



**UNAUDITED
CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
MARCH 31, 2019**

SAKRAND SUGAR MILLS LIMITED



COMPANY PROFILE

BOARD OF DIRECTORS	Mr. Jamil Akberi Mr. Dinshaw H. Anklesaria Mr. Amad Uddin Mr. Abdul Naeem Quraishi Mr. Neville Mehta Mrs. Fatma Gulamali Dr. Jamshed H. Anklesaria	Chairman/Director Chief Executive/Director Director Director Director Director Director
AUDIT COMMITTEE	Mr. Abdul Naeem Quraishi Mr. Jamil Akberi Mr. Neville Mehta	Chairman Member Member
HR COMMITTEE	Mr. Neville Mehta Mr. Jamil Akberi Mr. Amad Uddin	Chairman Member Member
CHIEF FINANCIAL OFFICER	Mr. Amad Uddin	
COMPANY SECRETARY	Mr. Amad Uddin	
BANKERS	Allied Bank Limited Bank Al Habib Limited Bank Alfalah Limited Habib Bank Limited Meezan Bank Limited MCB Bank Limited National Bank Of Pakistan Soneri Bank Limited Sindh Bank Limited Summit Bank Limited United Bank Limited	
AUDITORS	UHY Hassan Naeem & Co. Chartered Accountants	
LEGAL ADVISOR	Mr. Abdul Naeem Quraishi	
REGISTRAR	M/s JWAFS Registrar Services (Pvt.) Ltd. 407-408, Al Aameera Centre Shahrah-e-Iraq, Saddar Karachi-74400	
REGISTERED OFFICE	41-K, Block-6, P.E.C.H.S., Karachi Phone. 0092-21-35303291-2 www.sakrandsugar.com	
FACTORY ADDRESS	Deh Tharo Unar, Taluka Sakrand District Shaheed Benazir Abad, Sindh.	



DIRECTORS' REPORT

On behalf of the Board of Directors, it is our privilege to present to you the unaudited condensed interim financial statements of the Company for the half year ended March 31, 2019.

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

OPERATING RESULTS		2018-19	2017-18
Season started		03-Dec-18	30-Nov-17
Season closed		25-March-19	26-April-18
Duration of season		113	148
Sugarcane crushed	MT	335,136	367,222
Sugar produced	MT	36,865	39,660
Sugar recovery	%	11.0	10.8
Molasses produced	MT	19,435	26,047
Molasses recovery	%	5.08	5.50

FINANCIAL SUMMARY		2018-19	2017-18
		(Rupees)	(Rupees)
Sales - net		2,135.707 million	1,265.109 million
Operating profit		409.254 million	290.669 million
Profit before taxation		340.046 million	342.319 million
Profit after taxation		260.506 million	241.735 million
EPS		5.84	5.42

The crushing season commenced on December 03, 2018, however, the Government of Sindh issued notification on December 07, 2018 for fixing the minimum support price of sugarcane for the crushing season 2018-19 at Rs.182 per 40 kgs. In addition, mills were also required to pay Quality Premium at the rate of fifty paisas per 40 kg for every 0.1 percent recovery in excess of the benchmark of 8.7%. The Notification for Quality Premium is still being challenged in the court.

This minimum price fixed plus the quality premium issue does not justify as feasible in the light of both local and international prices of sugar, therefore, Pakistan Sugar Mills Association- Sindh Zone (PSMA-SZ) filed petition before the Honourable High Court of Sindh praying that the minimum support price fixed by the Government was totally arbitrary and unjustified as it would result in financial catastrophe and economic disaster to the sugar industry.

The overall yield per acre for sugar cane is significantly less than previous years due to severe shortage of water in irrigation canals. This is resulting in scarce availability of sugar cane by an estimate of 20-30% and that too at much higher rates.

We would like to acknowledge and appreciate the team effort put in by every employee of the Company and pray to Almighty to guide the Company towards more success and betterment in the future.

For and on behalf of the Board of Directors

Jamil Akberi
Chairman / Director

Dated: May 30, 2019



ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے کمپنی کے ششماہی غیر آڈٹ شدہ مالیاتی حسابات برائے 31 مارچ 2019 پیش خدمت ہیں۔

کمپنی کی مجموعی کارکردگی کا تقابلی جائزہ مندرجہ ذیل اعداد و شمار سے لگایا جاسکتا ہے۔

آپریٹنگ نتائج:

		2018-19	2017-18
Season started		03-Dec-18	30-Nov-17
Season closed		25-March-19	26-April-18
Duration of season		113	148
Sugarcane crushed	MT	335,136	367,222
Sugar produced	MT	36,865	39,660
Sugar recovery	%	11.0	10.8
Molasses produced	MT	19,435	26,047
Molasses recovery	%	5.08	5.50

مالیاتی نتائج:

	2018-19	2017-18
	(Rupees)	(Rupees)
Sales - net	2,135.707 million	1,265.109 million
Operating profit	409.254 million	290.669 million
Profit before taxation	340.046 million	342.319 million
Profit after taxation	260.506 million	241.735 million
EPS	5.84	5.42

کرٹنگ سیزن کا آغاز 3 دسمبر 2018 کو ہوا اور حکومت سندھ نے 7 دسمبر 2018 کو گنے کی کم از کم سپورٹ پرائس برائے سیزن 2018-2019 کے نوٹیفکیشن کا اجراء کیا جس میں گنے کی قیمت -182 روپے فی 40 کلوگرام مقرر کی گئی۔ علاوہ ازیں شوگر ملز کو الٹی ریٹینم شکر کی اوسط ریکوری کے شیڈ مارک 8.70 فیصد سے زائد ہر 0.10 فیصد پر 0.50 روپے فی 40 کلوگرام ادا کرے گی۔ کو الٹی ریٹینم کے نوٹیفکیشن کو ابھی بھی کورٹ میں چیلنج کیا جا رہا ہے۔

حکومت سندھ نے گنے کی کم از کم قیمت -182 روپے فی 40 کلوگرام مقرر کرتے ہوئے شوگر ملز کے ساتھ نا انصافی کی اور اسکی مطابقت شکر کی قیمتوں میں قومی اور بین الاقوامی منڈیوں کے حساب سے نہیں کی۔ اس لیے "پاکستان شوگر ملز ایسوسی ایشن" سندھ زون (PSMA-Sindh Zone) نے ایک پٹیشن معززہائی کورٹ سندھ میں دائر کی ہے کہ حکومت سندھ کی طرف سے مقرر کردہ گنے کی فی من قیمت خرید سراسر غیر منصفانہ ہے اور یہ سندھ کی شوگر ملز کو مالی بحران اور تباہی کے دہانے پر پہنچا دے گی۔

یابی کی قلت کے باعث گنے کی حالیہ فی ایکڑ پیداوار پچھلے سال کی نسبت 20 سے 30 فی صد کم رہی جس کی وجہ سے شوگر ملز کو گنے کی کمی اور زیادہ قیمت خرید کا مسئلہ درپیش رہا۔

آخر میں، میں تمام کمپنی اسٹاف کا ان کی انتھک محنت کے لیے تہ دل سے شکر گزار ہوں اور اللہ رب العزت کے حضور دعا کو ہوں کہ وہ کمپنی کو بہتری اور کامیابی کی طرف گامزن فرمائے۔ آمین

برائے سکریٹری شوگر ملز لمیٹڈ

جمیل اکبری

ڈائریکٹر چیئرمین

بتاریخ: ۳۰ مئی، ۲۰۱۹



AUDIOTORS' REPORT TO THE MEMBERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Sakrand Sugar Mills Limited (The "Company")** as of March 31, 2019, the related condensed interim statements of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flows and notes to the financial statements for the six-month period then ended, (here-in-after referred to as the "Condensed interim financial statements"). Management is responsible for the preparation and fair presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for condensed interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Basis for Qualified Conclusion

As given in notes 7 to the accompanying condensed interim financial statements the company is carrying stock of compost fertilizer in process amounting to Rs 904.824 million that is accounted for on the basis of net realizable value instead of cost as at reporting date, thus constituting the departure from International accounting standards. We are unable to satisfy our self regarding the net realizable value of compost fertilizer in process. Further we are unable to satisfy ourselves in respect of further process cost on compost fertilizer up to reporting date and the actual cost could not be determined by us.

Qualified Conclusion

Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended March 31, 2019 and 2018 have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2019.

Financial statement of the company for the year ended September 30, 2018 were audited by another firm of chartered accountants who have issued modified audit report dated April 11, 2019.

The engagement partner on the review resulting in this independent auditors' review report is **Imran Iqbal**.



KARACHI

DATE: 30th May, 2019



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2019

		(Unaudited) March 31, 2019	(Audited) September 30, 2018
	Note	----- Rupees in 000 -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	3,235,827	3,099,364
Intangible assets		4,104	4,915
Long-term loans		970	323
Long-term deposits		2,098	2,098
		<u>3,242,999</u>	<u>3,106,700</u>
CURRENT ASSETS			
Stores, spares and loose tools		78,412	42,073
Stock-in-trade	7	1,104,970	518,655
Trade debts - unsecured (considered good)		94	94
Loans and advances		25,230	18,874
Prepayments and other receivables		75,003	150,391
Short-term investments		5,000	30,000
Tax refunds due from government		27,446	27,446
Cash and bank balances	8	18,727	46,439
		<u>1,334,882</u>	<u>833,972</u>
TOTAL ASSETS		<u><u>4,577,881</u></u>	<u><u>3,940,672</u></u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital		<u>600,000</u>	<u>600,000</u>
Share capital			
Issued, subscribed and paid-up capital		446,160	446,160
Capital reserve			
Surplus on revaluation of fixed assets		1,778,396	1,789,432
Revenue reserve			
Accumulated loss		(294,606)	(566,148)
Directors'/Sponsors' subordinated loan		<u>92,767</u>	<u>92,767</u>
		<u>2,022,717</u>	<u>1,762,211</u>
NON-CURRENT LIABILITIES			
Deferred taxation		417,423	377,921
Long term finance - secured	9	807,528	921,937
Deferred liabilities		76,263	76,811
		<u>1,301,214</u>	<u>1,376,669</u>
CURRENT LIABILITIES			
Trade and other payables		918,878	618,993
Unclaimed dividend		6,745	9,311
Current portion of Long term finance - secured		230,818	124,909
Accrued mark-up		36,479	26,466
Current tax liability		61,030	22,113
		<u>1,253,950</u>	<u>801,792</u>
CONTINGENCIES AND COMMITMENTS	10		
TOTAL EQUITY AND LIABILITIES		<u><u>4,577,881</u></u>	<u><u>3,940,672</u></u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial information.


DIRECTOR


DIRECTOR


CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT
FOR THE HALF YEAR AND QUARTER ENDED MARCH 31, 2019
(UN-AUDITED)**

Note	Half year ended		Quarter ended		
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018	
----- Rupees in 000 -----					
Sales - net	11	2,135,707	1,265,109	1,843,710	948,708
Cost of sales	12	(1,664,358)	(924,137)	(1,504,763)	(715,225)
Gross profit		471,349	340,972	338,947	233,483
Operating expenses					
Administrative expenses		(57,009)	(45,639)	(39,444)	(29,087)
Distribution cost		(5,086)	(4,664)	(4,403)	(4,069)
		(62,095)	(50,303)	(43,847)	(33,156)
Operating profit		409,254	290,669	295,100	200,327
Finance cost		(69,602)	(49,344)	(36,576)	(38,419)
Other charges		-	(24,915)	-	(24,915)
Penalty		(35)	-	(35)	-
Unrealized gain on loan amortisation		-	(594)	-	(6,019)
Other income		429	126,503	30	97,956
		(69,208)	51,650	(36,581)	28,603
Profit before tax		340,046	342,319	258,519	228,930
Income tax expense	13	(79,540)	(100,584)	(78,586)	(105,141)
Profit after tax		260,506	241,735	179,933	123,789
Earning per share					
- Basic and diluted		5.84	5.42	4.03	2.77

The annexed notes from 1 to 18 form an integral part of these condensed interim financial information.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED MARCH 31, 2019
(UN-AUDITED)**

	Half year ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	----- Rupees in 000 -----			
Net profit for the period	260,506	241,735	179,933	123,789
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	260,506	241,735	179,933	123,789

The annexed notes from 1 to 18 form an integral part of these condensed interim financial information.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER



CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED MARCH 31, 2019
(UN-AUDITED)

	March 31, 2019	March 31, 2018
Note	----- Rupees in 000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from / (used in) operations	14 190,909	(416,253)
Taxes paid	(1,122)	(21,369)
Finance cost paid	(59,589)	(46,055)
	(60,711)	(67,424)
Net cash generated from / (used in) operating activities	130,198	(483,677)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(185,641)	(72,538)
Capital work in progress	14,444	-
Short term investments	25,000	167,650
Long-term loans	(647)	15
Long-term deposits	-	(488)
Net cash (used in) / generated from investing activities	(146,844)	94,639
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finance - secured	(8,500)	451,958
Unclaimed dividend paid	(2,566)	-
Net cash (used in) / generated from financing activities	(11,066)	451,958
Net (decrease) / increase in cash and cash equivalents	(27,712)	62,920
Cash and cash equivalents at the beginning of the period	46,439	141,775
Cash and cash equivalents at the end of the period	18,727	204,695

The annexed notes from 1 to 18 form an integral part of these condensed interim financial information.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED MARCH 31, 2019
(UN-AUDITED)**

Paid-up capital	Capital reserve	Revenue reserve	Directors' / sponsors' subordinated loan	Total equity
Issued, subscribed & paid-up capital	Surplus on revaluation of fixed assets	Accumulated loss		Total

----- Rupees in 000 -----

Balance as at October 01, 2017	446,160	1,811,583	(824,289)	92,767	1,526,221
Total comprehensive loss for the period	-	-	241,735	-	241,735
Transferred from surplus on revaluation of fixed assets - incremental depreciation charged during the period - net of deferred tax	-	(11,970)	11,970	-	-
Balance as at March 31, 2018	446,160	1,799,613	(570,584)	92,767	1,767,956
Balance as at October 01, 2018	446,160	1,789,432	(566,148)	92,767	1,762,211
Total comprehensive income for the period	-	-	260,506	-	260,506
Transferred from surplus on revaluation of fixed assets - incremental depreciation charged during the period - net of deferred tax	-	(11,036)	11,036	-	-
Balance as at March 31, 2019	446,160	1,778,396	(294,606)	92,767	2,022,717

The annexed notes from 1 to 18 form an integral part of these condensed interim financial information.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER



**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED MARCH 31, 2019
(UN-AUDITED)**

1 THE COMPANY AND ITS OPERATIONS

Sakrand Sugar Mills Limited (the Company) was incorporated in Pakistan on March 02, 1989, as a public limited company. The Company is listed on the Pakistan Stock Exchange. The principal business of the Company is to manufacture and sell white sugar. The manufacturing facilities of the Company including the Mill are located at Deh Tharo Unar, Taluka Sakrand, District Shaheed Benazirabad, Sindh.

2 STATEMENT OF COMPLIANCE

The condensed interim financial information of the Company for the six months period ended March 31, 2019 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. These accounting & reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- 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 IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3 BASIS OF PREPARATION

- 3.1** The condensed interim financial information are un-audited but subject to limited scope review by auditors and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the listing Regulations of the Pakistan Stock Exchange. The condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended September 30, 2018.

The figures of the condensed interim statement of profit and loss and condensed interim statement of comprehensive income for the quarters ended March 31, 2019 and March 31, 2018 and notes forming part thereof have not been reviewed by the auditors of the Company, as they have reviewed the cumulative figures for the half years ended March 31, 2019 & March 31, 2018.

4 ACCOUNTING POLICIES

These condensed interim financial information have been prepared using the same accounting policies as those applied in the preparation of the audited annual financial statements of the Company for the year ended September 30, 2018 except that the Company has adopted the following IFRSs which became effective during the period:

- IFRS 15 - Revenue from contracts with customers
- IFRS 9 - Financial Instruments

The adoption of the above standards did not have any material effect on the condensed interim financial statements.



5 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed interim financial information in conformity with approved accounting standards require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of these condensed interim financial information are same as those applied to financial statements as at and for the year ended September 30, 2018.

	(Unaudited) March 31, 2019	(Audited) September 30, 2018
	----- Rupees in 000 -----	
6 PROPERTY, PLANT AND EQUIPMENT		
Opening book value	3,099,364	2,936,016
Additions during the period		
Factory building	3,434	-
Plant and machinery	95,285	129,791
Office equipment and others	1,312	2,342
Furniture and fixture	229	609
Vehicles	1,847	9,726
	102,107	142,468
Depreciation for the period	(34,734)	(62,654)
Capital work-in-progress	69,090	83,534
Closing book value	3,235,827	3,099,364
7 STOCK-IN-TRADE		
Finished goods	190,793	117,758
Sugar in process	3,884	2,729
Molasses	4,946	418
Compost fertilizer in process	904,825	391,642
Bagasse	522	6,108
	1,104,970	518,655
8 CASH AND BANK BALANCES		
Cash in hand	923	77
Cash at bank		
- Current account	17,794	46,352
- Deposit account	10	10
	18,727	46,439
9 LONG TERM FINANCE - SECURED		

There is no change in the terms and conditions of long-term financing as disclosed in the Company's annual audited financial statements for the year ended September 30, 2018.

10 CONTINGENCIES AND COMMITMENTS

The status of contingencies and commitments is same as that disclosed in annual audited financial statements for the year ended September 30, 2018.



	Half year ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Note	----- Rupees in 000 -----			
11 SALES - NET				
Gross sales				
- Sugar - local	2,135,456	1,228,154	1,811,576	894,401
- Sugar - exports	-	78,796	-	78,796
- Molasses	124,123	88,856	120,379	88,856
- Compost fertilizer	115,864	-	115,864	-
Sales tax	(239,736)	(130,697)	(204,109)	(113,345)
	2,135,707	1,265,109	1,843,710	948,708
12 COST OF SALES				
Sugarcane consumed	2,076,547	1,297,338	1,953,435	1,126,426
Manufacturing expenses	174,125	158,537	109,375	99,227
	2,250,672	1,455,875	2,062,810	1,225,653
Sugar in process				
Opening	2,729	3,374	23,114	19,416
Closing	(3,884)	(23,003)	(3,884)	(23,003)
	(1,155)	(19,629)	19,230	(3,587)
Sugar				
Opening	117,758	-	57,012	5,268
Closing	(190,793)	(344,794)	(190,793)	(344,794)
	(73,035)	(344,794)	(133,781)	(339,526)
Molasses				
Opening	418	-	11,538	-
Closing	(4,945)	(6,234)	(4,945)	(6,234)
	(4,527)	(6,234)	6,593	(6,234)
Baggase				
Opening	6,108	-	1,067	-
Closing	(522)	(25,300)	(522)	(25,300)
	5,586	(25,300)	545	(25,300)
Compost Fertilizer				
Opening	391,642	-	454,191	-
Closing	(904,825)	(135,781)	(904,825)	(135,781)
	(513,183)	(135,781)	(450,634)	(135,781)
	1,664,358	924,137	1,504,763	715,225
12.1 Manufacturing expenses				
Stores and spares consumed	41,488	42,900	32,815	36,347
Fuel and power	19,667	18,848	8,609	7,379
Salaries, wages including bonus and staff amenities	63,172	56,251	37,684	34,262
Repairs and maintenance	14,114	8,054	9,118	4,031
Vehicle maintenance	1,687	1,155	931	730
Insurance	2,666	2,754	2,666	1,541
Depreciation	27,009	24,164	14,004	11,382
Others	4,322	4,411	3,548	3,555
	174,125	158,537	109,375	99,227



13 INCOME TAX EXPENSE

	Half year ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	----- Rupees in 000 -----			
Current	(40,039)	(59,865)	(40,039)	(40,589)
Deferred	(39,501)	(40,719)	(38,547)	(64,552)
	(79,540)	(100,584)	(78,586)	(105,141)

March 31 March 31,
2019 2018
----- Rupees in 000 -----

14. CASH FLOWS FROM OPERATING ACTIVITIES

Profit before tax	340,046	342,319
Adjustment for:		
Depreciation	34,734	32,479
Amortisation	811	923
Finance cost	69,602	45,720
Interest expense - imputed	-	3,624
Loss on amortization of investment	-	594
Sindh workers' profit participation fund	-	16,049
Sindh workers' welfare fund	-	6,551
Export subsidy	-	(41,600)
Liabilities no longer payable written back	-	(80,763)
Provision for gratuity	-	1,043
	105,147	(15,380)
Operating profit before working capital changes	445,193	326,939
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(36,340)	(15,500)
Stock-in-trade	(586,314)	(531,739)
Trade debts - unsecured (considered good)	-	117,939
Loans and advances	(6,355)	14,255
Prepayments and other receivables	75,389	(2,617)
	(553,620)	(417,662)
	(108,427)	(90,723)
Increase / (decrease) in current liabilities		
Trade and other payables	299,336	(325,530)
Cash generated from / (used in) operation	190,909	(416,253)

15. RELATED PARTY TRANSACTIONS

The related parties comprise of directors, key management personnel and retirement benefits plan established for the benefits of the employees.

Relationship	Nature of Transaction	March 31,	March 31,
		2019	2018
		----- Rupees in 000 -----	
Key management personnel	Remuneration paid	3,631	-



16 REMUNERATION OF THE CHIEF EXECUTIVE OFFICER AND DIRECTORS

	March 31, 2019	March 31, 2018
	----- Rupees in 000 -----	
Remuneration	3,366	-
Conveyance	140	
Company's contribution to Provident Fund	125	
	<u>3,631</u>	<u>-</u>
Number of directors	1	

No remuneration has been paid by the Company to its chief executive officer during the current period.

17 AUTHORIZATION FOR ISSUE

These condensed interim financial information have been authorized for issue on May 30, 2019 by the board of directors of the Company.

18. GENERAL

Figures have been rounded off to the nearest thousand, unless otherwise stated.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER