



# Condensed Interim Financial Information

For the Half Year ended  
**March 31, 2012**  
(Un-Audited)



سانگھڑ شوگر ملز لمیٹیڈ

**Sanghar Sugar Mills Limited**

## COMPANY INFORMATION

### BOARD OF DIRECTORS

Haji Khuda Bux Rajar	(Chairman / Chief Executive)
Mr. Jam Mitha Khan	
Mr. Ghulam Dastagir Rajar	
Mr. Gul Mohammad	
Mr. Mohammad Aslam	
Mr. Qazi Shamsuddin	
Mr. Shahid Aziz	(Representing NIT)
Mr. Irshad Husain	(Representing NIT)

### AUDIT COMMITTEE

Mr. Ghulam Dastagir Rajar	(Chairman)
Mr. Gul Mohammad	(Member)
Mr. Shahid Aziz	(Member)

### COMPANY SECRETARY

Mr. Abdul Ghafoor Ateeq

### CHIEF FINANCIAL OFFICER

Mr. Muhammad Jawad Durrani

### STATUTORY AUDITORS

Hyder Bhimji & Co  
Chartered Accountants  
(Member of Kreston International)

### COST AUDITORS

Siddiqi & Company  
Cost & Management Accountants

### BANKERS

Allied Bank Limited  
Askari Bank Limited  
Al-Baraka Bank (Pakistan) Limited  
Bank Al-Falah Limited  
Habib Bank Limited  
MCB Bank Limited  
National Bank of Pakistan

### SHARE REGISTRAR

Hameed Majeed Associates (Pvt) Ltd.  
5th Floor, Karachi Chambers,  
Hasrat Mohani Road, Karachi  
Phone : 021 - 32412754 - 32411474  
Fax : 021 - 32424835

### REGISTERED OFFICE

101 – First Floor, Ocean Centre  
Talpur Road, Karachi  
Phone : 021-32427171-72  
Fax No : 021-32410700  
E-mail : [ssml@cyber.net.pk](mailto:ssml@cyber.net.pk)

### FACTORY

13th Km, Sanghar – Sindhri Road,  
Deh Kehore, District Sanghar, Sindh  
Phone : (0345) 3737001 – 8222911  
(0235) 542158



# DIRECTORS' REVIEW

Dear Members

On behalf of the Board of Directors, it is my privilege to present to you the Un-audited Condensed Interim Financial Information of the Company for the half year ended March 31, 2012 duly reviewed by the Statutory Auditors of the Company.

## Review of the Performance of the Company

The crushing season for the year 2011-2012 started on November 25, 2011 and completed on March 12, 2012. The price of sugar cane fixed by the Government of Sindh for the season 2011-2012 at Rs 154 per 40 kg which is higher by around 21% from the price fixed at Rs 127 per 40 kg for the last season 2010-2011. Moreover, the ever increasing inflationary pressure on the other input items along with drastically fallen prices of sugar in the local and international markets have had a direct impact on the Company's earnings. However, the Company has made its best efforts to play its role with regard to its social and corporate responsibilities for economic well-being and development of the Country along with uplift of the people living in the rural areas of the Country.

## Operating Results

A brief summary of operating results of the Company during the half year ended March 31, 2012 along with the comparatives for the corresponding period are given below:

	<b>Oct. to March 2012</b>	<b>Oct. to March 2011</b>
Season started on	<b>25-11-2011</b>	22-11-2010
Season completed on	<b>12-03-2012</b>	18-03-2011
Duration of crushing      Days	<b>109</b>	117
Sugarcane crushed      M – Tons	<b>483,352</b>	491,205
Sugar Produced      M – Tons	<b>46,516</b>	47,008
Sucrose recovery      %	<b>9.66</b>	9.57

## Review of Operation

The Company operated at reasonable level during the half year ended March 31, 2012 and was able to manufacture reasonable quantity of sugar as compared with the corresponding period.

## Financial Results

The key financial figures of the Company for the half year ended March 31, 2012 along with the corresponding period are summarized as under:

	<b>Oct. to March 2012</b>	<b>Oct. to March 2011</b>
	<b>.....(Rupees in thousands).....</b>	
Net (loss)/ profit before taxation	<b>(31,180)</b>	53,040
Taxation	<b>(12,563)</b>	(10,855)
Net (loss)/profit after taxation	<b>(43,743)</b>	<b>42,185</b>
(Loss)/Earning per share- Basic and diluted (Rupees)	<b>(3.66)</b>	<b>3.53</b>



## Review of Financial Results

As mentioned above, the Company was able to manufacture reasonable quantity of sugar as compared with the corresponding period, but enhanced price of sugarcane, increasing overhead expenses, drastically fallen prices of sugar in the local and international market, piling-up of stock of sugar by the industry and sugar contracted for sale but not lifted by the parties are the main factors that have had directly affected the financial results. Under the circumstances, the Company made net sales of Rs 1,449,744 thousands as compared with net sales of Rs 1,006,166 thousands in the corresponding period and net loss after taxation of Rs 43,743 thousands as compared with the net profit after taxation of Rs 42,185 thousands during the corresponding period ended March 31, 2011.

## Future Prospects

As already reported in the previous Reports of the Company, the sugar industry is functioning under the peculiar environment affected by the policies of federal and provincial governments as well as the trend of the international and local markets. The rising trend of procurement cost of sugarcane along with increasing other overhead expenses, volatile sale prices of sugar, other situations and unpredictable circumstances in the sugar industry might affect the Company currently and in the future as well. Under the circumstances, sufficient availability of sugarcane at reasonable price and stability in sugar prices will shape the future prospects of the sugar industry. In this connection, the Government should consider the proposal of Pakistan Sugar Mills Association to link the price of sugarcane with selling price of sugar, because maintenance of reasonable price of sugar will help to tackle the situation and result in benefiting to all the stake holders and allow the sugar industry to continue its operation for providing various economic and financial opportunities to uplift the rural areas of the Country.

## Acknowledgement

Your Directors place on record their appreciation of the devoted and dedicated services of the executives, officers, staff members and workers of the Company.

For and on behalf of the Board of Directors

**Gul Mohammad**  
Director

Karachi: May 26, 2012



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

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## INTRODUCTION:

We have reviewed the accompanying condensed interim balance sheet of **Sanghar Sugar Mills Limited** as at March 31, 2012 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity, together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial information") for the six months period ended. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended March 31, 2012 and 2011 have not been reviewed, as we were required to review only the cumulative figures for the six months period ended March 31, 2012.

## SCOPE OF REVIEW:

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Statements 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.

## CONCLUSION:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the six months period ended March 31, 2012 is not prepared, in all material respects in accordance with approved accounting standards as applicable in Pakistan.

## HYDER BHIMJI & CO.

Chartered Accountants  
Engagement Partner: M. Hanif Razzak

Karachi: May 26, 2012



## CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2012

	Note	Un-Audited Mar. 31 2012	Audited Sep. 30 2011
(Rupees in '000)			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	762,219	754,005
Long Term Deposits		36,396	36,396
		<b>798,615</b>	790,401
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		45,579	45,906
Stock-in-trade		1,804,548	1,355,937
Trade debts		28,639	12,425
Loans and advances		18,208	42,060
Short term prepayments		5,943	1,552
Cash and bank balances		10,452	13,638
		<b>1,913,369</b>	1,471,518
		<b>2,711,984</b>	2,261,919
<b>TOTAL ASSETS</b>			
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized capital		200,000	200,000
20,000,000 shares of Rs.10 each			
Issued, subscribed and paid up capital		119,460	119,460
Unappropriated profit		169,647	208,989
		<b>289,107</b>	328,449
<b>SURPLUS ON REVALUATION OF FIXED ASSETS</b>			
		162,272	169,043
<b>NON CURRENT LIABILITIES</b>			
Liabilities against asset subject to finance lease	7	71,729	85,089
Deferred liabilities		224,226	216,247
		<b>295,955</b>	301,336
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,122,256	1,004,548
Accrued mark-up		13,016	19,595
Short term borrowings		799,978	355,274
Current portion of non current liabilities		28,868	38,527
Taxation- net		532	45,147
		<b>1,964,650</b>	1,463,091
<b>CONTINGENCIES AND COMMITMENTS</b>			
	8		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,711,984</b>	2,261,919

The annexed notes form an integral part of this condensed interim financial information.

**Statement u/s 241(2) of the Companies Ordinance, 1984**

The Chief Executive of the Company is out of the country. Due to the reason, the condensed interim financial information for the six months period ended March 31, 2012 has been signed by two directors of the Company under the provisions of section 241(2) of the Companies Ordinance, 1984.

DIRECTOR  
Karachi: May 26, 2012

DIRECTOR



## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2012 (Un Audited)

	Six months period ended		Quarter ended	
	Mar 31 2012	Mar 31 2011	Mar 31 2012	Mar 31 2011
	..... (Rupees in '000) .....			
Sales	1,449,744	1,006,166	718,265	786,631
Cost of sales	1,398,243	875,022	694,893	700,852
<b>Gross profit</b>	<b>51,501</b>	131,144	<b>23,372</b>	85,779
Distribution cost	2,821	1,971	1,907	1,531
Administrative expenses	47,792	46,251	28,854	29,122
	<b>50,613</b>	48,222	<b>30,761</b>	30,653
Other operating expenses	1,628	5,242	1,136	2,974
Finance cost	32,967	30,247	22,769	26,425
	<b>34,595</b>	35,489	<b>23,905</b>	29,399
	<b>(33,707)</b>	47,433	<b>(31,294)</b>	25,727
Other operating income	2,527	5,607	2,479	933
<b>Net (loss)/profit before taxation</b>	<b>(31,180)</b>	53,040	<b>(28,815)</b>	26,660
Taxation	(12,563)	(10,855)	(13,655)	(719)
<b>Net (loss)/profit after taxation</b>	<b>(43,743)</b>	42,185	<b>(42,470)</b>	25,941
<b>(Loss)/Earning per share</b>				
- Basic and diluted (Rupees)	<b>(3.66)</b>	3.53	<b>(3.56)</b>	2.17

The annexed notes form an integral part of this condensed interim financial information.

### **Statement u/s 241(2) of the Companies Ordinance, 1984**

The Chief Executive of the Company is out of the country. Due to the reason, the condensed interim financial information for the six months period ended March 31, 2012 has been signed by two directors of the Company under the provisions of section 241(2) of the Companies Ordinance, 1984.

DIRECTOR

DIRECTOR

Karachi: May 26, 2012



## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2012 (Un Audited)

	Six months period ended		Quarter ended	
	Mar 31 2012	Mar 31 2011	Mar 31 2012	Mar 31 2011
	(Rupees in '000)			
Net (loss)/profit after taxation	(43,743)	42,185	(42,470)	25,941
<b>Other Comprehensive Income</b>				
Incremental depreciation charged on surplus on revaluation of fixed assets net of deferred tax	4,401	1,573	2,200	363
<b>Total Other Comprehensive Income</b>	4,401	1,573	2,200	363
<b>Total Comprehensive Income</b>	<b>(39,342)</b>	<b>43,758</b>	<b>(40,270)</b>	<b>26,304</b>

The annexed notes form an integral part of this condensed interim financial information.

### Statement u/s 241(2) of the Companies Ordinance, 1984

The Chief Executive of the Company is out of the country. Due to the reason, the condensed interim financial information for the six months period ended March 31, 2012 has been signed by two directors of the Company under the provisions of section 241(2) of the Companies Ordinance, 1984.

DIRECTOR

Karachi: May 26, 2012

DIRECTOR

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2012 (Un Audited)

Particulars	Share Capital	Unappropriated Profit (Rs. in '000)	Total
Balance as at October 01, 2010	119,460	186,002	305,462
<b>Total Comprehensive Income for the period</b>			
Net profit after tax for the half year ended March 31, 2011	—	42,185	42,185
Incremental depreciation charged on surplus on revaluation of fixed assets net of deferred tax	—	1,573	1,573
	—	43,758	43,758
<b>Distribution to owners</b>			
Final Dividend for the year ended September 30, 2010	—	(17,919)	(17,919)
Balance as at March 31, 2011	119,460	211,841	331,301
Balance as at October 01, 2011	<b>119,460</b>	<b>208,989</b>	<b>328,449</b>
<b>Total Comprehensive Income for the period</b>			
Net loss after tax for the half year ended March 31, 2012	—	(43,743)	(43,743)
Incremental depreciation charged on surplus on revaluation of fixed assets net of deferred tax	—	4,401	4,401
	—	(39,342)	(39,342)
<b>Balance as at March 31, 2012</b>	<b>119,460</b>	<b>169,647</b>	<b>289,107</b>

The annexed notes form an integral part of this condensed interim financial information.

### Statement u/s 241(2) of the Companies Ordinance, 1984

The Chief Executive of the Company is out of the country. Due to the reason, the condensed interim financial information for the six months period ended March 31, 2012 has been signed by two directors of the Company under the provisions of section 241(2) of the Companies Ordinance, 1984.

DIRECTOR

Karachi: May 26, 2012

DIRECTOR





# CONDENSED INTERIM CASH FLOW STATEMENT

## FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2012 (Un Audited)

	March 31 2012	March 31 2011
	(Rupees in '000)	
Net (loss)/ profit before taxation	(31,180)	53,040
<b>Adjustment for non cash charges and other items:</b>		
Depreciation	20,651	14,278
Provision for employees benefits	4,264	3,239
Provision for market committee fee	4,833	—
Finance cost	32,967	30,247
	62,715	47,764
	31,535	100,804
<b>Changes in Working capital</b>		
<b>Decrease / (Increase) in current assets</b>		
Stores, spare parts and loose tools	327	(578)
Stock - in - trade	(448,611)	(1,575,400)
Trade debts	(16,214)	(2,223)
Loans and advances	23,852	13,818
Short term prepayments	(4,391)	(6,138)
	(445,037)	(1,570,521)
<b>Increase in current liabilities</b>		
Trade and other payables	117,709	901,844
<b>Cash generated from Operations</b>	(295,793)	(567,873)
Employees benefits paid	(1,529)	(745)
Finance cost paid	(39,546)	(21,397)
Taxes paid	(59,138)	(36,885)
	(100,213)	(59,027)
<b>Net cash inflow / (outflow) from operating activities</b>	(396,006)	(626,900)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(29,567)	(134,862)
Proceeds from disposal of fixed assets	1,365	—
	(28,202)	(134,862)
<b>Net cash outflow from investing activities</b>	(28,202)	(134,862)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of long term financing	(11,180)	(10,173)
Dividend paid	—	(17,919)
Proceeds from sale and lease back transaction	—	72,500
Repayment of liabilities against asset subject to finance lease	(12,502)	(5,750)
	(23,682)	38,658
<b>Net cash (out flow) / inflow from financing activities</b>	(23,682)	38,658
<b>Net decrease in cash and cash equivalents</b>	(447,890)	(723,104)
Cash and cash equivalents at beginning of the period	(341,636)	(32,922)
<b>Cash and cash equivalents at end of the period</b>	9 (789,526)	(756,026)

The annexed notes form an integral part of this condensed interim financial information.

### **Statement u/s 241(2) of the Companies Ordinance, 1984**

The Chief Executive of the Company is out of the country. Due to the reason, the condensed interim financial information for the six months period ended March 31, 2012 has been signed by two directors of the Company under the provisions of section 241(2) of the Companies Ordinance, 1984.

DIRECTOR  
Karachi: May 26, 2012

DIRECTOR



# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2012 (Un Audited)

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## 1 THE COMPANY AND ITS OPERATIONS

- 1.1 The Company is a public limited Company incorporated in Pakistan in 1986 under the Companies Ordinance, 1984. Its shares are quoted on Karachi and Lahore Stock Exchanges. The registered office of the Company is situated at 101, 1st Floor, Ocean Centre, Talpur Road, Karachi and production facilities located at 13th K.m, Sanghar Sindhri Road, Sanghar, Sindh. The Company is principally engaged in the manufacture and sale of sugar and its by-products i-e molasses and bagasse.

## 2 BASIS OF PREPARATION

This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" and is submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984. This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual published financial statements for the year ended September 30, 2011.

## 3 ACCOUNTING POLICIES

- 3.1 The accounting policies, related judgments, estimates and assumptions adopted for the preparation of this condensed interim financial information are the same as those applied in preparation of the annual financial statements of the Company for the year ended September 30, 2011.

## 4 SEASONAL PRODUCTION

Due to seasonal availability of sugarcane, the manufacturing of sugar is carried out during the period of sugarcane and costs incurred / accrued up to the reporting date have been accounted for. Accordingly, the cost incurred / accrued after the reporting date will be reported in the subsequent financial statements.

## 5 PROVISIONS

### 5.1 Current Taxation

The Company falls under the presumptive tax regime under Sections 154 and 169 of the Income tax Ordinance, 2001, to the extent of direct export sales. Provision for tax on other income and local sales is based on taxable income at the rates applicable for current tax year, after considering the rebates and tax credits available, if any.

### 5.2 Deferred Taxation

Deferred tax is provided by using the liability method, on all temporary differences at the balance sheet date arising between the tax base of assets and liabilities and their carrying values for financial reporting purposes. Deferred tax assets are recognized only to the extent that it is probable that future profits will be available against which the assets can be utilized.

### 5.3 Workers' profit participation fund and Workers' welfare fund

Provision in respect of workers' profit participation fund and workers' welfare fund are estimated only and final liabilities will be determined on the basis of annual results.



Un-audited      Audited  
 March 31      September 30  
 2012          2011  
 (Rupees in '000)

**6 PROPERTY, PLANT & EQUIPMENT**

**6.1 Additions during the period - Owned Assets**

Plant & Machinery	31,470	24,284
Vehicles	2,339	2,636
Furniture & Fittings	—	890
Computer, Equipment & Appliances	271	82
<b>Total</b>	<b>34,080</b>	<b>27,892</b>

**6.2 Additions during the period - Leased Assets**

Plant & Machinery	—	108,322
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**6.3 Disposal during the period (NBV) - Owned Assets**

Vehicles	297	327
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**7 LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE**

The amount of future minimum lease payments along with their present value and the periods during which they will fall due are:

	Minimum Lease Payments (MLP)	Finance cost for future periods	Present value of MLP
..... (Rupees in '000) .....			
Not later than one year	26,554	9,665	16,889
Later than one year and not later than five years	79,630	7,901	71,729
	<b>106,184</b>	<b>17,566</b>	<b>88,618</b>

The Company entered into combined lease agreement, for the amount of Rs. 108,322 thousands with Orix Leasing Company (Rs. 62,264 thousands) and National Bank of Pakistan Leasing (NBPL Leasing)(Rs. 46,058 thousands) to acquire Generator and Steam Turbine for enhancing Company's power generation capacity by 6 MW. The Company has option to purchase the assets upon expiry of the lease term by making payment of residual value/ adjustment of security deposit.



## 8 CONTINGENCIES AND COMMITMENTS

### 8.1 Contingencies:

**8.1.1** The Company has filed a case 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 of Rs. 28,815 thousands (2011: 23,982 thousands) has been made as a matter of prudence, which includes Rs. 4,833 thousands for the crushing season 2011-2012.

**8.1.2** The Company alongwith other sugar mills filed a Constitutional Petition before the Honourable High Court of Sindh challenging the Competition Ordinance, 2009 (the Ordinance) on receipt of show cause notice from the Competition Commission of Pakistan (Commission) for violation of certain provisions of the Ordinance. The Honourable High Court of Sindh, granted stay and restrained the Commission not to pass final order in respect of the show cause notice. The Commission filed an appeal before the Honourable Supreme Court of Pakistan which was disposed off by the Honourable Supreme Court of Pakistan on the grounds that the matter was pending before the Honourable High Court of Sindh and Lahore.

The Competition Ordinance of 2009 was repealed on March 25, 2010 and thereafter a new Ordinance, 2010 was promulgated which also stood repealed on August 15, 2010. Thereafter, the Parliament enacted the Competition Act, 2010 (Act XIX of 2010). The Company filed amended application in view of the promulgation of the Competition Act, 2010 which was accepted by the Honourable High Court of Sindh with the consent of both the parties. The petitions were last fixed on December 13, 2011 for hearing but did not proceed and adjourned to date in office. Since, the financial impact is indeterminable, no liability has been recorded in these financial statements.

**8.1.3** The Company alongwith other sugar mills filed a Constitutional Petition before the Honourable High Court of Sindh against Pakistan Standards and Quality Control Authority - PSQCA (the Authority) challenging the notifications issued in respect of registration of the standard mark for refined sugar manufactured and sold by the Company and charging of marking fee under PSQCA Act-VI of 1996. The Authority has demanded payment of marking fee at the rate of 0.1% of ex-factory price of sugar sold with effect from January 01, 2009. The Company is of the view that the demand so raised through such notifications are without any lawful authority under the PSQCA Act-VI of 1996 and are in violation of the Constitution.

The Case came up for the hearing on August 26, 2010 before the Honourable High Court of Sindh who maintained that prima facie it appears that the impugned notifications have been issued without lawful authority and in the meanwhile the operations of the impugned notifications have been suspended.

The matter was later on fixed for hearing on April 07, 2011 and arguments from both the parties, the same was adjourned. The petition was last fixed on December 20, 2011 where written submissions were filed and argued by our legal counsel. The matter was then reserved for judgment. The Company is confident of a favourable outcome of the case.

### 8.2 Commitments:

**8.2.1** Commitments in respect of capital expenditure amount to Rs. Nil thousands (2011: Rs. 20,400 thousands).

**8.2.2** Outstanding letter of credit amounts to Rs. Nil thousands in respect of plant and machinery. (2011: Rs. 20,506 thousands)



Un-audited March 31 2012	Audited September 30 2011
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(Rupees in '000)

## 9 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise of the following items as included in the balance sheet

Cash and bank balances	10,452	43,974
Short term borrowings	(799,978)	(800,000)
Net cash and cash equivalents at the end of period	<u>(789,526)</u>	<u>(756,026)</u>

## 10 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on May 26, 2012 by the Board of Directors of the Company.

## 11 GENERAL

11.1 Figures have been rounded off to nearest thousand of rupees.

### 11.2 Corresponding Figures:

Corresponding figures in the condensed interim balance sheet comprise of balances as per last audited financial statements for the year ended September 30, 2011. Corresponding figures in the condensed interim profit and loss account, statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement comprise of balances of comparable period as per the condensed interim financial information for six months period ended March 31, 2011.

### Statement u/s 241(2) of the Companies Ordinance, 1984

The Chief Executive of the Company is out of the country. Due to the reason, the condensed interim financial information for the six months period ended March 31, 2012 has been signed by two directors of the Company under the provisions of section 241(2) of the Companies Ordinance, 1984.

DIRECTOR

DIRECTOR

Karachi: May 26, 2012



**BOOK POST**

**UNDER  
CERTIFICATE  
OF POSTING**

**REGISTERED OFFICE:**

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Phone : 021-32427171-72 Fax No : 021-32410700

E-mail: [ssml@cyber.net.pk](mailto:ssml@cyber.net.pk)

**FACTORY:**

13th Km, Sanghar Sindhri Road, Deh Kehar, District Sanghar, Sindh.

Phone : 02355-42158, 0345-8222911, 0345-3737001