

CONDENSED INTERIM CASH FLOW STATEMENT FOR THE NINE MONTHS ENDED JUNE 30, 2017 (UNAUDITED)

June 30,

June 30,

	2017	2016
	(Rupees)	
A. CASH FLOW FROM OPERATING ACTIVITIES	(see pr	
Loss before taxation	(62,634,762)	(247,499,009)
Adjustments for:		
Depreciation	98,242,900	90,528,020
Financial cost	24,140,684	21,192,934
Interest expense-imputed	3,763,192	-
Provision for gratuity	989,395	989,395
Gain on disposal of property, plant & equipment	(307,345)	- 1
Effect of increase in KIBOR	26,524	-
Gain on amortisation of investment	(14,462,902)	(7,910,086)
	112,392,448	104,800,263
Operating profit / (loss) before working capital changes	49,757,686	(142,698,746)
(Increase) / decrease in current assets		
Stores, spares and loose tools	(512,674)	3,958,537
Stock in trade	(8,898,719)	8,105,162
Trade debts	(1,983,108)	(1,253,424)
Loans and advances	(6,238,252)	3,518,404
Prepayments and other receivables	(8,487,334)	(74,105)
Increase in current liabilities	(26,120,087)	14,254,574
Trade and other payables	(47,153,073)	148,818,640
trade and other payables	(47,133,073)	140,010,040
	(23,515,474)	20,374,468
Taxes paid	(9,836,966)	(5,341,666)
Financial cost paid	(19,344,462)	(10,847,201)
Gratuity paid		(1,112,272)
	(29,181,428)	(17,301,139)
Net cash (used in) / generated from operating activities	(52,696,902)	3,073,329
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(10,189,706)	(445,500)
Proceeds from disposal of property, plant and equipment	1,000,000	· · · · · · · · · · · ·
Long term deposits	(195,000)	-
Long term loans	(63,078)	112,714
Net cash used in investing activities	(9,447,784)	(332,786)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Loan from directors	-	-
Advance against issue of right shares	144,294,052	-
Repayment of long term loans	(41,666,673)	(8,333,333)
Net cash generated from / (used in) financing activities	102,627,379	(8,333,333)
Net increase/(decrease) in cash and cash equivalents	40,482,693	(5,592,790)
Cash and cash equivalents at the beginning of the year	(123,665,090)	7,353,819
Cash and cash equivalents at the end of the year	(83,182,397)	1,761,029

The annexed notes form an integral part of these financial statements.







Dated: July 28, 2017



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED JUNE 30, 2017 (UNAUDITED)

	subscribed & paid-up capital	Accumulated Loss	Total
		— (Rupees) —	
Balance as at October 01, 2015	223,080,000	(881,713,717)	(658,633,717)
Total comprehensive loss for the period			
- Net loss for the period	-	(221,522,371)	(221,522,371)
 Other comprehensive income for the period 		46,647,595	46,647,595
Balance as at June 30, 2016			
(Un-audited)	223,080,000	(1,056,588,493)	(833,508,493)
Balance as at July 01, 2016	223,080,000	(1,056,588,493)	(833,508,493)
Total comprehensive loss for the period			
- Net loss for the period	-	(5,021,937)	(5,021,937)
 Other comprehensive income for the period 		15,984,022	15,984,022
Balance as at September 30, 2016			
(Audited)	223,080,000	(1,045,626,408)	(822,546,408)
Balance as at October 01, 2016	223,080,000	(1,045,626,408)	(822,546,408)
Total comprehensive profit for the period			
Net profit for the period Other comprehensive income	-	202,004,925	202,004,925
for the period	-	54,322,022	54,322,022
Balance as at June 30, 2017	222 000 000	(800 200 471)	(500 210 401)
(Un-audited)	223,080,000	(789,299,461)	(566,219,461)

The annexed notes form an integral part of these financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED JUNE 30, 2017

- 1. These finanical statements are unaudited and are being submitted to the shareholders as required by the Securities and Exchange Commission of Pakistan vide circular No.2(52)SE/2001 dated November 05, 2001, with reference to SRO No. 764(1) 2001.
- 2. These financial statements have been prepared in compliance with the requiements of International Accounting Standard -34 Interim financial reporting" as adopted by the Institute of Chartered Accountants of Pakistan which are applicable to the Company.
- 3. The accounting policies and method of computation allowed for the preparation of these accounts are same as those applied in the preparation of the preceding annual accounts of the company for the year ended September 30, 2016.
- 4. Figures have been rounded off to the nearest rupee.

DH. Andlesnic. Dinshaw H. Anklesaria Chief Executive Dated: July 28, 2017



Amad Uddin Chief Finance Officer

Syed Abid Hussain



QUARTERLY UNAUDITED ACCOUNTS 30TH JUNE, 2017

SAKRAND SUGAR MILLS LIMITED

H/L



HR & R COMMITTEE

COMPANY PROFILE

BOARD OF DIRECTORS Mr. Dinshaw H. Anklesaria Chief Executive/Director Mr. Jamil Akberi Director / Chairman Sved Abid Hussain Director Mr. Abdul Naeem Quraishi Director Mr. Neville Mehta Director Mrs. Fatma Gulamali Director Dr. Jamshed H. Anklesaria Director AUDIT COMMITTEE Mr. Abdul Naeem Ouraishi Chairman Mr. Jamil Akberi Member Mr. Neville Mehta Member

Syed Abid Hussain

Mr. Jamil Akberi

Mr. Neville Mehta

Chairman

Member

Member

CHIEF FINANCIAL OFFICER Mr. Amad Uddin

COMPANY SECRETARY Mr. Amad Uddin

BANKERS Allied Bank Limited

Allied Bank Limited Bank Al Habib Limited Habib Bank Limited MCB Bank Limited Meezan Bank Limited National Bank of Pakistan Sindh Bank Limited Summit Bank Limited United Bank Limited

AUDITORS M/s. Parker Randall - A. J. S.
Chartered Accountants

LEGAL ADVISOR Abdul Naeem Quraishi, Adv.

REGISTRAR M/s JWAFFS Registrar Services (Pvt.) Ltd.

407-408, Al Ameera Centre Shahrah-e-Iraq, Saddar Karachi-74400

REGISTERED OFFICE 41-K, Block 6, P.E.C.H.S., Karachi.

UAN: 111-484-848 Fax: 021-34546456 www.sakrandsugar.com

FACTORY Deh Tharo Unar, Taluka Sakrand,

District Shaheed Benazirabad, Sindh.



DIRECTORS' REPORT

On behalf of the Board of Directors, it is my privilege to present to you the unaudited condensed interim financial statements of the Company for the third quarter and nine months ended June 30, 2017.

The financial results show an operating loss of Rs. 51.794 million and pretax loss of Rs. 62.635 million as compared to operating loss of Rs. 234.065 million and pre-tax loss of Rs. 247.499 million of the corresponding period 2015.16

The Company's overall performance can be seen from the following comparative statistics:

OPERATING RESULTS		2016-17	2015-16
Season started		15-Nov-16	24-Nov-15
Season closed		15-Mar-17	01-Mar-16
Duration of season		121	99
Sugarcane crushed	MT	459,573	296,274
Sugar produced	MT	42,320	29,925
Sugar recovery	%	9.221	10.090
Molasses produced	MT	19,530	12,354
Molasses recovery	%	4.252	4.164

The Government of Sindh vide notification No.8(142)/S.O(Ext)2016-172/791 dated October 31, 2016 fixed the minimum sugarcane support price for the season 2016-17 at Rs. 182 per 40 kg and Rs. 0.50 per 40 kg for each 0.1 percent of excess sucrose recovery above 8.7 percent as quality premium (2015-16: Rs. 172 per 40 kg and Rs. 0.50 per 40 kg for each 0.1 percent of excess sucrose recovery above 8.7 percent as quality premium).

During the first half of the year, 90% of the production was already sold and remaining 10% is recorded in sales in the third quarter ended June 30, 2017. Since sugar prices hit a record low, therefore, some of the profits earlier earned are eroded during the third quarter.

Further, subsequent to the reporting period, the Company has received 100% share subscription

I would like to appreciate the efforts of the team and praying for the betterment of the organization.

ڈائریکٹرز کی رپورٹ

پرد آن دائزگیزری جانب سے کتی کی تہری سابای 30 جن 2017 تک سے گیر آن ند شروه بالیاتی سیاب بیش خدمت ہیں۔ بالیاتی من من ہیں۔ بالیاتی من سے ہیں۔ بالیاتی من کی بیش کر ہے ہوئی ان کی سیابی 30 جن کی سے گیر آن ند شروه بالیاتی من کی 30.7 میں تاریخی کی 51.79 میں دو ہے تھا۔
30 میں 10 میں 10 میں بھر آن بھر تا میں دو ہے تھا۔
30 میں 10 م

Dinshaw H. Anklesaria Chief Executive Dated: July 28, 2017



CONDENSED INTERIM BALANCE SHEET AS AT JUNE 30, 2017

Un-audited

	June 30, 2017	September 30, 2016
ASSETS	——(R	upees)
NON-CURRENT ASSETS Property, plant and equipment Long term investments Long term loans Long term deposits	2,906,283,798 173,177,882 221,389 1,626,282	2,347,812,704 158,714,980 158,311 1,431,282
CURRENT ASSETS Stores, spares and loose tools Stock in trade Trade debts - unsecured (considered good) Loans and advances Prepayments and other receivables Taxation refundable Cash and bank balances TOTAL ASSETS	28,512,834 8,898,719 1,983,108 22,838,486 16,617,511 36,342,914 41,814,236 157,007,808 3,238,317,159	28,000,160 - 16,600,234 8,130,177 49,935,281 1,331,543 103,997,395 2,612,114,672
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES Authorized capital 60,000,000 Ordinary shares of Rs. 10/-each	600,000,000	250,000,000
Issued, subscribed and paid-up capital Advance against issue of right shares Accumulated loss	223,080,000 144,294,052 (789,299,461) (421,925,409)	223,080,000 - (1,045,626,408) (822,546,408)
Surplus on revaluation of fixed assets	1,795,052,406	1,339,697,719
NON-CURRENT LIABILITIES		
Deferred taxation	41,725,213	192,254,000
Long term finance - secured Markup bearing Markup free	227,357,765 10,594,143 237,951,908	223,979,433 10,182,759 234,162,192
Provision for gratuity	11,167,494	11,693,519
CURRENT LIABILITIES Subordinate loan from directors Trade and other payables Short term borrowings Mark up accrued Current portion of non current liabilities	65,766,502 1,211,587,951 124,996,633 45,185,094 126,809,368	65,766,502 1,257,225,602 124,996,633 40,388,872 168,476,041
CONTINGENCIES AND COMMITMENTS TOTAL EQUITIES AND LIABILITIES	3,238,317,159	1,656,853,650 2,612,114,672











CONDENSED INTERIM PROFIT AND LOSS ACCOUNT AND STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS AND THIRD QUARTER ENDED JUNE 30, 2017 (UNAUDITED)

	For the Nine Months ended		For the Quarter ended	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
		—— (Rup	e e s) ———	
Sales - Net	2,342,933,339	1,528,012,240	211,244,304	
Cost of sales	(2,331,200,497)	(1,662,420,051)	(276,265,651)	(37,889,179)
Gross profit / (loss)	11,732,842	(134,407,811)	(65,021,347)	(37,889,179)
Operating expenses				
Administrative expenses	(60,355,573)	(95,892,234)	(18,134,369)	(25,677,820)
Distribution cost	(3,171,234)	(3,765,129)	(44,934)	(17,400)
	(63,526,807)	(99,657,363)	(18,179,303)	(25,695,220)
Operating loss	(51,793,965)	(234,065,174)	(83,200,650)	(63,584,399)
Other charges	•	(164,337)	·	
Other income	2,626,701	13,350	1,889,885	•
	2,626,701	(150,987)	1,889,885	
	(49,167,264)	(234,216,161)	(81,310,765)	(63,584,399)
Unrealised gain on loan amortisation	14,436,378	7,910,086	4,820,967	
Financial cost	(27,903,876)	(21,192,934)	(13,204,195)	(5,560,590)
Loss before taxation	(62,634,762)	(247,499,009)	(89,693,993)	(69,144,989)
Provision for taxation				
Current	(23,429,333)	-	(2,112,443)	-
Deferred	288,069,020	25,976,638	95,815,020	
	264,639,687	25,976,638	93,702,577	•
Profit / (loss) after taxation	202,004,925	(221,522,371)	4,008,584	(69,144,989)
Other comprehensive income				
Transfer from surplus on revaluation of fixed				
assets on account of incremental depreciation for the period net of deferred taxation	54,322,022	46,647,595	19,473,448	30,017,672
Total comprehensive income /				
(loss) for the period	256,326,947	(174,874,776)	23,482,032	(39,127,317)
Earning per share-Basic and diluted	9.06	(9.93)	0.18	(3.10)

The annexed notes form an integral part of these financial statements.

Dinshaw H. Anklesaria Chief Executive Dated: July 28, 2017

Syed Abid Hussain Director



