی ایسا ممبر جو کہ اجلاس میں شرکت اور رائے دہی کی اہلیت رکھتا ہو اپنی جگہ کسی اور ممبر کو شرکت اور رائے دہی کیلئے بطور پراکسی مقرر کر سکتا ہے۔ پراکسی مقرر کئے جانے والے فارم کے قابل قبول ہونے کیلئے لازم ہے کہ ہر لحاظ سے پر شدہ اور مکمل فارم کمپنی کے رجسٹرڈ شدہ پتے C-27، پلاٹ نمبر F-24، بلاک 9، کلفٹن کراچی پر اجلاس سے کم از کم 48 گھنٹے قبل موصول ہو جائیں۔ پراکسی فارم کو اعلان ہذا کے ساتھ منسلک کر دیا گیا ہے۔ سی ڈی سی اکاؤنٹ کے حامل افراد پر لازم ہے کہ سرکلر مؤرخہ 26 جنوری 2000 از ایس ای سی پی میں مزکور ہدایات پر بھی عمل کریں۔

3۔ قومی شناختی کارڈ جمع کرانا (لازم)

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی جانب سے بحوالہ ایس آر او (i)779 مؤرخہ 18 اگست 2011 کمپنی کو یہ ہدایات دی گئیں ہیں کہ آپکے ڈیویڈنڈ وارنٹس پر آپکے قومی شناختی کارڈ کے نمبر کو بھی درج کیا جائے اور اگر ہمارے ریکارڈ میں آپ کا قومی شناختی کارڈ نمبر موجود نہیں ہے تو مستقبل میں

Chairman's Review

I am pleased with the performance of Sanghar Sugar Mills Limited and it gives me the immense pleasure to present the financial and other information for the year ended September 30, 2018 and to appraise them on the overall performance of the Board and effectiveness of the role played by the Board in achieving the Company's Goals, Corporate Objectives and Strategy based on Strategic Planning which are in line with the Vision and Mission of the Company.

The capacity expansion work was completed and the successful trial run of the plant & machinery has been made during the month of March 2018 and your management has worked as planned and made it possible to start the trial run during the season 2017-18.

As required under Listed Companies (Code of Corporate Governance), an annual evaluation of the Board of the Company is carried out. The purpose of this exercise is to ensure that the Board's overall performance and effectiveness is measured and bench marked against expectations in the context of objectives set for the Company.

The Board met the duties as required under the Companies Act, 2017 and Listed Companies (Code of Corporate Governance), Regulations 2017, which include approval of significant policies, establishing a sound system of internal controls, approval of budgets and financial results, along with approval of significant investments. During the year the Board met five times. The Board is compliant with all the regulatory requirements and acted in accordance with applicable laws & best practices.

Being the chairman of the Board, I had set the agenda of the Board meetings held during the year and ensured that reasonable time were available for discussion of the same. All written notices, including the agenda, supporting documents and other working papers of meetings were circulated with-in a reasonable time prior to the meetings. Further, I had ensured that the Board plays an effective role in fulfilling its responsibilities and will do in future for better and improved governance.

I would like to place on record, my sincere appreciation for devotion of duty, loyalty and hard work of the executives, officers, staff members and workers for smooth running of the Company's affairs and hope that they will continue for enhancement of productivity with great zeal and spirit under the blessings of Almighty Allah. And thanks to all the government functionaries, banking and non-banking financial institutions, suppliers and shareholders for their continued support and cooperation for the betterment and prosperity of the Company.

Ghulam Dastagir Rajar
Chairman

Karachi: December 29, 2018

جائزہ از چیئرمین

سانگھڑ شوگر ملز کی کارکردگی میرے لئے انتہائی مسرت کا باعث ہے اور میں دلی خوشی محسوس کرتے ہوئے 30 ستمبر 2018 کو ختم ہونے والے مالی سال سے متعلق مالیاتی دستاویزات و دیگر معلومات آپکی خدمت میں پیش کر رہا ہوں تا کہ ان کی بنیاد پر بورڈ کی کارکردگی کا جائزہ لیا جا سکے اور اس بات کا اندازہ لگایا جا سکے کہ کمپنی کے اہداف کے حصول، کاروباری اہداف وحکمت عملی کے حصول اور اس حکمت عملی کی بنیاد پر منصوبہ بندی بشمول وژن اور مشن برائے کمپنی کے سلسلے میں بورڈ کا کردار کتنا مؤثر رہا۔

کمپنی پیداواری صلاحیت میں توسیع کا کام مکمل کیا جا چکا ہے اور تکمیل کے بعد مارچ 2018 کے دوران پلانٹ اور مشینری کی آزمائش بھی کامیابی کے ساتھ کی جا چکی ہے۔ آپکی انتظامیہ کی جانب سے عین منصوبے کے مطابق کام کی تکمیل کرنے کے بعد 2018-2017 کے سیزن میں ہی کامیابی کے ساتھ آزمائشی پیداواری عمل کی جانچ بھی کی جا چکی ہے۔

لسٹڈ کمپنیوں کی مطلوبہ شرائط کے مطابق (کوڈ آف کارپوریٹ گورننس) اور کمپنی کے بورڈ کی جانچ کا کام بھی کیا جا چکا ہے۔ اس جانچ کا بنیادی مقصد یہ ہے کہ جانچ کے معیارات کو مدنظر رکھتے کمپنی کے طے شدہ مقاصد کے تناظر میں بورڈ کی مجموعی کارکردگی کا جائزہ لیا جائے کہ بورڈ کی کارکردگی کتنی مؤثر رہی۔

بورڈ کی جانب سے کمپنیز ایکٹ 2017 اور لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) کی شرائط کے مطابق اپنے فرائض منصبی کی ادائیگی کی گئی جن میں اہمیت کی حامل پالیسیوں کی منظوری، مؤثر اندرونی کنٹرول کے نظام کا قیام، بجٹ اور مالیاتی نتائج کی منظوری اور اہمیت کی حامل سرمایہ کاری کی منظوری جیسے امور شامل ہیں۔ زیر نظر مالی سال کے دوران بورڈ کی جانب سے پانچ اجلاس منعقد کئے گئے۔ بورڈ تمام قانونی شرائط وضوابط پر پورا اترتا ہے مروجہ قوانین اور بہترین روایات کی پاسداری کرتے ہوئے اپنے فرائض منصبی کی ادائیگی کرتا ہے۔

بورڈ کا چیئرمین ہونے کے ناطے میری جانب سے بورڈ کے اجلاسوں کے ایجنڈے کا تعین کیا گیا اور اس بات کو یقینی بنانے کی ہر ممکن کوشش کی گئی کہ مزکورہ اجلاسوں میں ایجنڈے کو زیر غور لانے کیلئے خاطر خواہ وقت فراہم کیا جائے۔ تمام تحریری نوٹس، بشمول ایجنڈا، اور اجلاسوں سے متعلق ضروری دستاویزات کو اجلاسوں سے قبل مناسب وقت کے اندر اندر متعلقین تک پہنچایا گیا۔ مزید برآں، میری جانب سے ہر ممکن کوشش رہی کہ بورڈ انتہائی مؤثر انداز سے اپنے فرائض منصبی سرانجام دے اور مستقبل میں بھی بہتر اور زیادہ مؤثر انداز سے انتظامی امور کو سرانجام دینے کیلئے کوششیں جاری رہیں گی۔

اس موقع پر میں اس بات کو ریکارڈ کا حصہ بنانا چاہتا ہوں کہ تمام منتظمین، افسران، عملے کے اراکین اور دیگر ملازمین کی جانب سے کمپنی کے معاملات کو انتہائی مستعدی کے ساتھ چلانے کیلئے انتھک محنت اور اخلاص کا مظاہر کیا گیا جس کیلئے میں ان سب کا تہہ دل سے مشکور ہوں اور امید کرتا ہوں کہ مستقبل میں بھی اللہ تعالی کی رحمت کے سائے میں کمپنی کی پیداواری صلاحیتوں کو جلا بخشنے کیلئے اسی جوش وجذبے کا مظاہرہ کیا جاتا رہے گا۔ اس کے ساتھ ساتھ میں تمام سرکاری عمال، بینکاروں اور غیر بینکاری مالیاتی اداروں، ترسیل کاروں اور حصص داران کا بھی تہہ دل سے مشکور ہوں کہ کمپنی کی بہتری اور خوشحالی کیلئے ان کا اعتماد اور انکی حمایت ہمارے شامل حال رہے۔

کراچی: 29 دسمبر 2018

غلام دستگیر راجڑ
چیئرمین

Directors' Report

The Directors of your Company are pleased to present Thirty Third Annual Report with the Audited Financial Statements of the Company for the year ended September 30, 2018.

ABOUT THE INDUSTRY:

INDUSTRY OVERVIEW

Pakistan is the 6th largest sugarcane producer, 9th largest by sugar production and 8th largest sugar consuming country in the world. Over the years, domestic sugar consumption has grown from 0.5 million M.T. in 1975 to 5.1 million M.T. (approx.) on the back of population growth. Per capita consumption of refined sugar in Pakistan was estimated at 25.7 kg. Processed food sector which includes candy, ice cream and soft drink manufactures accounts for almost 60% of total domestic sugar consumption. Furthermore, absence of major substitutes for sugar makes its demand inelastic.

Sugarcane has the largest industrial base after cotton in agricultural sector of Pakistan. For the last 2-3 seasons there has been unrest in growers' community and the sugar industry.

Growers claim an enhanced rate of cane and timely payment of cane supplied to mills; while the Pakistan sugar industry claims that their economic viability is at stake due to low market prices of sugar against the prevailing price of cane fixed by the government.

According to them a number of sugar mills are at the verge of insolvencies. Considering the enhanced prices of inputs involved in cane production and livelihood of a common man, growers claim can't be ignored and has its weight.

The Government support on output prices largely protected sugarcane growers from the impact of subdued commodity prices in the international market. The provincial governments of Sindh and Punjab announced sugarcane price at Rs. 182 and Rs. 180 per 40 kg respectively, which led the manufacturing cost of sugar higher while compared with the average selling price of sugar.

Due to availability of surplus stock, the price of sugar was depressed and the mills could not offload their large carryover stock in the market in the expectation that the domestic prices will raise. Further, the Government still charge sales tax at fixed value i.e. Rs. 60 per kg for the purpose of levying sales tax. This tax is payable at the rate of 8% for registered buyers and 11% for the unregistered buyers.

The Sugar Industry has requested the Government to review the price of sugarcane and link the same with the selling price of sugar to ensure adequate return to all stakeholders including sugar mills.

ABOUT YOUR COMPANY:

PRINCIPAL ACTIVITIES & DEVELOPMENT

The Company is principally engaged in the manufacture and sale of sugar and sale of its by-products i.e. molasses and bagasse. The Company has also installed bagasse fired transmission equipment to sell surplus electric power. The manufacturing facilities are located at Sanghar Sindhri Road, Deh Kehore, District Sanghar in the province of Sindh.

During the year, crushing capacity of sugar has been enhanced from 6,000 tons crushing per day to 8,500 tons crushing per day by adding new plant at an aggregate cost of Rs. 891,475 thousand. Newly installed plant & machinery commenced trial production during the month of March 2018 and has also started commercial production. In addition to this the Company has made capital expenditures for balancing & modernization of existing manufacturing facilities to increase efficiency.

OPERATING RESULTS

The crushing season 2017-18 was started on November 29, 2017 and operated upto April 19, 2018. During the season 712,124 M. Tons of sugarcane was crushed with average sucrose recovery of 10.372% and sugar production of 73,776 M. Tons as compared with crushing of 625,237.042 M. Tons with average sucrose recovery of 10.12% and sugar production of 63,380 M. Tons during the preceding season.

REVIEW OF OPERATION

Our Company started crushing almost one month delay as compared with the corresponding season. The Company was able to operate 142 days crushing at the average rate of 5,016 Metric Tons of sugarcane per day as compared with the average of 4,701 Metric Tons per day crushing during corresponding season, due to addition in the crushing capacity of the Company at the end of the season the average crushing increases. This, along-with other factors causes increase in recovery rate as compared to corresponding period.

FINANCIAL RESULTS

The key financial figures of the Company for the year ended September 30, 2018 along with the comparatives for the corresponding year are summarized as under:

	2018	2017
	(Rupees in '000)	
Profit / (Loss) before taxation	**24,868**	(259,678)
Taxation	**(5,442)**	(27,426)
Profit / (Loss) after taxation	**19,426**	(287,104)
Earnings / (Loss) per share-basic and diluted (Rupees)	**1.63**	(24.03)

REVIEW OF FINANCIAL RESULTS

During the year under review, production is increased by almost 16.40% and sales quantity is increased by 62.04% as compared with last year and still leaving a surplus stock to carryover for the next year.

Better production and sale of molasses and sale of electricity could not give much input to the profitability of the Company due to the depressed selling prices in the local market as well as in an international market.

The Government of Sindh issued notification on December 05, 2017 fixing the minimum support price of sugarcane for crushing season 2017-18 at Rs. 182 per 40 k.g., same as it was fixed for the last year.

The price fixed was not at all justified in relation to the prevailing local as well as international sugar price. Your Company along-with the other sugar mills filed a petition before the Honourable High Court of Sindh against fixation of high minimum price.

On January 30, 2018 the Honourable High Court of Sindh, with the consent of all the stakeholders announced that without prejudice to any right and claim of the parties and subject to final decision of Honourable Supreme Court of Pakistan in the instant petition, the mills will purchase the sugarcane at Rs. 160 per 40 k.g. from growers for the season 2017-18. The Interim order was binding on all the stakeholders.

In the light of the interim order passed by the Honourable High Court of Sindh with the consent of all the stakeholders, the financials of the Company have been prepared taking the sugarcane purchase price at Rs. 160 per 40 k.g. with the hope that considering the continued depressed sugar prices, the final decision by the court is likely to be in line with the consent order.

Your Company incurred operating loss of Rs. 38,589 thousand and the net profit before tax of Rs. 24,868 thousand is due to the subsidy announced by the Federal & Provincial Governments on export of surplus sugar of 1,500 thousand M. Tons. The additional cash support announced by the Government of Sindh of Rs. 9.30 per k.g. have been received while Rs.10.70 per k.g. payable by State Bank of Pakistan are still receivable. The subsidy of Rs. 10.70 per 40 k.g. is to be shared by Federal & Provincial Government equally.

The Government has also been requested to immediately release subsidy on export of sugar to help sugar mills to improve their financial position. Furthermore, it is also requested to rationalize the assessable value of sugar rate for sales tax purpose, which is currently fixed at Rs. 60 per k.g.

DUE FROM DECEASED EXECUTIVE

An amount of Rs. 12,996 thousand is due from deceased executive of the Company since 2013. Your management has tried to recover the amount from the serviving members (parents) of the deceased executive, after passing away of the father of the deceased, your management is not hopeful of the recovery of this amount and is of the view that it should be written off, consequently upon approval of the Board of Directors, the said amount has been written off, as disclosed in note 16.5 of the financial statements

COMMENTS ON AUDITOR'S REPORT

The statutory auditors of the Company emphasizing the matter in their report regarding non-provision of Rs. 22 per maund, in this regard we would like to inform you and as explained above, your financials are prepared by taking sugar cane purchased at Rs. 160 per 40 k.g. in the light of the interim order passed by the Honourable High Court of Sindh with the consent of all the stakeholders, we hope that considering the continued depressed prevailing sugar prices both in domestic and international market, the final decision by the Courts is likely to be in line with the consent order.

STATEMENT ON CORPORATE AND FINANCIAL REPORTING FRAMEWORK

The Board of Directors and the Company remain committed to the principles of good corporate management practice with emphasis on transparency and disclosures. The Board and management are cognizant of their responsibilities and monitor the operations and performance to enhance the accuracy, comprehensiveness and transparency of financial and non-financial information.

The Company is fully compliant with the Code of Corporate Governance and as per the requirements of the listing regulations, following specific statements are being given hereunder:

i. The Financial Statements prepared by the management of the Company, present fairly its state of affairs, the results of its operations, cash flows and changes in equity.

ii. Proper books of accounts of the Company have been maintained.

iii. Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.

iv. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of Financial Statements and there is no departure there from

v. The system of internal control is sound in design and has been effectively implemented and monitored.

vi. There are no significant doubts upon the Company's ability to continue as going concern.

vii. There has been no material departure from the best practices of the Corporate Governance as detailed in the Listing Regulations of the Pakistan Stock Exchange.

viii. The Key Operating and Financial Data for last ten years in summarized form are annexed.

ix. There are no statutory over dues otherwise than those disclosed in the financial statements and statutory payments due on account of taxes duties, levies and charges are being made in the normal course of business.

x. An unfunded gratuity scheme is in operation for all permanent eligible employees and also the Leave Encashment Scheme for eligible employees to be paid at the time of retirement or leaving the Company. Provision are made annually to cover the obligation on the basis of actuarial valuation, related details of which are mentioned in the Notes to the Financial Statements.

xi. The Pattern of Shareholding is annexed.

xii. In terms of Regulation 20 of the Listed Companies (Code of Corporate Governance) Regulations, 2017, the Companies shall ensure that all the directors on their boards have acquired the prescribed certification under Director Training Program by June 30, 2021. All the directors, except Chief Executive, have attended and completed directors' training course conducted by Institute of Cost & Management Accountant of Pakistan. The Chief Executive has the prescribed education and experience required for exemption under clause 20(2) of CCG Regulations accordingly he is exempted from attending directors' training program pursuant to the clause 20(2) of the CCG Regulations.

xiii. The Board strives to continuously improve its and Board Committees' effectiveness. Board of Directors has developed a mechanism as required under the Code of Corporate Governance to undertake annual evaluation to assess Board's and its Committees' performance. The Board also reviews developments in corporate governance to ensure that the Company always remains aligned with best practices.

xvi. To the best of our knowledge, the Directors, Executives and their spouses and their minor children have not undertaken any trading of Company's shares during the year.

xv. Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 for the year is annexed with the Report.

NUMBER OF DIRECTORS

The total numbers of Directors are seven as per the following:

a) Male: Seven

b) Female: Nil

COMPOSITION OF THE BOARD

The composition of Board is as follows:

a) Independent Director
Mr. Rahim Bux

b) Other Non-Executive Directors
Mr. Ghulam Dastagir Rajar
Mr. Mohammad Aslam
Mr. Qazi Shamsuddin
Mr. Shahid Aziz (N.I.T.)

c) Executive Directors
Haji Khuda Bux Rajar
Mr. Ghulam Hyder

BOARD COMMITTEES

The Board has formed committees comprising of members given below:

a) Audit Committee:

Name	Status
Mr. Rahim Bux	Chairman
Mr. Mohammad Aslam	Member
Mr. Shahid Aziz	Member

b) Human Resource and Remuneration Committee:

Name	Status
Mr. Rahim Bux	Chairman
Mr. Mohammad Aslam	Member
Mr. Shahid Aziz	Member

c) Risk Management Committee:

Name	Status
Mr. Mohammad Aslam	Chairman
Mr. Ghulam Hyder	Member
Mr. Shahid Aziz	Member

d) Corporate Social Responsibility Committee:

Name	Status
Mr. Rahim Bux	Chairman
Mr. Mohammad Aslam	Member
Mr. Shahid Aziz	Member
S. Rehan Ahmad Hashmi	Member

e) Information Technology & Steering Committee:

Name	Status
Mr. Ghulam Hyder	Chairman
S. Rehan Ahmad Hashmi	Member
Mr. Muhammad Ahmed (Resigned on September 30, 2018)	Member
Mr. Ebad Azhar (Appointed on November 01, 2018)	Member

ATTENDANCE OF BOARD OF DIRECTORS AND COMMITTEES

Attendance of Board of Directors in Board Meeting

Five Board meetings were held during the year. Leave of absence was granted to the Director unable to attend the meeting. Attendance by each Director was as mentioned below:

	Name of Directors	Status	No. of Meetings Attended
1)	Mr. Ghulam Dastagir Rajar	Chairman	4
2)	Haji Khuda Bux Rajar	Chief Executive	5
3)	Mr. Mohammad Aslam	Director	5
4)	Mr. Rahim Bux	Director	5
5)	Mr. Ghulam Hyder	Director	5
6)	Mr. Qazi Shamsuddin	Director	5
7)	Mr. Shahid Aziz	Director (N.I.T.)	5

Attendance of Members in Meeting of Audit Committee

Five meetings of Audit Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Rahim Bux	Chairman	5
2)	Mr. Shahid Aziz	Member	5
3)	Mr. Mohammad Aslam	Member	5

Attendance of Members in Meeting of Human Resource & Remuneration (H. R. & R.) Committee

Two meetings of H. R. & R. Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Rahim Bux	Chairman	2
2)	Mr. Muhammad Aslam	Member	2
3)	Mr. Shahid Aziz	Member	2

Attendance of Members in Meeting of Information Technology Committee

Two meetings of Information Technology Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Ghulam Hyder	Chairman	2
2)	Syed Rehan Ahmad Hashmi	Member	2
3)	Mr. Muhammad Ahmed	Member	2

Attendance of Members in Meeting of Corporate Social Responsibility (CSR) Committee

Four meetings of CSR Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Rahim Bux	Chairman	4
2)	Mr. Muhammad Aslam	Member	4
3)	Mr. Shahid Aziz	Member	4
4)	Syed Rehan Ahmad Hashmi	Member	4

Attendance of Members in Meeting of Risk Management Committee

Two meetings of Risk Management Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Muhammad Aslam	Chairman	2
2)	Mr. Ghulam Hyder	Member	2
3)	Mr. Shahid Aziz	Member	2

BOARD EVALUATION

Complying with the Code of Corporate Governance, the Board approved Self-Evaluation mechanism for evaluation of performance of the Board, its directors and committees through discussion and questions focusing on the Board's scope, objectives, functions, responsibilities, the Company's performance and monitoring. The Board has evaluated all the factors based on the inputs of the Directors made in the Board Meeting.

DIRECTORS TRAINING

One Director of the Company has the prescribed education and experience. Therefore, he is exempted from attending Director's Training Program pursuant to the Code of Corporate Governance Regulations. All other Directors have already completed approved Directors' Training Program as specified in the Corporate Governance.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS

Directors confirm that the compliance with highest standard of Corporate Governance and comprehensive policies and procedures on internal financial controls has been approved by the Board and are in place and have been effectively implemented and monitored.

THRESHOLD FOR DETERMINING EXECUTIVE

Pursuant to the requirement of Clause 5.6.1 (a) & (d) of the Listing Regulations (Rule Book) of the Pakistan Stock Exchange, the Board has set out a Threshold for determining an 'Executive' in respect of trading of Company's shares. The person whose annual basic salary exceeds Rs. 2.3 million during the year is treated as executive.

RELATED PARTY TRANSACTIONS

The following Related party transactions were placed before the Board Audit Committee and were approved by the Board. These transactions were in-line with the requirements of International Financial Reporting Standards (IFRS) and the Companies Act, 2017. The Company maintains a thorough and complete record of all such transactions.

i) Remuneration of Chief Executive, Directors and Executives

The aggregate amount charged during the year for remuneration, including all benefits to the Chief Executive, Directors and Executives of the Company were as follows:

	Chief Executive		Director		Executives		Total	
	2018	2017	**2018**	2017	**2018**	2017	**2018**	2017
	(Rupees '000)							
Non executive Directors' meeting fee - 1 Director (2017: 1 Director)	**–**	–	**240**	120	**–**	–	**240**	120
Managerial remuneration - Basic	**3,850**	3,587	**1,475**	1,375	**3,755**	3,993	**9,080**	8,955
Perquisite (Bonuses, House Rent & Others)	**4,806**	4,470	**2,280**	1,917	**6,184**	5,209	**13,270**	11,596
Reimbursable expenses	**1,082**	990	**–**	–	**924**	668	**2,006**	1,658
Gratuity Paid	**–**	–	**–**	–	**–**	2,562	**–**	2,562
	9,738	9,047	**3,755**	3,292	**10,863**	12,432	**24,356**	24,771
Number of persons	**1**	1	**1**	1	**3**	4	**5**	6

The Chief Executive and Executives as stated above are provided with the Company maintained cars and telephone facilities. All non-executive directors except one director waived their directors' fee, which was approved in the Board of Directors meeting.

ii) Other Transactions

The Company in the normal course of business carried out transactions with Key Management Personnel (KMP) / related parties as detailed below. The transactions reflect economic substance and are executed in the normal course of business.

Name of Related Party	Relationship with Company	Nature of Transaction	2018	2017
			(Rupees in '000)	
Mr. Ghulam Dastagir Rajar	Chairman	Cane purchased	**18,781**	29,363
…….Do…….	…….Do…….	Advance against cane purchase	**17,898**	26,423
Haji Khuda Bux Rajar	Chief Executive	Cane purchased	**–**	4,360
…….Do…….	…….Do…….	Advance against cane purchase	–	4
Mr. Gul Mohammad Rajar	Son of Chief Executive	Cane purchased	**5,543**	14,064
…….Do…….	…….Do…….	Advance against cane purchase	**1,107**	22
Mr. Muhammad Hashim	General Manager	Cane purchased	**4,770**	4,209
…….Do…….	…….Do…….	Advance against cane purchase	**1,915**	86

KMP are those persons having authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly.

Name of Related parties with whom the Company has entered into transactions or had agreements and arrangements in place during the financial year along with the basis of relationship are also disclosed in respective notes to the financial statements. Contract or arrangements with related parties were in the ordinary course of business and were at arm's length basis.

MATERIALITY APPROACH

Determining materiality levels is subjective and varied between organizations. Authorizations for transactions and delegation of powers have been define clearly and carried out through formalized process in the Company. The Company has approved materiality policy, which is reviewed annually to check its relevance.

HUMAN RESOURCE MANAGEMENT & SUCCESSION PLANNING

The Company is committed to build the better organizational culture that is shaped by empowered employees who demonstrate a deep belief in the Company's Vision and Values. H.R. Management Policy is integral part of the Company's business strategy. The Company fosters leadership, individual accountability and team work. The Company believes in pro-active approach towards Succession Planning. The Company recruits employees, develops their knowledge, skills, abilities and prepares them for advancement and promotion into more challenging roles. Succession Planning ensures that employees are constantly developed to fill each needed role. The Company looks for people who exemplify continuous improvement when it is spotting Successors for future.

CONFLICT OF INTEREST

The management of Company has the policy for actual and perceived conflicts of interest and measures are adopted to avoid, identify the existence and to disclose the existence of conflict of interest. No employee will perform any kind of work (directly or indirectly) for a third party without proper approval. Employees must notify their any actual or potential conflict of interest situation and obtain an advice or ruling as the case may be. The primary goal of Company is to manage conflicts of interest to ensure that decisions are made and are seen to be made on proper grounds, for legitimate reasons and without bias. The Company has set the procedures to manage and monitor the conflict of interest.

IMPACT OF COMPANY'S BUSINESS ON ENVIRONMENT

It is the responsibility of the Company to make the environment healthy and clean. Therefore, the Company has made serious efforts and are installing equipment to reduce the pollution and making a good impact of Company's business on Environment. The Company has installed collection units to retrieve oil / grease e.t.c. from the waste water and ash collectors are also installed at the chimneys to absorb the ash. Further, the feasibility of Effluent treatment plant and consideration of other environmental factors are in process and will be finalized. The first step of which is required the facilities to identify environmental gaps. This includes the consumption of fresh water and energy at the facility as well as effluent discharges, soil and ground water monitoring and emissions from vehicles, generators and boilers. The aim is to address the identified environmental gaps in the subsequent years.

Further, it is to inform you that the Company has prepared the Environmental Management Plan and has also conducted initial environmental examination and is working hard to significantly reduce the consumption of water by doing following steps;

- Increase in imbibition water Temperature at Mill House from 40 Centigrade to 55 Centigrade using condensate water in place of raw water
- Reactivation of cooling tower for vertical crystallizer by this we are re cycling water use for crystallizer cooling purposes. Intake of fresh water is minimized only to make up water loss due to evaporation.
- Process chemicals are prepared with condensate water in place of raw water.
- We are working on reducing, re cycle and re use of water.

The Company is also in negotiation with the consultant for the installation of Effluent Treatment Plant to make it operational before the crushing season 2019-2020.

INVESTOR GRIEVANCE AND COMPLAINTS

The Company allows full access to all shareholders including potential investors, to call for relevant information or details on Company's operations and their own shareholding related details. The required information is provided immediately or a query / grievance is resolved promptly in accordance with the regulatory guidelines.

SUSTAINABILITY AND CORPORATE SOCIAL RESPONSIBILITY

Report of Sustainability and Corporate Social Responsibility is annexed

RISK MANAGEMENT & STRATEGY

The Company's overall risk management program focus on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's operations. The Company's risk management policies are established to identify and analyze the risk faced by the Company, to set appropriate risk limits and control, and to monitor risks and adherence to limits. The Board of Directors has overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Company considers the following material risk:

i) Operational Risk

To mitigate the operational risks, necessary strategies have been developed and substantial investments are continuously being made to ensure the reliability of operating plant. The Company has carried out necessary repairs & maintenance as required.

ii) Market Risk

The Company is not materially exposed to the prices of raw material due to the fixation of prices by the Government. Strategies has been planned and implemented to overcome the huge cost of raw material. Further, the Company is not exposed to the risk of exchange rate fluctuation as at the year-end but the Company was exposed during the year to due to the export of sugar. The management has planned to use of financial instruments in future.

iii) Credit Risk

To manage exposure to credit risk in respect of trade receivables, management performs credit reviews taking into account the customer's financial position, past experience and other factors. The Company manages credit risk interalia by setting out credit limits in relation to individual customers and / or by obtaining advance against the sales and / or through letter of credits and / or by providing adequate allowance for doubtful debts. Where considered necessary, advance payments are obtained from certain parties or by obtain advance payments from counter parties. The Company believes that it is not exposed to major concentration of credit risk.

iv) Liquidity Risk

The Company manages liquidity risk by maintaining sufficient cash and ensuring the fund availability through adequate credit facilities. As at the year-end, the Company has available un-availed short term borrowing facilities and also has cash & bank balances. The management believes that the Company is not significantly exposed to the liquidity risk.

CONTRIBUTION TO NATIONAL EXCHEQUER

The Company is contributing to the National growth by sharing its revenue with the nation in the form of taxes, rates and duties. The Company contributed to National Exchequer in the form income taxes, sales tax and other levies amounting to Rs. 492,421 thousand during the year as compared to Rs. 314,404 thousand during the last year.

FUTURE PROSPECTS

Your Company has commenced crushing season on November 21, 2018 and upto December 27, 2018 crushed 199,616 M. Tons of cane producing 19,525 M. Tons of sugar at the recovery rate of 10.137%.

Your Company as well as sugar mills in Sindh are again facing tough conditions which can be summarized below:

- Low sugar cane crop in Sindh as compared with last year
- Surplus / carry forward stock of sugar in country
- Continued depressed selling prices of sugar in both domestic as well as international market
- Fixation of cane price at Rs. 182 per 40 k.g. by Government of Sindh, additionally mills would be required to quality premium at the rate of Rs. 0.5 for every 0.1% recovery in excess of bench mark of 8.7%.

Your Company as well as sugar industry has again filed petition in the Honourable High Court of Sindh against the fixation of minimum cane price at Rs. 182 per 40 k.g.

CAPITAL RESERVE

During the year, the Company has changed its accounting policy in respect of accounting and presentation of revaluation of property, plant and equipment, to bring it in line with the requirement of International Accounting Standard (IAS) 16 "Property, Plant & Equipment" as required by Companies Act, 2017.

Now revaluation surplus on property, plant & equipment is presented in the statement of financial position as part of equity and in the statement of changes in equity as a capital reserve being the part of equity. This surplus is a capital reserve and is not available for distribution to shareholders of the Company in accordance with the Section 241 of the Companies Act, 2017.

DIVIDEND & APPROPRIATION

Due to the circumstances already discussed, the Board of Directors of the Company in its meeting does not recommend any dividend and or appropriation for the year ended September 30, 2018.

RE-CONSTITUTED BOARD OF DIRECTORS AFTER ELECTION

During the year, the Shareholders of the Company in the Extra Ordinary General Meeting of the Company held on October 31, 2017 elected the Seven Directors for the tenure of three years commencing from November 04, 2017, namely (1) Mr. Ghulam Dastagir Rajar (2) Haji Khuda Bux Rajar (3) Mr. Mohammad Aslam (4) Mr. Ghulam Hyder (5) Mr. Rahim Bux (6) Mr. Qazi Shamsuddin and (7) Mr. Shahid Aziz (Representing N.I.T).

The Board in this meeting re-elected Mr. Ghulam Dastagir Rajar as the Chairman of the Board. The Board also re-appointed Haji Khuda Bux Rajar as the Chief Executive of the Company and re-appointed Mr. Ghulam Hyder as Working Director for next three years effective from November 04, 2017 as authorized by the Articles of Association of the Company on the remuneration, terms and conditions, as approved by the Board. Accordingly, the re-constituted Board of Directors from November 04, 2017 has the following composition:

Re-constituted Board of Directors

	Names of Directors	Status	Category
1)	Mr. Ghulam Dastagir Rajar	Chairman	Non-Executive Director
2)	Haji Khuda Bux Rajar	Chief Executive	Executive Director
3)	Mr. Ghulam Hyder	Director	Executive Director
4)	Mr. Rahim Bux	Director	Independent Director
5)	Mr. Mohammad Aslam	Director	Non-Executive Director
6)	Mr. Qazi Shamsuddin	Director	Non-Executive Director
7)	Mr. Shahid Aziz	Director (N.I.T.)	Non-Executive Director

Re-constituted Audit Committee

The Board after election of Directors has re-constituted the Audit Committee effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed three members of the Audit Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Rahim Bux	Chairman	Independent Director
2)	Mr. Muhammad Aslam	Member	Non-Executive Director
3)	Mr. Shahid Aziz	Member	Non-Executive Director having financial skill & experience

Re-constituted Human Resource & Remuneration Committee

The Board after election of Directors has reconstituted the Human Resource & Remuneration Committee (H.R. & R.) effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed three members of the H.R. & R. Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Rahim Bux	Chairman	Independent Director
2)	Mr. Muhammad Aslam	Member	Non-Executive Director
3)	Mr. Shahid Aziz	Member	Non-Executive Director

Re-constituted Information Technology & Steering Committee

The Board after election of Directors has re-constituted the Information Technology & Steering (IT & S) Committee effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed three members of the IT & S Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Ghulam Hyder	Chairman	Executive Director
2)	Syed Rehan Ahmad Hashmi	Member	Chief Financial Officer
3)	Mr. Muhammad Ahmad	Member	Manager Management Information System
4)	Mr. Ebad Azhar	Member	Assistant Manager Management Information System

Mr. Muhammad Ahmad resigned on September 30, 2018 and to fill casual vacancy, Mr. Ebad Azhar was appointed on November 01, 2018.

Re-constituted Corporate Social Responsibility Committee

The Board after election of Directors has re-constituted the Corporate Social Responsibility (CSR) Committee effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed four members of the CSR Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Rahim Bux	Chairman	Independent Director
2)	Mr. Muhammad Aslam	Member	Non-Executive Director
3)	Mr. Shahid Aziz	Member	Non-Executive Director
4)	Syed Rehan Ahmad Hashmi	Member	Chief Financial Officer Representing Management

Constitution of Risk Management (RM) Committee

The Board after election of Directors has constituted the Risk Management (RM) Committee effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed three members of the RM Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Muhammad Aslam	Chairman	Non-Executive Director
2)	Mr. Shahid Aziz	Member	Non-Executive Director
3)	Mr. Ghulam Hyder	Member	Executive Director

AUDITORS

The present Auditors M/s. Kreston Hyder Bhimji & Co. Chartered Accountants, retire at the conclusion of forthcoming Annual General Meeting and being eligible, have offered themselves for re-appointment. As suggested by the Audit Committee in terms of the Code of Corporate Governance, the Board of Directors has recommended their appointment as Auditors of the Company for the year ending September 30, 2019.

ACKNOWLEDGEMENT

Your Directors place on record their appreciation for devotion of duty, loyalty and hard work of the executives, officers, staff members and workers for smooth running of the Company's affair and hope that they will continue for enhancement of productivity with great zeal and spirit under the blessings of Almighty Allah.

The Directors would like to thank all the government functionaries, banking and non-banking financial institutions, suppliers and shareholders for their continued support and cooperation for the betterment and prosperity of the Company.

For & on Behalf of the Board

Ghulam Dastagir Rajar
Chairman

Haji Khuda Bux Rajar
Chief Executive Officer

Karachi: December 29, 2018

رسک مینجمنٹ کمیٹی کی تشکیل

بورڈ نے ڈائریکٹروں کے انتخابات کے بعد کارپوریٹ گورننس کے قواعد کے تحت آئندہ تین برس کیلئے رسک مینجمنٹ کمیٹی کی تشکیل بھی کر دی ہے جس کی مدت 04 نومبر 2017 سے شروع ہو چکی ہے۔ لہذا اب بورڈ کی جانب سے تعینات کی جانے والی تین رکنی رسک مینجمنٹ کمیٹی کی تشکیل درج ذیل ہوگی:

نمبر شمار	نام	عہدہ	قسم
1	جناب محمد اسلم	چیئرمین	غیر انتظامی ڈائریکٹر
2	جناب شاہد عزیز	ممبر	غیر انتظامی ڈائریکٹر
3	جناب غلام حیدر	ممبر	انتظامی ڈائریکٹر

آڈیٹرز

موجودہ آڈیٹرز میسرز کریسٹن حیدر بھیمجی اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس آئندہ منعقد کئے جانے والے سالانہ عام اجلاس تک ریٹائر ہونے جا رہے ہیں اور انہوں نے اپنی اہلیت کی بنیاد پر ایک مرتبہ پھر اپنی خدمات پیش کرنے کی خواہش ظاہر کی ہے۔ کارپوریٹ گورننس کے قواعد کے تحت، آڈٹ کمیٹی کی جانب سے سفارش کے بعد بورڈ آف ڈائریکٹرز نے بھی انکی دوبارہ تعیناتی کی سفارش کر دی ہے کہ انہیں مالی سال 30 ستمبر 2019 کیلئے بطور کمپنی آڈیٹرز تعینات کر لیا جائے۔

اظہار تشکر

آپکی کمپنی کے ڈائریکٹرز تمام منتظمین، افسران، اسٹاف ممبران اور دیگر ملازمین کی جانب سے کمپنی کے معاملات کو مستعد انداز سے چلانے کیلئے انکے اخلاص، ایمانداری اور محنت کیلئے تہہ دل سے ان کے مشکور ہیں۔ ڈائریکٹرز امید کرتے ہیں کہ مستقبل میں بھی میں ان کی جانب سے کمپنی پیداواریت میں اضافے کیلئے اسی جوش و جذبے کا مظاہرہ کیا جائے گا اور اللہ رب العزت کی رحمت ہمارے شامل حال رہے گی۔

نیز ڈائریکٹرز کمپنی کی بہبود اور ترقی کے ضمن میں تمام سرکاری عمال، بینکاروں اور غیر بینکاری مالیاتی اداروں، سپلائروں اور حصص داران کی جانب سے انکے تعاون اور حمایت کیلئے ان کے بھی بے حد مشکور ہیں۔

منجانب بورڈ

غلام دستگیر راجڑ
چیئرمین

حاجی خدا بخش راجڑ
چیف ایگزیکیٹو آفیسر

کراچی: 29 دسمبر 2018

انسانی وسائل اور ادائیگیوں کی کمیٹی بعد از تشکیل نو

بورڈ نے ڈائریکٹروں کے انتخابات کے بعد کارپوریٹ گورننس کے قواعد کے تحت آئندہ تین برس کیلئے انسانی وسائل و ادائیگیوں کی کمیٹی کی بھی تشکیل نو کردی ہے جس کی مدت 04 نومبر 2017 سے شروع ہوچکی ہے۔ لہذا اب بورڈ کی جانب سے تعینات کی جانے والی تین رکنی انسانی وسائل و ادائیگیوں کی کمیٹی کی تشکیل درج ذیل ہوگی:

نمبر شمار	نام	عہدہ	قسم
1	جناب رحیم بخش	چیئرمین	آزاد ڈائریکٹر
2	جناب محمد اسلم	ممبر	غیر انتظامی ڈائریکٹر
3	جناب شاہد عزیز	ممبر	غیر انتظامی ڈائریکٹر

انفارمیشن ٹیکنالوجی و اسٹیئرنگ کمیٹی بعد از تشکیل نو

بورڈ نے ڈائریکٹروں کے انتخابات کے بعد کارپوریٹ گورننس کے قواعد کے تحت آئندہ تین برس کیلئے انفارمیشن ٹیکنالوجی و اسٹیئرنگ کمیٹی کی بھی تشکیل نو کر دی ہے جس کی مدت 04 نومبر 2017 سے شروع ہوچکی ہے۔ لہذا اب بورڈ کی جانب سے تعینات کی جانے والی تین رکنی انفارمیشن ٹیکنالوجی و اسٹیئرنگ کمیٹی کی تشکیل درج ذیل ہوگی:

نمبر شمار	نام	عہدہ	قسم
1	جناب غلام حیدر	چیئرمین	ایگزیکیٹو ڈائریکٹر
2	سید ریحان احمد ہاشمی	ممبر	چیف فنانشل آفیسر
3	جناب محمد احمد	ممبر	مینجر مینجمنٹ انفارمیشن سسٹم
4	جناب عباد اظہر	ممبر	اسسٹنٹ مینجر مینجمنٹ انفارمیشن سسٹم

جناب محمد احمد 30 ستمبر 2018 کو اپنے عہدے سے مستعفی ہوگئے اور اتفاقی طور پر خالی ہونے والی اس اسامی کو پر کرنے کیلئے 1 نومبر 2018 کو جناب عباد اظہر کو تعینات کیا گیا۔

کارپوریٹ معاشرتی ذمہ داری کمیٹی بعد از تشکیل نو

بورڈ نے ڈائریکٹروں کے انتخابات کے بعد کارپوریٹ گورننس کے قواعد کے تحت آئندہ تین برس کیلئے کارپوریٹ معاشرتی ذمہ داری کمیٹی کی بھی تشکیل نو کر دی ہے جس کی مدت 04 نومبر 2017 سے شروع ہوچکی ہے۔ لہذا اب بورڈ کی جانب سے تعینات کی جانے والی چار رکنی کارپوریٹ معاشرتی ذمہ داری کمیٹی کی تشکیل درج ذیل ہوگی:

نمبر شمار	نام	عہدہ	قسم
1	جناب رحیم بخش	چیئرمین	آزاد ڈائریکٹر
2	جناب محمد اسلم	ممبر	غیر انتظامی ڈائریکٹر
3	جناب شاہد عزیز	ممبر	غیر انتظامی ڈائریکٹر
4	سید ریحان احمد ہاشمی	ممبر	چیف فنانشل آفیسر - نمائندہ از انتظامیہ

تقسیم منافع (ڈیویڈنڈ)

جیسا کہ حالات کا پہلے ہی ذکر کیا جا چکا ہے، بورڈ آف ڈائریکٹرز کی جانب سے مالی سال 30 ستمبر 2018 کیلئے کسی بھی منافع کی تقسیم کی سفارش نہیں کی گئی۔

انتخابات کے بعد بورڈ کی تنظیم نو

کمپنی کے حصص داران نے غیر معمولی عام اجلاس مؤرخہ 31 اکتوبر 2017 کے دوران آئندہ تین سال کیلئے سات ڈائریکٹروں کا انتخاب کیا جس کی مدت 04 نومبر 2017 سے شروع ہو چکی ہے۔ منتخب شدہ ڈائریکٹروں میں (1) جناب غلام دستگیر راجڑ (2) حاجی خدا بخش راجڑ (3) جناب محمد اسلم (4) جناب غلام حیدر (5) جناب رحیم بخش (6) جناب قاضی شمس الدین اور (7) جناب شاہد عزیز (نمائندہ برائے این آئی ٹی) شامل ہیں۔

بورڈ نے اپنے اجلاس کے دوران جناب غلام دستگیر راجر کو ایک مرتبہ پھر بطور چیئر مین بورڈ منتخب کر لیا ہے۔ بورڈ نے اپنے اجلاس کے دوران جناب حاجی خدا بخش راجر کو بھی ایک مرتبہ پھر کمپنی کے چیف ایگزیکیٹو کے بطور منتخب کر لیا ہے۔ اسی طرح جناب غلام حیدر کو بطور ورکنگ ڈائریکٹر منتخب کیا گیا ہے۔ یہ تمام انتخابات آئندہ تین برس کیلئے ہیں جن کی مدت 04 نومبر 2017 سے شروع ہو چکی ہے۔ ان تمام تعیناتیوں کو کمپنی کے آرٹیکلز آف ایسوسی ایشن کے تحت عمل میں لایا گیا ہے اور اس سلسلے میں بورڈ کی باقاعدہ منظوری کے ساتھ مشاہرے اور دیگر شرائط کو بھی طے کیا جا چکا ہے۔ لہذا اب انتخابات کے بعد بورڈ کی تشکیل نو درج ذیل ہوگی:

نمبر شمار	ڈائریکٹروں کے نام	عہدہ	قسم
1	جناب غلام دستگیر راجڑ	چیئر مین	غیر انتظامی ڈائریکٹر
2	حاجی خدا بخش راجڑ	چیف ایگزیکیٹو	انتظامی ڈائریکٹر
3	جناب غلام حیدر	ڈائریکٹر	انتظامی ڈائریکٹر
4	جناب رحیم بخش	ڈائریکٹر	آزاد ڈائریکٹر
5	جناب محمد اسلم	ڈائریکٹر	غیر انتظامی ڈائریکٹر
6	جناب قاضی شمس الدین	ڈائریکٹر	غیر انتظامی ڈائریکٹر
7	جناب شاہد عزیز	ڈائریکٹر (این آئی ٹی)	غیر انتظامی ڈائریکٹر

آڈٹ کمیٹی بعد از تنظیم نو

بورڈ نے ڈائریکٹروں کے انتخابات کے بعد کارپوریٹ گورننس کے قواعد کے تحت آئندہ تین برس کیلئے آڈٹ کمیٹی کی بھی تشکیل نو کر دی ہے جس کی مدت 04 نومبر 2017 سے شروع ہو چکی ہے۔ لہذا اب بورڈ کی جانب سے تعینات کی جانے والی تین رکنی آڈٹ کمیٹی کی تشکیل درج ذیل ہوگی:

نمبر شمار	نام	عہدہ	قسم
1	جناب رحیم بخش	چیئر مین	آزاد ڈائریکٹر
2	جناب محمد اسلم	ممبر	غیر انتظامی ڈائریکٹر
3	جناب شاہد عزیز	ممبر	غیر انتظامی ڈائریکٹر جو کہ مالیاتی معاملات میں مہارت اور تجربے کے حامل ہیں۔

4۔ لیکیوڈیٹی رسک

لیکیوڈیٹی رسک سے نمٹنے کیلئے کمپنی اپنے پاس خاطر خواہ نقد رقوم کا بندوبست کر کے رکھتی ہے اور اس بات کا بھی اہتمام کیا جاتا ہے ضرورت پڑنے پر قرض کے حصول کیلئے مناسب چینل دستیاب ہوں۔ سال کے اخیر میں کمپنی کے پاس قلیل المیعاد قرضوں کے حصول کیلئے ایسی سہولیات دستیاب ہیں جن سے اب تک فائدہ نہیں اٹھایا گیا اور اس کے علاوہ کمپنی کے پاس نقد رقوم اور بینک بیلنس بھی موجود ہے۔ انتظامیہ کے اندازوں کے مطابق فی الوقت کمپنی کو لیکیوڈیٹی رسک کا سامنا نہیں ہے۔

قومی خزانے میں کمپنی کا حصہ

وطن عزیز کی ترقی میں اپنا حصہ ملانے کیلئے کمپنی کی جانب سے قومی خزانے میں ٹیکسوں، ریٹس اور ڈیوٹیز کی مدات میں رقوم جمع کرائی جاتی ہیں۔ زیر نظر مالی سال کے دوران کمپنی کی جانب سے ٹیکسوں، سیلز ٹیکس اور دیگر لیویز کی مدات میں 492,421 ہزار روپے قومی خزانے میں جمع کروائے گئے جبکہ گزشتہ سال اسی عرصے کے دوران انہی مدات میں کمپنی کی جانب سے 314,404 ہزار روپے قومی خزانے میں جمع کروائے گئے تھے۔

مستقبل کا جائزہ

آپ کی کمپنی کی جانب سے پسائی کے سیزن کا آغاز 21 نومبر 2018 کو کیا گیا تھا اور 27 دسمبر 2018 تک سیزن کے دوران 199,616 میٹرک ٹن گنا پیسا گیا اور اس سے 19,525 میٹرک ٹن چینی پیدا کی گئی جبکہ ریکوری کی شرح 10.137% رہی۔ نا صرف آپ کی کمپنی بلکہ صوبہ سندھ کی دیگر چینی کی صنعتیں بھی ایک مرتبہ پھر سخت حالات کا شکار ہیں جن کا اجمالی جائزہ ذیل پیش کیا جا رہا ہے:

- ☆ گزشتہ مالی سال کے مقابلے میں سندھ کے اندر گنے کی پیداوار کم رہی۔
- ☆ ملک کے اندر پہلے سے موجود چینی کا وافر ذخیرہ۔
- ☆ مقامی اور بین الاقوامی مارکیٹوں میں چینی کی قیمت فروخت میں مندی کا رجحان۔
- ☆ حکومت سندھ کی جانب سے فی من گنے کی قیمت 182 روپے کا تعین، مزید برآں، ریکوری کے سلسلے میں 8.7% کی حد کو عبور کرنے کی صورت میں چینی کی صنعتوں کو ہر ایک فیصد ریکوری 0.5 روپے کا پرکوالٹی پریمیئم بھی ادا کرنا ہوگا۔

آپ کی کمپنی نے سندھ کی دیگر چینی کی صنعتوں کے ساتھ مل کر حکومت سندھ کی جانب سے فی من گنے کی قیمت 182 روپے مقرر کرنے کے خلاف سندھ ہائی کورٹ کے روبرو درخواست دائر کر رکھی ہے۔

کیپیٹل ریزرو

زیر نظر مالی سال کے دوران کمپنی کی جانب سے اکاؤنٹنگ سے متعلق اور املاک، پلانٹ اور آلات کی قدر کو ظاہر کرنے سے متعلق اکاؤنٹنگ کی پالسی میں تبدیلی کی جا چکی ہے تا کہ اسے انٹرنیشنل اکاؤنٹنگ اسٹینڈرڈ (آئی اے ایس) 16 میں مزکور "املاک، پلانٹ اور آلات" معیار کے مطابق لایا جا سکے جو کہ کمپنیز ایکٹ 2017 کی شرائط کے مطابق بھی ہے۔

املاک، پلانٹ اور آلات کی قدر پر نظر ثانی کرنے کے بعد ہونے والے اضافے کو مالیاتی پوزیشن کی دستاویز میں ایکیویٹی کا حصہ دکھایا گیا ہے اور ایکیویٹی میں تبدیلی سے متعلق دستاویز میں اس اضافے کو بطور کیپیٹل ریزرو ایکیویٹی کا حصہ ظاہر کیا گیا ہے۔ یہ اضافہ کیپیٹل ریزرو ہے اور کمپنیز ایکٹ 2017 کی دفعہ 241 کے تحت یہ کمپنی کے حصص داران میں تقسیم کئے جانے کیلئے موجود نہیں ہے۔

استحکام اور کارپوریٹ معاشرتی ذمہ داری

استحکام اور کارپوریٹ معاشرتی ذمہ داری سے متعلق رپورٹ کو رپورٹ ہذا کے ساتھ منسلک کر دیا گیا ہے۔

رسک مینجمنٹ اور حکمت عملی

کمپنی کی رسک مینجمنٹ حکمت عملی کی توجہ مکمل طور پر مالیاتی مارکیٹ کی بے یقینی اور اتار چڑھاؤ کی کیفیت پر مرکوز ہے اور اس حکمت عملی کا مطمئہ نظر یہی ہے کہ کمپنی کے کاروباری افعال سے پیدا ہونے والے نتائج سے منسلک رسک کو کم از کم سطح پر لایا جائے۔ کمپنی کی رسک مینجمنٹ پالیسی بنانے کا مقصد یہ ہے کہ کمپنی کو لاحق رسک کی نشاندہی کی جائے، ایسے رسک کا تجزیہ کیا جائے، رسک پر قابو پانے کیلئے مناسب تحدیدی اقدامات اٹھائے جائیں اور ان اقدامات پر مسلسل نظر رکھی جائے تا کہ ان کے مثبت اثرات مرتب ہوں۔ کمپنی رسک مینجمنٹ کے دائرہ کار کو مکمل طور پر مضبوط و مربوط بنانا اور اس پر کڑی نظر رکھنا مجموعی طور بورڈ آف ڈائریکٹرز کی ذمہ داری ہے۔ بورڈ اس بات کا بھی ذمہ دار ہے کہ کمپنی کی جانب سے رسک مینجمنٹ کی پالیسیوں کو مرتب کرے اور ان کی کڑی نگرانی کرے۔ کمپنی کے کاروباری افعال اور مارکیٹ میں آنے والی تبدیلیوں کے پیش نظر کمپنی کی رسک مینجمنٹ سے متعلق پالیسوں اور نظام کی مستقل بنیادوں پر اصلاح کی جاتی ہے۔

کمپنی کی جانب سے درج ذیل امور کو رسک کے سلسلے میں اہم گردانہ جاتا ہے:

1۔ کاروباری افعال سے متعلق رسک

کاروباری افعال سے متعلق رسک کو کم از کم سطح پر رکھنے کیلئے ضروری حکمت عملی مرتب کی گئی اور اس ضمن میں مستقل بنیادوں پر خاطر خواہ سرمایہ کاری بھی کی جاتی رہی ہے تا کہ پلانٹس کو بلا تعطل چلانے میں کسی قسم کی کوئی رکاوٹ پیدا نہ ہو۔ کمپنی ضرورت کے تحت گاہے بگاہے مرمت اور دیکھ بھال کے کام کرواتی رہتی ہے۔

2۔ مارکیٹ رسک

کمپنی کو خام مال کی قمیت سے متعلق کسی خاطر خواہ رسک کا سامنا نہیں ہے کیونکہ خام مال یعنی گنے کی قیمت بذات خود حکومت کی جانب سے ہی، متعین کر دی جاتی ہے۔ البتہ خام مال کی بھاری قیمت کے اثرات سے نمٹنے کیلئے مناسب حکمت عملی کی منصوبہ بندی کرنے کے بعد ان پر عمل بھی شروع کر دیا گیا ہے۔ مزید برآں، کمپنی کو سال کے آخر میں زرمبادلہ کی شرح میں پیدا ہونے والے اتار چڑھاؤ کے رسک سامنا نہیں تھا البتہ دوران سال چینی کی برآمد کی وجہ سے یہ رسک موجود تھا۔ انتظامیہ کی جانب سے مستقبل کے خطرات سے نمٹنے کیلئے فنانشل انسٹرومنٹ مرتب کئے جا چکے ہیں۔

3۔ قرضوں کا رسک

فروختگی سے متعلق اور وصولیوں کے حصول سے متعلق رسک کو کم از کم کرنے کی غرض سے انتظامیہ کی جانب سے قرضوں کا جائزہ لیا جاتا ہے جس میں خریدار کی مالی حیثیت، ماضی کے تجربات اور دیگر عناصر کو ملحوظ خاطر رکھا جاتا ہے۔ فروختگی کی وصولیوں سے متعلق رسک کو کم از کم سطح پر رکھنے کی غرض سے انتظامیہ کی جانب سے قرض پر مال فروخت کرنے کیلئے انفرادی خریداروں کیلئے ایک حد مقرر کی گئی ہے اور اس قسم کے رسک سے نمٹنے کیلئے پیشگی رقوم حاصل کی جاتی ہیں یا پھر لیٹر آف کریڈٹ کے ذریعے مال فروخت کیا جاتا ہے یا پھر ناقابل وصول قرضوں کیلئے ایک معقول پروویژن بنایا جاتا ہے۔ جہاں ضرورت محسوس کی جائے مخصوص پارٹیوں سے پیشگی رقوم حاصل کر لی جاتی ہیں یا پھر ضامن پارٹیوں سے پیشگی رقوم حاصل کی جاتی ہیں۔ کمپنی کے اندازوں کے مطابق کمپنی فی الوقت کمپنی کو بڑے پیمانے پر جمع شدہ قرضوں کے رسک کا کائی سامنا نہیں ہے۔

تنازعات

کمپنی میں تنازعات اور ممکنہ تنازعات سے نمٹنے کیلئے ایک حقیقی اور جامع پالیسی موجود ہے، نیز اس قسم کے اقدامات کئے جاتے ہیں کہ تنازعات کو پیدا ہونے سے روکا جا سکے، ممکنہ تنازعات کی نشاندہی کی جا سکے اور ان کی وجوہات کو تعین کیا جائے۔ کمپنی سے پیشگی اجازت کے بغیر کوئی بھی ملازم براہ راست یا بلواسطہ کسی تھرڈ پارٹی کو اپنی خدمات فراہم نہیں کرسکتا۔ اگر کمپنی کے مفادات کے ساتھ ٹکراؤ کی کوئی ایسی صورت پیدا ہونے کا کوئی خدشہ ہو تو ملازم کو چاہیئے کہ قبل از وقت اس سلسلے میں مشورہ حاصل کرے اور اپنی قانونی پوزیشن واضح کرے۔ کمپنی کا بنیادی مقصد یہ ہے کہ مفادات کے ٹکراؤ سے متعلق تنازعات کا تصفیہ کیا جائے اور یہ کہ اس سلسلے میں میرٹ کی بنیاد پر فیصلے کئے جائیں اور فیصلوں کا میرٹ پر ہونا نظر بھی آئے اور اس میں کسی بھی قسم کا کوئی تعصب نا پایا جاتا ہو۔ مفادات کے ٹکراؤ سے متعلق تنازعات کے تصفیئے اور جانچ کیلئے کمپنی کی جانب سے ایک واضح نظام وضع کیا جا چکا ہے۔

ماحولیات پر کمپنی کے کاروبار کا اثر

کمپنی کی یہ ذمہ داری ہے کہ ماحول کو صحت افزاء اور صاف رکھے۔ لہذا کمپنی کی جانب سے ہر ممکن کوشش کی گئی ہے کہ ماحول کو صاف ستھرا رکھا جائے اور اس سلسلے میں اس قسم کی آلات نصب کئے گئے ہیں جن کی بدولت آلودگی کو کم کرنے میں مدد ملتی ہے تا کہ کمپنی کے کاروباری افعال سے ماحولیات متاثر نہ ہو۔ کمپنی کی جانب سے کلیکشن یونٹس کا قیام عمل میں لایا گیا جو خارج شدہ پانی سے تیل یا گریس کو علیحدہ کرنے کا کام کرتے ہیں اور چمنیوں پر راکھ کو جمع کرنے کے لیئے ایسے آلات نصب کئے گئے ہیں جن کی وجہ سے راکھ فضائی آلودگی کا باعث نہیں بنتی۔ نیز فضلے کیلئے ایک ٹریٹمنٹ پلانٹ اور ماحولیاتی آلودگی کو کم کرنے کیلئے دیگر پروگرام بھی زیر غور ہیں جنھیں جلد حتمی شکل دے دی جائے گی۔ نیز فضلے کو ٹھکانے لگانے کیلئے پلانٹ کے امکانات اور اس سلسلے میں دیگر اقدامات تکمیل کے مراحل میں ہیں۔ کسی بھی سہولت کی فراہمی سے قبل پہلا اقدام ماحولیات سے متعلق مسئلے کی نشاندہی ہے۔ ان مسائل میں صاف پانی کی کھپت، توانائی کا استعمال، فضلے کو ٹھکانے لگانا، زمین اور زیر زمین پانی کی نگرانی اور گاڑیوں، جنریٹروں اور بوائلروں سے نکلنے والا دھواں وغیرہ شامل ہیں۔ ان تمام اقدامات کا مقصد یہ ہے کہ نشاندہی شدہ مسائل کے آنے والے سال میں حل تلاش کئے جائیں۔

مزید برآں، یہ بات بھی آپ کے علم میں لانا چاہتے ہیں کہ کمپنی کی جانب سے ماحولیات مینجمنٹ منصوبہ تیار کیا جا چکا ہے اور ماحولیات سے متعلق بنیادی جانچ پڑتال بھی کی جا چکی ہے اور درج ذیل اقدامات کے ذریعے اس بات کی کوشش کی جارہی ہے کہ پانی کے استعمال کو کم از کم سطح پر لایا جا سکے:

- ☆ مل ہاؤس میں استعمال ہونے والے پانی کا درجہ حرارت 40 ڈگری سینٹی گریڈ سے بڑھا کر اسے 55 ڈگری سینٹی گریڈ تک لانا تا کہ خام پانی کی جگہ کنڈنسیٹ پانی کو استعمال کیا جا سکے۔
- ☆ ورٹیکل کرسٹلائزر کے ذریعے کولنگ ٹاور کی ری ایکٹیویشن جس کے ذریعے کرسٹلائز کولنگ مقصد کی خاطر پانی کی ری سائکلنگ ہو جائے گی۔ اس صورت میں صاف پانی کو صرف بھاپ کی وجہ پانی میں ہونے والی کمی کو پورا کرنے کیلئے استعمال کیا جائے گا۔
- ☆ کنڈنسیٹ پانی کے ساتھ خام پانی کی جگہ کیمیکل پروسس تیار کئے گئے ہیں۔
- ☆ ہم پانی کے کم استعمال، ری سائکلنگ اور پانی کے دوبارہ استعمال کی کوششیں کر رہے ہیں۔

کمپنی کی جانب سے فضلے کو ٹھکانے لگانے کیلئے ٹریٹمنٹ پلانٹ کی تنصیب کیلئے کنسلٹنٹ سے گفت وشنید جاری ہے تا کہ یہ پلانٹ 2019-20 کے پسائی کے سیزن سے پہلے ہی کام کرنا شروع کر دے۔

سرمایہ کاروں کی شکایات اور مسائل

سرمایہ کاروں یا ممکنہ سرمایہ کاروں کو یہ مکمل سہولت فراہم کی جاتی ہے کہ وہ کمپنی کے کاروباری افعال سے متعلق معلومات اور اپنے حصص سے متعلق معاملات تک رسائی حاصل کر سکیں۔ اگر کسی بھی شخص کو معلومات درکار ہوں تو انھیں اس کا فوراً جواب مہیا کیا جاتا ہے اور شکایات کرنے کی صورت میں مروجہ قواعد کی روشنی میں فوری طور انکی شکایات کا ازالہ بھی کیا جاتا ہے۔

2۔ لین دین کے دیگر معاملات

کمپنی نے معمول کے کاروباری معاملات کے تحت اہم انتظامی اشخاص اور متعلقہ پارٹیوں سے لین دین کے درج ذیل معالات کئے ہیں۔ ذیل میں پیش کئے جانے والے معاملات معاشی اہمیت کے حامل ہیں اور ان معاملات کو معمول کے کاروباری معاملات کے تحت کیا گیا۔

متعلقہ پارٹی کا نام	کمپنی سے تعلق	معاملات کی نوعیت	2018	2017
			..... روپے ہزاروں میں	
جناب غلام دستگیر راجڑ	چیئرمین	گنے کی خریداری	18,781	29,363
ایضاً	ایضاً	گنے کی خرید کیلئے ایڈوانس	17,898	26,423
حاجی خدا بخش راجڑ	چیف ایگزیکیٹیو	گنے کی خریداری	-	4,360
ایضاً	ایضاً	گنے کی خرید کیلئے ایڈوانس	-	4
جناب گل محمد راجڑ	چیف ایگزیکیٹیو کے صاحبزادے	گنے کی خریداری	5,543	14,064
ایضاً	ایضاً	گنے کی خرید کیلئے ایڈوانس	1,107	22
جناب محمد ہاشم	جنرل مینیجر	گنے کی خریداری	4,770	4,209
ایضاً	ایضاً	گنے کی خرید کیلئے ایڈوانس	1,915	86

اہم انتظامی شخصیات میں وہ افراد شامل ہیں جو کمپنی میں براہ راست یا بالواسطہ منصوبہ بندی کرنے، ہدایات دینے اور معاملات پر گرفت رکھنے کے عمل میں شریک ہیں۔

ایسی متعلقہ پارٹیاں کے جن کے ساتھ زیرنظر مالی سال کے دوران کمپنی کسی معاملے میں شریک ہوئی ہے یا ان سے کوئی معاہدے طے پائے ہیں تو اُن کے نام بمعہ کمپنی کے ساتھ تعلق کو مالیاتی دستاویزات میں متعلقہ نوٹس میں ظاہر کیا جا چکا ہے۔ متعلقہ پارٹیوں کے ساتھ معاملات یا معاہدات کو مارکیٹ کی روایات کے عین مطابق کیا گیا ہے اور ان روایات سے ہٹ کر انھیں کوئی فائدہ نہیں پہنچایا گیا۔

معاملات کی اہمیت کا تعین

معاملات کی اہمیت کا تعین ایک غیر معروضی عمل ہے اور اس سلسلے میں ایک سے دوسرے ادارے کے مابین تفاوت پایا جاتا ہے۔ معاملات طے کرنے کی مجازیت اور انتقال اختیار کی واضح طور پر تعریف کر دی گئی ہے اور ان معاملات کیلئے کمپنی میں ایک واضح اور جامع نظام موجود ہے۔ کمپنی میں معاملات کی اہمیت کے تعین کیلئے ہر سال نظر ثانی کرنے کے بعد اس کی معقولیت کا تعین معروضی حالات کے تحت کیا جاتا ہے۔

انسانی وسائل کے بندوبست اور جانشینی سے متعلق منصوبہ بندی

کمپنی ایک بہتر تنظیمی کلچر پر یقین رکھتی ہے جہاں تمام ملازمین باختیار ہوں اور کمپنی کے وژن اور اس کی اقدار سے گہرا لگاؤ رکھتے ہوں۔ انسانی وسائل کے بندوبست سے متعلق حکمت عملی کمپنی کی کاروباری حکمت عملی کا جزو لاینفک ہے۔ کمپنی میں ایک ایسا کلچر موجود ہے جہاں لیڈرشپ کو پروان چڑھنے، خود احتسابی کی سوچ پیدا کرنے اور اجتماعی کوششیں کرنے کا جذبہ پیدا ہوتا ہے۔ کمپنی جانشینی کے ضمن میں ایک قدم آگے بڑھ کر اقدامات کرنے پر یقین رکھتی ہے۔ کمپنی ملازمین کو اس نیت سے منتخب کرتی ہے کہ ان کی تربیت کی جائے، انکی مہارتوں میں اضافہ کیا جائے، آگے بڑھنے کیلئے ان میں قابلیت پیدا کی جائے اور انھیں پہلے سے زیادہ بڑے چیلنج والی ذمہ داریاں سونپی جائیں۔ جانشینی کی پالیسی اس بات کو یقینی بناتی ہے کہ ملازمین مسلسل اپنی صلاحیتوں میں اضافہ کرتے رہیں اور ضرورت پڑنے پر ہمہ وقت ہر مشکل کردار ادا کرنے کیلئے تیار رہیں۔ کمپنی ایسے افراد کی ہمہ وقت تلاش میں رہتی ہے جو خود کو مہارت سازی کے عمل میں پیش پیش رکھتے ہیں تاکہ انھیں مستقبل میں زیادہ اہم ذمہ داریاں سونپی جاسکیں۔

معقول اندرونی مالیاتی کنٹرول

ڈائریکٹروں کی جانب سے اس بات کی تصدیق کی جاتی ہے کہ بورڈ آف ڈائریکٹر کی جانب سے کارپوریٹ گورننس کے ضوابط اور مالیاتی کنٹرول سے متعلق جامع پالیسیوں اور طریق کار کو مدِنظر رکھتے ہوئے اندرونی مالیاتی کنٹرول سے متعلق اعلیٰ ترین معیارات کی منظوری دی جا چکی ہے اور اس وقت کمپنی میں اندرونی مالیاتی کنٹرول کا ایک جامع اور مؤثر نظام نافذ العمل ہے۔

ایگزیکیٹو کے تعین کا معیار

پاکستان اسٹاک ایکسچینج کے لسٹنگ ریگولیشنز (رول بک) کی دفعات 5.6.1(a)&(d) کے تحت کمپنی کی جانب سے ایگزیکیٹو کے تعین کیلئے نظر ثانی کے بعد ایک معیار مقرر کر دیا گیا ہے تا کہ حصص کی خرید و فروخت سے متعلق کسی بھی ابہام کو رفع کیا جا سکے۔ ہر وہ شخص جس کی سالانہ بنیادی تنخواہ 2.3 ملین سے تجاوز کر جائے کو ایگزیکیٹو مانا جائے گا۔

متعلقہ پارٹیوں سے لین دین

متعلقہ پارٹیوں سے لین دین کے معاملے میں درج ذیل معاملات کو بورڈ کے سامنے منظوری کیلئے پیش کیا گیا اور بورڈ سے باقاعدہ ان کی منظوری حاصل کی گئی۔ لین دین کے یہ معاملات انٹرنیشنل فنانشل رپورٹنگ اسٹینڈرڈز (آئی ایف آر ایس) اور کمپنیز ایکٹ 2017 کے قواعد کے عین مطابق ہیں۔ کمپنی کی جانب سے اس قسم کے تمام معاملات کا باقاعدہ ریکارڈ رکھا جاتا ہے۔

1۔ چیف ایگزیکیٹو، ڈائریکٹروں اور ایگزیکیٹو کے مشاہرے

زیرِ نظر مالی سال کے دوران کمپنی کے چیف ایگزیکیٹو، ڈائریکٹروں اور ایگزیکیٹو کے مشاہرے بشمول تمام سہولیات کے ضمن میں اوسطاً درج ذیل رقوم کا حساب لگایا گیا ہے:

	چیف ایگزیکیٹو		ڈائریکٹر		ایگزیکیٹو		کل	
	2018	2017	2018	2017	2018	2017	2018	2017
	روپے ہزاروں میں							
غیر انتظامی ڈائریکٹروں کی میٹنگ فیس-ایک ڈائریکٹر (2017 ایک ڈائریکٹر)	-	-	240	120	-	-	240	120
انتظامی ادائیگیاں بنیادی	3,850	3,587	1,475	1,375	3,755	3,993	9,080	8,955
سہولت (بونس، ہاؤس رینٹ دیگر)	4,806	4,470	2,280	1,917	6,184	5,209	13,270	11,596
قابل ادائیگی اخراجات	1,082	990	-	-	924	668	2,006	1,658
ادا شدہ گریجویٹی	-	-	-	-	-	2,562	-	2,562
	9,738	9,047	3,755	3,292	10,863	12,432	24,356	24,771
افراد کی تعداد	1	1	1	1	3	4	5	6

جیسا کہ ذکر کیا جا چکا ہے، چیف ایگزیکیٹو اور ایگزیکیٹوز کو کمپنی کے خرچے پر کار اور ٹیلی فون کی سہولیات مہیا کی جاتی ہیں۔ تمام غیر انتظامی ڈائریکٹروں بجز ایک ڈائریکٹر نے اپنی ڈائریکٹر فیس چھوڑ دی ہے جس کی بورڈ آف ڈائریکٹرز سے باقاعدہ منظوری بھی حاصل کی گئی ہے۔

انفارمیشن ٹیکنالوجی کمیٹی کے ممبران کی اجلاسوں میں شرکت

انفارمیشن ٹیکنالوجی کمیٹی کے دوران سال دو اجلاس منعقد کئے گئے۔ان اجلاسوں میں متعلقہ ممبران کی حاضری سے متعلق تفصیلات درج ذیل ہیں:

نمبر شمار	نام	عہدہ	اجلاسوں میں حاضری
1	جناب غلام حیدر	چیئرمین	2
2	سید ریحان احمد ہاشمی	ممبر	2
3	جناب محمد احمد	ممبر	2

کارپوریٹ معاشرتی ذمہ داری کے اجلاسوں میں ممبران کی میں شرکت

زیرنظر مالی سال کے دوران کارپویٹ معاشرتی ذمہ داری کمیٹی کے چار اجلاس منعقد کئے گئے جن میں ممبران کی حاضری سے متعلق معلومات درج ذیل ہیں:

نمبر شمار	نام	عہدہ	اجلاسوں میں حاضری
1	جناب رحیم بخش	چیئرمین	4
2	جناب محمد اسلم	ممبر	4
3	جناب شاہد عزیز	ممبر	4
4	سید ریحان احمد ہاشمی	ممبر	4

رسک مینجمنٹ کمیٹی کے اجلاسوں میں ممبران کی حاضری

زیرنظر مالی سال کے دوران رسک مینجمنٹ کمیٹی کے دو اجلاس منعقد کئے گئے جن میں ممبران کی حاضری درج ذیل ہے:

نمبر شمار	نام	عہدہ	اجلاسوں میں حاضری
1	جناب محمد اسلم	چیئرمین	2
2	جناب غلام حید	ممبر	2
3	جناب شاہد عزیز	ممبر	2

بورڈ کی کارکردگی کی جانچ

کارپوریٹ گورننس کے ضوابط کے تحت بورڈ کی منظوری سے ایک خود احتسابی کا نظام عمل میں لایا گیا ہے تاکہ بورڈ اپنی کارکرگی کا جائزہ لے سکے۔اس نظام کے تحت بورڈ، اس کے ڈائریکٹروں اور بورڈ کی کمیٹیوں کا بذریعہ مباحث، اور سوالات جائزہ لیا جانا مقصود ہے، ان مباحث اور سوالات کی توجہ بنیادی طور پر بورڈ کے دائرہ کار، مقاصد، افعال، ذمہ داریوں، کمپنی کی کارکردگی اور مانیٹرنگ کے نظام کی جانب ہوگی۔ بورڈ کے اجلاس میں ڈائریکٹروں کی جانب سے کی جانے والی تمام کوششوں کے ضمن میں اہم نکات پر ہر لحاظ سے غور کیا جا چکا ہے۔

ڈائریکٹروں کی تربیت

کمپنی کے ایک ڈائریکٹر مطلوبہ اہلیت کے حامل ہیں اس لئے وہ کارپوریٹ گورننس کے ضوابط کے تحت تربیتی پروگرام میں شرکت سے مستثنی ہیں۔ جہاں دیگر ڈائریکٹروں کا تعلق ہے وہ کارپوریٹ گورننس کے ضوابط کے تحت تربیتی پروگرام کی تکمیل پہلے ہی کر چکے ہیں۔

ھ۔ انفارمیشن ٹیکنالوجی اور اسٹیرنگ کمیٹی

نام	عہدہ	
جناب غلام حیدر	چیئرمین	
سید ریحان احمد ہاشمی	ممبر	
جناب محمد احمد	ممبر	(مؤرخہ 30 ستمبر 2018 کو استعفیٰ دے چکے ہیں)
جناب عباد اظہر	ممبر	(مؤرخہ 1 نومبر 2018 کو تعینات کئے گئے)

بورڈ کے اجلاسوں میں بورڈ آف ڈائریکٹرز کی حاضری

زیرنظر مالی سال کے دوران بورڈ کے پانچ اجلاس منعقد کئے گئے۔ ان اجلاسوں میں شرکت نا کرنے والے ڈائریکٹروں رخصت دے دی گئی تھی۔ تمام ڈائریکٹروں کی فرداً فرداً حاضری ذیل میں پیش کی جارہی ہے:

نمبر شمار	ڈائریکٹروں کے نام	عہدہ	اجلاسوں میں حاضری
1	جناب غلام دستگیر راجڑ	چیئرمین	4
2	حاجی خدا بخش راجڑ	چیف ایگزیکیٹو	5
3	جناب محمد اسلم	ڈائریکٹر	5
4	جناب رحیم بخش	ڈائریکٹر	5
5	جناب غلام حیدر	ڈائریکٹر	5
6	جناب قاضی شمس الدین	ڈائریکٹر	5
7	جناب شاہد عزیز	ڈائریکٹر (این آئی ٹی)	5

آڈٹ کمیٹی کے ممبران کی اجلاسوں میں حاضری

آڈٹ کمیٹی کے دوران سال پانچ اجلاس منعقد کئے جن میں ممبران کی حاضری درج ذیل ہے:

نمبر شمار	نام	عہدہ	اجلاسوں میں حاضری
1	جناب رحیم بخش	چئیرمین	5
2	جناب شاہد عزیز	ممبر	5
3	جناب محمد اسلم	ممبر	5

انسانی وسائل وادائیگیوں سے متعلق کمیٹی کے ممبران کی اجلاسوں میں شرکت

انسانی وسائل وادائیگیوں سے متعلق کمیٹی کی زیرنظر سال کے دوران دو اجلاس منعقد کئے گئے۔ ان اجلاسوں میں متعلقہ ڈائریکٹروں کی حاضری سے متعلق معلومات درج ذیل ہیں:

نمبر شمار	نام	عہدہ	اجلاسوں میں حاضری
1	جناب رحیم بخش	چئیرمین	2
2	جناب محمد اسلم	ممبر	2
3	جناب شاہد عزیز	ممبر	2

بورڈ کی ساخت

بورڈ کی ساخت درج ذیل ہے:

الف۔ آزاد ڈائریکٹر

جناب رحیم بخش

ب۔ دیگر غیر انتظامی ڈائریکٹر

جناب غلام دستگیر راجڑ
جناب محمد اسلم
جناب قاضی شمس الدین
جناب شاہد عزیز (این آئی ٹی)

ج۔ انتظامی ڈائریکٹر

حاجی خدا بخش راجڑ
جناب غلام حیدر

بورڈ کی کمیٹیاں

بورڈ کی جانب سے درج ذیل ممبران پر مشتمل کمیٹیاں تشکیل دی گئی ہیں:

الف۔ آڈٹ کمیٹی

نام	عہدہ
جناب رحیم بخش	چیئرمین
جناب محمد اسلم	ممبر
جناب شاہد عزیز	ممبر

ب۔ انسانی وسائل وادائیگیوں کی کمیٹی

نام	عہدہ
جناب رحیم بخش	چیئرمین
جناب محمد اسلم	ممبر
جناب شاہد عزیز	ممبر

ج۔ رسک مینجمنٹ کمیٹی

نام	عہدہ
جناب محمد اسلم	چیئرمین
جناب غلام حیدر	ممبر
جناب شاہد عزیز	ممبر

د۔ کارپوریٹ معاشرتی ذمہ داری کی کمیٹی

نام	عہدہ
جناب رحیم بخش	چیئرمین
جناب محمد اسلم	ممبر
جناب شاہد عزیز	ممبر
سید ریحان احمد ہاشمی	ممبر

لسٹنگ ریگولیشنز کے مطابق آپ کی کمپنی کی جانب سے کوڈ آف کارپوریٹ گورننس کی مکمل پاسداری کی جاتی ہے، اس سلسلے میں چند اہم نکات ذیل میں پیش خدمت ہیں:

1۔ مینجمنٹ کی جانب سے تیار شدہ مالیاتی دستاویزات کمپنی کے تمام امور، آپریشنز کے نتائج، ترسیل نقد رقوم اور حصص میں ردوبدل سے متعلق معاملات کی صحیح صحیح ترجمانی کرتی ہیں۔

2۔ کمپنی کی جانب سے متعلقہ ریکارڈ کو باقاعدہ قواعد کے مطابق کھاتوں میں درج کیا گیا ہے۔

3۔ تمام تر مالیاتی دستاویزات کی تیاری کے سلسلے میں مناسب محاسبی پالیسیوں پر عمل کیا گیا ہے، نیز تمام تر مالیاتی تخمینے معقول اور قرین قیاس ہیں۔

4۔ مالیاتی دستاویزات کی تیاری کے سلسلے میں پاکستان میں مستعمل بین الاقوامی محاسبی معیارات کی مکمل پاسداری کی گئی ہے اور اس سلسلے میں کسی قسم کی کوئی رو گردانی نہیں کی گئی۔

5۔ اندرونی طور پر کنٹرول کا نظام انتہائی منظم اور جامع ہے اور اسے مؤثر انداز سے نافذ کیا گیا ہے اور اس پر مکمل نظر رکھی جاتی ہے۔

6۔ ایسی کوئی وجہ نظر نہیں آتی جس کی بنیاد پر کمپنی کو ختم کرنے سے متعلق کوئی سوال پیدا ہوتا ہو کہ کمپنی اپنا وجود برقرار نا رکھ پائے۔

7۔ اسٹاک ایکسچینجز کے لسٹنگ قواعد میں مزکور کارپوریٹ گورننس کی بہترین پالیسیوں سے کوئی ایسا انحراف نہیں کیا گیا جو کہ قابل غور ہو۔

8۔ کمپنی کے مالیاتی نتائج سے متعلق گزشتہ دس سال کی اہم معلومات کا خلاصہ رپورٹ ہذا کے ساتھ منسلک ہے۔

9۔ قانوناً کمپنی کے ذمے کوئی قابل ذکر ادائیگیاں واجب نہیں ہیں ماسوائے ان ادائیگیوں کے جن کا ذکر مالیاتی دستاویزات کے اندر متعلقہ نوٹس میں کیا جا چکا ہے اور حکومت ٹیکسوں، ڈیوٹیز لیویز اور چارجز کی صورت میں واجب الادا ادائیگیوں کے جنھیں معمول کے مطابق باقاعدہ ادا کیا جا رہا ہے۔

10۔ تمام مستقل اور اہلیت کے حامل ملازمین کیلئے کمپنی میں ایک غیر فنڈ شدہ گریجویٹی اسکیم اور چھٹیوں کی ادائیگی کی اسکیم جاری ہے۔ تخمینے کی بنیاد پر ہر سال ذمہ داریوں سے نبرد آزما ہونے کی غرض سے پرووِیژن فراہم کیا جاتا ہے جس سے متعلق تمام تر معلومات کو رپورٹ ہذا کے نوٹس میں بیان کیا جا چکا ہے۔

11۔ کمپنی کی بابت ترتیب حصص داری کی جدول کو بھی سالانہ رپورٹ کا حصہ بنایا گیا ہے۔

12۔ لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2017 کے ضابطہ 20 کی رو سے کمپنیوں پر لازم ہے کہ اس بات کو یقینی بنائیں کہ ان کے ڈائریکٹروں نے مجوزہ ڈائریکٹرز ٹریننگ پروگرام کے تحت 30 جون 2021 تک سرٹیفکیٹ حاصل کر لیا ہو۔ چیف ایگزیکیٹو کے علاوہ کمپنی تمام ڈائریکٹرز کاسٹ اینڈ مینجمنٹ اکاؤنٹنٹ آف پاکستان کی جانب سے منعقد کئے جانے والے ڈائریکٹرز ٹریننگ پروگرام میں شرکت کر کے پروگرام کی کامیابی کے ساتھ تکمیل کر چکے ہیں۔ چیف ایگزیکیٹو سی جی ریگولیشنز کے ضابطہ (2)20 کے تحت اپنی تعلیم و تجربے کی بنیاد پر اس پروگرام سے مستثنی ہیں۔

13۔ بورڈ کی جانب سے مستقل بنیادوں پر یہ کوششیں کی جاتی ہیں کہ بورڈ کی کمیٹیوں کی کارکردگی کو مزید سے مزید تر مؤثر بنایا جائے۔ کوڈ آف کارپوریٹ گورننس کی شرائط کے مطابق بورڈ آف ڈائریکٹرز کی جانب سے ایک نظام وضع کیا گیا ہے جس کے تحت بورڈ اور اس کی کمیٹیوں کی سالانہ کارکردگی کا جائزہ لیا جاتا ہے۔ بورڈ کی جانب سے کارپوریٹ گورننس کا جائزہ بھی لیا جاتا ہے تا کہ اس بات کو یقینی بنایا جا سکے کہ کمپنی کارپوریٹ گورننس کے سنہرے اصولوں مکمل پاسداری کر رہی ہے۔

14۔ ہمارے بہترین علم کے مطابق کمپنی کے ڈائریکٹروں، چیف ایگزیکیٹو اور ان کے ازواج اور نابالغ بچوں کی جانب سے دوران سال کمپنی کے حصص میں کسی قسم کی کوئی اور لین دین نہیں کی گئی۔

15۔ لسٹڈ کمپنیز (کارپوریٹ گورننس) ریگولیشنز 2017 اصولوں کی پاسداری سے متعلق ایک بیان بھی رپورٹ ہذا کے ساتھ منسلک ہے۔

ڈائریکٹروں کی تعداد

دائریکٹروں کی کل تعداد سات ہے جس کی تفصیل درج ذیل ہے:

الف۔	حضرات	سات
ب۔	خواتین	کوئی نہیں

گنے کی فی من قیمت مقامی اور بین الاقوامی مارکیٹوں میں چینی کی قیمت فروخت کے مقابلے میں بالکل بھی جائز نہ تھی۔آپ کی کمپنی کی جانب سے دیگر چینی کی صنعتوں کے ساتھ گنے کی کم از کم مقرر شدہ قیمت کے خلاف سندھ ہائی کورٹ کے روبرو ایک درخواست دائر کر دی گئی۔

اس کے بعد 30 جنوری 2018 کو سندھ ہائی کورٹ کی جانب سے تمام شراکت داروں کی رضامندی کے ساتھ یہ فیصلہ سنایا گیا کہ کسی بھی فریق کے کسی بھی حق یا دعوے سے قطع نظر اور سپریم کورٹ آف پاکستان میں دائر درخواست کے ضمن میں سپریم کورٹ کے فیصلے کے مطابق پسائی کے سیزن 2017-18 کے دوران چینی کی صنعتیں 160 روپے فی من کے حساب سے کاشتکاروں سے گنا خریدیں گی۔عدالت کا یہ عبوری حکم تمام شراکت داروں پر لازم تھا۔

تمام شراکت داروں کی رضامندی کے بعد سندھ ہائی کورٹ کی جانب سے کئے جانے والے فیصلے کی روشنی میں کمپنی کی مالیاتی دستاویزات تیار کیا گیا ہے جس میں گنے کی فی من قیمت کو 160 روپے تصور کیا گیا ہے اور اس بات کی امید کی جارہی ہے کہ مارکیٹ میں چینی کی کم قیمت فروخت کے پیش نظر عدالت کی جانب سے حتمی فیصلہ بھی رضامندی سے کئے جانے والے فیصلے کے مطابق آئے گا۔

آپکی کمپنی کی جانب سے کاروباری افعال کے ضمن میں 38,589 ہزار روپے کا نقصان درج کیا گیا ہے اور قبل از ٹیکس کا صافی منافع 24,868 ہزار روپے درج کیا گیا ہے جو ملک میں موجود چینی کے 1500 ہزار میٹرک ٹن کے فاضل اسٹاک پر وفاقی حکومت کی جانب سے اعلان کردہ سبسڈی کی وجہ ہوا ہے۔ حکومت سندھ کی جانب سے 9.30 روپے فی کلو کی اضافی سبسڈی مل چکی ہے جبکہ اسٹیٹ بینک آف پاکستان کی جانب سے 10.70 فی کلو ابھی تک ملنا باقی ہیں جو کہ واجب الوصول ہیں۔وفاقی اور صوبائی حکومت کی جانب سے برابری کی بنیاد پر 10.70 روپے فی کلو بطور سبسڈی شامل کیا جائے گا۔

حکومت سے یہ درخواست بھی کی گئی ہے کہ چینی کی برآمد پر سبسڈی فوراً جاری کر دی جائے تا کہ چینی کی صنعتیں اپنے مالی حالات میں بہتری پیدا کر سکیں۔ مزید برآں، یہ گزارش بھی حکومت کے سامنے رکھی گئی ہے کہ سیلز ٹیکس کی مد میں مستقل قیمت پر نظر ثانی کر کے اسے بھی قرین قیاس کیا جائے جو کہ اس وقت 60 روپے فی کلو کے حساب سے متعین ہے۔

وفات شدہ انتظامی افسر کے ذمے واجبات

کمپنی کے ایک وفات پا جانے والے انتظامی افسر کے ذمے کمپنی کے 12,996 ہزار روپے 2013 سے واجب الادا ہیں۔آپ کی کمپنی کی جانب سے وفات پانے والے افسر کے ورثاء (والدین) سے یہ قرض واپس لینے کی کوشش کی گئی ہے، لیکن مزکورہ افسر کے والد کی وفات کے بعد اب آپ کی کمپنی کو اس بات کی زیادہ امید نہیں ہے کہ یہ رقم واپس مل پائے گی، اس لئے انتظامیہ کے خیال میں اس قرض کو حذف کر دیا جائے۔لہذا بورڈ آف ڈائریکٹرز کی منظوری کے بعد اب اس قرض کو کھاتوں سے حذف کر دیا گیا ہے اور اس کا حوالہ مالیاتی دستاویزات کے نوٹ نمبر 16.5 میں کیا جا چکا ہے۔

آڈیٹروں کی رپورٹ کا جائزہ

قانونی طور پر مقرر شدہ کمپنی کے آڈیٹروں کی جانب سے ان کی رپورٹ میں 22 روپے فی من کے پرویژن کی عدم موجودگی پر تاکید کی گئی ہے، اس سلسلے میں ہم یہ بات آپ کے علم میں لانا چاہتے ہیں کہ تمام شراکت داروں کی جانب سے رضامندی ظاہر کئے جانے کہ بعد سندھ ہائی کورٹ کے عبوری فیصلے کے مطابق آپ کی کمپنی کی مالیاتی دستاویزات 160 روپے فی من کے حساب سے تیار کی گئی ہیں، ہم اس بات کی امید کرتے ہیں کہ مقامی اور بین الاقوامی مارکیٹوں میں چینی کی قیمتوں پر موجود مسلسل دباؤ کو مدنظر رکھتے ہوئے فاضل عدالت کی جانب سے اسی رضامندی کے عین مطابق حتمی فیصلہ بھی آئے گا۔

کارپوریٹ اور مالیاتی رپورٹنگ فریم ورک سے متعلق بیان

بورڈ آف ڈائریکٹرز اور کمپنی کی جانب سے ہر ممکن کوشش کی جاتی ہے کہ شفافیت کو یقینی بنانے اور تمام اہم امور کو آپ کے علم میں لانے کی غرض سے کارپوریٹ مینجمنٹ کے بہترین اصولوں کی پاسداری کی جائے۔بورڈ اور انتظامیہ اپنے فرائض منصبی سے بخوبی واقف ہیں اور افعال اور کارکردگی کی پوری طرح جانچ پڑتال کرتے ہیں تا کہ مالیاتی اور غیر مالیاتی رپورٹنگ صحت، جامعیت اور شفافیت میں مزید نکھار پیدا کیا جا سکے۔

پیدا کی جانے والی بجلی کوفروخت کیا جاسکے۔ یہ پیداواری سہولیات بمقام سانگھڑ سندھڑی روڈ، دیہہ کیہور، ڈسٹرکٹ سانگھڑ صوبہ سندھ میں واقع ہیں۔

زیرنظر مالی سال کے دوران مل میں گنے کو پیسنے کی صلاحیت کو 6000 ٹن یومیہ سے بڑھا کر 8500 ٹن یومیہ تک پہنچا دیا گیا ہے جس کی وجہ نئے پلانٹ کا اضافہ ہے جس پر اوسطاً 891,475 ہزار روپے کی لاگت آئی ہے۔ نئے تنصیب شدہ پلانٹ اور مشینری کو پیداوار کیلئے مارچ 2018 میں آزمائشی طور پر چلایا گیا اور اس کے ساتھ ہی اس پلانٹ نے تجارتی بنیادوں پر پیداواری عمل کا آغاز بھی کر دیا۔ اس کے علاوہ کمپنی کی جانب سے موجودہ پیداواری سہولت کی کارکردگی کو بہتر بنانے کیلئے مستقل سرمایہ کاری بھی کی گئی ہے۔

کاروباری نتائج

مالی سال 2017-18 کے پسائی سیزن کا آغاز 29 نومبر 2017 کو کیا گیا اور اس کا اختتام 19 اپریل 2018 کو کیا گیا۔ سیزن کے دوران 712,124 میٹرک ٹن گنے کی پسائی کی گئی جس میں سکروز کی اوسطاً ریکوری 10.372% رہی اور چینی کی پیداوار 73,776 میٹرک ٹن درج کی گئی ہے، جبکہ اس کے مقابلے میں گزشتہ مالی سال کے دوران گنے کی پسائی 625,237.042 میٹرک ٹن درج کی گئی تھی جس میں اوسطاً 10.12% سکروز کی ریکوری کی گئی تھی اور چینی کی پیداوار کا حجم 63,380 میٹرک ٹن درج کیا گیا تھا۔

کاروباری نتائج کا جائزہ

گزشتہ مالی سال کے مقابلے میں زیرنظر مالی سال کے دوران کمپنی کی جانب سے پسائی کے سیزن کا آغاز تقریباً ایک ماہ کی تاخر سے کیا گیا۔ کمپنی میں 142 دن پسائی کا کام جاری رہا اور اس دوران 5,016 میٹرک ٹن گنا یومیہ پیسا گیا جبکہ اس عرصے کے دوران گزشتہ مالی سال کے دوران اوسطاً 4,701 میٹرک ٹن گنا یومیہ پیسا گیا تھا۔ سیزن کے اخر میں کمپنی کی جانب سے پیداواری صلاحیت میں اضافے کے باعث رواں مالی سال کے دوران گنے کی پسائی کا اوسط بڑھ گیا۔ بنیادی طور اس وجہ سے اور چند دیگر وجوہات کی بنیاد پر بھی اس سال گزشتہ مالی سال کے مقابلے میں ریکوری کی شرح بلند رہی۔

مالیاتی نتائج

کمپنی کے اہم مالیاتی نتائج بابت مالی سال اختتامیہ 30 ستمبر 2018 اور ان کا گزشتہ مالی سال سے تقابل زیل مین پیش کیا جارہا ہے:

	2018	2017
	روپے ہزاروں میں	
نفع (نقصان) قبل از ٹیکس	24,868	(259,678)
ٹیکس	(5,442)	(27,426)
نفع (نقصان) بعد از ٹیکس	19,426	(287,104)
آمدن (نقصان) فی حصص بنیادی وتحلیلی (روپے)	1.63	(24.03)

مالیاتی نتائج کا جائزہ

زیرنظر مالی سال کے دوران گزشتہ مالی سال کے مقابلے میں پیداوار میں تقریباً 16.40% اور فروخت میں 62.04% کا اضافہ درج کیا گیا ہے۔ اس کے باوجود کمپنی کے پاس وافر مقدار میں چینی کا ذخیرہ موجود ہے جسے اگلے سال میں منتقل کیا جائے گا۔

پیداوار اور فروخت میں اضافے اور زائد بجلی کو فروخت کرنے کے باوجود کمپنی کے منافع میں خاطر خواہ اضافہ درج نہ کیا جاسکا جس کی وجہ مقامی اور بین الاقوامی مارکیٹ میں چینی کی قیمت فروخت کا کم سطح پر ہونا ہے۔

حکومت سندھ کی جانب سے 5 دسمبر 2017 کو ایک نوٹیفکیشن جاری کیا گیا جس کے تحت مالی سال 2017-18 کے سیزن کیلئے گنے کی کم از کم امدادی قیمت 182 روپے فی من مقرر کر دی گئی جو گزشتہ سال کیلئے مقرر شدہ قیمت کے برابر تھی۔

ڈائریکٹرز رپورٹ

انتہائی مسرت کے ساتھ آپ کی کمپنی کے ڈائریکٹروں کی جانب سے 30 ستمبر2018 کے ختم ہونے والے مالی سال سے متعلق کمپنی کی تینتیسویں سالانہ رپورٹ بمعہ آڈٹ شدہ مالیاتی دستاویزات آپکی خدمت میں پیش کی جارہی ہے۔

صنعت سے متعلق معلومات

صنعتی جائزہ

پاکستان گنے کی پیداوار کے لحاظ سے دنیا میں چھٹا بڑا ملک ہے،چینی کی پیداوار کے لحاظ سے پاکستان نویں نمبر پر آتا ہےاور چینی کی کھپت کے لحاظ سے یہ دنیا کا آٹھواں بڑا ملک ہے۔ پاکستان میں آبادی میں اضافے کی وجہ سے 1975 میں 0.5 ملین ٹن صرف ہونے والی چینی کا حجم بڑھ کراب تقریباً 5.1 ملین ٹن تک جا پہنچا ہے۔ایک اندازے کے مطابق پاکستان میں 25.7 کلوگرام چینی فی کس خرچ کی جاتی ہے۔تیارشدہ غذائی اجناس جن میں ٹافیاں،آئس کریم اورمشروبات وغیرہ شامل ہیں کی تیاری کیلئے اس سیکٹر میں مقامی طور پرصرف کی جانے والی چینی کا تقریباً 60% چینی صرف کیا جاتا ہے۔اس کے علاوہ چینی کے متبادل نا ہونے کی وجہ سے بھی مقامی طور پر چینی کی کھپت غیر لچکدار نظر آتی ہے۔

پاکستان میں کپڑے کی صنعت کے بعد چینی کی صنعت حجم کے لحاظ سے دوسری بڑی صنعت ہے۔گزشتہ دو تین سیزنوں سے پاکستان میں گنے کے کاشتکاروں اور چینی کی صنعت سے وابستہ افراد کے مابین ایک غیر یقینی صورتحال پائی جاتی ہے۔

کاشتکاورں کی جانب سے مطالبہ ہوتا ہے کہ ملوں کی جانب سے گنے کے نرخ زیادہ سے زیادہ ادا کئے جائیں اورادائیگی بھی بروقت کی جائے جبکہ دوسری جانب چینی کی صنعت ان خدشات کا اظہار کررہی ہے کہ چینی کی کم قیمت کے مقابلے میں حکومت کی جانب سے گنے کی طے شدہ قیمت کی وجہ سے کاروبار جاری رکھنے کیلئے بھی حالات سازگار نہیں ہیں۔

ان کے مطابق کچھ چینی کی صنعتیں تو ایسی بھی ہیں جو اس وقت نادہندہ قرار دیئے جانے کے قریب ہیں۔گنے کی کاشت میں استعمال ہونے والے ذرائع کی بڑھتی ہوئی قیمتوں اور عام انسان اور کاشتکاروں کے حالات زندگی کو مدنظر رکھتے ہوئے ان کے مطالبات کو بھی یکسر نا جائز نہیں کہا جاسکتا۔

حکومت کی جانب سے پیداوراری لاگت کے سلسلے میں کسان کی امداد نے کاشتکاروں کو عالمی سطح پر چینی کی انتہائی کم قیمت کے اثرات سے محفوظ رکھا ہوا تھا۔ حکومت سندھ اور حکومت پنجاب کی جانب سے فی من گنے کی قیمت بالترتیب 182 اور 180 مقرر کی گئی ہے جس کی وجہ سے چینی کی پیداواری لاگت مارکیٹ میں چینی کی قیمت فروخت کے مقابلے میں قدرے بڑھ چکی ہے۔

چینی کا وافر اسٹاک پہلے سے موجود ہونے کی وجہ سے چینی کی قیمت مندی کا شکار رہی اور اس وجہ سے ملیں اپنے پاس پہلے سے موجود وافر اسٹاک کو باہر نہ لاسکیں کیونکہ اس بات کی امید تھی کہ مارکیٹ میں چینی کی قیمت فروخت میں اضافہ ہوگا۔مزید برآں،حکومت کی جانب سے آج بھی چینی کی متعین قیمت یعنی 60 روپے فی کلوگرام پر سیلز ٹیکس لگایا جارہا ہے۔یہ ٹیکس رجسٹرڈ شدہ خریداروں کیلئے 8% جبکہ غیر رجسٹرڈ شدہ خریداروں کیلئے 11% مقرر ہے۔

چینی کی صنعت کی جانب سے حکومت کے سامنے یہ درخواست پیش کی گئی ہے گنے کی قیمت پر نظر ثانی کی جائے اور اسے مارکیٹ میں چینی کی قیمت فروخت کے ساتھ منسلک کیا جائے تا کہ اس بات کو یقینی بنایا جاسکے کہ چینی کی صنعت سے وابستہ افراد کو چینی کی صنعتوں سے اپنا مناسب حق مل سکے۔

کمپنی سے متعلق

بنیادی افعال وترقیاتی کام

کمپنی بنیادی طور پر چینی کی پیداوار اور فروخت کے کاروبار سے منسلک ہے اور اس کے ساتھ ساتھ چینی کی پیداواری عمل میں حاصل ہونے والی ذیلی مصنوعات یعنی راب اور پھوک کی فروخت بھی کی جاتی ہے۔کمپنی کی جانب سے پھوک فائرڈ ٹرانسمیشن آلات کی تنصیب بھی کی گئی ہے تا کہ ضرورت سے زائد

Report on Corporate Social Responsibility

Being the Country's responsible corporate citizen, Sanghar Sugar Mills Limited gives back to society to help build a sustainable tomorrow. The Company is playing an active role in supporting sustainable community and social development of Pakistan and its people. The Company believes in the creation of shared economic and social value across the country. This following Report updates the stakeholders about the steps taken by the Company to ensure compliance:

Education

To alleviate illiteracy in the rural areas of the Country, the Company has launched education program through Al-Qalam Welfare Trust School established in 2008 and is providing education facilities at the premises adjacent to the Mills' Employees' Colony by the qualified staff on concessional basis to the children of the factory employees and persons living nearby in rural areas. The Education started from a single class room of Kindergarten with admission of 10 students. Now, in a days, grows upto class 8th having total strength of 230 students with beautiful infrastructure, neat and clean environment with availability of all basic facilities within covered premises viz large size ventilated class rooms, computer lab, laboratory, playground, tuck shop and uninterrupted power supply. Teacher's strength of school is one head mistress, fourteenth lady teachers & one Arabic teacher (Aa'lma). Main emphasis to run the school is to help poor people of the area, to encourage girl's education, to inspire students to internalize Islamic education in their social growth, attaining self-actualization. Education in remote areas is a big challenges specially those who are not able to afford the expenses of such a qualitative, modern education nearer to their door step. In addition to above, various events are being organized like Annual Sports Day, Parent's Day etc.

Medical & Health Care

The Company is responsive to make efforts to minimize the accidental risks, have necessary medical facilities and continuously shrine to improve greenery and maintain clean and safe environment around the Mills, better housekeeping, safeguarding the health of employees and application of the principles of safety in its operations, the consumers and public at large by following the rules and regulations in this regard. The Company is running dispensary through a qualified and experienced doctors for its employees and for persons living in adjoining areas.

During the year, two days Free Eye Camp has been organized on the premises of the Company on February 01, 2018 & February 02, 2018. In this free camp, checkup of total 900+ Outpatients was conducted and operations of 390 patients were done satisfactorily. Before the launch of camp, an advertisement campaign was made through radio, cable, social media & pamphlets for the information of needy persons. Free pick and drop arrangement was made for the patients and caring persons from the areas of Sanghar & Perumal. Free arrangements of accommodation and food were made for patients, care takers, doctors and their staff. Free medicines, medical checkup, Operations were conducted. The whole Eye Camp was partially financed by our Executives and remaining by the Company.

In order to improve and extend Health Facilities for its employees, the Company has deliberated Ministry of Overseas Pakistanis & Human Resources Development, Workers Welfare Fund, Government of Pakistan, Islamabad, which has expressed its willingness to construct Fifty Beds Hospital by Workers Welfare Fund on the premises of the Company in Sanghar, if the Company is ready to donate (free of cost and any charge or mortgage) Five Acres Land and transfer its Title to Workers Welfare Fund, Ministry of Overseas Pakistanis & Human Resource Development, Government of Pakistan.

On November 23, 2016, the shareholders of the Company approved the Board of Directors proposal in the Extra Ordinary General Meeting that the donation (free of cost and any charge or mortgage) and Transfer 05 Acres Land, out of 320 Acres Land of the Company in Sanghar.

In order to implement the Agreements with the Ministry of Overseas Pakistanis & Human Resource Development, Workers Welfare Fund, Government of Pakistan, Islamabad, for the purpose of construction of Fifty Beds Hospital on the above said Land in the vicinity of the Company located in Sanghar, the formalities of transfer of Land and other documentation is in process till date.

Community & Social Development

The Company's efforts have primarily on improving the social conditions of the Communities and employees related to the Company by establishing fair working conditions, ensuring occupational safety, setting social standard, establishing minimum wages, zero tolerance on child labour and forced labour etc.

To support the sugarcane growers of the area and provide better quality seeds and fertilizers to achieve improvement in quality of sugarcane and enhance its quantity and productivity in order to have regular, constant and better supply in future the major basic raw material for sugar mills.

The Company continuously is striving to improve greenery, maintaining clean environment around the mills and better house-keeping. The Company installed and maintained water filtration plant and tanks to purify the water used for drinking purpose.

Human Resource Management:

There are policies and procedures which demonstrate the Human Resource department, a philosophy of fair and transparent appointments on the basis of merit and give objective of performance evaluation, which ultimately results in the increments, promotions, bonuses and cash awards. Being social responsible, the Company gives importance on providing an opportunity with dignity to people with special needs who are trained to serve the Company as a valuable human capital. We have appointed some special persons as part of human resource. The Company treats all employees fairly and compensates them according to the industry practice. The Company provides the benefits such as perquisites, annual leaves, pick and drop, facility of mess, safe and healthy working conditions etc along-with group insurance, making payments to Employees Old Age Benefits Institution, Worker's Welfare Fund, Worker's Profit Participation Funds. The Company is committed to maintaining the principles of integrity and trust with respect to privacy of the employees of the Company.

To encourage employment of workforce living in the rural areas in order to yield significant gain and uplift their living standard.

Contribution towards Economy & Government:

The Company is contributing to the National growth by sharing its revenue with the nation in the form of taxes, rates, duties and other levies.

Pakistan is facing severe energy crises and efforts to increase power generation. This is resulting in load-shedding and power shutdowns in all sectors, whether industrial or residential. Considering the importance of energy, the Company has been heavily investing in power generation, which includes installation of equipment & machinery, with our manufacturing area for our in-house consumption and surplus energy are sold to Hyderabad Electric Supply Corporation, to overcome the crises of power generation to some extent.

Expenditure Incurred:

The expenditures incurred on Corporate Social Responsibility Activities are disclosed in notes to the financial statements under the heading of “Other Operating Cost” amounted to Rs. 3,026 thousand (2017: 1,147 thousand).

CSR Plans:

The Company intends to install RO plant to provide clean and clear drinking water to general public.

کے دوران حفاظتی اقدامات جیسی سہولیات فراہم کی جاتی ہیں اوران کے علاوہ گروپ انشورنس، اولڈ ایج بینیفٹس انسٹیٹیوشن کو ادائیگیوں، ورکرز ویلفیئر فنڈ اور ورکرز پرافٹ پارٹیسی پیشن فنڈ کی سہولیات بھی فراہم کی جارہی ہیں۔ کمپنی کے ملازمین کی نجی زندگی یں عدم مداخلت کے اصولوں پر کمپنی سختی کے ساتھ کاربند ہے اوراس سلسلے میں مکمل دیانتداری اور بھروسے کے اصولوں کو اپنایا جاتا ہے۔

کمپنی کی جانب سے قرب وجوار کے علاقوں کو بھرپور فوائد بہم فراہم کئے جانے کی غرض سے اوران کے معیار زندگی کو بلند کرنے کی غرض سے کمپنی کی جانب سے مقامی افراد کی حوصلہ افزائی کی جاتی ہے۔

سرکاری خزانے اور معیشت میں کمپنی کا حصہ:

کمپنی کی جانب سے اپنی آمدن میں سے ٹیکسوں، ریٹس، ڈیوٹیز اور دیگر لیویز کی صورت میں قومی ترقی میں اپنا حصہ ملایا جارہا ہے۔

پاکستان اس وقت توانائی کے شدید بحران کی زد میں ہے اوراس بحران پر قابو پانے کیلئے کوششیں کی جارہی ہیں۔ اس بحران کی وجہ سے لوڈ شیڈنگ ایک معمول بنتا جارہا ہے جس سے تمام شعبے متاثر ہورہے ہیں خواہ صنعتی صارفین ہوں یا گھریلو صارفین۔ توانائی کی اہمیت کو مدنظر رکھتے ہوئے کمپنی کی جانب سے اس سیکٹر میں خاطر خواہ سرمایہ کاری کی گئی ہے۔ اس سرمایہ کاری تحت مشینری وآلات کی تنصیب کی گئی ہے جس کے ذریعے کمپنی کی توانائی کی ضروریات کو پورا کیا جاتا ہے اور فاضل بجلی حیدرآباد الیکٹرک سپلائی کارپوریشن کو فروخت کردی جاتی ہے تاکہ ملک میں جاری توانائی کے بحران پر قابو پانے کیلئے کسی حد تک ازالہ کیا جا سکے۔

اخراجات:

کارپوریٹ معاشرتی ذمہ داری کے تحت کئے جانے والے اخراجات کو مالیاتی دستاویزات کے نوٹس میں بعنوان "Other Operating Cost" ظاہر کیا گیا ہے جن کی مالیت 3,026 ہزار روپے بنتی ہے (بمطابق 2017 یہ اخراجات 1,147 ہزار روپے تھے)۔

سی ایس آر منصوبے:

عوام الناس کو پینے کے صاف پانی کی فراہمی کی غرض سے کمپنی آر او پلانٹ لگانے کا ارادہ رکھتی ہے۔

مل کے علاقے میں مریضوں اوران کے ساتھ آنے والوں کیلئے آمدورفت مفت بندوبست بھی کیا گیا تھا۔ڈاکٹروں، دیگر عملے، مریضوں اوران کے ساتھ آنے والے افراد کیلئے مفت قیام وطعام کا بندوبست بھی کیا گیا تھا۔مفت علاج اور آپریشنوں کے ساتھ ساتھ مریضوں کومفت ادویات بھی فراہم کی گئیں۔اس کیمپ کے قیام کیلئے اخراجات کا بندوبست جزوی طور پر انتظامی افسران کی جانب سے کیا گیا اور بقیہ اخراجات کمپنی کی جانب سے ادا کئے گئے۔

اپنے ملازمین کومزید اور بہتر طبی سہولیات فراہم کرنے کی غرض سے کمپنی کی جانب سے وزارت سمندر پار پاکستانی وترقی برائے انسانی وسائل، ورکرز سوشل ویلفیئر فنڈ، حکومت پاکستان اسلام آباد سے گفت وشنید کی گئی ہے جن کی جانب سے اس بات پر آمادگی کا اظہار کیا گیا ہے سوشل ورکرز ویلفیئر فنڈ کمپنی کے احاطے سانگھڑ میں پچاس بستروں پر مشتمل ایک ہسپتال قائم کرے گا بشرطیکہ کمپنی کی جانب سے پانچ ایکڑ زمین اس مقصد کیلئے بذریعہ ٹرانسفر ورکرز ویلفیئر فنڈ، وزارت سمندر پار پاکستانی وترقی برائے انسانی وسائل حکومت پاکستان کومنتقل کردی جائے۔

غیر معمولی اجلاس عام منعقدہ 23 نومبر 2016 میں بورڈ آف ڈائریکٹرز کی جانب سے زمین الاٹ کئے جانے کی سفارش کے ضمن میں حصص داران نے بھی اپنی منظوری دے دی کہ سانگھڑ میں کمپنی کی 320 ایکڑ زمین میں سے عطیہ (کیس بھی ادائیگی یا رہن کے بغیر مفت) برائے 5 ایکڑ زمین کی کاروائی عمل میں لائی جائے۔

کمپنی کی مزکورہ بالا زمین واقع سانگھڑ پر پچاس بستر کے ہسپتال کے قیام کیلئے ورکرز ویلفیئر فنڈ، وزارت سمندر پار پاکستانی وترقی برائے انسانی وسائل حکومت پاکستان کوزمین منتقل کئے جانے کے معاہدے کوعملی صورت دینے کی غرض سے زمین منتقل کئے جانے اور دیگر دستاویزات کی تکمیل کا عمل تاحال زیر تکمیل ہے۔

اجتماعی معاشرتی ترقی:

عوام اور کمپنی کے ملازمین کے معیار زندگی میں بہتری لانے کی غرض سے کمپنی کی جانب سے بنیادی طور پر چند اقدامات اٹھائے گئے ہیں جن میں کام کرنے کیلئے سازگار ماحول کی فراہمی، پیشہ ورانہ امور سرانجام دینے کے دوران حفاظتی اقدامات، کم از کم اجرت کے قوانین پر عملدرآمد اور بچوں سے مزدوری اور بیگار کے خلاف اقدامات جیسی کوششیں شامل ہیں۔

علاقے میں گنے کے کاشتکاروں کوسہارا دینے کیلئے اور اس غرض سے کہ گنے کی معیاری اور بہتر پیداوار کے ذریعے سے شوگر ملوں کو بلاتعطل خام مال کی فراہمی کویقینی بنایا جائے کاشتکاروں کواعلی معیار کے بیج اور کھاد فراہم کئے جانے جیسے اقدامات بھی اٹھائے گئے ہیں۔

کمپنی کی جانب سے کمپنی کے قرب وجوار کے علاقوں کوسرسبز، خوبصورت اور صاف ستھرا رکھنے کیلئے بھی مسلسل اقدامات کئے جارہے ہیں۔پینے کا صاف پانی فراہم کرنے کیلئے کمپنی کی جانب سے واٹر فلٹریشن پلانٹ کی تنصیب اور ٹینکوں کی تعمیر بھی عمل میں لائی گئی ہے۔

بندوبست برائے انسانی وسائل:

کمپنی میں انسانی وسائل کے استعمال کیلئے ایک واضح پالیسی اور طریق کار مروج ہے جس کے تحت میرٹ کی بنیادوں پر شفاف طریقے سے بھرتیاں کی جاتی ہیں اور کارکردگی کی جانچ سے متعلق، معیارات مقرر ہیں جنھیں مدنظر رکھتے ہوئے تنخواہوں میں اضافے، ترقیوں، بونس کی ادائیگیوں اور نقد انعامات جیسے امور سرانجام دیئے جاتے ہیں۔اپنی معاشرتی ذمہ داری کومحسوس کرتے ہوئے کمپنی کی جانب سے خصوصی افراد کوبھی بذریعہ تربیت اس قابل بنایا جاتا ہے کہ وہ خود داری کے ساتھ کمپنی کے معمالات میں اپنا کردار ادا کرکے باعزت زندگی گزار سکیں اور کمپنی کیلئے ایک قیمتی اثاثہ ثابت ہوں۔ہماری جانب سے چند خصوصی افراد کوانسانی وسائل کے شعبے میں بھی ملازمت دی گئی ہے۔کمپنی کی جانب سے تمام ملازمین کے ساتھ برابری کی بنیاد پر سلوک کیا جاتا ہے اور انھیں صنعت میں مروجہ معیار کے مطابق مشاہرہ ادا کیا جاتا ہے۔کمپنی کی جانب سے اپنے ملازمین کواضافی مراعات، سالانہ چھٹیاں، سفری سہولیات، طعام کی سہولیات اور کام

رپورٹ بابت استحکام، کارپوریٹ معاشرتی ذمہ داری

ایک ذمہ دار کارپوریٹ شہری ہونے کے ناطے سانگھڑ شوگر ملز لمیٹڈ ایک روشن کل کی خاطر معاشرے کے ضمن میں اپنی ذمہ داریاں ادا کرنے کیلئے کوشاں ہے۔ پاکستان کے معاشرے اور عوام کی اجتماعی اور معاشرتی زندگی میں بہتری پیدا کرنے کیلئے کمپنی کی جانب سے متحرک کردار ادا کیا جا رہا ہے۔ کمپنی اس بات پر یقین رکھتی ہے کہ معاشی اور معاشرتی اقدار کے فوائد پورے ملک میں ہر خاص و عام تک پہنچنے چاہئیں۔ اپنی اس پالیسی کی پاسداری کے اظہار کیلئے کمپنی کی جانب سے ذیل میں رپورٹ پیش خدمت ہے۔

تعلیم:

وطن عزیز کے دیہی علاقوں سے جہالت کے خاتمے کیلئے کمپنی کی جانب سے 2008 میں القلم ویلفیئر ٹرسٹ اسکول کے تحت ایک تعلیمی پروگرام کا آغاز کیا گیا ہے جس کے ذریعے ماہر اساتذہ کی زیرنگرانی مل کے احاطے میں ملز ایمپلائیز کالونی کے قریب فیکٹری کے ملازمین کے بچوں اور قرب و جوار کے دیہی علاقوں کے بچوں کو رعایتی بنیادوں پر تعلیم کی سہولیات فراہم کی جا رہی ہیں۔ اس تعلیمی سفر کا آغاز کے جی کی سطح پر ایک کمرے سے 10 طلباء کے ساتھ ہوا۔ اب دیکھتے ہی دیکھتے یہ تعلیمی عمل ایک خوبصورت عمارت کے ساتھ 230 طلباء تک پہنچ چکا ہے جہاں ایک صاف اور ستھرے ماحول میں یہ تعلیمی سفر جاری ہے۔ اسکول کی عمارت تمام بنیادی سہولیات سے مزین ہے جن میں روشن اور ہوادار درسگاہیں، کمپیوٹر کی لیبارٹری، دیگر لیبارٹریاں، کھیل کا میدان، ٹک شاپ اور بجلی کی بلاتعطل فراہمی جیسی سہولیات شامل ہیں۔ اسکول کا عملہ ایک ہیڈ مسٹریس، چودا (14) خواتین معلمات اور ایک عربی معلّمہ (عالمہ) پر مشتمل ہے۔ اس اسکول کے قیام کے بنیادی مقاصد میں قرب و جوار کے غریب عوام کی امداد، لڑکیوں کی تعلیم کا فروغ، بچوں کی تعلیم کے ساتھ ساتھ ایک چھت کے نیچے اسلامی تعلیم و معاشرتی تربیت فراہم کرنا اور اپنی صلاحیتوں کی شناخت کروانا وغیرہ شامل ہیں۔ ان دور افتادہ علاقوں میں تعلیم کا حصول ایک بہت بڑا مسئلہ ہے بالخصوص ان لوگوں کیلئے جو اخراجات کی وجہ سے معیاری تعلیم سے محروم ہیں اور گھر کے قریب تعلیمی سہولیات کا تصور بھی بعید از قیاس ہے۔ مزکورہ بالا تعلیمی سرگرمیوں کے علاوہ یہاں مختلف سرگرمیوں کا اہتمام بھی کیا جاتا ہے جیسا کہ سالانہ کھیلوں کے مقابلوں کا دن اور والدین سے ملاقات کا دن وغیرہ۔

طبی سہولیات:

کمپنی اس جانب پر اپنی توجہ بالخصوص مرکوز کئے ہوئے ہے کہ حادثات کے واقعات میں کمی لائے جائے، صحت اور علاج معالجے کی بنیادی سہولیات فراہم کی جائیں اور مل کے قرب و جوار میں صفائی، سبزے اور بہتر ماحول کا انتظام کیا جائے تاکہ ملازمین اور دیگر عوام کو صحت افزاء ماحول فراہم کیا جا سکے اور کمپنی کے کاروباری افعال سرانجام دینے کیلئے ملازمین، صارفین اور دیگر عوام اور پورے معاشرے کے حق میں بنیادی حفاظتی اصولوں کی پاسداری کی جائے۔ ماہر ڈاکٹروں کی زیرنگرانی کمپنی کی جانب سے ایک ڈسپنسری بھی چلائی جا رہی ہے جس میں نا صرف کمپنی کے ملازمین بلکہ قرب و جوار کے عوام کو بھی طبی سہولیات فراہم کی جاتی ہیں۔

زیرنظر مالی سال کے دوران کمپنی کے احاطے میں دو دن کیلئے یکم اور دوم فروری 2018 کو آنکھوں کے معائنے کا کیمپ لگایا گیا۔ اس کیمپ کے دوران نو سو (900) سے زائد مریضوں کی آنکھوں کا معائنہ کیا گیا اور 390 مریضوں کی آنکھوں کا کامیاب آپریشن کیا گیا۔ اس کیمپ کے آغاز سے قبل ریڈیو، کیبل، سوشل میڈیا اور پمفلٹ کے ذریعے عوام تک اس کیمپ کی معلومات پہنچائی گئیں تاکہ ضرورت مند افراد تک ہر ممکن ذرائع سے یہ پیغام پہنچ جائے۔ سانگھڑ اور پیرو

Key Elements of Policy for Corporate Social Responsibility

The following are the key elements of policy for Corporate Social Responsibility.

The objective is to promote the development of a framework for Corporate Social Responsibility (CSR) initiatives by the Sanghar Sugar Mills Limited (the Company).

Strategy of Corporate Social Responsibility

The Company is socially responsible and committed to conduct its business ethically and with responsibility. The Company is conscious of the role to play as responsible corporate citizen in fulfilling the various needs of the society concerning health, safety, environment, employee relationship and social welfare of the society. The Company considers itself accountable to its stakeholders and has identified dimensions of performing the social responsibilities which are contribution to economy, environment and society. The management peruses the strategy by following strategic guidelines to be a good corporate citizen:

1. Encouraging employment of work force living in the rural areas in order to yield significant gain and uplift their living standard.
2. Continuously striving to improve greenery, protecting the environment, maintain a clean environment around the factory and better housekeeping.
3. Making arrangement for civic, health, safety of people, education and accommodation facilities to employees and people.
4. Support social causes and human rights.
5. Conducting business in a socially responsible and ethical manner and in compliance with the Law.
6. Behave responsibly and with sensitivity to local communities in the area in which we operate.
7. Engaging, learning from, respecting and supporting the communities and cultures within which we work.

Sustainability & Corporate Social Responsibility

The Company acknowledges its social and ethical responsibility to carry out its business in order to keep it safe and protect it for the generation to come. Sustainability Policy is considered to be essential for continuing of the business. The Company considers itself accountable to its stakeholders and informs them about the initiative and measures taken to ensure sustainability and has identified the following dimensions of performing social responsibilities which contributing to economy, environment, health, education and society.

1. To support the sugarcane growers of the area and provide better quality seeds and fertilizers to achieve improvement in quality of sugarcane and enhance its quantity and productivity in order to have regular, constant and better supply in future the major basic raw material for sugar mills.
2. To alleviate illiteracy in the rural areas of the Country, the Company has launched education program and is providing education facilities at the premises adjacent to the Mills' Employees' Colony by the qualified staff on concessional basis to the children of the factory employees and persons living nearby in rural areas.
3. To contributing to the National growth by sharing its revenue with the nation in the form of taxes, rates and duties.

4. To improve foreign reserves of the Country by earning foreign currency through exports of sugar as and when allowed.
5. To follow consciously the needs of the Society concerning health, safety and environment for achieving the objective.
6. To make efforts to minimize the accidental risks, have necessary medical facilities and continuously shrine to improve greenery and maintain clean and safe environment, better housekeeping, safeguarding the health of employees.
7. To make efforts on improving the social conditions of the Communities and employees related to the Company by establishing fair working conditions, ensuring occupational safety, setting social standard, establishing minimum wages, zero tolerance on child labour and forced labour etc.
8. To encourage employment of workforce living in the rural areas in order to yield significant gain and uplift their living standard.
9. To treat all employees fairly and compensates them according to the industry practice. Provides the benefits such as perquisites, annual leaves, pick and drop, facility of mess, safe and healthy working conditions etc along-with group insurance, making payments to Employees Old Age Benefits Institution, Worker's Welfare Fund, Worker's Profit Participation Funds.
10. To maintain the principles of integrity and trust with respect to privacy of the employees of the Company.
11. To carry out activities at the time of natural calamity or engage in Disaster Management System.
12. To promote sustainability in collaboration with the industry associations.
13. To contribute to any fund setup by the Government, which may be recognized as CSR activity.
14. Monitor and review our CSR policies and procedures on a regular basis to ensure suitability and effectiveness.
15. Use continuous assessment to ensure our CSR activities meet identified performance objectives.

Responsibilities

The responsibilities are as follows:

- To review, agree and establish the Company's corporate strategy to ensure that corporate social responsibility is and remains an integral part of the strategy and its implementation in practice and that the social, environmental and economic activities are aligned
- To ensure that there is recognition by all within the Company of the impact of its activities upon all stakeholders including shareholders, customers, suppliers, employees and the wider community and environment and that those activities are regulated such that, consistent with sustainable business and development, they are conducted in a socially responsible manner and have a positive impact on society
- To develop and recommend for acceptance by the board policies on all key areas of CSR including the environment, health and safety, product testing and customer safety, standards of business conduct, ethics, employees and employee development, charitable activities and community initiatives
- To develop and support the activities necessary to convert CSR policies into an effective plan for implementation across the Company to agree a Programme of specific CSR activities and focus for each financial year, supported by appropriate targets and key performance indicators
- To monitor compliance with the CSR policies throughout the Company and review performance against agreed targets

- In conjunction with management and other committees of the board including the Company Risk Committee, to identify material environmental, social and health and safety risk areas and to ensure that appropriate measures are taken to mitigate any such risks
- To evaluate and oversee on an ongoing basis the quality and integrity of any reporting to external stakeholders concerning CSR matters and, specifically, to review and present to the board for final approval a CSR report for publication in the annual reports and accounts
- To develop and encourage effective two-way communication concerning CSR issues within the business
- Where appropriate, to consider the appointment of external advisors to advise and support the committee and the Company in respect of CSR initiatives and to be responsible for establishing the selection criteria, terms of reference and fees in respect of any such advisors
- CSR Commitment Statement to be placed and agreed in each meeting of the Committee with respect to CSR definition, business value of CSR, vision and commitment (resources, time, personnel)
- To determine the priority areas wherein the CSR projects are currently being managed (ongoing projects) and are planned to be initiated (upcoming projects)
- To allocate resources and earmark specific resources (quantifiable), specific criteria, or a proportion of amount for selected CSR activities. The method of allocation of resources or identified criteria must be predetermined and endorsed by the Committee / Board
- Hold orientation sessions for the Committee members and the Board to ensure that the members and the Board have adequate understanding and expertise of CSR for making informed decisions and incorporate CSR as part of Annual Board Evaluation
- Specifying the organizational approach towards CSR
- Incorporating the CSR approach into code of ethics of the Company
- Setting targets for achievement of CSR objectives
- Periodic monitoring and evaluation of CSR activities
- Recognizing and documenting the shortfalls / failures
- Incorporating improvement in future CSR policy / plans
- To consider such other topics and issues in relation to CSR as may be stipulated by the board from time to time

Key Elements of Policy for Directors' Remuneration & Meeting Fee

Following are the Key Elements of Policy for Directors' Remuneration and Meeting Fee of Sanghar Sugar Mills Limited (the Company)

Meeting Fee of Directors

Non-Executive Directors do not have service agreements, but are engaged on the basis of a letter of appointment. All Directors are subject to re-election after three years at the General Meeting. It is the policy of the Board of Directors that Non-Executive Directors are not eligible to participate in any of the Company's remuneration, bonus, share option, long-term incentive or retirement benefit schemes.

The fees paid to Non-Executive Directors are determined by the Board of Directors, with recommendations provided by the Chairman and Chief Executive Officer. The fees of the Chairman are determined by the Remuneration Committee. Fee levels may be reviewed annually, with any adjustments effective from start of the financial year. Fees are reviewed by taking into account external advice on best practice and competitive levels. Time commitment and responsibility are also taken into account when reviewing fees.

Any non-executive director may waive the meeting fee from the Company, upon submission of waiver consent in writing.

The remuneration to be paid to any director except the Chief Executive and the working director for attending the meetings of the directors or a committee of directors shall not exceed the scale approved from time to time by the Board of Directors, as the case may be.

The remuneration of a director for performing extra services, including the holding of the office of the chairman, from time to time shall be determined by the Board of Directors.

Members representing management or others in any committee and the Executive Directors / Executives will not be entitle for the Meeting Fee.

Executive Directors Remuneration

Basic Salary:

Provide market competitive fixed remuneration that rewards to relevant skills, responsibilities and contribution. Salaries are positioned within a market competitive range for companies of a similar size and complexity.

Benefits & Allowances:

Appropriate covers of benefits are available. The Board may periodically change the benefits available for the office at which an Executive Director works.

Increment:

It's a sole discretion of the Board of Directors to decide the Increment percentage annually for Executive Directors.

Gratuity & Leave Encashment:

Provides basic retirement benefits which reflects local market practice and for the permanent employee of the Company as per policy.

Production Bonuses:

Production Bonuses levels and the appropriateness of measures are reviewed annually. Production bonuses will be paid as per the policy of the Company and subject to the limit approved by the Board of Directors for the Executive Directors.

Others:

All taxes and or with-holding taxes will applicable on the Remuneration and fee paid by the Company. These are subject to deduction of tax as per the applicable laws.

Key Elements of Policy for Whistleblowing

Following are the key elements of policy for Whistleblowing .

Introduction

The Whistleblowing Policy gives legal protection to employee(s) or person(s) against being dismissed or penalized by their employers as a result of alone or jointly, provides to the Regulatory Authorities and to the Sanghar Sugar Mills Limited (the Company) with information regarding a contravention or indented contravention of the Laws and policies administered by the Regulatory Authorities and the Company.

It is fundamental to any employment contract that an employee will be loyal to his or her employer and will not disclose confidential information outside the organization. However, from time to time, a member of staff might discover information which he or she believes shows wrongdoing or malpractice within the organization. On such occasions, it must be made possible for the information to be disclosed without fear of reprisal.

Policy Statement

Sanghar Sugar Mills Limited (the Company) is committed to the highest standards of honesty, openness and accountability. It aims to ensure that it operates in a responsible manner, taking into account standards set out. It recognizes that individual members of staff have an important role in helping to achieve this aim.

It is often members of the Company who are first to know if someone in the Company, or connected with it, appears to be acting illegally or improperly. They may feel apprehensive or anxious about raising their concerns, and their loyalty to the Company or to a colleague may prevent them from doing so. They might also be concerned that they will not be taken seriously or about any action against themselves that a disclosure might provoke. However, the Company encourages individuals who have knowledge, or reasonable suspicion, of wrongdoing to come forward. The Company takes all wrongdoing seriously and believes that any evidence suggesting such behavior should be investigated thoroughly.

The purpose of this procedure is to assist and enable all person(s) and or employee(s) of the Company to raise concerns or to disclose information which they believe, in good faith, may indicate malpractice.

Scope of the Policy and Procedure

The policy and procedures are concerned with alleged malpractice, impropriety or wrongdoing in the Company, which it is in the Company's or Shareholder's interest to disclose. The purpose of this policy is to establish appropriate handling of the receipt, retention, and treatment of Whistleblowing matters that may involve; (however it is not an exhaustive list):

- Breach of Company's Polices / Manuals (Accounting policies, Department Manuals, Money Laundering, Department Standard Operating Procedures or other policies / manuals);
- Breach of Internal Controls, management override of controls or other auditing matters;
- Noncompliance of various regulations and rules applicable on the Company (Companies Act, Income Tax Ordinance, Listing regulations, Rule Book of Pakistan Stock Exchange, Securities Act, Code of Corporate Governance and etc. and their related rules, notifications, directives or circulars etc.);
- Non-compliance of Code of Conduct;
- Fraud that is the use of deception with the intention of gaining an undue advantage, avoiding an obligation or causing loss to another party;
- False representations of a matter of fact whether by words or by conduct to clients or other stakeholders or any other fraudulent activities;
- Misappropriation of assets;

- Misuse of confidential information or deliberate falsification of records;
- Gross misconduct, gross incompetence, gross inefficiency or inadequate performance;
- Willful omission to perform duty;
- Illicit and corrupt practices;
- Acts of omissions which are deemed to be against the interest of the Company, laws, regulations or public policies;
- Deliberate damage to or misuse of Company's property, plant & equipment and resources;
- Taking or giving bribes or any illegal gratification or any other questionable activity;
- Serious breach of confidence, including insider dealing in securities;
- Financial malpractice or impropriety or fraud;
- Dangers to health and safety or the environment;
- Criminal activity;
- Improper conduct or unethical behavior including any offence;
- Miscarriage of justice; and
- Attempts to conceal any of the above and others.

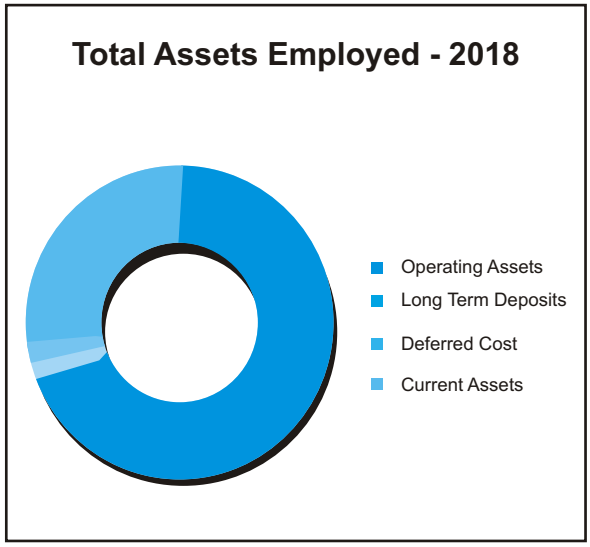
It can be difficult to decide whether a particular action falls within the procedures and it may be that, when concerns are investigated, it appears appropriate to address them through other more specific procedures. As part of its day to day conduct of business the Company takes decisions under established and reasonable procedures. It is not intended that this procedure will allow such decisions to be questioned unless on grounds of malpractice, impropriety or wrongdoing.

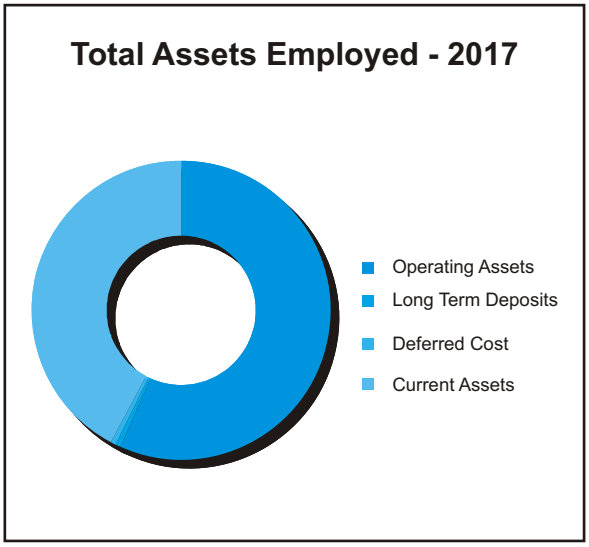
Key Operating & Financial Highlights

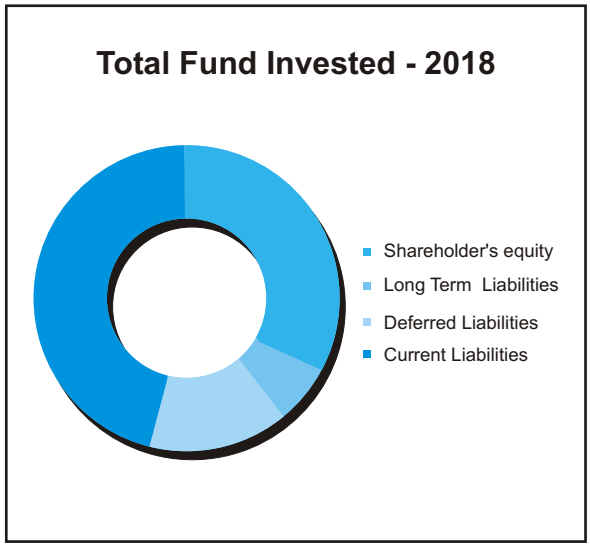
		2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
OPERATIONAL DATA											
Duration of Season	(Days)	**142**	133	117	137	151	121	109	117	114	132
Cane crushed	(Tons)	**712,124**	625,237	563,617	630,317	738,209	542,289	483,352	491,205	484,452	597,111
Sucrose Recovery	(%)	**10.37**	10.12	10.20	10.19	9.81	9.77	9.62	9.57	9.60	9.58
Sugar Made	(Tons)	**73,776**	63,380	57,387.5	64,271	72,530	52,823	46,516	47,008	46,547	57,308
Molasses	(Tons)	**42,017**	30,300	27,040	34,299	39,260	27,460	26,503	24,004	23,785	30,279
All figures are Rs in '000											
PROFIT OR LOSS RESULTS											
Turnover - Net		**3,405,535**	2,583,232	2,832,657	2,869,164	3,196,951	2,771,454	3,005,261	1,498,297	2,679,922	1,679,489
Gross Profit / (Loss)		**98,520**	(70,660)	151,582	257,087	213,749	148,572	195,512	245,956	377,383	225,504
Operating Profit / (Loss)		**146,802**	(165,398)	59,919	170,905	135,446	94,580	95,814	159,342	308,572	162,815
Profit / (Loss) before taxation		**24,868**	(259,678)	11,060	89,783	36,091	14,271	(424)	64,345	213,047	115,257
Profit / (Loss) after taxation		**19,426**	**(287,104)**	**13,953**	**57,400**	**8,732**	**6,901**	**(6,554)**	**37,759**	**134,431**	**66,912**
ASSETS EMPLOYED											
Operating Assets		**2,909,416**	1,745,965	1,465,348	1,167,508	1,146,845	729,685	747,116	754,005	477,508	494,031
Long Term Deposits		**18,823**	20,961	15,467	10,966	9,478	45,300	36,369	36,396	2,223	2,223
Deferred Cost		**8,771**	17,543	28,885	33,373	--	--	--	--	--	--
Current Assets		**1,131,843**	1,302,916	915,207	688,656	670,133	461,593	935,108	1,471,518	240,366	277,084
Total Assets Employed		**4,068,853**	**3,087,385**	**2,424,907**	**1,900,503**	**1,826,456**	**1,236,578**	**1,718,593**	**2,261,919**	**720,097**	**773,338**
FINANCED BY											
Shareholder's equity*		**1,330,699**	569,165	863,437	860,635	798,148	501,566	490,172	496,725	351,675	229,198
Long Term Liabilities		**250,863**	345,291	262,532	103,640	23,174	75,242	64,908	85,089	23,159	75,812
Deferred Liabilities		**603,790**	300,074	295,067	325,349	320,838	210,011	217,741	217,014	145,489	150,054
Current Liabilities		**1,883,501**	1,872,855	1,003,871	610,879	684,296	449,759	945,772	1,463,091	199,774	318,274
Total Fund Invested		**4,068,853**	**3,087,385**	**2,424,907**	**1,900,503**	**1,826,456**	**1,236,578**	**1,718,593**	**2,261,919**	**720,097**	**773,338**

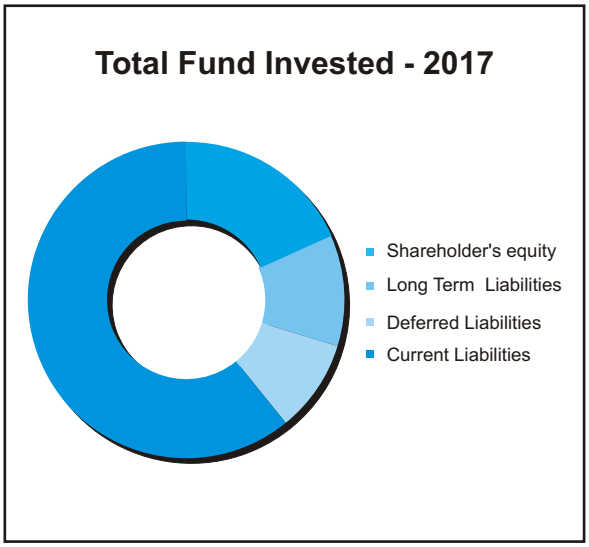
* *Comparative of the shareholder's equity are restated as disclosed in note no. 6 of the annexed financial statements.*

Graphical Presentation of Financial Highlights









Horizontal Analysis of Financial Statements

	2018	2017	2016	2015	2014	2018	2017	2016	2015	2014
	Rupees in 000					Variance in %				
Statement of Financial Position										
Total Non-Current Assets	**2,937,010**	1,784,469	1,509,700	1,211,847	1,156,323	**64.59**	18.20	24.58	4.80	49.21
Total Current Assets	**1,131,843**	1,302,916	915,207	688,656	670,133	**(13.13)**	42.36	32.90	2.76	45.18
Total Assets	**4,068,853**	3,087,385	2,424,907	1,900,503	1,826,456	**31.79**	27.32	27.59	4.05	47.70
Total Equity*	**1,330,699**	569,165	863,437	860,635	798,148	**133.80**	(34.08)	0.33	7.83	59.13
Total Non-Current Liabilities	**854,653**	645,365	557,599	428,989	344,012	**32.43**	15.74	29.98	24.70	20.60
Total Current Liabilities	**1,883,501**	1,872,855	1,003,871	610,879	684,296	**0.57**	86.56	64.33	(10.73)	52.15
Total Equity & Liabilities	**4,068,853**	3,087,385	2,424,907	1,900,503	1,826,456	**31.79**	27.32	27.59	4.05	47.70
Statement of Profit or Loss										
Sales	**3,405,535**	2,583,232	2,832,657	2,869,164	3,196,951	**31.83**	(8.81)	(1.27)	(10.25)	15.35
Cost of sales	**(3,307,015)**	(2,653,892)	(2,681,075)	(2,612,077)	(2,983,202)	**24.61**	(1.01)	2.64	(12.44)	13.74
Gross Profit / (Loss)	**98,520**	(70,660)	151,582	257,087	213,749	**239.43**	(146.62)	(41.04)	20.28	43.87
Profit / (loss) from trading activities	**3,553**	--	2,179	--	(577)	**100.00**	(100.00)	100.00	(100.00)	100.00
Distribution cost	**(41,879)**	(796)	(522)	(769)	(5,326)	**5,161.18**	52.49	(32.12)	(85.56)	(23.19)
Administrative cost	**(90,971)**	(84,937)	(77,999)	(75,544)	(63,949)	**7.10**	8.89	3.25	18.13	4.01
Other operating cost	**(7,812)**	(11,622)	(22,168)	(9,950)	(8,834)	**(32.78)**	(47.57)	122.79	12.63	(56.65)
Other income	**185,391**	2,617	6,847	81	383	**6,984.10**	(61.78)	8,353.09	(78.85)	(98.90)
Operating Profit / (Loss)	**146,802**	(165,398)	59,919	170,905	135,446	**188.76**	(376.04)	(64.94)	26.18	43.21
Finance cost	**(121,934)**	(94,280)	(48,859)	(81,122)	(99,355)	**29.33**	92.96	(39.77)	(18.35)	23.72
Profit / (Loss) before taxation	**24,868**	(259,678)	11,060	89,783	36,091	**109.58**	(2,447.90)	(87.68)	148.77	152.90
Taxation	**(5,442)**	(27,426)	2,893	(32,383)	(27,359)	**(80.16)**	(1,048.01)	(108.93)	18.36	271.22
Profit / (Loss) after taxation	**19,426**	(287,104)	13,953	57,400	8,732	**106.77**	(2,157.65)	(75.69)	557.35	26.53

* *Comparative of the total equity are restated as disclosed in note no. 6 of the annexed financial statements.*

Vertical Analysis of Financial Statements

	2018 Rupees in 000	2018 %	2017 Rupees in 000	2017 %	2016 Rupees in 000	2016 %	2015 Rupees in 000	2015 %	2014 Rupees in 000	2014 %
Statement of Financial Position										
Total Non-Current Assets	**2,937,010**	**72.18**	1,784,469	57.80	1,509,700	62.26	1,211,847	63.76	1,156,323	63.31
Total Current Assets	**1,131,843**	**27.82**	1,302,916	42.20	915,207	37.74	688,656	36.24	670,133	36.69
Total Assets	**4,068,853**	**100.00**	3,087,385	100.00	2,424,907	100.00	1,900,503	100.00	1,826,456	100.00
Total Equity*	**1,330,699**	**32.70**	569,165	18.44	863,437	35.61	860,635	45.28	798,148	43.70
Total Non-Current Liabilities	**854,653**	**21.00**	645,365	20.90	557,599	22.99	428,989	22.57	344,012	18.83
Total Current Liabilities	**1,883,501**	**46.29**	1,872,855	60.66	1,003,871	41.40	610,879	32.14	684,296	37.47
Total Equity & Liabilities	**4,068,853**	**100.00**	3,087,385	100.00	2,424,907	100.00	1,900,503	100.00	1,826,456	100.00
Statement of Profit or Loss										
Sales	**3,405,535**	**100.00**	2,583,232	100.00	2,832,657	100.00	2,869,164	100.00	3,196,951	100.00
Cost of sales	**(3,307,015)**	**(97.11)**	(2,653,892)	(102.74)	(2,681,075)	(94.65)	(2,612,077)	(91.04)	(2,983,202)	(93.31)
Gross Profit / (Loss)	**98,520**	**2.89**	(70,660)	(2.74)	151,582	5.35	257,087	8.96	213,749	6.69
Profit / (loss) from trading activities	**3,553**	**0.10**	-	-	2,179	0.08	-	-	(577)	(0.02)
Distribution cost	**(41,879)**	**(1.23)**	(796)	(0.03)	(522)	(0.02)	(769)	(0.03)	(5,326)	(0.17)
Administrative cost	**(90,971)**	**(2.67)**	(84,937)	(3.29)	(77,999)	(2.75)	(75,544)	(2.63)	(63,949)	(2.00)
Other operating cost	**(7,812)**	**(0.23)**	(11,622)	(0.45)	(22,168)	(0.78)	(9,950)	(0.35)	(8,834)	(0.28)
Other income	**185,391**	**5.44**	2,617	0.10	6,847	0.24	81	0.00	383	0.01
Operating Profit / (Loss)	**146,802**	**4.31**	(165,398)	(6.40)	59,919	2.12	170,905	5.96	135,446	4.24
Finance cost	**(121,934)**	**(3.58)**	(94,280)	(3.65)	(48,859)	(1.72)	(81,122)	(2.83)	(99,355)	(3.11)
Profit / (Loss) before taxation	**24,868**	**0.73**	(259,678)	(10.05)	11,060	0.39	89,783	3.13	36,091	1.13
Taxation	**(5,442)**	**(0.16)**	(27,426)	(1.06)	2,893	0.10	(32,383)	(1.13)	(27,359)	(0.86)
Profit / (Loss) after taxation	**19,426**	**0.57**	(287,104)	(11.11)	13,953	0.49	57,400	2.00	8,732	0.27

* *Comparative of the total equity are restated as disclosed in note no. 6 of the annexed financial statements.*

Stakeholder Engagement, Investor Relations & Financial Ratios

The Sanghar Sugar Mills Limited (the Company) recognizes and protects the rights of the various stakeholders (internal as well as external) established under relevant laws and regulations and has put in place relevant policies and codes for their protection. The Company maintains sound collaboration relationships with its stakeholders. Procedure for stakeholder's engagement includes communication, good harmony, compliance with laws and regulations and sugarcane growers focused approach which is the key factors for establishment of collaboration relationship with stakeholders. Summary of the rights of the various stakeholders has been discussed below:

Shareholders

Access to shareholder records, enquiries concerning verification of transfer deeds, transfer of share certificates, change of address etc., are directed to the Shares Registrar. We have disclosed essential information to the shareholders and treated them equitably. Shareholders meeting along with timely and accurate reporting to our shareholders are the effective modes of engagements with our shareholders

Regulators

The Company make compliance with laws, rules, regulations and guidelines as directed by the Regulators. Timely, appropriately and accurately disclosures of information, as required by law, are our high priority. We have submitting periodic reports, providing and gives information as and when required.

Customers & Suppliers

The Company receive high-quality services and supplies from our suppliers and ensure that the product we give to our customers should be of high standards. We establish the confidentiality of customer information and redressal their complaints and concerns with honesty and trustworthy. We have maintain a good relationship with our customers and suppliers.

Employees

As a good employer, the Company gives equal employment opportunity, gives performance based remuneration. Having Human Resource policies and procedures, the Company maintains effective communication between the management and the staff. To secure maximum cooperation o f the employees and to motivate them to give their best. Gives full attention to redressal of complaints & grievances.

Community

The Company acknowledges its social and ethical responsibility to carry out its business in order to keep it safe and protect it for the generations to come. Gives priority to the fair distribution of resources, opportunities and financial assistances. The Company is contributing to the National growth by sharing its revenue with the nation in the form of taxes, rates, duties and other levies.

Financial Reporting & Communication

Communication with the users of financial statements is give high priority. Annual, half yearly and quarterly reports are distributed to the shareholders and provided to other users with in the time specified by the Regulators and also makes it available on the Company's website for the easy access for the shareholders and potential shareholders. There is also an opportunity for individual shareholder to participate at the General Meetings to ensure high level of accountability. The Company notifies information to the Regulators from time to time. This help the shareholders remain connected with the Company. The notifications mainly include Financial Results, Board of Directors meetings, shareholders meetings etc.

Media & Website

The Company disseminates information through print, electronic, social and other web media. The Company is maintaining its website providing complete information about the Company, Investors Relations, Investors Informations, Governance, Policy & Procedures and contact details. This can be accessed through a link www.sangharsugarmills.com

Public Information

Financial analysts, stock brokers, interested investors and financial media desiring information about the Company and its product may contact the Chief Financial Officer and or the Company Secretary at Head Office, Karachi.

Financial Ratios

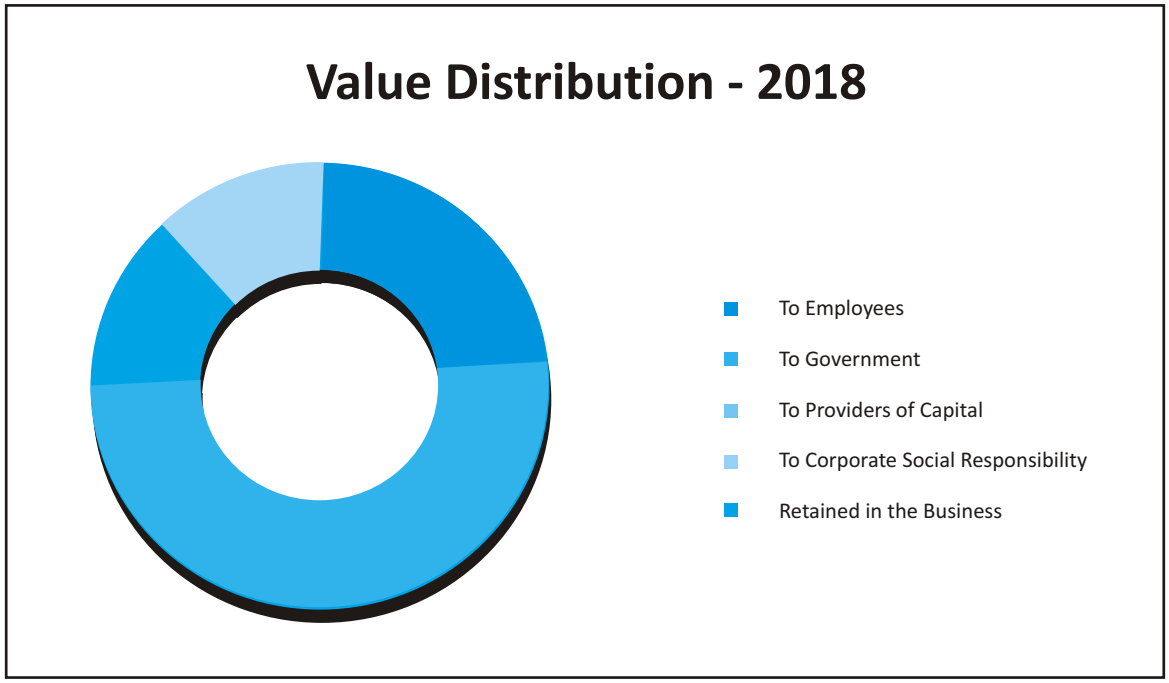
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Profitability Ratios										
Gross Profit Ratio (%)	**2.89**	(2.74)	5.35	8.96	6.69	5.36	6.51	16.42	14.08	13.43
Net Profit to Sales (%)	**0.57**	(11.11)	0.49	2.00	0.27	0.25	(0.22)	2.52	5.02	6.86
Return on Capital Employed (%)	**11.03**	(85.28)	12.82	37.87	36.52	36.52	42.17	47.43	85.86	77.37
Turnover Ratios										
Inventory Turnover Ratio	**3.51**	3.12	4.59	5.21	8.01	6.19	3.08	1.96	17.51	11.72
Fixed Assets Turnover Ratio	**117.05**	147.96	193.37	245.93	278.88	383.94	403.72	200.02	561.23	339.96
Investor Information										
Price Earning Ratio	**15.36**	(1.55)	36.39	5.31	34.89	39.47	(44.91)	3.39	1.23	2.81
Market Value per Share	**24.98**	37.35	42.50	41.74	25.50	22.89	24.70	10.71	13.84	15.75
Book Value per Share*	**111.39**	54.02	46.68	37.78	31.04	29.70	27.62	27.43	25.57	15.03
Earning / (Loss) per Share	**1.63**	(24.03)	1.17	4.80	0.73	0.58	(0.55)	3.16	11.25	5.60
Liquidity Ratios										
Current Ratio	**0.60**	0.69	0.91	1.13	0.98	1.03	0.99	1.01	1.203	0.871
Capital Structure Ratios										
Debt Equity Ratio	**1.05**	3.10	1.11	0.53	0.69	1.05	2.06	3.12	1.05	1.97
Interest Cover Ratio	**1.20**	(1.75)	1.23	2.11	1.36	1.18	1.00	1.68	4.11	4.14

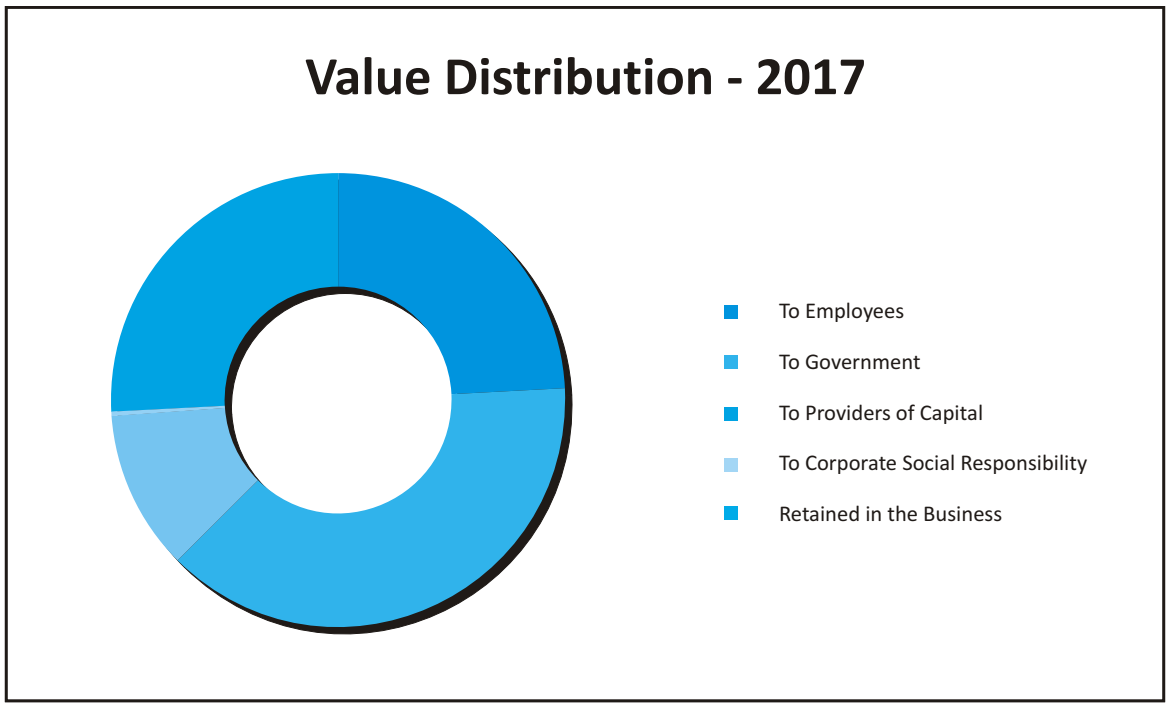
* *Comparative ratio of the book value per share are restated as disclosed in note no. 6 of the annexed financial statements.*

Statement of Value Addition and its Distribution

	2018		2017	
Value Addition	**(Rs. '000)**	**%**	**(Rs. '000)**	**%**
Turnover Gross	**4,207,749**	**95.780**	3,203,416	99.918
Other Income	**185,391**	**4.220**	2,617	0.082
	4,393,140	**100.000**	3,206,033	100.000
Cane Procurement and related expenses	**2,871,755**	**83.575**	3,109,983	110.614
Other Expenses	**564,398**	**16.425**	(298,431)	(10.614)
	3,436,153	**100.000**	2,811,552	100.000
	956,987	**21.784**	394,481	12.304
Value Distribution				
Distributed as follows				
To Employees				
– Remuneration	**223,022**	**23.305**	197,374	50.034
– Worker's profit participation fund	**1,336**	**0.140**	—	—
	224,358		197,374	
To Government				
– Sales Tax / Further Tax & Others	**421,359**	**44.030**	293,446	74.388
– Income Tax	**54,049**	**5.648**	19,704	4.995
– Deferred Tax	**5,442**	**0.569**	(8,906)	(2.258)
– Cess & Fees	**11,572**	**1.209**	10,160	2.576
	492,421		314,404	
To Providers of Capital				
– Finance Cost	**121,934**	**12.741**	94,280	23.900
	121,934		94,280	
To Corporate Social Responsibility				
– Charity & Donations	**3,026**	**0.316**	1,147	0.291
	3,026		1,147	
Retained in the Business				
– Depreciation & Amortization	**95,822**	**10.013**	74,380	18.855
– Profit / (Loss) for the Year	**19,426**	**2.030**	(287,104)	(72.780)
	115,248		(212,724)	
	956,987	**100.000**	394,481	100.000

Graphical Presentation of Value Distribution





To the Members of Sanghar Sugar Mills Limited

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 (the Regulations) prepared by the Board of Directors of Sanghar Sugar Mills Limited (the Company) for the year ended September 30, 2018 in accordance with the requirements of regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended September 30, 2018.

CHARTERED ACCOUNTANTS

Place: Karachi
Date: 29th December 2018

Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017

For the year ended September 30, 2018

Name of the Company : Sanghar Sugar Mills Limited

Year Ending : September 30, 2018

The Company has complied with the requirements of the Regulations in the following manner:

1. The total number of Directors are Seven as per the following:

   a). Male: Seven

   b). Female: Nil

2. The composition of Board is as follows:

   a) Independent Director
      Mr. Rahim Bux

   b) Other Non-Executive Directors
      Mr. Ghulam Dastagir Rajar
      Mr. Mohammad Aslam
      Mr. Qazi Shamsuddin
      Mr. Shahid Aziz (N.I.T.)

   c) Executive Directors
      Haji Khuda Bux Rajar
      Mr. Ghulam Hyder

3. The Directors have confirmed that none of them is serving as a Director on more than five listed companies, including this company.

4. The Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures.

5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.

6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board/ Shareholders as empowered by the relevant provisions of the Act and these Regulations.

7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.

8. The Board of Directors has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.

9. All the directors, except Chief Executive, have attended and completed directors' training course conducted by Institute of Cost & Management Accountant of Pakistan. The Chief Executive has the prescribed education and experience required for exemption under clause 20(2) of CCG Regulations accordingly he is exempted from attending directors' training program pursuant to the clause 20(2) of the CCG Regulations.

10. The Board has approved appointment of Chief Financial Officer (CFO) including his remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations. The remuneration, terms and conditions of the employment of CFO, Company Secretary and Head of internal Audit and any changes thereto has been approved by the Board.

11. CFO and CEO duly endorsed the financial statements before approval of the Board.

12. The Board has formed committees comprising of members given below:

a) Audit Committee:

Mr. Rahim Bux	Chairman
Mr. Mohammad Aslam	Member
Mr. Shahid Aziz	Member

b) Human Resource and Remuneration Committee:

Mr. Rahim Bux	Chairman
Mr. Mohammad Aslam	Member
Mr. Shahid Aziz	Member

c) Risk Management Committee:

Mr. Mohammad Aslam	Chairman
Mr. Ghulam Hyder	Member
Mr. Shahid Aziz	Member

d) Corporate Social Responsibility Committee:

Mr. Rahim Bux	Chairman
Mr. Mohammad Aslam	Member
Mr. Shahid Aziz	Member
Syed Rehan Ahmad Hashmi	Member

e) Information Technology & Steering Committee:

Mr. Ghulam Hyder	Chairman
Syed Rehan Ahmad Hashmi	Member
Mr. Muhammad Ahmed (Resigned on September 30, 2018)	Member
Mr. Ebad Azhar (Appointed on November 01, 2018)	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.

14. The frequency of meetings of the committee were as per following:

a) Audit Committee	Five meetings
b) Human Resource and Remuneration Committee	Half yearly meetings
c) Risk Management Committee	Half yearly meetings
d) Corporate Social Responsibility Committee	Four quarterly meetings
e) Information Technology & Steering Committee	Half yearly meetings

15. The Board has set up an effective internal audit function who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Company.

16. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the quality control review program of Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold shares of the Company and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.

17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.

18. We confirm that all other requirements of the Regulations have been complied with.

Ghulam Dastagir Rajar
Chairman

Karachi: December 29, 2018

Independent Auditors' Report

to the Members of Sanghar Sugar Mills Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of Sanghar Sugar Mills Limited, ("the Company") which comprise the statement of financial position as at September 30, 2018, and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at September 30, 2018 and of the profit, comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (“the Code”) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note 26.1.4 of the annexed financial statements, which describes the uncertainty related to the outcome of legal matters related to minimum sugar cane price and other matters. Our opinion is not qualified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matter. Following are the Key audit matters:

S.N.	Key audit matter	How the matter was addressed in our audit
1.	**Property, Plant and Equipment** During the year the Company has added machineries to its manufacturing facilities which commenced commercial production during the year. The Company has also carried out revaluation of certain items of property, plant and equipment which carried at revalued amount as per accounting policy.	Our audit procedures included the following: ● Examining, on sample basis, vendors' agreements, invoices and payments made for acquisition, installations of the operating assets capitalized during the year in order to assess the nature, occurrence and volume of the costs.

S.N.	Key audit matter	How the matter was addressed in our audit
	These were considered as key audit matter due to their financial significance and impact on the financial position of the Company as well there are a number of areas where significant management's estimates and judgments are involved in this respect including: ● Determining costs that should be capitalised in accordance with criteria specified in International Accounting Standard 16, 'Property, Plant and Equipment'; ● Determining the date on which assets were available for intended use and the respective dates from which their depreciation should commence; and ● The estimation of economic useful lives and residual values assigned to property, plant and equipment. ● Determining the fair value of items of property, plant and equipment carried under revaluation model and accounting for the revaluation surplus in the financial statements.	● Evaluating whether the cost accumulated meets the criteria for capitalization in accordance with IAS-16 "Property, Plant and Equipment" and whether the cost has been accumulated completely and accurately. ● Ensuring that addition in property plant and equipment has been made in accordance with the capitalization policy and reviewing completion certificate / progress reports in order to confirm the date of capitalisation and commencement of deprecation. ● Evaluating the management's estimation of economic useful lives, residual values by considering our knowledge of the business and practices adopted in the local industries. ● Ensuring that, in case of revaluation, the entire class of assets has been revalued and revaluation is properly accounted for in the financial statements. ● Obtaining revaluation report and evaluating reasonableness of the fair values. Performing procedures for evaluation of the competence, capabilities and objectivity of expert, obtaining understanding of the work of expert and evaluation of appropriateness of using that expert's work as audit evidence for the relevant assertion. ● In addition performed other relevant audit procedures including assessing whether the adequate disclosures have been made in the accompanying financial statements.
2.	**Contingencies** The Company is under litigations in respect of various matters related to sugar price fixation and other sugar industry matters and other miscellaneous claims in respect of the assets/ payables of the Company as disclosed in note 26 of the annexed financial statements. These contingencies require management's judgments and estimates in relation to the interpretation of relevant laws, notifications and regulations and the recognition and measurement of any provisions that may be required against such contingencies. Due to inherent uncertainties and the time period such matters may take to resolve, the management judgments and estimates in relation to such contingencies may be complex and can significantly impact the annexed financial statements. Accordingly these are considered as key audit matter.	Our audit procedures included the following: ● Assessing management's processes to identify new possible litigations, obligations and changes in existing obligations through inquiries from management and review of the minutes of meetings of the Board of Directors and Audit Committee. ● Review of the relevant information including case proceedings, related industry information and correspondences in respect of the ongoing litigations. ● Obtaining confirmation from the legal counsel of the Company to evaluate the status of the pending litigations and view point of the Company's legal counsel thereon. ● Examining legal and professional expenses to confirm that all pending legal matters are identified and disclosed.

S.N.	Key audit matter	How the matter was addressed in our audit
		● Re-computing the amounts of obligations and recorded liabilities based on available underlying information and confronted parameters. ● Assessing the appropriateness of the related disclosures made in the accompanying financial statements in light of IAS-37 "Provisions and Contingencies".
3.	**Companies Act, 2017** The Companies Act, 2017 (the Act) has become effective for preparation of the Company's annual financial statements for the year ended 30 September 2018. The Act forms an integral part of the statutory financial reporting framework as applicable to the Company and its fourth schedule amongst others, prescribes the nature and content of disclosures in relation to various items of the financial statements. In view of first time application, the extensive impacts in the financial statements and also because failure to comply with the requirements of the Act, could have financial and reputational impacts leading to regulatory actions, therefore same is considered as a key audit matter.	Our audit procedures in this respect included the following: ● Obtaining an understanding of the provisions of the Act and its fourth schedule applicable to the Company. ● Discussing the applicable changes with the Company's management, evaluating their view point with respect to applicable provisions of the Act. ● Testing on sample basis the supporting documents and underlying information used for the disclosures required by the Act and ensuring their appropriateness. ● Ensuring that all material disclosures as required by the Act have been made in the financial statements and evaluating the internal consistency of such disclosures with other elements of the financial statements.

Information Other than the Financial Statements and Auditor's Report thereon

Management is responsible for the other information. The other information comprises the information included in the Annual report of the Company, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);

b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;

c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and

d) in our opinion, no Zakat was deductible at source under Zakat and Ushr Ordinance, 1980(XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is Fahad Ali Shaikh.

CHARTERED ACCOUNTANTS

Place: Karachi
Date: 29th December 2018

Statement of Financial Position

As at September 30, 2018

	Notes	September 30 2018	September 30 2017	September 30 2016
			..... Restated	
ASSETS		..... (Rupees in '000)		
NON-CURRENT ASSETS				
Property, plant and equipment	7	**2,909,416**	1,745,946	1,464,904
Intangible asset	8	**—**	19	444
Long term deposits	9	**18,823**	20,961	15,467
Deferred cost	10	**8,771**	17,543	28,885
		2,937,010	1,784,469	1,509,700
CURRENT ASSETS				
Stores, spare parts and loose tools	11	**55,599**	56,157	49,675
Stock-in-trade	12	**790,044**	1,095,532	606,067
Trade Debts	13	**28,726**	—	—
Loans and advances	14	**38,841**	116,285	104,960
Trade deposits & short term prepayments	15	**12,413**	11,608	14,740
Other receivables	16	**160,994**	3,613	12,171
Sales Tax Refundable		**—**	—	3,606
Income tax refundable - net of provision		**38,155**	—	733
Cash and bank balances	17	**7,071**	19,721	123,255
		1,131,843	1,302,916	915,207
TOTAL ASSETS		**4,068,853**	3,087,385	2,424,907
EQUITY AND LIABILITIES				
SHARE CAPITAL AND RESERVES				
Authorized capital				
20,000,000 shares of Rs.10 each		**200,000**	200,000	200,000
Issued, subscribed and paid up capital	18	**119,460**	119,460	119,460
Unappropriated profit		**111,367**	74,487	347,806
Surplus on revaluation of property, plant & equipment	19	**1,099,872**	375,218	396,171
		1,330,699	569,165	863,437
NON CURRENT LIABILITIES				
Long term financing	20	**153,791**	209,422	182,414
Liabilities against assets subject to finance lease	21	**97,072**	135,869	80,118
Deferred liabilities	22	**603,790**	300,074	295,067
		854,653	645,365	557,599
CURRENT LIABILITIES				
Trade and other payables	23	**688,073**	378,599	275,679
Accrued finance cost	24	**29,035**	46,507	20,302
Short term borrowings	25	**1,021,483**	1,293,557	644,680
Unclaimed dividend		**1,526**	1,551	1,551
Dividend payable		**12,418**	12,436	12,185
Current portion of long term financing	20	**87,936**	87,000	22,000
Current portion of liabilities against assets subject to finance lease	21	**43,030**	37,310	27,474
Provision for income tax - net		**—**	15,895	—
		1,883,501	1,872,855	1,003,871
CONTINGENCIES AND COMMITMENTS	26	**—**	—	—
TOTAL EQUITY AND LIABILITIES		**4,068,853**	3,087,385	2,424,907

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive **Director** **Chief Financial Officer**

Statement of Profit or Loss

For the year ended September 30, 2018

	Notes	September 30 2018	September 30 2017
		(Rupees in '000)	
Sales	27	**3,405,535**	2,583,232
Cost of sales	28	**3,307,015**	2,653,892
Gross Profit / (Loss)		**98,520**	(70,660)
Profit from trading activities	29	**3,553**	—
		102,073	(70,660)
Distribution cost	30	**41,879**	796
Administrative cost	31	**90,971**	84,937
Other operating cost	32	**7,812**	11,622
		140,662	97,355
Operating Loss		**(38,589)**	(168,015)
Other income	33	**185,391**	2,617
		146,802	(165,398)
Finance cost	34	**121,934**	94,280
Profit / (Loss) before taxation		**24,868**	(259,678)
Taxation	35	**5,442**	27,426
Profit / (Loss) after taxation		**19,426**	(287,104)
Earning / (Loss) per share			
- Basic and diluted (Rupees)	36	**1.63**	(24.03)

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive **Director** **Chief Financial Officer**

Statement of Comprehensive Income

For the year ended September 30, 2018

	Notes	September 30 2018	September 30 2017
		(Rupees in '000)	
Profit / (Loss) after taxation		**19,426**	(287,104)
Other Comprehensive Income			
Items that will not be reclassified to statement of profit or loss			
Remeasurement loss on acturial valuation of staff defined benefit plan	**22.3.4**	**(4,261)**	—
Related deferred tax		**1,150**	—
		(3,111)	—
Items that may be reclassified subsequently to statement of profit or loss			
Surplus on revaluation of property, plant and equipment during the year	**19**	**1,023,393**	—
Related deferred tax		**(290,549)**	—
		732,844	—
Total Comprehensive Income for the year		**749,159**	(287,104)

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive **Director** **Chief Financial Officer**

Statement of Cash Flows

For the year ended September 30, 2018

	Notes	September 30 2018	September 30 2017
		(Rupees in '000)	
Profit / (Loss) before taxation		**24,868**	(259,678)
Adjustment for non cash charges and other items:			
Depreciation	**7.1.2**	**87,031**	62,613
Amortization	**8**	**19**	425
Amortization of deferred cost	**10**	**8,772**	11,342
Employees retirement benefits expense	**22.3.2 & 22.4.2**	**12,523**	12,742
Provision for slow moving items and obsolescence	**11.1**	**750**	945
Impairment of further sales tax refundable	**16.4**	**—**	8,558
Provision for market committee fee	**22.2**	**7,121**	6,253
Gain on sale of Property, plant & equipment	**7.1.3**	**(464)**	(583)
Finance cost	**34**	**121,934**	94,280
		237,686	196,575
		262,554	(63,103)
Changes in Working capital			
(Increase) / Decrease in current assets			
Stores, spare parts and loose tools		**(192)**	(7,427)
Stock - in - trade		**305,488**	(489,465)
Trade debts		**(28,726)**	--
Loans and advances		**77,444**	(11,325)
Trade deposits & Short term prepayments		**(805)**	3,132
Sales Tax refundable		**—**	3,606
Other receivables		**(157,381)**	--
		195,828	(501,479)
Increase in current liabilities			
Trade and other payables		**309,474**	102,920
		767,856	(461,662)
Employees retirement benefits paid during the year	**22.3.1 & 22.4.1**	**(2,655)**	(5,082)
Finance cost paid during the year		**(139,406)**	(68,074)
Decrease / (increase) in long term deposits		**2,138**	(5,494)
Income tax paid during the year		**(54,049)**	(19,704)
		(193,972)	(98,354)
Net cash inflow / (outflow) from operating activities		**573,884**	(560,016)

	Notes	September 30 2018	September 30 2017
		(Rupees in '000)	
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant & equipment	**7.1.3**	**605**	683
Additions to property, plant and equipment	**7.1 & 7.2**	**(227,249)**	(343,756)
Net cash outflow from investing activities		**(226,644)**	(343,073)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of long term financing		**(71,274)**	(25,500)
Proceeds from long term financing		**16,578**	117,508
Proceeds from liabilities against asset subject to finance lease		**—**	91,908
Payments of liabilities against asset subject to finance lease		**(33,077)**	(26,321)
Dividend paid during the year		**—**	(7,168)
Increase / (decrease) in dividend payable during the year - net		**(43)**	251
Net cash (outlow) / inflow from financing activities		**(87,816)**	150,678
Net increase / (decrease) in cash and cash equivalents		**259,424**	(752,411)
Cash and cash equivalents at beginning of the year		**(1,273,836)**	(521,425)
Cash and cash equivalents at end of the year	**37**	**(1,014,412)**	(1,273,836)

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive **Director** **Chief Financial Officer**

Statement of Changes in Equity

For the year ended September 30, 2018

	Issued, Subscribed & Paid-up Capital	Unappropriated profit	Capital Reserve - Surplus on revaluation of property, plant & equipment	Total
	..... (Rs in '000)			
Balance as at October 01, 2016 - as previously reported	119,460	347,806	—	467,266
Impact of change in accounting policy - net of tax				
Revaluation surplus on property, plant and equipment	—	—	396,171	396,171
Balance as at October 01, 2016 - as restated	119,460	347,806	396,171	863,437
Transaction with Owners:				
Final Dividend for the year ended September 30, 2016 @ Rs. 0.6 per share	—	(7,168)	—	(7,168)
Total Comprehensive Loss for the year ended September 30, 2017	—	(287,104)	—	(287,104)
Incremental depreciation charged on surplus on revaluation of property, plant & equipment - net of deferred tax	—	20,953	(20,953)	—
Balance as at September 30, 2017 - as restated	119,460	74,487	375,218	569,165
Balance as at September 30, 2017 - as previously reported	**119,460**	**74,487**	**—**	**193,947**
Impact of change in accounting policy - net of tax				
Revaluation surplus on property, plant and equipment	**—**	**—**	**375,218**	**375,218**
Balance as at October 01, 2017 - as restated	**119,460**	**74,487**	**375,218**	**569,165**
Total Comprehensive income for the year ended September 30, 2018	**—**	**16,315**	**732,844**	**749,159**
Incremental depreciation charged on surplus on revaluation of property, plant & equipment - net of deferred tax	**—**	**20,565**	**(20,565)**	**—**
Effect of change in tax rate directly credited to revaluation surplus	**—**	**—**	**12,375**	**12,375**
Balance as at September 30, 2018	**119,460**	**111,367**	**1,099,872**	**1,330,699**

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive **Director** **Chief Financial Officer**

Notes to the Financial Statements

For the year ended September 30, 2018

1 COMPANY AND ITS OPERATIONS

1.1 The Company is a public limited Company incorporated in 1986 in Pakistan and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at C-27, Plot No. F-24, Block - 9, Clifton, Karachi.

1.2 The Company is principally engaged in the manufacture and sale of sugar and sale of its by-products i.e. molasses and bagasse. The Company has also installed bagasse fired transmission equipment to sell surplus electric power. The manufacturing facilities are located at Sanghar Sindhri Road, Deh Kehore, District Sanghar in the province of Sindh. The total area of industry land / manufacturing facilities which includes the main factory is spread over 320.625 Acres.

2 SUMMARY OF SIGNIFICANT TRANSACTIONS AND EVENTS AFFECTING THE COMPANY'S FINANCIAL POSITION AND PERFORMANCE

2.1 During the year, crushing capacity of sugar has been enhanced by adding new plant at an aggregate cost of Rs. 891,475 thousand. Newly installed plant & machinery commenced production in the month of March 2018. This plant has added in capacity and is expected to provide significant economic benefits in future as well.

2.2 During the year, the Company carried out fresh revaluation of its property,plant and equipment which has resulted in surplus of Rs.1,023,393 thousand. Further, due to changes in Companies Act, 2017 the presentation of revaluation surplus has been changed and is made part of equity of the Company. This change has resulted in improved financial ratios.

2.3 During the year significant decline in sugar price locally and internationally due to surplus production has affected the performance / profitability of the Company. Furthermore, the cost of sugar production decreased as compared to last year due to the fact that the cost of cane paid / booked were Rs. 160/40 k.g. on the basis of court order inspite of the fact the Government of Sindh fixed minimum sugar cane price at Rs.182/40 k.g. against which the Company along with other sugar mills filed petition as disclosed in note 26.1.4. However, the Government announced export subsidy during the year which has compensated the significant decline in the sugar prices to some extent.

2.4 Due to first time application of financial reporting requirements under the Companies Act, 2017 (the Act) including disclosure and presentation requirements of fourth schedule of the Act, some of the amounts reported for the previous period have been reclassified as detailed in note 46 of these financial statements.

3 BASIS OF PREPARATION

3.1 Statement of Compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of:

International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standard 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 IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.2 Accounting Convention

These financial statements have been prepared under the historical cost convention, except for, employees retirement benefits that are based on actuarial valuation, items of property, plant and equipment carried at revalued amounts and stock in trade when valued at net realizable value.

3.3 Functional and presentation currency

These financial statements are presented in Pakistan Rupee which is the Company's functional and presentation currency.

3.4 STANDARDS, AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARD AND INTERPRETATIONS

3.4.1 Standards, interpretations and amendments to published approved accounting standards that became effective during the year

The following Standards, interpretations and amendments to published approved accounting standards became effective during the year.

IAS-7 Statement of Cash Flows (Amendments)

IAS-12 Income Taxes (Amendments)

These Standards, interpretations and amendments as also communicated in the preceding year, do not have significant impact on Company's financial statements except for some additional disclosures. In addition to above, certain new cycle of improvements are applicable in current year, that are either considered not to be relevant or are not expected to have significant impact to the Company's financial statements and hence have not been specified.

3.4.2 Companies Act, 2017

During the year Companies Act, 2017 have become effective, which has brought certain additional disclosure requirements and changes in presentation of certain items. Few disclosure requirements of fourth schedule to the repealed Companies Ordinance 1984 have been deleted to remove duplications and to make the disclosure in line with the requirements of IFRS. Therefore the Company has made certain additional disclosures, changes and reclassifications in order to comply with the requirements of the Companies Act, 2017. Further more the Companies Act 2017 has not carried forward provisions related to accounting of revaluation surplus on property, plant and equipment accordingly the Company has now accounted for this revaluation surplus in accordance with the requirements of IAS -16 "Property, Plant and Equipment" as disclosed in note 5.1.1 and note 6.

3.4.3 Standards, interpretations and amendments to published approved accounting standards that are not yet effective.

The following standards, interpretations and amendments to published approved accounting standards that are effective for accounting periods, beginning on or after the date mentioned against each of them.

		Effective for the period
IAS-12	*Income Taxes – (Amendments)*	*January 1, 2019*
IAS-19	*Employee Benefits - (Amendments)*	*January 1, 2019*
IAS-23	*Borrowing Costs - (Amendments)*	*January 1, 2019*
IAS-28	*Investments in Associates and Joint Ventures amendments resulting from Annual Improvements 2014-2016 Cycle clarifying certain fair value measurements*	*January 1, 2018*
IAS-40	*Investment Property: Transfers of Investment Property (Amendments)*	*January 1, 2018*

IFRS-2	*Classification and Measurement of Share based Payments Transactions (Amendments)*	*January 1, 2018*
IFRS-3	*Business Combinations and IFRS 11 Joint Arrangements (Amendments)*	*January 1, 2018*
IFRS-4 IFRS 4	*Applying IFRS 9 Financial Instruments with Insurance contracts – (Amendments)*	*January 1, 2018*
IFRS-9	*Financial Instruments*	*July 1, 2018*
IFRS-12	*Disclosure of Interests in Other Entities amendments resulting from Annual Improvements 2014-2016 Cycle clarifying certain fair value measurements*	*January 1, 2018*
IFRS-15	*Revenue from Contract with customers*	*January 1, 2019*
IFRS-16	*Leases*	*January 1, 2019*
IFRIC-22	*Foreign Currency Transactions (Amendments)*	*January 1, 2018*
IFRIC-23	*The Accounting for uncertainties in Income Taxes (Amendments)*	*January 1, 2019*

These standards, interpretations and the amendments are either not relevant to or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures, if applicable in certain circumstances.

In addition to above, certain new cycle of improvements will apply prospectively for period beginning on or after 01, October 2018, and are either considered not to be relevant or are not expected to have significant impact to the Company's financial statements and hence have not been specified.

3.4.4 Standards, interpretations and amendments to published approved accounting standards that are not yet effective.

		IASB Effective Date "Effective for the period beginning on or after
IFRS – 1	First Time Adoption of IFRS	January 1, 2004
IFRS -14	Regulatory Deferral Accounts	January 1, 2016
IFRS – 17	Insurance Contracts	January 1, 2021

4 Critical accounting estimates, judgments and assumptions

The preparation of these financial statements in conformity with the approved accounting standards requires the management to make judgments, estimates and assumptions that affects the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under that circumstances, the results of which form the basis of making judgment about carrying value of assets and liabilities that are not readily apparent from other sources. However, uncertainty about these assumptions and estimates could result in outcome that require material adjustment to the carrying amount of the asset or liability affected in future periods.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period, or in the period of the revision and any future period affected.

Judgments made by the management in the application of approved accounting standards that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed in the following paragraphs of these note.

In the process of applying the accounting policies, management has made the following estimates, judgments and assumptions which are significant to the financial statements:

– **Taxation :**

In making the estimates of the income tax liabilities, the management considers current income tax law and decisions of appellate authorities. Deferred tax estimate is made considering future applicable tax rate.

– **Employees Retirement Benefit**

Certain actuarial assumptions have been adopted as disclosed in these financial statements for valuation of present value of defined benefit obligation. Any changes in these assumptions in future years might effect gains and losses in those years. The actuarial valuation involves making assumptions about discount rates, future salary increases and mortality rates.

– **Property, Plant and Equipment**

The management determines the estimated useful lives and related depreciation charge for its property, plant and equipment. The management reviews the value of assets for possible impairment on financial year end. Any change in the estimate in the future years might effect the carrying amounts of the respective items of property, plant and equipment with a corresponding affect on the depreciation charge and impairment.

– **Stock in trade**

The Company reviews the net realizable value of stock in trade to assess any diminution in the respective carrying values. Net realizable value is determined with reference to the estimated selling price in the ordinary course of business less the estimated cost necessary to make the sale.

– **Contingencies**

The assessment of the contingencies inherently involves the exercise of significant judgment as the outcome of the future events cannot be predicted with certainty. The Company, based on the availability of the latest information, estimates the value of contingent assets and liabilities which may differ on the occurrence / non-occurrence of the uncertain future event(s).

– **Impairment allowance against trade debts, deposits, advances and other receivables**

The Company reviews the recoverability of its trade debts, advances and other receivables to assess amount of doubtful debts and impairment allowance required there against periodically. While determining allowance, the Company considers financial health, market information, aging of receivables, credit worthiness, credit rating, past records and business relationship.

– **Slow Moving Stores and Obsolescence**

In making estimates of quantum of slow moving items and obsolescence, the aging analysis, current condition of various items and expected use in future are considered.

– **Impairment**

The Company reviews carrying amount of assets periodically to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated and impairment losses are recognized in the statement of profit or loss.

5 SIGNIFICANT ACCOUNTING POILICIES

5.1 Property, plant and equipment

5.1.1 Operating Assets

Owned assets

Recognition & Measurement

An items of property, plant & equipments is recognised as an asset if and only if the future economic benefits associated with the expenditure will flow to the entity and the cost of the item can be measured reliably. These are subsequently stated at cost less accumulated depreciation and impairment, if any, except for free hold land, buildings and plant and machinery which are stated at revalued amounts.

Depreciation

Depreciation is charged, on a systematic basis over the economic useful life of the asset, on reducing balance method, which reflects the pattern in which the assets economic benefits are consumed by the Company, at the rates specified in respective note. Depreciation on additions is charged from the month in which the assets are put to use while no depreciation is charged in the month in which the assets are disposed off.

Revaluation Surplus - owned assets

Revaluation of freehold land and building on freehold land is carried out with sufficient regularity to ensure that the carrying amount of assets does not differ materially from the fair value. Any revaluation increase in the carrying amount of freehold land, factory and non-factory buildings on freehold land and plant and machinery is recognized, net of tax, in other comprehensive income and presented as a separate component of equity as “Revaluation surplus on property, plant and equipment” except to the extent that it reverses a revaluation decrease / deficit for the same asset previously recognized in statement of profit or loss, in which case the increase is first recognized in statement of profit or loss to the extent of the decrease previously charged. Any decreases that reverse previous increases of the same asset are first recognized in other comprehensive income to the extent of the remaining surplus attributable to the asset, all other decreases are charged to statement of profit or loss. The revaluation reserve is not available for distribution to the Company's shareholders. Each year, the difference between depreciation based on the revalued carrying amount of the asset charged to statement of profit or loss account and depreciation based on the asset's original cost, net of tax, is reclassified from revaluation reserve to retained earnings.

During the year the Company changed its accounting policy in respect of the accounting and presentation of revaluation of property, plant and equipment. Previously, the Company's accounting policy was in accordance with the provisions of section 235 of the repealed Companies Ordinance 1984 which were not in alignment with the accounting treatment and presentation of revaluation of property, plant and equipment as prescribed in IAS 16 'Property, Plant and Equipment'. However, the Companies Act, 2017 has not carried forward the said section, accordingly the Company has changed the accounting policy to bring it in conformity with the accounting treatment and presentation of revaluation of property, plant and equipment as specified in IAS 16 'Property , plant and equipment'. The detailed information and impact of this change in policy is provided in Note 6 to these financial statements.

Subsequent Cost

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalized and the assets so replaced, if any, are retired.

Derecognition

The carrying amount of an item of property, plant and equipment is derecognized on disposal; or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is included in profit or loss when the item is derecognized.

5.1.2 Assets subject to finance lease

These are accounted for by recording the assets at the lower of present value of minimum lease payments under the lease agreements and the fair value of assets acquired. Depreciation is charged to the statement of profit or loss using the same basis as for owned assets.

5.1.3 Capital work-in-progress

Capital work-in-progress is stated at cost accumulated up to the reporting date less impairment if any and represents expenditure incurred on property, plant and equipment in the course of construction / installation / implementation / development including borrowing cost on eligible assets. These expenditures are transferred to relevant category of property, plant and equipment as and when the assets becomes available for use.

5.2 Intangible Asset

Computer software is stated at cost less accumulated amortization. Software cost are only capitalized when it is probable that future economic benefits attributable to the software will flow to the Company and the same is amortized, on monthly proportionate basis applying the straight line method at the rate stated in respective note to these financial statements.

5.3 Deferred Cost

Deferred cost is the cost / expense incurred whose benefits are expected to be obtained beyond the period of one year. Deferred cost is being amortized over the estimated period of consuming benefits which are five years.

5.4 Stores, spare parts and loose tools

These are valued at cost calculated on moving average basis less provision for obsolescence, and slow moving items, except for the items in transit, which are valued at costs accumulated up to the reporting date.

5.5 Stock in trade

Stock of sugar is valued at lower of the weighted average cost and net realizable value. By-products i.e. Molasses and Baggasse are valued at net realizable value (NRV). Cost in relation to work in process and finished goods consists of material cost, proportionate manufacturing overheads.

Net realizable value signifies the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated cost necessary to be incurred to make the sale.

5.6 Trade debts

Trade debts are carried at original invoice amount less impairment allowance, if any. Impairment allowance for doubtful debts is based on management's assessment of customers and their credit worthiness. Bad debts are written off when there is no realistic prospect of recovery.

5.7 Trade and other payables

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received.

5.8 Employees Retirement benefits:

5.8.1 Defined benefit plan - Gratuity

The Company operates an unfunded gratuity scheme for all employees eligible to the scheme with qualifying service period. Provision is made annually to cover the obligation on the basis of actuarial valuation carried out using Projected Unit Credit Method, and is charged to statement of profit or loss, related details of which are given in the respective note to the financial statements. Remeasurement gains or losses are recognized in full as and when arise and are charged to other comprehensive income.

5.8.2 Defined benefit plan - Leave Encashment

The Company provides for compensated absences for all eligible employees in the period in which these are earned in accordance with the terms of employment. From the current year 2017-18 the Company decides to use actuarial valuation to calculate the estimated liability for leave encashment using Projected Unit Credit Method. Accordingly the liability has been determined by actuarial valuation carried out by an independent valuer as on September 30, 2018. The charge for the year is charged to statement of profit or loss, related details of which are given in the respective note to the financial statements. Remeasurement gains or losses are recognized in full as and when arise and are charged to statement of profit or loss.

Since the liability has been computed using actuarial valuation for the first time so there have arise an immaterial difference of Rs. 625 thousand when compared to the liability booked earlier. Being the immaterial amount the comparative figure have not been restated and the difference has been adjusted in the current period.

5.9 Finance Lease

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee or meet other criteria defined in IAS 17. All other leases are classified as operating lease. Assets held under finance lease are recognized as items of property, plant & equipment of the company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the statement of financial position as “Liabilities against asset subject to finance lease”. Lease payments are apportioned between finance charges and reduction of the liabilities against assets subject to finance lease so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to statement of profit or loss unless they are directly attributable to qualifying assets in which case they are capitalized in accordance with the company's general policy on borrowing cost.

5.10 Taxation

5.10.1 Current

The charge for current taxation is based on taxable income at the current rate of taxation (after taking into account applicable tax credits, rebates and exemptions available, if any) or minimum tax and alternate corporate tax under sections 113 & 113 (C) of the Income Tax Ordinance, 2001, respectively whichever is higher. The charge for current tax also includes adjustments, where considered necessary, to provision for taxation made in previous years arising from assessments framed during the year for such years.

5.10.2 Deferred

Deferred tax is recognized using the liability method in respect of all temporary differences arising between the carrying amount of assets and liabilities in the financial statements and their tax base and is recognized on the basis of the expected manner of the realization or settlement of the carrying amount of assets and liabilities using the tax rates enacted or substantially enacted at the reporting date. Deferred tax asset is recognized to the extent that it is probable that the future taxable profit will be available against which the deductible temporary differences can be utilized. Deferred tax asset is reduced to the extent it is no longer probable that the related tax benefit will be realized.

5.10.3 Sales tax and Federal Excise Duty (FED)

Revenues, expenses and assets are recognized net off amount of sales tax/FED except:

– Where amount incurred on a purchase of asset or service is not recoverable from the taxation authorities, in which case the tax / duty is recognized as part of the cost of the acquisition of the assets or as part of the expense item as applicable; and

– Receivables or payables that are stated with the amount of Sales tax / FED included.

The net amount of sales tax and FED recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

5.11 Ijarah Lease contracts

Leases, where a significant portion of the risk and rewards of ownership are retained by the lessor, are classified as Ijarah lease. Payments made under the Ijarah lease agreements are charged to statement of profit or loss.

5.12 Revenue recognition

Revenue is recognized to the extent that it is probable that the future economic benefits will flow to the Company and the revenue can be measured reliably. Revenue is measured at the fair value of the consideration received or receivable, excluding discounts, rebates and government levies.

Revenue from sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods to customers.

Electric power supply is recognized when the supply of power is passed-on through transmission lines.

Rental income is recorded on an accrual basis.

5.13 Foreign currency transaction and translation

Transactions in foreign currencies are recorded into reporting currency at the rates of exchange prevailing on the date of transactions. Monetary assets and liabilities denominated in foreign currencies are subsequently translated into reporting currency using year-end spot foreign exchange rates. Non-monetary assets and liabilities are translated using exchange rates that existed when the values were determined. Exchange differences on foreign currency translations are included in the statement of profit or loss.

5.14 Provisions and contingencies

Provisions are recognized when the Company has present legal or constructive obligation as a result of past event, and it is probable that outflow of economic benefits will be required to settle the obligation and reliable estimates can be made. Where the outflow of resources embodying economic benefits is not probable, a contingent liability is disclosed, unless the possibility of outflow is remote. However, provisions are reviewed at each reporting date and adjusted to reflect current best estimate.

5.15 Borrowing cost

Mark-up, interest and other charges on borrowings are capitalized up to the date of commissioning of the respective qualifying assets. All other mark-up, interest, profit and other charges are charged to the statement of profit or loss.

5.16 Financial Instruments

Financial assets and liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument and derecognized when the Company loses control of contractual rights that comprise the financial assets and in the case of financial liability when the obligation specified in the contract is discharged, cancelled or expired. Any gain or loss, if any, on derecognition of financial assets and financial liabilities is included in the statement of profit or loss currently.

5.17 Offsetting of financial assets and liabilities

All financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if the Company has a legal enforceable right to set off the recognized amounts and intends either to settle on net basis or to realize the assets and settle the liabilities simultaneously.

5.18 Cash and cash equivalents

Cash and cash equivalents are carried at cost. For the purpose of the cash flow statement, cash and cash equivalents consist of cash in hand and bank balances net of short term borrowings.

5.19 Dividend and appropriation to reserves

Dividend and appropriation to reserve are recognized in the financial statements in the period in which these are approved.

5.20 Impairment

Financial assets

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicated that one or more events have had a negative effect on the estimated future cash flows of that asset.

The company considers evidence of impairment for receivable and other financial assets at specific asset level. Impairment losses are recognized as expense in the statement of profit or loss. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, if no impairment loss had been recognized.

Non-Financial assets

The carrying amount of non-financial assets is assessed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the recoverable amount of such assets is estimated. Recoverable amount is higher of an asset's fair value less cost to sell and value in use. An impairment loss is recognized as expense in the statement of profit or loss for the amount by which asset's carrying amount exceeds its recoverable amount.

6 Change in Accounting Policy

Effective from 30 May 2017, the Companies Act, 2017 (the Act) was enacted which replaced and repealed the previous Companies Ordinance, 1984 (the repealed Ordinance). Section 235 of the repealed Ordinance relating to treatment of surplus arising on revaluation of property, plant and equipment as not been carried forward in the Act. The said section of the repealed Ordinance specified the presentation and accounting treatment relating to the revaluation of property, plant and equipment which was not in accordance with the requirement of IAS 16 'Property, Plant and Equipment' as applicable in Pakistan. Consequently, the Company changed its accounting policy for

the revaluation of property, plant and equipment in accordance with the requirement of the accounting and reporting standards as applicable in Pakistan under the Companies Act, 2017. Previously, the Company's accounting policy for revaluation of property, plant and equipment was in accordance with the provision of Section 235 of the repealed Ordinance. Further, the revaluation surplus on property, plant and equipment was shown as a separate item below equity, in accordance with the presentation requirement of the repealed Ordinance. The accounting policy and presentation requirement relating to revaluation of property, plant and equipment have been changed to bring it in conformity with the requirement of IAS 16 "Property, Plant and Equipment" as explained in note 5.1 to these financial statements. Further, the revaluation surplus on property; plant and equipment is now presented in the statement of financial position and statement of changes in equity as a capital reserve i.e. part of equity.

In accordance with the requirements of IAS 8 'Accounting policies, estimates and errors', the above explained changes in accounting policy has been accounted for retrospectively, with the restatement of the comparative information. As a result, a third statement of financial position as at the beginning of the preceding period is presented (i.e. 1st October 2016).

6.1 Statement of Financial Position

Retrospective impact of change in accounting policy

	As at at 1 October 2016 - (Rupeess in 000)			As at at 30 September 2017 - (Rupeess in 000)		
	As previously reported on 30 September 2016	Adjustments Increase/ (Decrease)	As restated on 1 October 2016	As previously reported on 30 September 2017	Adjustments Increase/ (Decrease)	As restated on 1 October 2017
Revaluation surplus on property, plant and equipment (within equity)	—	396,171	396,171	—	375,218	375,218
Revaluation surplus on property, plant and equipment (below equity)	396,171	(396,171)	—	375,218	(375,218)	–

		2018	2017
		(Rupees in '000)	
7 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	**Note - 7.1**	**2,894,416**	1,063,540
Capital work-in-progress	**Note - 7.2**	**15,000**	682,406
		2,909,416	1,745,946

7.1 Operating Fixed Assets

Net carrying value as at September 30, 2018	OWNED									LEASED	OWNED & LEASED
	Free hold land	Factory Building on free hold land	Non-Factory Building on free hold land	Plant and Machinery	Furniture and Fittings	Vehicles	Computer Equipment & Appliances	Stores & Spares held for capital expenditure	Sub - Total	Plant and Machinery	Grand Total
	Rupees in'000										
Opening Net Book Value (NBV)	93,500	103,162	51,446	764,753	1,367	15,033	2,471	4,847	**1,036,579**	26,961	**1,063,540**
Direct Additions at Cost	—	—	—	—	162	2,648	370	—	**3,180**	—	**3,180**
Surplus on Revaluation	21,500	18,473	9,762	973,658	—	—	—	—	**1,023,393**	—	**1,023,393**
Transfer from Capital Work in Progress	—	125,719	—	603,848	—	—	—	—	**729,567**	161,908	**891,475**
Disposal at NBV	—	—	—	—	—	(141)	—	—	**(141)**	—	**(141)**
Depreciation charge for the year	—	(17,416)	(5,145)	(54,261)	(140)	(3,449)	(308)	(242)	**(80,961)**	(6,070)	**(87,031)**
Closing Net Book Value	**115,000**	**229,938**	**56,063**	**2,287,998**	**1,389**	**14,091**	**2,533**	**4,605**	**2,711,617**	**182,799**	**2,894,416**
Gross carrying value as at September 30, 2018											
Cost	7,043	155,669	12,365	1,378,400	6,669	34,319	12,430	5,867	**1,612,762**	191,908	**1,804,670**
Accumulated Depreciation - Cost	—	(27,044)	(9,637)	(321,991)	(5,280)	(20,228)	(9,897)	(1,262)	**(395,339)**	(9,109)	**(404,448)**
	7,043	128,625	2,728	1,056,409	1,389	14,091	2,533	4,605	**1,217,423**	182,799	**1,400,222**
Revaluation	107,957	177,127	83,380	1,352,160	—	—	—	—	**1,720,624**	—	**1,720,624**
Accumulated Depreciation - Revaluation	—	(75,814)	(30,045)	(120,571)	—	—	—	—	**(226,430)**	—	**(226,430)**
	107,957	101,313	53,335	1,231,589	—	—	—	—	**1,494,194**	—	**1,494,194**
Total Net Book Value	**115,000**	**229,938**	**56,063**	**2,287,998**	**1,389**	**14,091**	**2,533**	**4,605**	**2,711,617**	**182,799**	**2,894,416**

Net carrying value as at September 30, 2017	OWNED									LEASED	OWNED & LEASED
	Free hold land	Factory Building on free hold land	Non-Factory Building on free hold land	Plant and Machinery	Furniture and Fittings	Vehicles	Computer Equipment & Appliances	Stores & Spares held for capital expenditure	Sub - Total	Plant and Machinery	Grand Total
	Rupees in'000										
Opening Net Book Value (NBV)	93,500	111,821	57,162	771,263	1,519	15,452	2,645	5,102	**1,058,466**	62,104	**1,120,570**
Direct Additions at Cost	—	—	—	—	—	2,928	168	—	**3,096**	—	**3,096**
Transfer from Leased Assets	—	—	—	32,459	—	—	—	—	**32,459**	(32,459)	—
Transfer from Capital Work in Progress	—	2,588	—	—	—	—	—	—	**2,588**	—	**2,588**
Disposal at NBV	—	—	—	—	—	(100)	—	—	**(100)**	—	**(100)**
Depreciation charge for the year	—	(11,247)	(5,716)	(38,969)	(152)	(3,248)	(342)	(255)	**(59,929)**	(2,684)	**(62,613)**
Closing Net Book Value	**93,500**	**103,162**	**51,446**	**764,753**	**1,367**	**15,033**	**2,471**	**4,847**	**1,036,579**	**26,961**	**1,063,540**
Gross carrying value as at September 30, 2017											
Cost	7,043	29,950	12,365	774,552	6,507	32,521	12,060	5,867	**880,865**	30,000	**910,865**
Accumulated Depreciation - Cost	—	(19,009)	(9,296)	(281,716)	(5,140)	(17,488)	(9,589)	(1,020)	**(343,258)**	(3,039)	**(346,297)**
	7,043	10,941	3,069	492,836	1,367	15,033	2,471	4,847	**537,607**	26,961	**564,568**
Revaluation	86,457	158,654	73,618	378,502	—	—	—	—	**697,231**	—	**697,231**
Accumulated Depreciation - Revaluation	—	(66,433)	(25,241)	(106,585)	—	—	—	—	**(198,259)**	—	**(198,259)**
	86,457	92,221	48,377	271,917	—	—	—	—	**498,972**	—	**498,972**
Total Net Book Value	**93,500**	**103,162**	**51,446**	**764,753**	**1,367**	**15,033**	**2,471**	**4,847**	**1,036,579**	**26,961**	**1,063,540**
Depreciation rate % per annum	—	**10**	**10**	**5**	**10**	**20**	**10 & 20**	**5**		**5**	

7.1.1 The Company's freehold land, building and plant and machinery were revalued on September 30, 2018, by independent professional valuator M/s Joseph Lobo (Pvt) Limited at fair market value. The resultant surplus on revaluation has been credited to the surplus on revaluation of property, plant & equipment.

7.1.2 Depreciation charge for the year has been allocated as under:

		2018	2017
		(Rupees in '000)	
Cost of Sales	Note 28	**77,748**	52,900
Administrative Cost	Note 31	**9,283**	9,713
		87,031	62,613

7.1.3 The following Property, plant and equipments were sold during the year:

Particulars	Cost	Written Down Value	Sale Proceeds	Gain on Sale	Mode of Sale	Purchaser
	.....Rupees in '000.....					
Vehicle						
- Suzuki Cultus Reg. No. AUV 739 (Note 33)	**850**	**141**	**605**	**464**	Negotiation	Mr. Nasir Mehmood S/o Shoukat Ali, Resident of Chak No. 1 Punjabi, P.O. Chak No. 3, Khadwari, Taluka & District Sanghar.
September 30, 2018	**850**	**141**	**605**	**464**		
September 30, 2017	844	100	683	583		

7.2 Capital work-in-progress

	Cost at October 01	Capital expenditure incurred during the year	Transferred to operating fixed assets	Cost at September 30
	..... Rupees in '000			
Plant and Machinery - under erection				
Owned	**401,386**	**169,539**	**(570,925)**	**—**
Leased	**161,908**	**—**	**(161,908)**	**—**
Advances against Plant & Machinery	**—**	**15,000**	**—**	**15,000**
Civil works under construction	**91,021**	**22,011**	**(113,032)**	**—**
Borrowing cost related to plant and machinery & Civil Works Note 7.2.1	**23,489**	**17,519**	**(41,008)**	**—**
Stores held for capitalization	**4,602**	**—**	**(4,602)**	**—**
As at September 30, 2018	**682,406**	**224,069**	**(891,475)**	**15,000**
Plant and Machinery - under erection				
Owned	213,230	188,156	—	401,386
Leased Note 21	70,000	91,908	—	161,908
Civil works under construction	58,720	34,889	2,588	91,021
Borrowing cost related to plant & machinery and civil works Note 7.2.1	2,384	21,105	—	23,489
Stores held for capitalization	—	4,602	—	4,602
As at September 30, 2017	344,334	340,660	2,588	682,406

7.2.1 Effective rate of interest for capitalization of borrowing cost is 8.64% to 8.66% (2017: 8.47% to 8.70%)

		2018	2017
		(Rupees in '000)	
8	**INTANGIBLE ASSET**		
	Computer Software		
	Net carrying value as at September 30		
	Opening net book value (NBV)	**19**	444
	Amortization charged during the year Note 8.1 & 31	**(19)**	(425)
	Closing Net Book Value	**—**	19
	Gross carrying value as at September 30		
	Cost	**1,275**	1,275
	Accumulated Amortization	**(1,275)**	(1,256)
		—	19

8.1 The cost is being amortized using straight line method over a period of three years.

9	**LONG TERM DEPOSITS**		
	Considered good:		
	Finance lease deposits	**17,495**	17,495
	Diminishing Musharka deposit Note 9.1 & 17.4	**792**	—
	Ijarah lease deposit Note 9.2	**2,930**	2,930
	Deposit being adjustable within next twelve months classified under current assets Note 15	**(2,930)**	—
		—	2,930
	Other security deposits	**536**	536
		18,823	20,961

9.1 This represent deposit of Rs. 792 thousand (2017: Nil) placed with shariah compliant financial institution against the Diminishing Musharakah.

9.2 This represent deposit of Rs. 2,930 thousand (2017: Rs. 2,930 thousand) placed with shariah compliant financial institution.

		2018	2017
		(Rupees in '000)	
10	**DEFERRED COST**		
	Balance at the beginning Note 10.1	**17,543**	28,885
	Amortization charged Note 28	**(8,772)**	(11,342)
		8,771	17,543

10.1 Deferred costs represent the costs incurred in respect of obtaining an independent / dedicated feeder for evacuation of power from the Company's power generation unit to Grid Station. The benefit of these costs are expected to be obtained over the period of license; however, the same are being amortized over the period of Power Purchase Agreement that is five years.

			2018	2017
			(Rupees in '000)	
11	**STORES, SPARE PARTS AND LOOSE TOOLS**			
	Stores		**32,638**	26,107
	Spare parts		**37,734**	38,858
	Loose tools		**2,833**	2,877
	Stores In transit		**—**	5,171
			73,205	73,013
	Provision for slow moving items and obsolescence	Note 11.1	**17,606**	16,856
			55,599	56,157
11.1	**Reconciliation of provision for slow moving and obsolete items**			
	Opening balance at the beginning		**16,856**	15,911
	Charge for the year	Note 32	**750**	945
	Closing balance at the end		**17,606**	16,856
12	**STOCK-IN-TRADE**			
	Sugar	Note 12.1 & 28	**787,770**	1,090,774
	Sugar in process	Note 28	**1,153**	650
	Molasses in process		**221**	137
	Baggasse		**900**	3,971
			790,044	1,095,532

12.1 The closing stock of sugar having carrying value of Rs. 781,637 thousand (2017: Carrying Value of Rs. 1,116,925 thousand and net realizable value Rs. 941,403 thousand) has been pledged against cash finance obtained from Banking Companies.

		2018	2017
		(Rupees in '000)	
13	**TRADE DEBTS**		
	Local Sales - Unsecured, Considered good under contracts	**28,726**	—
		28,726	—

		2018	2017
		(Rupees in '000)	
14 LOANS AND ADVANCES			
Interest free			
Loans to Employees - Other than CEO, Directors & Executives	Note 14.1	**2,340**	1,310
Un-Secured			
Advances to			
- Employees against salaries		**158**	49
- Contractors and suppliers		**28,304**	33,027
- Growers Considered good			
- non interest bearing	Note 14.2	**8,039**	3,330
- interest bearing	Note 14.3	**—**	78,569
Considered doubtful		**6,925**	6,925
		14,964	88,824
Impairment allowance against doubtful growers advances		**6,925**	6,925
		8,039	81,899
		38,841	116,285

14.1 Loans have been given to employees for the purchase of house hold equipments and housing assistance in accordance with the terms of the employments and are repayable in the different monthly installments. These are usually against their balances of retirement benefits.

14.2 The Company makes advances to growers in form of cash payments and in shape of fertilizers / seeds, which are adjustable against the supplies of sugarcane during the following season.

14.2.1 It includes an amount of Rs.1,764 thousand (2017: Rs. 21 thousand) in respect of due from related parties. The maximum month end aggregate amount due from related parties during the year was Rs.7,626 thousand (2017: Rs.13,474 thousand).

14.2.2 Aging analysis of due from related parties is as follows:

	2018	2017
	(Rupees in '000)	
Upto six months	**264**	—
Upto three months	**1,500**	21
	1,764	21

14.3 The company makes advance to growers in cash through obtaining grower loan from the commercial bank. The interest paid to the bank has been charged to the respective growers. Therefore, this included interest charged to growers during the year amounting to Rs. 5,648 thousand (2017: Rs. 5,443 thousand) at the rate ranging from 8.15% to 8.43% (2017: 8.09% to 8.21%). However, these have been recovered during the year.

		2018	2017
		(Rupees in '000)	
15 TRADE DEPOSITS & SHORT TERM PREPAYMENTS			
Trade Deposits			
Bank Guarantee Margin	Note 26.2	**3,750**	6,250
Letter of Credit Margin	Note 15.1	—	2,589
Lease deposit being adjustable within next twelve months	Note 9	**2,930**	—
Others		**75**	75
		6,755	8,914
Short Term Prepayments			
Prepaid Insurance		**1,738**	1,494
Prepaid Rent		**3,464**	1,200
Labour Court - Hyderabad	Note 26.1.8	**456**	—
		5,658	2,694
		12,413	11,608

15.1 This represents margin of Rs. Nil (2017: Rs. 2,589 thousand) placed with shariah compliant financial institution.

16 OTHER RECEIVABLES

Considered Good			
Due from Federal & Provincial Government against subsidy	Note 16.1	**157,381**	—
Road Cess receivable	Note 16.2	**3,613**	3,613
		160,994	3,613
Considered doubtful			
Inland freight subsidy receivable	Note 16.3	**18,713**	18,713
Further sales tax refundable	Note 16.4	**8,558**	8,558
Due from deceased executive	Note 16.5	—	12,996
		27,271	40,267
Impairment allowance against doubtful		**(27,271)**	(40,267)
		160,994	3,613

16.1 This represents the subsidy on export of sugar receivable from the Federal & Provincial governments.

16.2 This represents receivable of Mill & Growers share of Sugarcane (Development) Cess for the crushing season 2014-15. The Company has paid the Cess and as per the notification issued by the Agriculture, Supply & Prices Department, Government of Sindh, the Company has filed documentation in this respect in the relevant department for refund of the said Cess. The outcome of the same is awaited.

16.3 These were the receivable from the Government of Pakistan through Trade Development Authority of Pakistan. Total receivable in this respect amounted to Rs. 21,703 thousands; however an amount of Rs. 2,990 thousand relating to the export sales of year 2013-14, was not accounted for in the books as a matter of prudence. Further, due to uncertainties regarding the recoverability of the subsidy, and as a matter of prudence, an impairment allowance has been made against the amount of Inland Freight Subsidy already recorded.

16.4 This represent Further Sales Tax of one percent on sales to unregistered persons. The Company paid Further Tax in the monthly Sales Tax & Federal Excise Returns for the month of June 2013 amounting to Rs. 764 thousand and July 2013 amounting to Rs. 3,519 thousand on buyers behalf which aggregated to Rs. 4,283 thousand and not received by the buyers. In addition, an amount of Rs. 4,275 thousand on account of Further Tax at the rate of two percent on sales to unregistered persons was again been paid by the Company and not received from the buyers. Further, due to uncertainties regarding the recoverability, and as a matter of prudence, an impairment allowance has been made against the amount of Further Tax already recorded.

			2018	2017
16.5	**Due from deceased executive:**		**(Rupees in '000)**	
	Due from deceased executive		**—**	12,996
	Impairment allowance of due from deceased executive	Note 16.5.1	**—**	(12,996)
			—	—
16.5.1	**Impairment allowance**			
	Impairment allowance of due from deceased executive		**12,996**	12,996
	Written off during the year		**(12,996)**	—
			—	12,996
17	**CASH AND BANK BALANCES**			
	Cash in hand		**210**	608
	Cash at banks			
	In current accounts		**7,935**	19,113
	Impairment allowance against the dormant bank accounts	Note 32	**(1,074)**	—
		Note 17.1	**6,861**	19,113
			7,071	19,721

17.1 Cash at banks include Rs. 2,650 thousand (2017: Rs. 5,189 thousand) with shariah compliant financial institutions.

18 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

2018	2017		2018	2017
			(Rupees in '000)	
10,860,000	10,860,000	Ordinary shares of Rs.10 each allotted for consideration paid in cash	**108,600**	108,600
1,086,000	1,086,000	Ordinary shares of Rs.10 each allotted as bonus shares	**10,860**	10,860
11,946,000	11,946,000		**119,460**	119,460

19 SURPLUS ON REVALUATION OF PROPERTY, PLANT & EQUIPMENT

Gross opening balance	**498,972**	528,905
Revaluation Surplus during the year	**1,023,393**	—
Incremental depreciation charged on surplus on revaluation of property, plant & equipment - net of deferred tax	**(20,565)**	(20,953)
Deferred Tax on Incremental Depreciation charged on surplus on revaluation of property, plant & equipment	**(7,606)**	(8,980)
	(28,171)	(29,933)
	1,494,194	498,972
Related deferred Tax	**(394,322)**	(123,754)
Revaluation surplus net of deferred tax	**1,099,872**	375,218

19.1 The Company carries its land, building and plant & machinery on revaluation model in accordance with IAS - 16 "Property, Plant & Equipment". During the year an independent valuer carried out revaluation and issued report on October 01, 2018. Forced sale value has been determined by the valuer using New Replacement Value i.e., the estimated cost to replace an existing asset or with a substitute of like kind and equal utility using the current standards of materials and design and with no deduction for depreciation as follows:

		(Rupees in '000)	
	Discount Factor in %	**Present Market Value**	**Forced Sale Value**
Free hold Land	**13%**	**115,000**	**100,000**
Building (Factory & Non-Factory)	**15%**	**286,000**	**243,000**
Plant & Machinery	**20%**	**2,288,000**	**1,830,000**

19.2 The revaluation surplus on property, plant and equipment is a capital reserve and is not available for distribution to shareholders of the Company in accordance with the section 241 of the Companies Act 2017.

		2018	**2017**
		(Rupees in '000)	
20	**LONG TERM FINANCING**		
	Secured		
	From Banking Company under mark-up arrangements		
Demand Finance - I	Note 20.1 & 20.3	**25,000**	47,000
Demand Finance - II	Note 20.2 & 20.3	**193,198**	241,500
Diminishing Musharakah	Note 9.1 & 20.4	**23,529**	7,922
		241,727	296,422
Current portion shown under current liabilities		**(87,936)**	(87,000)
		153,791	209,422

20.1 This represents Demand Finance I obtained from MCB Bank Limited under mark-up arrangements and is repayable in 16 varying quarterly installments starting from December 2015 with a mark-up payments @ 3 months KIBOR + 2.5% chargeable and payable on quarterly basis.

20.2 This represents Demand Finance II obtained from MCB Bank Limited under mark-up arrangements and is repayable in 16 quarterly installments starting from November 2017 with a mark-up payments @ 3 months KIBOR + 2.5% chargable and payable on quarterly basis.

20.3 The above loans are secured against the Personal Guarantees of all Sponsoring Directors. 1st Exclusive Charge over specific plant & Machinery. 1st Registered Exclusive charge over all Land & Building of the Company. Additionally secured against 1st paripassu charge over other plant & machinery of the Company

20.4 This represents Diminishing Musharakah arrangement from shariah compliant financial institution under profit arrangements and repayable in five years in quarterly installments with a profit payments @ 6 months KIBOR + 3%. This loan is secured against the title over specific machinery.

		2018	2017
		(Rupees in '000)	
21 LIABILITIES AGAINST ASSET SUBJECT TO FINANCE LEASE			
Balance at the beginning of the year		**173,179**	107,592
Lease obtained during the year	Note 7.2	**—**	91,908
Repayments during the year		**(33,077)**	(26,321)
		140,102	173,179
Less: Current portion shown under current liabilities		**43,030**	37,310
	Note 21.1	**97,072**	135,869

21.1 The amounts of future payments for the lease and the period of their maturity is as follows:

	Minimum Lease Payments (MLP)	Financial Charges	Present Value of MLP
	..... Rupees in 000		
	..... 2018		
Rentals due within one year	**55,620**	**12,590**	**43,030**
Rentals due after one year but within five years	**108,323**	**11,251**	**97,072**
Balance as at September 30, 2018	**163,943**	**23,841**	**140,102**
	..... 2017		
Rentals due within one year	51,344	14,034	37,310
Rentals due after one year but within five years	158,322	22,453	135,869
Balance as at September 30, 2017	209,666	36,487	173,179

21.1.1 The Company has entered into direct lease agreement for an amount of Rs. 52,908 thousand with a grace period of six months & Rs. 30,000 thousand with Orix Leasing Pakistan Limited. Lease rentals are payable in 48 months on monthly basis started from December 2017 and October 2017 respectively. Earlier, the Company entered into sale & lease back agreement, for an amount of Rs. 30,000 thousand with Orix Leasing Pakistan Limited. Lease rentals are payable in 48 monthly installments started from October 2015. The Company has option to purchase the assets upon expiry of the lease term by making payment of residual value by way of adjustment of security deposit and intends to opt such option. Minimum lease payments have been discounted using rates linked with KIBOR ranging between 10.12% to 11.14% (2017: 10.12% to 10.41%) being rates implicit in the lease.

21.1.2 The Company has entered into lease agreement, for an amount of Rs. 70,000 thousand and Rs. 9,000 thousand with Sindh Leasing Company Limited. The Company has option to purchase the assets upon expiry of the lease term by making payment of residual value by way of adjustment of security deposit. Minimum lease payments have been discounted using rates linked with 6 Months Kibor plus 4.25% ranging between 10.40% to 12.29% (2017: 10.38% to 10.41%) being rates implicit in the lease. Lease rentals are payable in 60 months in arrears on monthly basis.

		2018	2017
		(Rupees in '000)	
22 DEFERRED LIABILITIES			
Deferred taxation	Note 22.1	**464,526**	182,060
Market committee fee	Note 22.2	**66,934**	59,813
Employees retirement benefits			
- Defined benefit plan	Note 22.3	**68,733**	54,884
- Leave Encashment plan	Note 22.4	**3,597**	3,317
		603,790	300,074
22.1 Deferred taxation:			
Opening Balance		**182,060**	190,966
Impact of change in tax rate on revaluation surplus		**(12,375)**	—
Deferred tax on fresh revaluation taken to other comprehensive income		**290,549**	—
Impact of deferred tax on actuarial loss		**(1,150)**	—
Reversal during the year	Note 35	**5,442**	(8,906)
Closing balance		**464,526**	182,060
22.1.1 Deferred tax (debit) / credit arising due to:			
Deferred tax credit arising due to:			
- surplus on revaluation		**394,322**	123,754
- accelerated depreciation		**122,295**	116,307
- assets obtained under finance lease		**11,528**	4,707
		528,145	244,768
Deferred tax debit arising due to:			
- provisions / impairment		**(43,075)**	(45,442)
- minimum tax and tax credit carried forward		**(20,544)**	(17,266)
		464,526	182,060
22.2 Market committee fee			
Opening Balance		**59,813**	53,560
Charge during the year		**7,121**	6,253
Closing balance	Note 22.2.1	**66,934**	59,813

22.2.1 The Company has filed a suit in the Honourable High Court of Sindh against the levy of market committee fee by the Government of Sindh on sugarcane purchases at the factory. The Sindh High Court has granted status quo. Full provision has been made as a matter of prudence.

22.3 Employees Retirement Benefits - Defined Benefits Plan

The Company operates an unfunded gratuity scheme for its employees eligible to the benefit effective from July 01, 2003 and provision is made as per actuarial valuation of the scheme conducted as of September 30, 2018 by M/s Nauman Associates (Consulting Actuaries) under the "Projected Unit Credit " method. The significant actuarial assumptions used for actuarial valuation for the gratuity scheme are as follows:

		2018	2017
		(Rupees in '000)	
22.3.1 Movement in the present value of the obligation			
Present value of obligation at the beginning of the year		**54,884**	50,541
Charge for the year			
Current service cost		**7,639**	6,220
Interest cost		**3,807**	3,205
		11,446	9,425
Benefits paid during the year		**(1,858)**	(5,082)
Actuarial loss & experience adjustments	Note 22.3.4	**4,261**	—
Present value of obligation at the end of the year		**68,733**	54,884
22.3.2 Expense for the year charged to statement of Profit or Loss			
Current service cost		**7,639**	6,220
Interest cost		**3,807**	3,205
		11,446	9,425
22.3.3 Charge for the year has been allocated as under:			
Cost of sales	Note 28.1	**8,585**	7,069
Administrative cost	Note 31.1	**2,861**	2,356
		11,446	9,425
22.3.4 Actuarial loss & experience adjustments			
Actuarial loss from changes in financial assumptions		**336**	—
Experience adjustments		**3,925**	—
		4,261	—
22.3.5 Significant Actuarial Assumptions		**2018**	**2017**
Discount rate used for interest cost		**7.25%**	13.50%
Discount rate used for year end obligation		**10%**	7.25%
Salary increased used for year end obligation		**9%**	6.25%
Retirement age		**Age 60**	Age 60
Mortality Rates		**SLIC 2001-2005 Setback 1 year**	SLIC 2001-2005 Setback 1 year

	2018	2017
	(Rupees in '000)	
22.3.6 Year end Sensitivity Analysis (± 100 bps) on Defined Benefit Obligation		
Discount Rate + 100 bps	**62,190**	51,629
Discount Rate - 100 bps	**69,961**	58,143
Salary Increase + 100 bps	**70,050**	58,208
Salary Increase - 100 bps	**62,044**	51,492

22.3.7 Expected Benefit Payments for the next 10 years and beyond

Year	(Rs. in '000)	Year	(Rs. in '000)
FY 2019	**12,696**	FY 2025	**9,726**
FY 2020	**5,100**	FY 2026	**13,956**
FY 2021	**7,055**	FY 2027	**17,419**
FY 2022	**8,178**	FY 2028	**10,374**
FY 2023	**12,875**	FY 2029 onwards	**267,963**
FY 2024	**9,254**		

The average duration of the defined benefit obligation is 6 years

22.4 Employees Retirement Benefit - Leave Encashment:

The Company operates an unfunded leave encashment scheme for its employees eligible to the benefit and provision is made as per actuarial valuation of the scheme conducted as of September 30, 2018 by M/s Nauman Associates (Consulting Actuaries) under the "Projected Unit Credit" method. The significant actuarial assumptions used for actuarial valuation for the leave encashment scheme are as follows:

	2018	2017
	(Rupees in '000)	
22.4.1 Movement in the present value of the obligation		
Present value of obligation at the beginning of the year	**3,317**	3,029
Charge for the year		
Current service cost	**855**	849
Interest cost	**227**	188
	1,082	1,037
Benefits paid during the year	**(797)**	(865)
Actuarial loss from changes in financial assumptions	**14**	5
Experience adjustments	**(19)**	111
Present value of obligation at the end of the year	**3,597**	3,317
22.4.2 Expense for the year charged to Statement of Profit or Loss		
Current service cost	**855**	849
Interest cost	**227**	188
Actuarial loss from changes in financial assumptions	**14**	5
Experience adjustments	**(19)**	111
	1,077	1,153
22.4.3 Charge for the year has been allocated as under:		
Cost of sales Note 28.1	**808**	865
Administrative cost Note 31.1	**269**	288
	1,077	**1,153**

	2018	2017
22.4.4 Significant Actuarial Assumptions		
Discount rate used for interest cost	**8%**	7.25%
Discount rate used for year end obligation	**10%**	8%
Salary increased used for year end obligation	**9%**	7%
Retirement age	**Age 60**	Age 60
Mortality Rates	**SLIC 2001-2005 Setback 1 year**	SLIC 2001-2005 Setback 1 year

	2018	2017
	(Rupees in '000)	
22.4.5 Year end Sensitivity Analysis (± 100 bps) on Defined Benefit Obligation		
Discount Rate + 100 bps	**3,270**	3,146
Discount Rate - 100 bps	**3,630**	3,510
Salary Increase + 100 bps	**3,635**	3,515
Salary Increase - 100 bps	**3,262**	3,138

23	**TRADE AND OTHER PAYABLES**		
	Creditors	Note 23.1 & 23.2	**589,033**	268,439
	Accrued liabilities	Note 23.3	**47,451**	34,546
	Advances from customers		**260**	36,894
	Sales tax / Further Tax payable		**42,955**	32,154
	Workers' Profit participation Fund	Note 23.4	**1,336**	—
	Workers' Welfare Fund		**1,831**	3,381
	Other liabilities	Note 23.5	**5,207**	3,185
			688,073	378,599

23.1 This includes an amount of Rs. 2,852 thousand (2017: Rs. 2,024 thousand) due to related parties namely Mr. Ghulam Dastagir Rajar, Haji Khuda Bux Rajar, Gul Muhammad, Muhammad Hashim.

23.1.1 The maximum aggregate amount due to related parties at any month end during the year was Rs. 9,355 thousand (2017: Rs. 15,086 thousand).

23.2 This includes an amount of Rs.157,579 thousand (2017: Rs.157,579) in respect of the suit filed by the Company in the Honorable High Court of Sindh during the season 2013-14 against the cane purchase price of Rs. 172 per 40 kg as fixed by Government of Sindh which was dismissed by the Honorable High Court and the matter was taken up by the Company with the Honorable Supreme Court of Pakistan. In the due course of time, the Government of Sindh fixed the price of sugarcane for the season 2014-15 at Rs. 182 per 40 Kg in pursuance of which the Sindh Chamber of Agriculture filed a petition in the Honorable High Court of Sindh. The Honorable High Court disposed of the case upon settlement with the consent of all the stake holders whereby it was settled that Sugar Mills shall purchase the sugarcane from growers at Rs. 160 per 40 kg for crushing season 2014-15 whereas Rs. 12 per 40 kg will be paid by the Government of Sindh. The Honorable High Court has subjected this interim arrangement to the decision of Civil appeal No 48 of 2015 pending before the Honorable Supreme Court of Pakistan and also have ordered that the fate of remaining Rs. 10 i.e., difference of Rs. 182 and 172 will also be dependent upon the decision of Honorable Supreme Court of Pakistan. The Company as a matter of prudence has accounted for the said difference in the financial statements.

23.3 This includes an amount of Rs. 11,176 thousand (2017: Rs. 9,688 thoousand) in respect of the Constitutional Petition filed by the Company in the Honourable High Court of Sindh, Hyderabad Circuit against the increase in rates by Nara Canal Area Water Board through its notification dated 22.11.2010 had increased the water supply rates from Rs. 1 per gallon to Rs. 10 per gallon. The petition has been disposed off leaving the petitioner free to invoke arbitration proceedings in terms of agreement entered into between the petitioner and the respondent. Arbitration proceedings are pending thereat. The Company is the confident that matter will be decided favorably; however as a matter of prudence has accounted for the said difference in the financial statements.

		2018	2017
		(Rupees in '000)	
23.4 Workers Profit Participation Fund			
Opening balance at the beginning of the year		—	594
Interest paid on funds utilized by the Company	Note 23.4.1	—	32
		—	626
Less: Payments made during the year		—	(626)
		—	—
Add: Allocation for the year	Note 32	**1,336**	—
Closing balance at the end of the year		**1,336**	—

23.4.1 The effective rate of interest applied during the year was Nil (2017: 12.5%).

23.5 Other liabilities			
Income tax deducted at source		**2,346**	1,516
Cane field staff	Note 23.5.1	**323**	116
Others - Employees' social security & old age benefits, workers compensation & others		**2,538**	1,553
		5,207	3,185

23.5.1 These represents amount received from cane field employees under Company's motor cycle policy.

24 ACCRUED FINANCE COST			
Accrued mark-up on long term financing		**5,469**	6,390
Accrued mark-up / Profit on short term borrowings	Note 24.1	**23,566**	40,117
		29,035	46,507

24.1 Accrued Markup / profit on short term borrowings includes Rs. 6,242 thousand (2017: Rs. 21,920 thousand) in respect of shariah compliant financial institution.

25 SHORT TERM BORROWINGS -Secured			
Cash Finance / Karobar Finance	Note 25.1 & 25.2	**921,483**	1,193,557
Running Finance	Note 25.1	**100,000**	100,000
		1,021,483	1,293,557

25.1 The aggregate financing facilities obtained amounted to Rs. 1,675,000 thousand (2017: Rs. 1,675,000 thousand), out of which Rs. 653,517 thousand (2017: Rs. 381,443 thousand) were un-availed as at the period end. These are secured by pledge of sugar stocks under the supervision of approved muccadum and hypothecation over current assets of the Company, exclusive & pari passu hypothecation charge on Company's plant & machinery and 1st equitable mortgage charge over fixed assets of the Company. The financing facilities are collaterally secured by the personal guarantees of all the sponsor directors. The facilities carries markup at 3 & 6 months KIBOR as base rate plus 2% to

2.75% per annum (2017: 2% to 2.75%) chargeable and payable quarterly and biannually. The facility is renewable annually at the time of maturity.

25.2 This includes Rs. 372,500 thousand (2017: Rs. 550,000 thousand) in respect of shariah compliant financial institution.

26 CONTINGENCIES AND COMMITMENTS

26.1 Contingencies:

26.1.1 The Company has filed a petition in the Honourable Supreme Court of Pakistan against a show cause notice issued by Competition Commission of Pakistan (CCP), challenging the vary jurisdiction of the Competition Commission. The Honourable Supreme Court of Pakistan has disposed of the petition on the ground that this matter is already under proceedings with Honourable High Courts and refrained CCP from passing any final / penal order till a final decision is achieved at Honourable High Courts. Proceedings are pending thereat. There are no financial implications related to this at the moment.

26.1.2 The Company has filed a suit before the Honourable High Court of Sindh against Pakistan Standards and Quality Control Authority (the Authority) Challenging the levy of marking fee under PSQCA Act-VI of 1996. The Authority has demanded a fee payment @ 0.1% of ex-factory price for the year 2008-2009 amounting to Rs. 1,915 thousands. The Company is of the view that demand notifications so raised are without any lawful authority under the PSQCA Act-VI of 1996 and are in violation of the constitution. The Honourable High Court of Sindh has accepted the petition and termed that impugned notifications have been issued without lawful authority and suspended the operation of the impugned notifications. The constitutional petition filed before the Honourable High Court of Sindh has been allowed in favour of the Company. In the meantime the legal counsel of the Company has filed caveat in respect of an appeal to be filed by PSQCA against the judgment in the Honourable Supreme Court of Pakistan. No provision has been made in this respect, as the Company is confident that the same is not likely to be materialized.

26.1.3 The Company's appeal in the Honourable Supreme Court against the Order of the Honourable Sindh High Court for levy of Quality Premium was accepted by the Honourable Supreme Court by assailing the Order of Honourable Sindh High Court. Furthermore Federal Government steering committee through its decision on 16-07-2007 held that the quality premium shall remain suspended till decision of Honourable Supreme Court or consensus on uniform formula to be developed by MINFAL.

During the year, the appeal of the quality premium, has been decided by the Honourable Supreme Court of Pakistan against the Sugar Manufacturing Companies and the Legal Counsel of the Company is of the view that the Honourable Supreme Court has now simply prescribed the criteria for future, which if followed properly, would make quality premium applicable in the future, and in relation to the past (other than crushing season 1998 – 1999) it appears that no liability arose as no legally binding notification under section 16(v) can be said to be in the field in the light of the decision of the Honourable Supreme Court. Accordingly, no liability arises for the past and for the year 1998 – 99 the recovery rate was below the threshold determined by the Government, hence, no provision is required to be made and further the Company has already paid price higher than the minimum notified price.

26.1.4 During the year, the Government of Sindh issued a notification no. 8(142)/ S.O(EXT)2017, according to which, the minimum price of sugarcane has been fixed at the rate of Rs. 182 per 40 kg for the crushing season 2017-2018. The Company along with other Sugar mills has filed a petition in the Honourable High Court of Sindh dated 19 December 2017 against the said notification. Thereafter, the Honourable Court after deliberations with all stakeholders announced the judgement fixing the purchase price at the Rs. 160 to be paid to growers and the balance of Rs. 22 per 40 kg to be decided by the Honourable Supreme Court of Pakistan which is pending. The differential amount aggregating to Rs. 391,668 thousand has not been accounted for since the purchase price has been agreed with the parties and outcome of the Honourable Supreme Court is not likely to be against the Company.

Furthermore, the Company along with other sugar mills have also filed petition in the Honourable Supreme Court challenging the minimum price fixation mechanism, which is also pending before the Honourable Court.

26.1.5 During the year, the Company has filed an appeal in the Honourable Supreme Court of Pakistan against the order passed by the Honourable High Court of Sindh – Circuit Court Hyderabad in the matter of Constitutional Petition No. D - 334 of 2012 (Sanghar Sugar Mills Limited vs Sindh Labour Appellant Tribunal and Others) against the Company. The said appeal was filed against the Sindh Labour Appellate Tribunal for the decision made by the Appellate Tribunal (Hyderabad). The Honourable Supreme Court of Pakistan has suspended the operation of the impugned judgement and directed the Company to let the amount of salary on the basis of last drawn arrears of salary during season and salary of retention during off season and as per directions the Company has deposited an amount of Rs. 456 thousand (2017: Nil) in the Labour Court of Hyderabad. The Case has challenged the decision of Labour Appellate Tribunal and the Honourable High Court of Sindh, wherein the chances of Company's success are higher.

26.2 Guarantee:

Rs.15,000 thousand (2017: Rs. 25,000 thousand) guarantee issued by the Bank for six months period in favour of Engro Fertilizers Limited on behalf of the Company for the procurement of Fertilizers for onward supply to sugarcane growers. The guarantee is secured against the 25% cash margin and rest against the existing charge over current and fixed assets of the Company held as collateral. Also refer note no 15 of the financial statements.

26.3 Commitments:

26.3.1 Capital commitments in respect of plant and machinery amounted to Rs. 25,300 thousand (2017: Rs. 54,486 thousand).

26.3.2 The Company has committed for donation of 5 acre of land through the Board of Directors' decision in their meeting held on October 29, 2016 recommended donation of 5 acre land out of total 320 acres Company's land at factory located at Sanghar to Workers Welfare Fund, Government of Pakistan, Islamabad, for the purpose of construction of Fifty Beds Hospital in the vicinity of factory premises of Sanghar Sugar Mills. This has already been approved by the shareholders of the Company in their Extra Ordinary General Meeting held on November 23, 2016. The carrying value of the land as on the year end date is Rs 110 thousand whereas its market value based on revaluation report of an independent professional valuator is Rs. 1,793 thousand. In order to implement the Agreements, the formalities of transfer of Land and other documentation are in process till date.

26.3.3 The Company has entered into Ijarah Lease agreement, for the amount of Rs. 29,334 thousands with Al-Baraka Bank Pakistan Limited acquire of Shredder Turbine for enhancing power generation capacity. The Company has option to purchase the assets upon expiry of the lease term by making payment of residual value by way of adjustment of security deposit. Ijarah Rentals are based on profit rates linked with KIBOR + 3% (2017: KIBOR + 3%). Ijarah lease rentals are payable in 20 quarterly installments starting from March 2014.

The Company is committed for minimum Ijarah rental payments for each of the following period as follows and Ijarah Lease is arrangement with shariah compliant financial institution:

	2018	2017
	(Rupees in '000)	
Not more than one year	**1,776**	8,880
More than one year but not more than two years	—	1,776
	1,776	10,656

			2018	2017
			(Rupees in '000)	
27	**SALES**			
	Local Sales		**3,455,534**	2,880,081
	Export Sales		**361,726**	—
	Less: Brokerage and Commission		**(825)**	(797)
	Sales Tax / Further Tax		**(410,900)**	(296,052)
			(411,725)	(296,849)
			3,405,535	2,583,232
28	**COST OF SALES**			
	Sugar cane consumed (including cane procurement expenses)		**2,871,755**	3,109,983
	Salaries, wages and staff benefits	Note 28.1	**162,753**	140,446
	Stores, spare parts & loose tools consumed		**122,614**	96,463
	Fuel, power & utilities		**8,240**	10,342
	Insurance		**13,417**	11,296
	Repairs and maintenance		**5,995**	5,615
	Vehicle running expenses		**7,460**	7,499
	Ijarah Lease Rentals	Note 28.2	**7,106**	7,111
	Depreciation	Note 7.1.2	**77,748**	52,900
	Amortization of deferred cost	Note 10	**8,772**	11,342
	Other expenses		**12,560**	11,090
			3,298,420	3,464,087
	Sale of Electric Power	Note 28.3	**31,365**	42,086
	Sugar -in-process			
	- Opening		**650**	1,609
	- Closing	Note 12	**(1,153)**	(650)
			(503)	959
			3,266,552	3,422,960
	Sale of Molasses	Note 28.4	**265,528**	260,550
	Inventory adjustment for molasses		**84**	(42)
			265,612	260,508
	Sale of Baggasse	Note 28.5	**—**	18,093
	Inventory adjustment for bagasse		**(3,071)**	(798)
			(3,071)	17,295
	Cost of goods manufactured		**3,004,011**	3,145,157
	Finished sugar			
	- Opening stock		**1,090,774**	599,509
	- Closing stock	Note 12	**(787,770)**	(1,090,774)
			303,004	(491,265)
			3,307,015	2,653,892

28.1 Salaries, wages and benefits include Rs. 8,585 thousands (2017: Rs. 7,069 thousand) in respect of defined benefit plan and Rs. 808 thousand (2017: Rs. 865 thousand) in respect of leave encashment plan.

28.2 Ijarah Lease rentals are paid in respect of arrangement with shariah compliant financial institution.

28.3 These figures are net off sales tax of Rs. 5,332 thousands (2017: Rs. 7,155 thousand).

28.4 These figures are net off sales tax of Rs. Nil (2017: Rs. 295 thousand).

28.5 These figures are net off sales tax of Rs. Nil (2017: Rs. 3,076 thousand)

			2018	2017
			(Rupees in '000)	
29	**PROFIT FROM TRADING ACTIVITIES**			
	Sales		**93,596**	—
	Less: Sales Tax		**(4,378)**	—
			89,218	—
	Less: Purchases & other expenses thereon		**(85,665)**	—
			3,553	—
30	**DISTRIBUTION COST**			
	Export charges including transportation		**28,712**	—
	Rent of godown, salaries & transportation charges		**11,725**	—
	Handling and Stacking		**1,442**	796
			41,879	796
31	**ADMINISTRATIVE COST**			
	Salaries, wages and staff benefits	Note 31.1	**60,269**	56,928
	Rent, rates and taxes		**1,121**	1,077
	Communication		**635**	591
	Repairs and maintenance		**1,951**	1,232
	Utilities		**1,340**	1,169
	Entertainment		**656**	584
	Subscription		**1,974**	2,803
	Cartage		**35**	19
	Printing and stationery		**1,337**	1,196
	Insurance		**4,472**	3,765
	Legal and professional charges		**3,088**	693
	Conveyance and traveling		**3,656**	3,367
	Depreciation	Note 7.1.2	**9,283**	9,713
	Amortization of intangible asset	Note 8	**19**	425
	Others		**1,135**	1,348
			90,971	84,937

31.1 Salaries, wages and benefits include Rs. 2,861 thousands (2017: Rs. 2,356 thousand) in respect of defined benefit plan and Rs. 269 thousand (2017: Rs. 288 thousand) in respect of leave encashment plan.

32	**OTHER OPERATING COST**			
	Auditors' remuneration	Note 32.1	**1,118**	972
	Impairment allowance for balances of dorment bank accounts	Note 17	**1,074**	—
	Impairment allowance for further sales tax refundable	Note 16.4	—	8,558
	Corporate social responsibility costs	Note 32.2	**3,026**	1,147
	Workers Profit Participation Fund	Note 23.4	**1,336**	—
	Workers Welfare Fund		**508**	—
	Provision for slow moving and obsolete items	Note 11.1	**750**	945
			7,812	11,622

		2018	2017
		(Rupees in '000)	
32.1	**Auditors' remuneration**		
	Statutory Auditors - Kreston Hyder Bhimji and Co.		
	Audit fee	**875**	775
	Half yearly review fee	**90**	70
	Code of corporate governance certification	**70**	55
	Sindh Sales Tax on Services	**83**	72
		1,118	972

32.2 Corporate social responsibility costs do not include any amount paid to any person or organization in which any director or their spouse had any interest.

33	**OTHER INCOME**			
	Income from non financial assets:			
	Gain on sale of items of property, plant and equipment	Note 7.1.3	**464**	583
	Others - Rent & related receipts		**129**	138
			593	721
	Income from others:			
	Subsidy on Export Sales		**177,810**	—
	Exchange Gain - net		**6,324**	—
	Insurance Claim		**637**	1,380
	Liabilities written back		**27**	516
			184,798	1,896
			185,391	2,617
34	**FINANCE COST**			
	Mark-up on long term financing	Note 34.1	**15,005**	4,744
	Mark-up / profit on short-term borrowings	Note 34.2 & 34.3	**95,967**	85,805
	Financial charges on liabilities against asset subject to finance lease		**9,571**	2,703
	Bank charges		**1,391**	996
	Interest on workers' profit participation fund	Note 23.4.1	—	32
			121,934	94,280

34.1 Finance cost includes Rs. 2,221 thousand (2017: Nil) in respect of financing under shariah compliant arrangements.

34.2 Finance cost includes Rs. 45,140 thousand (2017: Rs. 34,289 thousand) in respect of financing under shariah compliant arrangements.

34.3 This amount is net off of Rs. 5,648 thousand (2017: Rs. 5,443 thousand) in respect of grower finance to be recovered from growers.

35	**TAXATION**			
	Current year	Note 35.1 & 35.2	—	36,332
	Deferred	Note 22.1	**5,442**	(8,906)
			5,442	27,426

35.1 Provision for current taxation represents the minimum tax being the turnover tax under section 113 of Income Tax Ordinance, 2001 net of available tax credits, hence tax reconciliation of tax expense with accounting profit is not presented for the current year.

35.2 Through the Finance Act, 2018 income tax has been levied at the rate 5% of accounting profit before tax on every public company that derives profit for a tax year but does not distribute at least 20% of its

after tax profits within six months of the end of the said tax year. Since the Board of Directors has not recommended cash dividend for the year ended September 30, 2018, therefore, the provision of tax liability has been made.

35.3 The management believes that the tax provision made in the financial statements is sufficient. A comparision of last three years of income tax provision with tax assessed is presented below:

Year	As per Financial Statements	As per Return/ Assessment
	..... (Rupees in 000)	
2017	36,332	36,309
2016	30,147	30,065
2015	34,038	20,726

36 EARNING / (LOSS) PER SHARE - Basic and Diluted

	2018	2017
Profit / (Loss) after taxation (Rupees '000)	**19,426**	(287,104)
Weighted average number of ordinary shares	**11,946,000**	11,946,000
Earnings / (Loss) per share - (Rupees)	**1.63**	(24.03)

There is no dilutive effect on the basic earnings per share of the Company.

	2018	2017
	(Rupees in '000)	
37 CASH AND CASH EQUVALENTS		
Cash and cash equivalent comprise of the following items		
Cash and bank balances	**7,071**	19,721
Less: Short term borrowings	**(1,021,483)**	(1,293,557)
	(1,014,412)	(1,273,836)

38 FINANCIAL INSTRUMENTS

38.1 FINANCIAL ASSETS AND LIABILITIES

Table below summarizes the maturity profile of the Company's financial assets and liabilities at the following reporting periods.

	2018							
		Interest / Mark-up bearing			Non Interest / Mark-up bearing			
	Interest / markup rate	Maturity upto one year	Maturity after one year	Sub Total	Maturity upto one year	Maturity after one year	Sub Total	Total
		..... (Rupees in '000)						
Financial Assets								
Deposits		—	—	—	6,755	18,823	25,578	**25,578**
Trade debts		—	—	—	28,726	—	28,726	**28,726**
Loans and advances		—	—	—	2,498	—	2,498	**2,498**
Cash and bank balances		—	—	—	7,071	—	7,071	**7,071**
T O T A L		—	—	—	45,050	**18,823**	**63,873**	**63,873**
Financial Liabilities								
Long Term Finance	3 M Kibor + 2% & 2.5%	87,936	153,791	241,727	—	—	—	**241,727**
Liabilities against assets subject to finance lease	10.12% to 12.29%	43,030	97,072	140,102	—	—	—	**140,102**
Trade & other payables		1,336	—	1,336	637,195	—	637,195	**638,531**
Accrued finance cost		—	—	—	29,035	—	29,035	**29,035**
Short-term borrowings	3 & 6 M Kibor + 2% to 2.75%	1,021,483	—	1,021,483	—	—	—	**1,021,483**
T O T A L		**1,153,785**	**250,863**	**1,404,648**	**666,230**	—	**666,230**	**2,070,878**

	2017							
		Interest / Mark-up bearing			Non Interest / Mark-up bearing			
	Interest / markup rate	Maturity upto one year	Maturity after one year	Sub Total	Maturity upto one year	Maturity after one year	Sub Total	Total 2016
		(Rupees in '000)						
Financial Assets								
Deposits		—	—	—	8,839	20,961	29,800	**29,800**
Loans and advances		—	—	—	1,359	—	1,359	**1,359**
Cash and bank balances		—	—	—	19,721	—	19,721	**19,721**
T O T A L		—	—	—	**29,919**	**20,961**	**50,880**	**50,880**
Financial Liabilities								
Long Term Finance	3 M Kibor + 2% & 2.5%	87,000	209,422	296,422	—	—	—	**296,422**
Liabilities against assets subject to finance lease	10.12% to 10.41%	37,310	135,869	173,179	—	—	—	**173,179**
Trade & other payables	12.50%	—	—	—	359,009	—	359,009	**359,009**
Accrued finance cost		—	—	—	46,507	—	46,507	**46,507**
Short-term borrowings	3 & 6 M Kibor + 2% to 2.75%	1,293,557	—	1,293,557	—	—	—	**1,293,557**
T O T A L		**1,417,867**	**345,291**	**1,763,158**	**405,516**	**—**	**405,516**	**2,168,674**

39 FINANCIAL RISKS MANAGEMENT

39.1 Financial Risk Management Objectives, Policies and Responsibilities

The Company's overall risk management programs focus on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's operations. The Company's risk management policies are established to identify and analyze the risk faced by the Company, to set appropriate risk limits and control, and to monitor risks and adherence to limits.

The Board of Directors has overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Company's senior management provides policies for overall risk management, as well as policies covering specific areas such as foreign exchange risks, interest rate risks, credit risks, financial instruments and investment of excess liquidity. It is the Company's policy that no trading in derivatives for speculative purpose shall be undertaken.

The Company has exposure to the following risks from its use of financial instruments:

- Market risk
- Credit risk
- Liquidity risk

39.1.1 Market Risk

Market risk is the risk that the value of the financial instrument may fluctuate as a result of changes in market interest rates or the market price due to change in credit rating of the issuer of the instrument, change in market sentiments, speculative activities, supply and demand of securities and liquidity in the market. The company is subject to following market risks;

39.1.1.1 Foreign Exchange Risk

Foreign exchange risk represents the risk that the fair value of the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Foreign exchange risk arises mainly from future economic transaction or receivables or payables that exist due to transactions in foreign exchange. During the year the Company has exposure to foreign currency risk, however as at year end the Company is not exposed to foreign currency risk but the Company was exposed to such risk as at the previous year end arising from foreign exchange fluctuations due to the following financial liability / committment:

Foreign currency commitment outstanding as at the year end is as follows:

	2018	2017
Import letter of credit - Euro (In '000)	—	163
The exchange rate as at the reporting date - Rupees per Euro:	—	125.70

Cash flow sensitivity analysis for foreign currency

A change of 5% in exchange rate at the reporting date would have decreased / (increased) liability by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remain constant.

	..... 2018		..... 2017	
	(Rupees in '000)		(Rupees in '000)	
Financial liabilities	(increase)	decrease	(increase)	decrease
Cash flow sensitivity - on statement of financial position	—	—	(1,025)	1,025

The sensitivity analysis prepared is not necessarily indicative of the effects on profit / (Loss) for the year and assets / liabilities of the Company.

39.1.1.2 Interest / Mark-up rate risk

Interest / mark-up rate risk is the risk that value or future cash flows of the financial instruments will fluctuate because of changes in market interest / mark-up rates. The Company has mainly long term finance, liabilities against asset subject to finance lease, short term borrowings and workers' profit participation fund which are based at varying rates.

At the reporting date, the interest rate profile of the Company's significant interest / mark-up bearing financial instruments are as follows:

	2018	2017	2018	2017
	Effective interest / markup rate (in percent)		Carrying amount (Rupees in '000)	
Financial liabilities				
Variable rate instruments				
Long Term Finance	**3 M Kibor + 2% & 2.5%**	3 M Kibor + 2% 2.5%	**241,727**	296,422
Finance lease obligation	**10.12% to 12.29%**	10.12% to 10.41%	**140,102**	173,179
Short term borrowings	**3 & 6 M Kibor + 2% to 2.75%**	3 & 6 M Kibor + 2% to 2.75%	**1,021,483**	1,293,557
Workers Profit Participation Fund	**12.5%**	—	**1,336**	—
			1,404,648	1,763,158
Off statement of financial position items				
Ijarah Rentals	**6 M Kibor + 3%**	6 M Kibor + 3%	**1,776**	10,656

Sensitivity analysis

Fair value sensitivity analysis for fixed rate instruments

The Company does not account for any fixed rate instruments at fair value through statement of profit or loss.

Cash flow sensitivity analysis for variable rate instruments.

A change of 100 basis points in interest / mark-up rates at the reporting date would have decreased / (increased) profit before tax for the year by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remain constant. The analysis is performed on the same basis for 2017.

	..... 2018 ..... (Rupees in '000) Profit and loss 100 bp		..... 2017 ..... (Rupees in '000) Profit and loss 100 bp	
Financial liabilities	**(increase)**	**decrease**	**(increase)**	**decrease**
Cash flow sensitivity on statement of financial position	**(14,046)**	**14,046**	(17,632)	17,632
Cash flow sensitivity - off statement of financial position	**(18)**	**18**	(107)	107

The sensitivity analysis prepared is not necessarily indicative of the effects on profit for the year and assets / liabilities of the Company.

39.1.1.3 Other Price Risk

Other price risk is the risk that the fair value or future cash flows from a financial instrument will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Company does not have financial instruments dependent on such market prices.

39.1.2 Credit Risk

Credit risk represents the accounting loss that would be recognized at the reporting date if counter parties failed to perform as contracted. To manage exposure to credit risk in respect of trade receivables, management performs credit reviews taking into account the customer's financial position, past experience and other factors. Sales contracts and credit terms are approved by the Chief Executive Officer and Executive Director. The Company manages credit risk interalia by setting out credit limits in relation to individual customers and / or by obtaining advance against the sales and / or through letter of credits and / or by providing adequate allowance for doubtful debts. Where considered necessary, advance payments are obtained from certain parties or by obtain advance payments from counter parties.

Concentration of credit risk arises when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their abilities to meet contractual obligation to be similarly effected by the changes in economic, political or other conditions. The Company believes that it is not exposed to major concentration of credit risk.

The carrying amount of financial assets represents the maximum credit exposure before any credit enhancements. The maximum exposure to credit risk at the reporting date is:

	2018	**2017**
	(Rupees in '000)	
Deposits	**25,578**	29,800
Trade debts	**28,726**	—
Loans and advances	**2,498**	1,359
Bank balances	**6,861**	19,113
	63,663	50,272

a) Deposits

Deposits are due from leasing companies, ijarah deposits, margin deposits placed with commercial banks and others. Major amount of the deposits are from leasing companies which have good credit ratings from the rating agencies and also the lease deposits are secured against the leased asset. The other deposit are placed against the utility facilities like electricity & water with Government entities. The Company believes that it is not exposed to significant credit risk in this respect.

b) Trade Debts

These represents balances due from registered buyers against the sale of sugar. Subsequent to the year end all the balances of trade debts have been received and realized. Therefore, the Comapny believe that it is not expose to significant credit risk in this respect.

c) Loans and Advances

These represent balances due from employees that are mostly against their balances of retirement benefits. Advances given to growers in cash or through fertilizer / seeds are recovered through the adjustments in cane supplies payments in the ensuing season. Impairment allowance has been made against the growers loan became past due and non recoverable. The Company actively pursues for the recovery and based on past experience the Company does not expect that these will fail to meet their obligations hence no impairment allowance is necessary other than already made in these financial statements.

d) Balances with Bank

The Company limits its exposure to credit risk by maintaining bank balances only with counter-parties that have stable credit rating. Management actively monitors credit ratings of the counter parties and given their high credit ratings, management does not expect that the counter party will fail to meet their obligations.

The bank balances along with the short term credit ratings are tabulated below:

Credit Rating	2018	2017
	(Rupees in '000)	
A1+	**3,121**	11,606
A1	**2,585**	3,919
A-1+	**1,155**	3,587
A-1	—	1
	6,861	19,113

39.1.2.1 Financial assets that are either past due or impaired

The credit quality of financial assets that are either past due or impaired can be assessed by reference to historical information and external ratings or to historical information about counter party default rates as disclosed in respective notes. Management believes that there are no financial asset that are either past due or impaired.

39.1.3 Liquidity Risk

Liquidity risk represent the risk where the Company will encounter difficulty in meeting obligations associated with financial liabilities. The maturity profile of the Company's financial assets and liabilities as at the reporting date with respect to period lags is given in Note 38.1.

The Company manages liquidity risk by maintaining sufficient cash and ensuring the fund availability through adequate credit facilities. As at September 30, 2018, the Company has available un-availed short term borrowing facilities of Rs. 653,517 thousands (2017: Rs.381,443 thousands) and also has cash & bank balances of Rs.7,071 thousands (2017: 19,721 thousands). Based on the above, the management believes that the Company is not significantly exposed to the liquidity risk.

39.2 CAPITAL RISK MANAGEMENT

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, issue new shares and take other measures commensuration to the circumstances. The Company finances its expansions projects through equity, borrowings and management of its working capital with a view to maintaining an appropriate mix between various sources of finance to minimize risk.

The Company monitors capital using a gearing ratio, which is net debt divided by total shareholders equity plus net debt. Net debt is calculated as total loans and borrowings less cash and bank balances. The Company's strategy was to maintain leveraged gearing. The gearing ratio as at balance sheet date is as follows:

	2018	2017
	(Rupees in '000)	
		... Restated ...
Total financing and borrowings including finance lease	**1,403,312**	1,763,158
Less: Cash and bank balances	**(7,071)**	(19,721)
Net debt	**1,396,241**	1,743,437
Total Equity	**1,330,699**	569,165
Total capital employed	**2,726,940**	2,312,602
Gearing Ratio	**51.20%**	75.39%

40 FAIR VALUES / MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

A number of the Company's accounting policies and disclosure require the measurement of fair values, for both financial, if any and non-financial assets and liabilities. When measuring the fair value of an asset or a liability, the Company uses valuation techniques that are appropriate in the circumstances and uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

For assets and liabilities that are recognised in the financial statements at fair value on a recurring basis, the management recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There were no transfers between different levels of fair values mentioned above.

Management assessed that the fair values of cash & cash equivalent and short term deposits, trade & other receivable, trade receivables, trade payables, short term borrowing and other current liabilities approximate their carrying amounts largely due to the short term maturities of these instruments. For long term asset and long term liabilities, management considers that their carrying values approximates fair value.

The fair value of land and buildings and plant and machinery is a level 3 recurring fair value measurement. Management engages an independent external expert / valuator to carry out periodic valuation of its non-financial assets (i.e. Land, Building and Plant and Machinery) and selection criteria include market knowledge, reputation, independence and whether professional standards are maintained by the valuer. The Fair Values were determined with reference to market based evidence, based on active market prices and relevant enquiries and information as considered necessary, adjusted for any difference in nature, location or condition of the specific property. Recent valuation was carried on September 30, 2018 and following factors were considered:

Land and Building	The valuation is considered on the factors of location, need of the buyers, the overall prevailing market situation and other considerations linked with this.
Plant and Machinery	Factors taken into consideration in order to assess the present value of the machinery include Make, Model,Quality, Operational Capacity, Existing Condition, Demand and Resale Prospets, Depreciation and Obsolesence etc.

41 REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

The aggregate amount charged during the year for remuneration, including all benefits to the Chief Executive, Directors and Executives of the Company were as follows:

	Chief Executive		Directors		Executives		Total	
	2018	2017	2018	2017	2018	2017	2018	2017
	(Rupees in '000)							
Non executive Directors' meeting fee - 1 Director (2017: 1 Director)	—	—	240	120	—	—	240	120
Managerial remuneration - Basic	3,850	3,587	1,475	1,375	3,755	3,993	9,080	8,955
Perquisite (Bonuses, House Rent & Others)	4,806	4,470	2,280	1,917	6,184	5,209	13,270	11,596
Reimbursable expenses	1,082	990	—	—	924	668	2,006	1,658
Gratuity Paid	—	—	—	—	—	2,562	—	2,562
	9,738	9,047	3,755	3,292	10,863	12,432	24,356	24,771
Number of persons	1	1	1	1	3	4	5	6

The Chief Executive and Executives as stated above are provided with the Company maintained cars and telephone facilities.

All non-executive directors except one director, waived their directors' fee, which was approved in the Board of Directors meeting.

42 RELATED PARTY TRANSACTIONS

The Company in the normal course of business carried out transactions with related parties as detailed below:

Name of Related Party	Relationship with Company	Nature of Transaction	2018	2017
			(Rupees in '000)	
Mr. Ghulam Dastagir Rajar	Chairman	Cane purchased	**18,781**	29,363
…….Do…….	…….Do…….	Advance against cane purchase	**17,898**	26,423
Haji Khuda Bux Rajar	Chief Executive	Cane purchased	**—**	4,360
…….Do…….	…….Do…….	Advance against cane purchase	**—**	4
Mr. Gul Mohammad Rajar	Son of Chief Executive	Cane purchased	**5,543**	14,064
…….Do…….	…….Do…….	Advance against cane purchase	**1,107**	22
Mr. Muhammad Hashim	General Manager	Cane purchased	**4,770**	4,209
…….Do…….	…….Do…….	Advance against cane purchase	**1,915**	86

Transactions, as applicable in relation to Directors of the Company and Key Management Personnel (KMP) have been disclosed in note # 41. Key Management Personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly.

Outstanding balances of related parties as of the balance sheet and maximum month end aggregate balance during the year are disclosed in the respective notes to the financial statements. The advances to related parties against supply of cane were disbursed for the crushing season 2017-18 (2017: 2016-17 and 2017-18) out of which significant amount had already been adjusted against cane supplied during the crushing season 2017-18 (2017: 2016-17) whereas remaining amount has been adjusted subsequent to the year-end against the cane supplied for the current crushing season 2018-19 (2017: 2017-18).

43 ENTITY - WIDE INFORMATION

43.1 The Company constitutes of a single reportable segment, the principal class of product is Sugar and by products are Molasses and Baggasse. The Company is also engaged in the sale of electric power generated in excess of in-house consumption which does not constitute reportable segment, as same do not meet thresh-hold criteria.

43.2 Information about geographical areas

The Company does not hold non-current assets in any foreign country. There is no revenues from external customers for attribution to foreign countries in these financial statements. The Company is also not dependant on any single customer. The analysis of sugar sales, by products and sales of trading activities are as follows:

	2018	2017
	(Rupees in '000)	
Sales - net		
Sugar (local and export)	**3,405,535**	2,583,232
Molasses	**265,528**	260,550
Baggasse	**—**	18,093
Electric Power	**31,365**	42,086
Trading Activities	**89,218**	—
	3,791,646	2,903,961

44 CAPACITY AND PRODUCTION

	2018		2017	
	Quantity M. Tons	No. of days	Quantity M. Tons	No. of days
Crushing capacity	**8,500**	**Per day**	6,000	Per day
Capacity based on actual working days	**1,207,000**	**142**	798,000	133
Actual crushing	**712,124**	**142**	625,237	133
Sucrose recovery (in %)	**10.37**		10.12	
Sugar production from cane	**73,776**		63,380	

44.1 Main reason for under utilization of production capacity is lesser availability of sugarcane during the season.

45 NUMBER OF EMPLOYEES

Number of persons employed as on year end were 501 (2017: 525) and average number of employee during the year were 775 (2017: 735). Number of factory employees as on year end were 386 (2017: 343) and average number of factory employees during the year were 566 (2017: 530).

46 CORRESPONDING FIGURES

For better presentation and due to revisions in the Companies Act 2017, re-classification has been made to the comparative figures in the financial statements as follows;

Reclassification from component	Reclassification to component	(Rupess in '000)
Trade and other payables		
- Unclaimed dividend	Unclaimed Dividend	**1,551**
- Unclaimed dividend	Dividend payable	**12,436**
- Accrued liabilities	Deferred Liabilities	
	– Employees Retirement Benefits	
	– Leave Encashment plan	**3,317**

In view of above reclassification, corresponding figures of statement of cash flows has also been re-arranged / reclassified.

47 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on December 29, 2018 by the Board of Directors of the Company.

48 GENERAL

Figures have been rounded off to nearest thousand of rupees.

Chief Executive **Director** **Chief Financial Officer**

Pattern of Share Holding

As at September 30, 2018

Number of Shareholders	Share Holding From	To	Total Shares Held
857	1	100	19,883
130	101	500	39,940
94	501	1000	64,021
84	1001	5000	207,500
41	5001	10000	260,920
4	10001	15000	51,455
1	15001	20000	16,500
6	20001	25000	143,000
4	25001	30000	108,440
2	40001	45000	85,750
1	45001	50000	47,900
1	55001	60000	55,750
3	95001	100000	289,140
1	240001	245000	241,487
1	265001	270000	267,740
1	360001	365000	360,179
1	400001	405000	403,100
1	410001	415000	410,982
1	485001	490000	486,390
1	495001	500000	496,000
1	520001	525000	522,600
2	570001	575000	1,145,722
1	655001	660000	659,250
1	670001	675000	674,750
1	855001	860000	858,000
1	910001	915000	913,000
1	975001	980000	979,000
1	1040001	1045000	1,043,116
1	1090001	1095000	1,094,485
1,245			**11,946,000**

* There is no shareholding in the slab not mentioned above.

Category of Shareholders	Number of Shares Held	Percentage %
1 Directors, Chief Executive Officer, and their spouse and minor children	1,844,216	15.4379
2 Associated Companies, undertakings and related parties	–	–
3 Executives	25,290	0.2117
4 NIT & ICP	1,043,516	8.7353
5 Banks, DFIs, NBFIs, Mudarabas and Pension Fund	101,550	0.8501
6 Insurance Companies	267,840	2.2421
7 Joint Stock Companies	27,423	0.2296
8 Shareholders holding 5% or more	4,519,235	37.8305
9 General Public - Local	4,116,930	34.4629
TOTAL	**11,946,000**	**100.0000**

Detail of Pattern of Share Holding

As per Requirement of Code of Corporate Governance

As at September 30, 2018

Category Name	Number of shares held	Percentage %	Category wise Number of shareholders	Category wise shares held	Percentage %
Directors, Chief Executive and their spouse and minor children			7	1,844,216	15.4379
Haji Khuda Bux Rajar	241,487	2.0215			
* Mr. Ghulam Dastagir Rajar	659,250	5.5186			
Mr. Ghulam Hyder	360,179	3.0151			
Mr. Rahim Bux	572,350	4.7911			
Mr. Mohammad Aslam	3,300	0.0276			
Mr. Qazi Shamsuddin	4,900	0.0410			
Mrs. Khanzady W/o Haji Khuda Bux	2,750	0.0230			
Associated Companies, Undertaking and related parties			—	—	—
Executives			1	25,290	0.2117
NIT & ICP			2	1,043,516	8.7353
* CDC - Trustee National Investment (Unit) Trust	1,043,116	8.7319			
Investment Corporation of Pakistan	400	0.0033			
Banks, DFIS, NBFIS, Mudarabas and Pension Funds			4	101,550	0.8501
Insurance Companies			2	267,840	2.2421
Joint Stock Companies			10	27,423	0.2296
*** Shareholders holding 5% or more**			5	4,519,235	37.8305
General Public - Local			1214	4,116,930	34.4629
Total			**1,289**	**11,946,000**	**100.000**

* Shareholders having 5% or more shares marked as(*) are shown in their relevant categories. The name wise details of the remaining shareholders having 5% or more given below

Name of Shareholders	Number of shares held	Percentage %
Mr. Ali Ghulam	858,000	7.1823
Mr. Khuda Bux	913,000	7.6427
Mr. Abdul Jabbar	979,000	8.1952
Mr. Pir Baksh	1,094,485	9.1619
Mr. Gul Mohammad	674,750	5.6483
	4,519,235	**37.8305**

Information under the Code of Corporate Governance

The Directors, Executives and their spouse and their minor children have not undertaken any trading of Company's shares during the year ended September 30, 2018.

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Sanghar Sugar Mills Limited

Dividend Payments through Electronic Mode

In accordance with the provisions and under section 242 of the Companies Act, 2017, shareholders are entitled to receive their dividends by way of direct credit to their bank account instead of receiving them through dividend warrants.

Therefore, to receive your future dividends directly in your bank account, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case Shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

The Company Secretary,
Sanghar Sugar Mills Limited,
C-27, Plot No. F-24, Block - 9,
Karachi
Clifton, Karachi 75600,
Phone: 021 35371441 to 43 (3 lines)
Fax: 021 35371444

The Share Registrar,
Hameed Majeed Associates (Pvt) Limited
Karachi Chambers, Hasrat Mohani Road,
Phone: 021 32424826, Fax: 021 32424835

I hereby wish to communicate my desire to receive my future dividends directly in my bank account as detailed below:

Name of shareholder : _____

Folio number : _____

Contact number of shareholder : _____

Name of Bank : _____

Bank Branch & mailing address : _____

Bank Account No. (Full) : _____

Title of Account : _____

CNIC No. : _____

NTN (in case of corporate entity) : _____

It is stated that the above particulars given by me are correct to the best of my knowledge and I shall keep the Company informed in case of any changes in the said particulars in future.

_____
Shareholder's Signature

CNIC / NTN No. _____
(Copy attached)

سانگھڑ شوگر ملز لمیٹڈ

ادائیگی ڈیویڈنڈ بذریعہ الیکٹرانک ذرائع

کمپنیز ایکٹ 2017 کی دفعہ 242 کے تحت حصص داران کو یہ حق حاصل ہے کہ وہ اپنے ڈیویڈنڈ براہ راست اپنے بینک اکاؤنٹ میں کریڈٹ کروالیں بجائے اس کے کہ انھیں یہ ڈیویڈنڈ بذریعہ ڈیویڈنڈ وارنٹ ادا کئے جائیں۔

لہذا اگر آپ اپنے ڈیویڈنڈ براہ راست اپنے اکاؤنٹ میں وصول کرنا چاہتے ہیں تو آپ سے گزارش ہمیں اپنی مکمل معلومات فراہم کریں اور ہمیں تحریری طور اس بات سے آگاہ کیجئے۔ بمعہ دستخط اور قومی شناختی کارڈ/این ٹی این کی نقل اپنی درخواست حصص رجسٹرار یا کمپنی کے پاس جمع کروائیں اور بصورت سی ڈی سی حصص اپنے متعلقہ شراکت دار/سی ڈی سی سرمایہ کار اکاؤنٹ سروسز کو درخواست دیں۔

شعبہ حصص داران

کمپنی سیکرٹری، سانگھڑ شوگر ملز لمیٹڈ،
سی-27، پلاٹ نمبر ایف-24 بلاک-9،
کلفٹن، کراچی-75600،
فون نمبر: 021 35371441-43 (تین لائینیں)
فیکس: 021 35371444

حصص رجسٹرار،
حمید مجید ایسوسی ایٹس (پرائیویٹ) لمیٹڈ،
کراچی چیمبرز، حسرت موہانی روڈ کراچی
فون نمبر: 021 32424826
فیکس: 021 32424835

میں بذریعہ ہذا یہ خواہش ظاہر کرتا ہوں کہ مستقبل میں میرے ڈیویڈنڈ براہ راست میرے بینک اکاؤنٹ میں منتقل کر دیئے جائیں جس کی تفصیلات درج ذیل ہیں:

حامل حصص کا نام	:	_____
فولیو نمبر	:	_____
حامل حصص کا رابطہ نمبر	:	_____
بینک کا نام	:	_____
بینک کی برانچ و پتہ	:	_____
بینک اکاؤنٹ نمبر (مکمل)	:	_____
عنوان برائے اکاؤنٹ	:	_____
قومی شناختی کارڈ نمبر	:	_____
این ٹی این نمبر (بصورت کارپوریٹ)	:	_____

میرے علم کے مطابق میری جانب سے فراہم کی جانے والی مزکورہ بالا معلومات بالکل صحیح اور درست ہیں اور اگر مستقبل میں ان میں کسی بھی قسم کی کوئی تبدیلی واقع ہوتی ہے تو ایسی تبدیلی سے کمپنی کو آگاہ کر دیا جائے گا۔

دستخط حامل حصص _____

قومی شناختی کارڈ/این ٹی این نمبر _____
(نقل منسلک ہے)

Sanghar Sugar Mills Limited

Consent to receive Notices and Audited Financial Statements through email

In accordance with the notification 787(I)/2014 dated September 08, 2014 issued by the Securities & Exchange Commission of Pakistan; shareholders are entitled to receive the Notices and Audited Financial Statements through email. Therefore, to receive current and future notices and audited financial statements directly through email, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

The Company Secretary,
Sanghar Sugar Mills Limited,
C-27, Plot No. F-24, Block - 9,
Karachi
Clifton, Karachi 75600,
Phone: 021 35371441 to 43 (3 lines)
Fax: 021 35371444

The Share Registrar,
Hameed Majeed Associates (Pvt) Limited
Karachi Chambers, Hasrat Mohani Road,
Phone: 021 32424826, Fax: 021 32424835

I hereby wish to communicate my desire to receive notices and audited financial statements through email as detailed below:

Name of shareholder : _____

Folio number : _____

Contact number of shareholder : _____

Name of Bank : _____

Bank Branch & mailing address : _____

Bank Account No. (Full) : _____

Title of Account : _____

CNIC No. : _____

NTN (in case of corporate entity) : _____

Note: Email Id should be belongs to the Shareholder and for joint account holder, email Id should be the principal shareholder and or the name appearing first in the list of shareholders.

It is stated that the above particulars given by me are correct to the best of my knowledge and I shall keep the Company informed in case of any changes in the said particulars in future.

_____
Shareholder's Signature & date
(Affix stamp for corporate entity)

CNIC / NTN No. _____
(Copy attached)

سانگھڑ شوگر ملز لمیٹڈ

اظہار رضامندی برائے وصولی نوٹس و آڈٹ شدہ مالیاتی دستاویزات بذریعہ ای میل

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی جانب سے جاری کردہ نوٹیفکیشن 2014(I)78 مجریہ 8 ستمبر 2014 کے مطابق حصص داران کو یہ حق حاصل ہے کہ تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات انھیں بذریعہ ای میل ارسال کی جائیں۔ لہذا موجودہ اور مستقبل کے نوٹس اور آڈٹ شدہ مالیاتی دستاویزات بذریعہ ای میل موصول کرنے کیلئے آپ ہمیں اپنی مکمل معلومات فراہم کیجئے، اپنے دستخط اور قومی شناختی کارڈ/این ٹی این نمبر کے ساتھ اپنی درخواست حصص رجسٹرار یا کمپنی اور بصورت سی ڈی سی اپنے متعلقہ شراکت دار/سی ڈی سی سرمایہ کار اکاؤنٹ سروسز کے پاس جمع کروائیں۔

شعبہ حصص داران

کمپنی سیکرٹری، سانگھڑ شوگر ملز لمیٹڈ،
سی-27، پلاٹ نمبر ایف-24 بلاک-9،
کلفٹن، کراچی-75600،
فون نمبر: 021 35371441-43 (تین لائینیں)
فیکس: 021 35371444

حصص رجسٹرار،
حمید مجید ایسوسی ایٹس (پرائیویٹ) لمیٹڈ،
کراچی چیمبرز، حسرت موہانی روڈ کراچی
فون نمبر: 021 32424826
فیکس: 021 32424835

میں بذریعہ ہذا یہ خواہش ظاہر کرتا ہوں کہ مستقبل میں مجھے تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات بذریعہ ای میل ارسال کی جائیں جس کی تفصیلات درج ذیل ہیں:

حامل حصص کا نام : _____
فولیو نمبر : _____
حامل حصص کا رابطہ نمبر : _____
بینک کا نام : _____
بینک کی برانچ و پتہ : _____
بینک اکاؤنٹ نمبر (مکمل) : _____
عنوان برائے اکاؤنٹ : _____
قومی شناختی کارڈ نمبر : _____
این ٹی این نمبر (بصورت کارپوریٹ) : _____

نوٹ: ای میل حامل حصص کی ہونی چاہیئے اور مشترکہ اکاؤنٹ کی صورت میں اس حامل حصص کی ای میل فراہم کی جائے جس کا تناسب حصص سب سے زیادہ ہو اور جس کا نام حصص داران کی فہرست میں سرفہرست ہو۔

میرے علم کے مطابق میری جانب سے فراہم کی جانے والی مزکورہ بالا معلومات بالکل صحیح اور درست ہیں اور اگر مستقبل میں ان میں کسی بھی قسم کی کوئی تبدیلی واقع ہوتی ہے تو ایسی تبدیلی سے کمپنی کو آگاہ کردیا جائے گا۔

دستخط حامل حصص _____
(بصورت کارپوریٹ ادارہ یہاں مہر چسپاں کریں)

قومی شناختی کارڈ/این ٹی این نمبر _____
(نقل منسلک ہے)

Sanghar Sugar Mills Limited

Consent to receive Hard Copies of Notices and Audited Financial Statements

In accordance with the notification 470(I) dated May 31, 2016 and in continuation of notification no. 787(I)/2014 dated September 08, 2014 issued by the Securities & Exchange Commission of Pakistan; shareholders are entitled to receive the Hard Copies of Notices and Audited Financial Statements rather through email. Therefore, to receive Hard Copies of current and future notices and audited financial statements, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

The Company Secretary,
Sanghar Sugar Mills Limited,
C-27, Plot No. F-24, Block - 9,
Karachi
Clifton, Karachi 75600,
Phone: 021 35371441 to 43 (3 lines)
Fax: 021 35371444

The Share Registrar,
Hameed Majeed Associates (Pvt) Limited
Karachi Chambers, Hasrat Mohani Road,
Phone: 021 32424826, Fax: 021 32424835

I hereby wish to communicate my desire to receive notices and audited financial statements through email as detailed below:

Name of shareholder : _____

Folio number : _____

Contact number of shareholder : _____

Name of Bank : _____

Bank Branch & mailing address : _____

Bank Account No. (Full) : _____

Title of Account : _____

CNIC No. : _____

NTN (in case of corporate entity) : _____

It is stated that the above particulars given by me are correct to the best of my knowledge and I would like to opt the option of receiving the hard copies of notices and audited financial statements of the Company and I shall keep the Company informed in case of any changes in the said particulars in future.

_____
Shareholder's Signature & date
(Affix stamp for corporate entity)

CNIC / NTN No. _____
(Copy attached)

سانگھڑ شوگر ملز لمیٹڈ

اظہار رضامندی برائے وصولی نوٹس و آڈٹ شدہ مالیاتی دستاویزات بذریعہ کاغذی دستاویزات

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی جانب سے جاری کردہ نوٹیفکیشن (I)470 مجریہ 31 مئی 2016 اور نوٹیفکیشن نمبر 2014(I)787 مجریہ 8 ستمبر 2014 کے مطابق حصص داران کو یہ حق حاصل ہے کہ تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات انھیں بجائے ای میل کہ کاغذی صورت ارسال کی جائیں۔ لہذا موجودہ اور مستقبل کے نوٹس اور آڈٹ شدہ مالیاتی دستاویزات کاغذی صورت میں موصول کرنے کیلئے آپ ہمیں اپنی مکمل معلومات فراہم کیجئے، اپنے دستخط اور قومی شناختی کارڈ/این ٹی این نمبر کے ساتھ اپنی درخواست حصص رجسٹرار یا کمپنی اور بصورت سی ڈی سی اپنے متعلقہ شراکت دار/سی ڈی سی سرمایہ کار اکاؤنٹ سروسز کے پاس جمع کروائیں۔

شعبہ حصص داران

کمپنی سیکرٹری، سانگھڑ شوگر ملز لمیٹڈ،
سی-27، پلاٹ نمبر ایف-24 بلاک-9،
کلفٹن، کراچی-75600،
فون نمبر: 021 35371441-43 (تین لائینیں)
فیکس: 021 35371444

حصص رجسٹرار،
حمید مجید ایسوسی ایٹس (پرائیویٹ) لمیٹڈ،
کراچی چیمبرز، حسرت موہانی روڈ کراچی
فون نمبر: 021 32424826
فیکس: 021 32424835

میں بذریعہ ہذا یہ خواہش ظاہر کرتا ہوں کہ مستقبل میں مجھے تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات کاغذی صورت میں ارسال کی جائیں جس کی تفصیلات درج ذیل ہیں:

حامل حصص کا نام	:	_____
فولیو نمبر	:	_____
حامل حصص کا رابطہ نمبر	:	_____
بینک کا نام	:	_____
بینک کی برانچ و پتہ	:	_____
بینک اکاؤنٹ نمبر (مکمل)	:	_____
عنوان برائے اکاؤنٹ	:	_____
قومی شناختی کارڈ نمبر	:	_____
این ٹی این نمبر (بصورت کارپوریٹ)	:	_____

میرے علم کے مطابق میری جانب سے فراہم کی جانے والی مزکورہ بالا معلومات بالکل صحیح اور درست ہیں اور یہ کہ میں چاہتا ہوں کہ مجھے تما نوٹس اور آڈٹ شدہ مالیاتی دستاویزات کاغذی صورت میں ارسال کی جائیں۔ اگر مستقبل میں مزکورہ بالا معلومات میں کسی بھی قسم کی کوئی تبدیلی واقع ہوتی ہے تو ایسی تبدیلی سے کمپنی کو آگاہ کردیا جائے گا۔

دستخط حامل حصص _____

(بصورت کارپوریٹ ادارہ یہاں مہر چسپاں کریں)

قومی شناختی کارڈ/این ٹی این نمبر _____

(نقل منسلک ہے)

Sanghar Sugar Mills Limited

PROXY FORM

I/We…….…… W / S / D of ……..……..……..……

being a member of Sanghar Sugar Mills Limited, holding ……..…… Shares of the Company, hereby appoint Mr. / Mrs. ……..…… W / S / D of ……..……

CNIC No …… Folio No …… CDC Participant's ID. / Sub Account No …….…… holding ……..…… Shares of the Company, or failing him / her, appoint Mr. / Mrs. ….....……..…. W / S / D of …....……..……..……

CNIC No …… Folio No …… CDC Participant's ID. / Sub Account No …….…… holding ……..……....…… Shares of the Company, as my/our Proxy in my/our absence to attend and vote for me/us on my/our behalf at the Annual General Meeting of the Company to be held on Saturday January 26, 2019 at 11:00 a.m. at Haji Abdullah Haroon Muslim Gymkhana - Old Lobby (Muslim Gymkhana), Near Shaheen Complex, Aiwan-e-Saddar Road, Saddar Town, Karachi and at any adjournment thereof.

Folio No.	C.D.C. I. D. / Sub Account No.	Signature Over Revenue Stamp

Signed this …….day of…… 2019 in the presence of:

Witness 1

Signature : .....

Name : .....

CNIC No.: .....

Address : .....

.....

Witness 2

Signature : .....

Name : .....

CNIC No.: .....

Address : .....

.....

NOTES:

1) Proxy should be member of the Company and should produce his/her CNIC at the time of meeting for identification.
2) Signature of the member must agree with the specimen signature registered with the Company.
3) CDC Account holder or Sub Accountant holder should enclose valid copy of his/her CNIC/ Passport with Proxy Form. Representatives of the Corporate members should bring the necessary documents as usually required for such purpose.
4) Proxy Form dully filled-in and signed must be deposited with the Company Secretary at Company's Registered Office C-27, Plot No. No F-24, Block-9, Clifton, Karachi not later than 48 hours before the time fixed for holding this meeting.
5) If the member is a corporate entity its common seal should be affixed to the proxy.
6) If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with the Company, all such instruments of proxy shall be rendered invalid.

سانگھڑ شوگر ملز لمیٹڈ

پراکسی فارم

میں/ہم _____ زوجہ/بن/بنت _____ بطور ممبر سانگھڑ شوگر ملز لمیٹڈ، حامل

_____ حصص برائے کمپنی بذریعہ ہذا جناب/محترمہ _____

زوجہ/بن/بنت _____ حامل فولیو نمبر _____ سی ڈی سی شراکت دار شناختی نمبر/ذیلی

اکاؤنٹ نمبر _____ حامل _____ حصص برائے کمپنی کو مقرر کرتا ہوں ہوں کہ میری عدم موجودگی

میں کمپنی کے سالانہ اجلاس عام جو کہ مؤرخہ 26 جنوری 2019 کو بوقت صبح 11:00 بجے بمقام حاجی عبداللہ ہارون مسلم جیم خانہ - پرانی لابی (مسلم جیم خانہ)

نزد شاہین کمپلیکس، ایوان صدر روڈ صدر ٹاؤن کراچی منعقد کیا جا رہا ہے یا اس اجلاس کے مؤخر ہونے کی صورت میں اس کی جگہ دوسرے اجلاس میں شرکت

کرے اور میری/ہماری جانب سے حق رائے دہی بھی استعمال کرے۔

فولیو نمبر	سی ڈی سی شناختی نمبر/ذیلی اکاؤنٹ نمبر	ریونیو کی مہر اور اس پر دستخط

دستخط شدہ برتاریخ _____ بروز _____ 2019 درج ذیل افراد کی موجودگی میں

گواہ نمبر 1

دستخط _____

نام _____

کمپیوٹرائزڈ قومی شناختی کارڈ نمبر _____

پتہ _____

گواہ نمبر 2

دستخط _____

نام _____

کمپیوٹرائزڈ قومی شناختی کارڈ نمبر _____

پتہ _____

ہدایات:

1۔ پراکسی کا کمپنی ممبر ہونا لازمی ہے اور اجلاس میں شرکت کے وقت اپنی شناخت ظاہر کرنے کیلئے اپنا قومی شناختی کارڈ لازماً ظاہر کریں۔

2۔ ممبر کے دستخط، نمونہ دستخط شدہ/اندراج شدہ دستخط سے مماثلت ضروری ہے۔

3۔ سی ڈی سی اکاؤنٹ ہولڈر یا سب اکاؤنٹ ہولڈر کو پراکسی فارم کے ہمراہ کمپیوٹرائزڈ قومی شناختی کارڈ یا پاسپورٹ کی مصدقہ نقل منسلک کرنا ضروری ہے۔
کارپوریٹ اداروں کے نمائندوں کو معمول کے مطابق دستاویزات ساتھ لانا ضروری ہے۔

4۔ باقاعدہ پر اور دستخط شدہ پراکسی فارم کمپنی کے سیکرٹری بمقام رجسٹرڈ شدہ دفتر سی-27، پلاٹ نمبر ایف-24، بلاک-9، کلفٹن کراچی کے پاس اجلاس کے مقررہ وقت سے کم از کم 48 گھنٹے قبل جمع کرانا ضروری ہے۔

5۔ اگر ممبر کوئی کارپوریٹ ادارہ ہو تو اس کی عام مہر بھی پراکسی فارم پر ثبت ہونا لازم ہے۔

6۔ اگر ممبر ایک سے ذائد پراکسی نامزد کرے اور اس مقصد کیلئے کمپنی کے پاس ایک سے ذائد پراکسی فارم جمع کروائے تو ایسے تمام پراکسی فارم مسترد کر دیئے جائیں گے۔

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