

CONDENSED INTERIM CASH FLOW STATEMENT FOR THE FIRST QUARTER ENDED DECEMBER 31, 2016 (UNAUDITED)

(UNAUDITE	D)	
	1st Quarter December 2016	1st Quarter December 2015
CASH FLOW FROM OPERATING ACTIVITIES	(Rupees)	
Loss before taxation	(100,808,428)	(106,484,739)
Adjustments for:		
Depreciation	28,643,646	30,677,801
Financial cost	5,435,972	5,659,976
Gain on disposal of property, plant & equipment	(307,345)	3,039,970
Gain on amortisation of investment	(307,343)	(4,298,679)
Gain on amortisation of investment	33,772,273	32,039,098
Operating loss before working capital changes	(67,036,155)	(74,445,641)
(Increase) / Decrease in current assets		
Stores, spares and loose tools	(14,247,022)	1,827,824
Stock in trade	(111,352,013)	(238,301,206)
Trade debts	(52,147,246)	(584,149)
Loans and advances	(2,948,746)	1,183,235
Prepayments and other receivables	(433,594)	(169,017)
	(181,128,621)	(236,043,313)
Increase in current liabilities		
Trade and other payables	227,789,869	344,726,472
ride and other payables	46,661,248	108,683,159
	(20,374,907)	34,237,518
Taxes paid	(4,298,872)	(3,901,361)
Financial cost paid	(4,892,585)	(8,143,980)
Gratuity paid		(55,518)
	(9,191,457)	(12,100,859)
Net cash (used in) / generated from operating activities	(29,566,364)	22,136,659
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,308,997)	(176,500)
Proceeds from disposal of property, plant and equipment	1,000,000	- 1
Long term deposits	(195,000)	
Long term loans	(125,986)	27,934
Net cash used in investing activities	(1,629,983)	(148,566)
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan from directors	73,155,000	-
Repayment of long term loans		(8,333,333)
Net cash generated from / (used in) financing activities	73,155,000	(8,333,333)
Net increase in cash and cash equivalents	41,958,653	13,654,760
Cash and cash equivalents at the beginning of the period	(123,665,090)	7,353,819
Cash and cash equivalents at the end of the period	(81,706,437)	21,008,579

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

DINSHAW H. ANKLESARIA Chief Executive/Director Dated: March 01, 2017

Director

SYED ABID HUSSAIN



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED DECEMBER 31, 2016 (UNAUDITED)

	Issued, 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			
Net loss for the period	-	(106,484,739)	(106,484,739)
Other comprehensive income for the period	i .		
	-	(106,484,739)	(106,484,739)
Balance as at December 31, 2015	223,080,000	(988,198,456)	(765,118,456)
Balance as at October 01, 2016	223,080,000	(1,045,626,408)	(822,546,408)
Total comprehensive loss			
Net loss for the period	-	(105,407,018)	(105,407,018)
Other comprehensive income for the period	d -		
	-	(105,407,018)	(105,407,018)
Balance as at December 31, 2016	223,080,000	(1,151,033,426)	(927,953,426)

CONDENSED NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED DECEMBER 31, 2016

- 1. These financial 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 requirements of International Accounting Standards-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.

DINSHAW H. ANKLESARIA Chief Executive/Director Dated: March 01, 2017

Director

SYED ABID HUSSAIN





1ST QUARTER UNAUDITED ACCOUNTS **December 31, 2016**

SAKRAND SUGAR MILLS LIMITED



COMPANY PROFILE

BOARD OF DIRECTORS	Mr. Dinshaw H. Anklesaria Mr. Jamil Akberi Syed Abid Hussain Mr. Abdul Naeem Quraishi Mr. Neville Mehta Mrs. Fatma Gulamali Dr. Jamshed H. Anklesaria	Chief Executive/ Director / Chairman Director
AUDIT COMMITTEE	Mr. Abdul Naeem Quraishi Mr. Jamil Akberi Mr. Neville Mehta	Chairman Member Member
HR & R COMMITTEE	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 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. Haroon Zakaria & Co. Chartered Accountants	
LEGAL ADVISOR	Abdul Naeem Quraishi, Adv.	
REGISTRAR	M/s JWAFFS Registrar Service 407-408, Al Ameera Centre Shahrah-e-Iraq, Saddar Karachi-74400	es (Pvt.) Ltd.
REGISTERED OFFICE	41-K, Block 6, P.E.C.H.S., Kara UAN: 111-484-848 Fax: 021-34546456 www.sakrandsugar.com	chi.
FACTORY	Deh Tharo Unar, Taluka Sakra	nd,

District Shaheed Benazirabad, Sindh.



DIRECTORS' REPORT

On behalf of the Board of Directors, it is my privilege to present to you the unaudited interim condensed financial statements of the Company for the first quarter ended December 31, 2016.

The financial results show an operating loss of Rs. 95.682 million and pre-tax loss of Rs. 100.808 million as compared to operating loss of Rs. 105.126 million and pre-tax loss of Rs. 106.485 million of the corresponding period 2015-16.

OPERATING RESULTS		2016-17	2015-16
Season started		15-Nov-16	24-Nov-15
Duration of season		47	38
Sugarcane crushed	MT	123,083	115,614
Sugar produced	MT	9,250	10,405
Sugar recovery	%	8.3507	9.5611
Molasses produced	MT	4,750	4,660
Molasses recovery	%	4.141	4.412

The Mill started crushing season on November 15, 2016 and till closing date of num simi same chasing season in roverineer 1, 20 and in robing date of under rice. December 31, 2016, total crushing was 123,083 M.T. producing 9,250 M.T. of sugar with an average recovery of 8,3507% as compared to previous period's crushing of 115,614 M.T. producing 10,405 M.T. of sugar with an average recovery of 9.5611%.

The Government of Sindh vide notification No.8(142)/S.O(Ext) 2016-17/2791 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 (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 period, sugarcane available in Mill's zone area contains low sucrose contents which resulted in high production cost of sugar. Further, distress sugar prices, high rate of sugarcane and continuing liquidity issues contributed towards a gross loss. In addition, the grower's pending payments also had a negative effect on supply of good quality sugarcane.

Beside heavy losses of the Company and all the hardships faced by the industry, the management of the Company is doing their best efforts to keep smooth operations



بورڈ آف ڈائر کیٹرز کی جانب سے سمپنی کی پہلی سہاہی 31 دسمبر ،2016 تک کے غیر آؤٹ شدہ مالیاتی حسابات میش خدمت ہیں۔

مالیاتی نتائج میں آپر ٹینگ نقصان 95.682 ملین روپے اور قبل از ٹیکس نقصان 100.808 ملین روپے رہا، باموازنہ گذشتہ سدمائی 31 و تمبر، 2015 ،جب آپریٹنگ نقصان 105.126 ملین روپے اور قبل از ٹیکس نقصان 106.485 ملین روپے تھا۔

شور الله في كرشك سيزن كا أغاز 15 نوم 2016 من كيالور 31 مر 2016 كا اختتام تك 123,083 ميثرك ثن كناكرش كياكيا، جب كه شکر کی پیدادار 9,250 میٹرک ٹن رہی باموازنہ گذشتہ کرشگ سیزن کی سہ ماہی جس میں 115,614 میٹرک ٹن گئے کی کرشگ ہوئی جب کے شکر کی پیدادار 10,405 میٹرکٹن تھی۔ اس کے ساتھ شکر کی ریکوری 8.3507 فیصد رہی جب کے گذشتہ کرشٹک سیزن کی سہائی میں

حكومت سندھ كے نوٹيفيکشن نمبر 17/2791-8(142)/S.O(Ext)2016 بناریخ 311كتوبر 2016 كے مطابق سيزن 2017- 2016 ك ليا ي قيت 182روك في 40 كلو (2016-2015: 172روك في 40 كلو) اور 0.50روك في 40 كلوبر 0.1 فيصد ذائد شكر يرجس كى ريكوري7.8 فيصد نائد ہوير بطور كوالتي يريمنم كے فتش كي۔

سہ مائٹی کے دوران، شوگر مل کے زون اپر پایٹس دستیاب گئے میں سکر وز (sucrose) کی تم مقدار کی وجہ سے پیداوار کی لاگت میں اضافیہ ہوا-علاوہ ازیں چینی کی کم قیت فروخت، گئے کی زیادہ قیت خرید اور کمپنی کو در چیش پلیوں کی کی مجموعی طور پر نقصان کی وجہ بنی – اس کے ساتھ ساتھ کا شتکاروں کے پر انے بقایاجات بھی معیاری گئے کے حصول میں مشکلات کا باعث ہے ۔

کمپنی کے بھاری نقصانات اور صنعت کو در بیش تمام مشکلات کے باوجو د، کمپنی کی انتظامیہ اپنی بہترین کو ششوں سے ممپنی کے معاملات نوش اسلولی ہے

DINSHAW H. ANKLESARIA

Chief Executive Dated: March 01, 2017



NON-CURRENT ASSETS Property, plant and equipment

CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2016

Unaudited	Audited
December 31, 2016	September 30 2016
(Ruj	pees)———

2 347 812 704

2,320,785,400

ASSETS

Long term investments	158,714,980	158,714,980
Long term loans	284,297	158,311
Long term deposits	1,626,282	1,431,282
CURRENT ASSETS		
Stores, spares and loose tools	42,247,182	28,000,160
Stock in trade	111,352,013	-
Trade debts - unsecured (considered good)	52,147,246	-
Loans and advances	19,548,980	16,600,234
Prepayments and other receivables	8,563,771	8,130,177
Taxation refundable	49,635,563	49,935,281
Cash and bank balances	43,290,196	1,331,543
	326,784,951	103,997,395
TOTAL ASSETS	2,808,195,910	2,612,114,672

EQUITY AND LIABILITIES

SHARE	CAPITAL	L AND I	RESERVES

250,000,000	250,000,000
223,080,000	223,080,000
(1,151,033,426)	(1,045,626,408)
(927,953,426)	(822,546,408)
1,339,697,719	1,339,697,719
138,921,502	65,766,502
192,254,000	192,254,000
223,979,433	223,979,433
	223,080,000 (1,151,033,426) (927,953,426) 1,339,697,719 138,921,502 192,254,000

10,182,759

234,162,192

Provision for gratuity 11,007,967

Markup free

CURRENT LIABILITIES		
Trade and other payables	1,485,701,023	1,257,225,602
Short term borrowings	124,996,633	124,996,633
Mark up accrued	40,932,259	40,388,872
Current portion of non current liabilities	168,476,041	168,476,041
	1,820,105,956	1,591,087,148
TOTAL EQUITIES AND LIABILITIES	2,808,195,910	2,612,114,672

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

DINSHAW H. ANKLESARIA

Chief Executive/Director Dated: March 01, 2017

SYED ABID HUSSAIN

11,693,519

Director



CONDENSED INTERIM PROFIT AND LOSS ACCOUNT FOR THE FIRST QUARTER ENDED DECEMBER 31, 2016 (UNAUDITED)

	/	
	1st Quarter December 2016	1st Quarter December 2015
	(Rupees)	
Sales - Net	459,859,007	271,237,552
Cost of sales	(537,112,273)	(342,330,823)
Gross Loss	(77,253,266)	(71,093,271)
Operating expenses		
Administrative expenses	(17,409,535)	(32,985,604)
Distribution cost	(1,019,350)	(1,047,717)
	(18,428,885)	(34,033,321)
Operating loss	(95,682,151)	(105,126,592)
Other income	309,695	3,150
	(95,372,456)	(105,123,442)
Unrealised gain on loan amortisation	-	4,298,679
inancial cost	(5,435,972)	(5,659,976)
Loss before taxation	(100,808,428)	(106,484,739)
Provision for taxation - Current	(4,598,590)	-
Loss after taxation	(105,407,018)	(106,484,739)
Loss Per Share-Basic and Diluted	(4.73)	(4.77)

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

DINSHAW H. ANKLESARIA Chief Executive/Director

Dated: March 01, 2017

SYED ABID HUSSAIN

Director