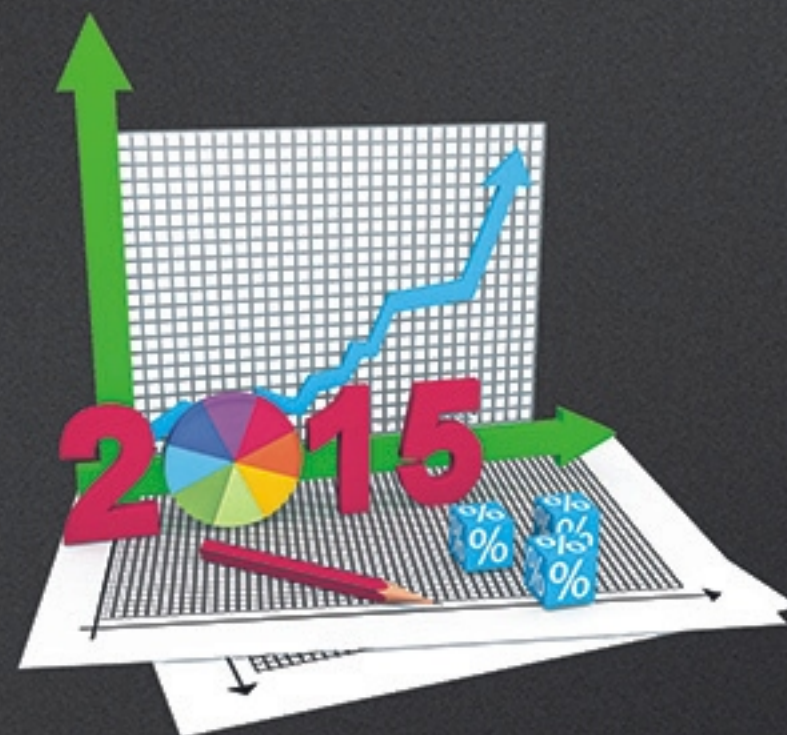


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# QUARTERLY Report

**June 31,**



IF UNDELIVERED, PLEASE RETURN TO:  
Tandlianwala Sugar Mills Ltd.  
32-N, GULBERG II, LAHORE.

by: Arif Sons

**Tandlianwala Sugar Mills Ltd.**

***DIRECTORS REPORT***

**Dear Shareholders,**

On behalf of the Board of Directors, I am pleased to present to you the Unaudited Financial Statements of Tandlianwala Sugar Mills Ltd (“the Company”) for the period of nine months ended June 30, 2015.

During this period , we were able to achieve good financial results by earning profit after tax amounting to Rs 710.682 million. The current ratio has also improved due to better management of the available resources.

The Company has made export of 27,260 tons of sugar on which the Federal Government allowed export subsidy. The total quota allowed for export by the Government was 650,000 tons until 15 July 2015, out of which 554,920 tons was approved and exported by the entire sugar sector.

Our Ethanol & Carbon Dioxide CO2 division continues to make substantial contribution towards the profitability of the Company.

On behalf of Board of Directors

**AKBAR KHAN**  
(Chief Executive)  
August 25, 2015

# TANDLIANWALA SUGAR MILLS LTD.

## BALANCE SHEET (UN-AUDITED)

	30-June-2015 (Un-Audited) Rupees	30-Sep-2014 (Audited) Rupees
<b>LIABILITIES</b>		
<b>Share capital and reserves</b>		
<b>Authorised Share Capital</b>		
120,000,000 (30 September 2014 : 120,000,000) ordinary shares of Rs. 10 each	1,200,000,000	1,200,000,000
Issued, Subscribed and Paid-up Capital		
117,706,300 Ordinary Shares of Rs. 10/- each fully paid in cash	1,177,063,000	1,177,063,000
Equity portion of financial liabilities	1,001,882,669	1,101,802,502
Reserves	1,841,645,313	1,130,963,317
	4,020,590,982	3,409,828,819
<b>Non current liabilities</b>		
Long term finances-secured	1,529,091,676	1,023,827,632
Loans from Directors - unsecured	979,650,836	1,602,021,984
Liabilities against assets subject to finance lease	172,978,466	172,422,117
Advances from customers	1,655,746,779	1,055,746,779
Deferred Liabilities	147,030,813	196,097,733
	4,484,498,570	4,050,116,245
<b>Current liabilities</b>		
Short term borrowings - secured	8,635,720,634	6,310,458,265
Current portion of non-current liabilities	167,228,697	164,823,746
Trade and other payables	2,968,830,396	2,308,514,650
Interest and markup accrued	329,020,656	245,446,716
	12,100,800,383	9,029,243,377
<b>Contingencies and Commitments</b>	-	-
	20,605,889,935	16,489,188,441

The annexed notes 1 to 6 form an integral part of these financial statements.

Lahore  
August 25, 2015

Chief Executive

# TANDLIANWALA SUGAR MILLS LTD.

**AS AT JUNE 30, 2015**

	30-June-2015 (Un-Audited) Rupees	30-Sep-2014 (Audited) Rupees
<b>ASSETS</b>		
<b>Non current assets</b>		
Property, plant and equipment	10,631,561,267	9,835,688,601
Long term deposits	208,918,158	110,749,283
	<u>10,840,479,425</u>	<u>9,946,437,884</u>
<b>Current assets</b>		
Stores, Spares and loose tools	912,896,977	1,081,782,099
Stock in trade	7,253,885,147	4,008,364,929
Trade debts	15,801,219	30,256,752
Advances, deposits, prepayments and other receivables	1,189,615,149	829,028,659
Advance income tax	321,466,102	243,973,837
Cash & bank balances	71,745,916	349,344,281
	<u>9,765,410,510</u>	<u>6,542,750,557</u>
	<u><u>20,605,889,935</u></u>	<u><u>16,489,188,441</u></u>
		Director

# TANDLIANWALA SUGAR MILLS LTD.

## PROFIT AND LOSS ACCOUNT (UN-AUDITED)

For the period ended June 30, 2015

	NINE MONTHS ENDED 30-June		QUARTER ENDED 30-June	
	2015 (RUPEES)	2014 (RUPEES)	2015 (RUPEES)	2014 (RUPEES)
Sales - net	12,367,398,244	9,386,606,518	5,283,758,895	2,719,396,657
Cost of sales	(10,594,465,055)	(8,375,286,447)	(4,477,297,275)	(2,274,448,151)
<b>Gross profit</b>	1,772,933,189	1,011,320,071	806,461,620	444,948,506
Administrative expenses	(274,570,587)	(262,171,922)	(98,392,772)	(89,203,526)
Distribution expenses	(218,420,844)	(135,831,421)	(94,313,484)	(11,986,406)
Other income	245,574,756	50,070,657	166,661,626	17,756,172
	(247,416,675)	(347,932,686)	(26,044,630)	(83,433,760)
<b>Profit from operations</b>	1,525,516,514	663,387,385	780,416,990	361,514,746
Finance cost	(828,270,153)	(655,018,939)	(338,800,282)	(289,509,406)
Other expenses	(34,862,318)	(418,422)	(21,468,580)	(418,422)
	(863,132,471)	(655,437,361)	(360,268,862)	(289,927,828)
<b>Profit before taxation</b>	662,384,043	7,950,024	620,148,128	71,586,918
Taxation	48,297,953	111,199,635	(4,201,302)	-
<b>Profit after taxation</b>	710,681,996	119,149,659	415,946,826	71,586,918
Earnings per share	6.038	1.012	3.534	0.608

The annexed notes 1 to 6 form an integral part of these financial statements.

Lahore  
August 25, 2015

Chief Executive

Director

# TANDLIANWALA SUGAR MILLS LTD.

## STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For the period ended June 30, 2015

	NINE MONTHS ENDED 30-June		QUARTER ENDED 30-June	
	2015 (RUPEES)	2014 (RUPEES)	2015 (RUPEES)	2014 (RUPEES)
<b>Profit after tax for the period</b>	710,681,996	119,149,659	415,946,826	71,586,918
Other comprehensive income	-	-	-	-
<b>Total comprehensive Income for the period</b>	<u>710,681,996</u>	<u>119,149,659</u>	<u>415,946,826</u>	<u>71,586,918</u>

The annexed notes 1 to 6 form an integral part of these financial statements.

Lahore  
August 25, 2015

Chief Executive

Director

## STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the period ended June 30, 2015

	RESERVES					Total
	Share capital	Share premium	Un-appropriated profit	Sub total	Equity portion of directors loan	
	Rupees					
<b>Balance as at 30 September 2013</b>	1,177,063,000	290,741,640	588,560,409	879,302,049	1,337,169,540	3,393,534,589
Equity portion of financial liabilities	-	-	-	-	(122,615,493)	(122,615,493)
Imputed interest on financial liability	-	-	-	-	(112,751,545)	(112,751,545)
	-	-	-	-	(235,367,038)	(235,367,038)
Other comprehensive income for the year ended 30 September 2014 - net of tax	-	-	4,537,178	4,537,178	-	4,537,178
Total comprehensive profit for the year	-	-	247,124,090	247,124,090	-	247,124,090
	-	-	251,661,268	251,661,268	-	251,661,268
<b>Balance as at 30 September 2014</b>	<u>1,177,063,000</u>	<u>290,741,640</u>	<u>840,221,677</u>	<u>1,130,963,317</u>	<u>1,101,802,502</u>	<u>3,409,828,819</u>
Effect of adjustment	-	-	-	-	12,701,207	12,701,207
Imputed interest on sponsors' loan	-	-	-	-	(112,621,040)	(112,621,040)
Total comprehensive income for the period	-	-	710,681,996	710,681,996	-	710,681,996
<b>Balance as at 30 June 2015</b>	<u>1,177,063,000</u>	<u>290,741,640</u>	<u>1,550,903,673</u>	<u>1,841,645,313</u>	<u>1,001,882,669</u>	<u>4,020,590,982</u>

Lahore  
August 25, 2015

Chief Executive

Director



# TANDLIANWALA SUGAR MILLS LTD.

## CASH FLOW STATEMENT (UN-AUDITED)

For the period ended June 30, 2015

	October 2014 To June 2015 (Rupees)	October 2013 To June 2014 (Rupees)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	662,384,043	7,950,024
<b>Adjustments for non cash and other items :</b>		
Depreciation	379,948,932	285,297,155
Finance cost	828,270,153	655,018,939
(Gain) / Loss on disposal of fixed assets	-	(746,060)
Provision for WPPF	34,862,318	418,422
	1,243,081,403	939,988,456
<b>Operating profit before working capital changes (Increase) / decrease in current assets :</b>	1,905,465,446	947,938,480
Stores, spares and loose tools	168,885,122	(78,920,956)
Trade debts	14,455,533	(28,726,908)
Advances, deposits, prepayments and other receivables	(438,078,755)	(706,087,315)
Stock in trade	(3,245,520,218)	(5,301,992,025)
	(3,500,258,318)	(6,115,727,204)
<b>(Decrease) / increase in current liabilities :</b>		
Trade and other payables	625,453,438	915,353,513
<b>Cash generated from operations</b>	(969,339,434)	(4,252,435,211)
Finance cost paid	(744,696,213)	(449,755,601)
Employee retirement benefits paid	(768,967)	(666,293)
	(745,465,180)	(450,421,894)
<b>NET CASH GENERATED FROM OPERATING ACTIVITIES</b>	(1,714,804,614)	(4,702,857,105)
<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Fixed capital expenditure	(3,031,262,250)	(291,117,542)
Proceeds from sale of vehicles	2,384,004	1,105,350
Long Term Deposits	(98,168,875)	(1,102,100)
Capital work in progress	1,853,056,644	(1,200,038,330)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	(1,273,990,477)	(1,491,152,622)
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Lease rental paid	(19,044,235)	(25,699,250)
Short term borrowings	2,325,262,369	4,516,817,475
Long term loans	(50,924,777)	1,019,829,833
Equity portion of directors loan	(99,919,833)	(115,121,108)
Loan from directors	(44,176,797)	55,450,358
Advances from customers	600,000,000	242,324,644
<b>NET CASH GENERATED FROM FINANCING ACTIVITIES</b>	2,711,196,727	5,693,601,952
<b>Net increase in cash and cash equivalents</b>	(277,598,364)	(500,407,775)
<b>Cash and cash equivalents at the beginning of the period</b>	349,344,280	765,360,057
<b>Cash and cash equivalents at the end of the period</b>	71,745,916	264,952,282

The annexed notes 1 to 6 form an integral part of these financial statements.

Lahore  
August 25, 2015

Chief Executive

Director

**NOTES TO THE ACCOUNTS (UN-AUDITED)**

*For the period ended June 30, 2015*

1. These financial statements have been prepared in accordance with the requirements of international Accounting Standard-34 (IAS-34) "Interim Financial Reporting".
2. These financial statements are un-audited and are being submitted to the shareholders as required by section 245 of the Companies Ordinance, 1984.
3. The accounting policies adopted for the preparation of these accounts are same as those applied in the preparation of accounts for the preceding year ended 30 September 2014.
4. Provision in respect of taxation and workers' profit participation fund are estimated only and final liabilities will be determined on the basis of annual results.
5. These financial statements were authorized for issue by the Board of Directors of the Company on August 25, 2015.
6. Figures have been rounded off to the nearest rupee.

Lahore  
August 25, 2015

\_\_\_\_\_  
Chief Executive

\_\_\_\_\_  
Director



**COMPANY INFORMATION**

<b>Board of Directors</b>	Mr. Akbar Khan Mr. Haroon Khan Mr. Ghazi Khan Mrs. Rasheeda Begum Mrs. Mobina Akbar Khan Mr. Saeed Ullah Khan Paracha Mr. Tahir Farooq Malik	<b>(Chairman &amp; Chief Executive)</b>
<b>Company Secretary and Chief Financial Officer</b>	Mr. Ahmad Jehanzeb Khan	
<b>Bankers</b>	Allied Bank Limited Bank Alfalah Limited Habib Bank Limited MCB Bank Limited National Bank of Pakistan Limited The Bank of Punjab United Bank Limited	
<b>Legal Advisors</b>	1. Bandial & Associates House # 12/A, Block 'H' Gulberg II, Lahore	2. Ali Subtain Fazli & Associates Mall Mansion 30 The Mall, Lahore
<b>Audit Committee</b>	Mr. Saeed Ullah Khan Paracha Mr. Akbar Khan Mr. Ghazi Khan	<b>(Chairman)</b> <b>(Member)</b> <b>(Member / Secretary)</b>
<b>Auditors</b>	KPMG Taseer Hadi & Co. Chartered Accountants	
<b>Share Registrar</b>	Corplink (Private) Limited 1-K, Model Town, Lahore	
<b>Sugar Mills:</b>		
<i>Unit 1</i>	Kanjwani, Tehsil Tandlianwala, District, Faisalabad	
<i>Unit 2</i>	Taunsa Road, Indus Highway, Dera Ismail Khan	
<i>Unit 3</i>	Shah Jamal Road, Muzaffargarh	
<b>Distillery:</b>		
<i>Unit 1</i>	Kanjwani, Tehsil Tandlianwala, District, Faisalabad	
<i>Unit 2</i>	Shah Jamal Road, Muzaffargarh	
<b>Top Gas:</b>	Kanjwani, Tehsil Tandlianwala, District, Faisalabad	
<b>Registered Office:</b>	32-N, Gulberg-II, Lahore	