

سانگهڙ شوگر ملز نميڻيڏ Sanghar Sugar Mills Limited

ANNUAL REPORT 2018











Table of Contents

Company Information	2
Statement of Vision, Mission, Corporate Objectives and Strategy & Strategic Planning	3
Code of Conduct	4
Notice of Annual General Meeting (English)	5
Notice of Annual General Meeting (Urdu)	10
Chairman's Review (English)	11
Chairman's Review (Urdu)	12
Directors' Report (English)	13
Directors' Report (Urdu)	38
Report on Corporate Social Responsibility (English)	39
Report on Corporate Social Responsibility (Urdu)	43
Key Elements of Policy for Corporate Social Responsibility	44
Key Elements of Policy for Directors' Remuneration & Meeting Fee	47
Key Elements of Policy for Whistleblowing	48
Key Operating and Financial Highlights	50
Graphical Presentation of Financial Highlights	51
Horizontal Analysis of Financial Statements	52
Vertical Analysis of Financial Statements	53
Stakeholder Engagement, Investor Relations & Financial Ratios	54
Statement of Value Addition and its Distribution	56
Graphical Presentation of Value Distribution	57
Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017	58
Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017.	59
Independent Auditors' Report to the Members	61
Statement of Financial Position	66
Statement of Profit or Loss	67
Statement of Comprehensive Income	68
Statement of Cash Flows	69
Statement of Changes in Equity	71
Notes to the Financial Statements	72
Pattern of Shareholding	110
Information Message on "Jama Punji"	112
Form of Consent to receive Notices and Audited Financial Statements through email (English & Urdu)	—
Form of Dividend Payments through Electronic Mode (English & Urdu)	
Form of Consent to receive Hard Copies of Notices and Audited Financial Statements (English & Urdu)	
Form of Proxy (English & Urdu)	—

Company Information

BOARD OF DIRECTORS

Mr. Ghulam Dastagir Rajar (Chairman) Haji Khuda Bux Rajar (Chief Executive) Mr. Mohammad Aslam

Mr. Rahim Bux Mr. Ghulam Hyder

Mr. Qazi Shamsuddin

Mr. Shahid Aziz (Nominee of N.I.T.)

BOARD COMMITTEES

AUDIT COMMITTEE

Mr. Rahim Bux (Chairman)

Mr. Mohammad Aslam Mr. Shahid Aziz

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Rahim Bux (Chairman)

Mr. Mohammad Aslam

Mr. Shahid Aziz

INFORMATION TECHNOLOGY & STEERING COMMITTEE

Mr. Ghulam Hyder (Chairman)

Syed Rehan Ahmed Hashmi

Mr. Muhammad Ahmed (Resigned)

Mr. Ebad Azhar (Newly appointed)

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Mr. Rahim Bux (Chairman)

Mr. Mohammad Aslam Mr. Shahid Aziz

Syed Rehan Ahmad Hashmi

RISK MANAGEMENT COMMITTEE

Mr. Mohammad Aslam (Chairman)

Mr. Ghulam Hyder Mr. Shahid Aziz

COMPANY SECRETARY

Mr. Muhammad Mubeen Alam

CHIEF FINANCIAL OFFICER

Syed Rehan Ahmad Hashmi

STATUTORY AUDITOR

Kreston Hyder Bhimji & Co. Chartered Accountants

SHARE REGISTRAR

Hameed Majeed Associates (Pvt) Limited Karachi Chambers, Hasrat Mohani Road, Karachi. Phone: 021 32424826, Fax: 021 32424835

LEGAL ADVISOR

Rafiq Kalwar & Dars Law Associates, Advocates & Corporate Counselors, Office # 412, 4th Floor, Clifton Centre, DC-1, Block 5, Clifton, Karachi

BANKERS

Islamic

Al-Baraka Bank (Pakistan) Limited Bank Islami Pakistan Limited Meezan Bank Limited

Conventional

Bank Al-Falah Limited
Bank Al-Habib Limited
MCB Bank Limited
National Bank of Pakistan
Soneri Bank Limited
United Bank Limited

REGISTERED / HEAD OFFICE

C-27, Plot No. F-24 Block - 9, Clifton,

Karachi - 75600

Phone: 021 35371441 to 43 (3 lines)

Fax: 021 35371444

Website: www.sangharsugarmills.com E-mail: info@sangharsugarmills.com

MANUFACTURING FACILITIES

13 K.M., Sanghar - Sindhari Road Deh Kehore, District Sanghar, Sindh Phone: (0345) 3737001 - 8222911

Statement of Vision, Mission, Corporate Objectives and Strategy

Strategic Planning

VISION STATEMENT

To have eminent position in manufacturing and supplying quality white refined sugar and allied products and thereby play an important role in the economic and social development of the country.

MISSION STATEMENT

We the Management of Enterprise, have set forth our belief as to the purpose for which the Company is established and the principles under which it should operate. We pledge our entire efforts to the accomplishment of the purpose within the agreed principles. Sanghar Sugar Mills Limited is committed to:

- Manufacture to the highest quality standards. Pursuing the improvement in shareholders' value through team work and continuous improvement in the system in a competitive business environment.
- o Be ethical in practice and fulfill social responsibilities.
- o Ensure a fair return to stakeholders.
- o Realize responsibility towards society and contribute to the environment as good corporate citizen.

CORPORATE OBJECTIVES

The over riding objective of the Company is to optimize over the time, the return to its shareholders. To achieve this objective, the Company shall endeavor to ensure long term viability of its business and to manage effectively its relationship with stakeholders. Sanghar Sugar Mills Limited shall:

- Recognize the need of working at the highest standard to achieve greater level of performance in order to meet the expectations of the stakeholders.
- Optimize over the time, the returns to shareholders of the Company.
- Strive for excellence and build on the Company's core competencies.
- Conduct Company's business with integrity and supply only quality and credible information.
- Respect confidentiality of the information acquired during the course of dealings with the interested

parties and refrain from acting in any manner which might discredit the Company.

 Operate within the regulatory framework and be free of any vested interest which might be incompatible with Organization's integrity, objectivity and independence.

CORPORATE STRATEGY

Production of sugar and sugar by-products are the Company's main area of business. The Company, its Director and Management:-

- Believe in diversification through new manufacturing facilities and through equity participation.
- Recognize the value of technological improvement and acquire the benefits of current innovation and development in their business field.
- Believe in professional management and modern practices and use latest techniques available for growth and overall prosperity.
- Consider their human resource as the most important asset and help them in providing facilities with regard to training and updating their knowledge and skill and keep them highly motivated.
- Believe in integrity in business and the Company's integrity depends on integrity of each one of its employees.
- o Consider the sugar cane growers as the most important part of the business.

STRATEGIC PLANNING

- Keep up with technological advancement and continuously update the company in the field of sugar technology.
- Maintain all relevant technical and professional standards to be compatible with the requirement of the trade.
- Gauge the market conditions and availability of substitute products and services and ensure quality with cost effectiveness.
- o Inculcate efficient, ethical and time tested business practice in the Company's management.

Code of Conduct

The entire Organization of **Sanghar Sugar Mills Limited** will be guided by the following principles of Code of Conduct in its pursuit of excellence in all activities for the attainment of the Company's Objectives.

THE COMPANY

- o Fulfills all statutory requirements of the government and follows all applicable laws of the Country together with compliance with accepted accounting principles, rules and procedures required.
- o Activities and involvement of directors and employees of the Company in no way conflict with the interest of the Company. All acts and decisions of the management are motivated by the interest of the Company rather their own.
- o Uses all means to protect the environment and ensures health and safety of the employees.
- Meets the expectations of the spectrum of society and government agencies by implementing an effective and fair system of financial reporting and internal controls.
- Deals with all stakeholders in objective and transparent manner so as to meet the expectations of those who rely on the Company.
- o Ensure efficient and effective utilization of its resources.

AS DIRECTORS

- Promote and develop conducive environment through responsive policies and guidelines to facilitate viable and timely decisions.
- o Support and adherence to compliance of legal and industry requirements.
- o Maintain organizational effectiveness for the achievement of the Company's goals.
- Promote a culture that supports enterprise and innovation, with appropriate short-term and long-term performance related rewards that are fair and achievable in motivating management and employees effectively and productively.
- o Ensure protection and safeguard the interest and assets of the Company and meet obligations of the Company.

AS EXECUTIVES AND MANAGERS

- o Ensure cost effectiveness and profitability of operations.
- o Provide direction and leadership for the organization and take viable and timely decisions.
- o Promote and develop culture of excellence, conservation and continual improvement.
- o Develop and cultivate work ethics and harmony among colleagues and associates.
- o Encourage initiatives and self realization in employees through meaningful empowerment.
- o Provide pleasant work atmosphere and ensure an equitable way of working and rewarding system.
- o Institute commitment to environmental, health and safety performance.

AS EMPLOYEES AND WORKERS

- o Observe Company policies, regulations and code of best business practices.
- o Devote productive time and continued efforts to strengthen the Company.
- Make concerted struggle for excellence and quality.
- Exercise prudence in effective, efficient and economical utilization of resources of the Company.
- o Protect and safeguard the interest of the Company and avoid conflict of interest.
- o Maintain financial integrity and must avoid making personal gain at the Company's expense by participating in or assisting activities which compete with the Company.

Notice of Annual General Meeting

Notice is hereby given that Thirty Third Annual General Meeting of the Shareholders of the Company will be held on Saturday January 26, 2019 at 11:00 a.m. at Haji Abdullah Haroon Muslim Gymkhana - Old Lobby (Muslim Gymkhana), Near Shaheen Complex, Aiwan-e-Saddar Road, Saddar Town, Karachi to transact the following business:

ORDINARY BUSINESS

- 1. To confirm the minutes of Annual General Meeting of the Company held on January 27, 2018.
- 2. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended September 30, 2018 together with Directors' and Auditors' Reports thereon.
- 3. To appoint Auditors for the year 2018-2019 and fix their remuneration. The present Auditors M/s Kreston Hyder Bhimji & Co. Chartered Accountants, retire and being eligible, have offered themselves for re-appointment.
- 4. To transact any other ordinary business with the permission of the Chair.

By Order of the Board

Muhammad Mubeen Alam Company Secretary

Karachi: January 04, 2019

NOTES:

1. Closure of Share Transfer Books:

The Share Transfer Books of the Company will remain closed from 18-01-2019 to 26-01-2019 (both days inclusive) for attending and voting at Annual General Meeting. Physical Transfers/CDS Transactions IDS received in order in all respects at the close of the Business on 17-01-2019 at the Company's Share Registrar M/s Hameed Majeed Associates (Pvt) Limited, Karachi Chamber, Hasrat Mohani Road, Karachi will be considered in time for attending the meeting.

2. Participation in the Annual General Meeting:

A member entitled to attend and vote at this meeting may appoint another member as proxy to attend and vote on his/her behalf. Forms of Proxy to be valid must be properly filled in/executed and received at the Registered Office of the Company at C-27, Plot No. F-24, Block-9, Clifton, Karachi-75600, at least 48 hours before the time of this meeting. A Form of Proxy is annexed herewith. CDC Account Holders will further have to follow the guidelines mentioned in circular dated January 26, 2000 issued by SECP.

3. Submission of copy of CNIC (Mandatory):

The Securities and Exchange Commission of Pakistan (the SECP) vide their S.R.O. 779 (i) 2011 dated August 18, 2011 has directed the Company to print your Computerized National Identity Card (CNIC) number on your dividend warrants and if your CNIC number is not available in our records, your dividend warrant will not be issued / dispatched to you in future. In order to comply with these regulatory requirements, you are requested to kindly send photocopy of your CNIC to your Participant/Investor Account Services or in case of Physical Shareholding, immediately to Company's Share Registrar.

The Company's Shareholders who are holding its Share in Physical Form are hereby informed and notified in their own interest who have not yet provided copy of their valid Computerized National Identity Card (CNIC) mentioning their Folio Numbers are hereby reminded again through this Notice to send urgently valid copy of their CNIC as mentioned above to the Company or its Share Registrar M/s Hameed Majeed Associates (Pvt) Limited, Karachi Chambers, Hasrat Mohani Road, Karachi (Phone No. 021-32424826) in order to comply with the mandatory requirements of Securities and Exchange Commission of Pakistan (the Commission) issued vide SRO 83(1)/2012 dated July 05, 2012 and SRO 19(1) of 2014 dated January 10, 2014.

Sanghar Sugar Mills Limited

A List of such Shareholders along with their Folio numbers, Names, Address and total Company's shares held in Physical Form is available on the Company's Website www.sangharsugarmills.com for reference who have not yet submitted the valid copy of their CNIC to the Company.

It is further informed that the Members of the Company were previously requested/reminded through Notices of Annual and Extra Ordinary General Meetings held in previous years which were appeared in their respective Annual Reports of the Company as well as published in the newspapers Business Recorder / The Nation and Khabrain of Karachi and Lahore on several dates. They are once again reminded that in case of non-receipt of the copy of their valid CNIC along-with Folio No., the Company would be unable to comply with the mandatory requirement of the Commission as mentioned above..

4. Attendance at the Meeting:

A Member holding Physical Shares must bring his/her original Computerized National Identity Card (CNIC) and should mention his/her CNIC and Folio No. and sign on the attendance sheet while personally attending this Meeting. Also Member having deposited his/her shares into Central Depository Company of Pakistan Limited must bring his/her Participant's ID No. and Account/Sub-account no. along-with original CNIC and mention his/her CNIC and CDC Account No. and sign on the Attendance Sheet while personally attending this Meeting. Representatives of corporate Members should bring the usual documents required for such purpose as prescribed by the SECP.

5. Change of Address:

Members are advised to promptly notify change in their postal address, if any, to the Company's Share Registrar. Members having shares in CDC accounts are required to have their address updated with respective participants.

6. Video Conference Facility:

Members can also avail video conference facility. In this regard, please fill the following form and submit to registered address of the Company 10 days before holding of the Meeting.

If the Company receives consent from members in aggregate 10% or more shareholding residing at a geographical location, to participate in the meeting through video conference at least 10 days prior to date of meeting, the Company will arrange video conference facility in that city subject to availability of such facility in that city.

The Company will intimate Members regarding venue of video conference facility at least 5 days before the
date of the Meeting along with complete information necessary to enable them to access such facility.

I/We,	of	, being a
member of Sanghar Sugar Mills Limited, hold	der of	(number of shares)
ordinary share(s) as per Registered Folio/	CDC Account No.	
hereby opt for video conference facility at		
		Signature of Member(s)

7. Unclaimed Dividend:

Members are advised to immediately write us in detail for any outstanding / unclaimed cash dividend issued to you by the Company in past years. Please give complete details duly signed either to the Share Registrar or the Secretary of the Company.

8. Dividend Payments through Electronic Mode:

In accordance with the provisions and under section 242 of the Companies Act, 2017, shareholders are entitled to receive their dividends by way of direct credit to their bank account instead of receiving them through dividend warrants.

Therefore, to receive your future dividends directly in your bank account, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar of the Company and in case Shares held in CDC then please inform concerned Participant / CDC investor Account Services. Dividend Mandate form is annexed and also available on our Company's website.

9. Placement of Financial Statements on Website:

In accordance with the SECP notification No. 634(1)/2014 dated July 10, 2014, the audited Financial Statements and reports of the Company for the year ended September 30, 2018 are being placed on the company's website for the information and review of the shareholders.

10. Consent to receive Notices and Audited Financial Statements through email:

In accordance with the SECP notification No. 787(I)/2014 dated September 08, 2014, Members of the Company who wish to receive the Audited Financial Statements and Reports of the Company through email are requested to provide a "Consent Form For E-mail", duly filled and signed in all respects, to the Company Secretary / Share Registrar. The Consent form is available on the Company's website.

11. Consent to receive Hard Copy of Audited Financial Statements:

In accordance with the SECP notification No. 470(I) dated May 31, 2016 and in continuation of SECP notification No. 787(I)/2014 dated September 08, 2014, Members of the Company who wish to receive the Hard Copies of Audited Financial Statements and Reports of the Company instead of sending the same through CD / DVD / USB / email, are requested to provide a "Standard Request Form", duly filled and signed in all respects, to communicate the need of hard copies, to the Company Secretary / Share Registrar. The Standard Request Form is available on the Company's website.

12. Postal Ballot & Polling:

Members can exercise their right to demand a poll subject to meeting requirements of Section 143 to 145 of the Companies Act, 2017 and applicable clauses of the Companies (Postal Ballot) Regulations, 2018.

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	ويديع كانتونس في سبولت ماصل كرنا هيا بتناءول _	+

وتنظامير(كبران)

7- غيرد توى شده دي يدند

ممبران کوچاہیے کہ اگر مامنی میں اعلان کے گئے کوئی بھی اُنے لیمنڈ ایکے تق میں کہنی پر داجب الا دا ہیں تو فوری طوراس کی اطلاع تر بری طور کہنی کودیں۔ برائے مہر یائی اس ملے میں دھنجا شد وکمل معلومات کہنی کے تصمی رجنز او یا کہنی کیکرٹری کے باس جمع کر دا کمیں۔

8- الكثراك ذرائع عدويد في في ادائيل

کھینیز ایکٹ2017 کی وقعہ 242 کے تھے تھ میں داران کو پیٹن حاصل ہے کدان کے ذاع بلاغ اٹھیں بذر بعد او بلاغ وارشہ و سیٹا کے بجائے براہ راست ان کے ویک اکا وشد میں بھی کرواد ہے جا کیں۔

لیدامنطقبل میں آپ اپنے ڈاپو ٹیڈٹر براوراسٹ اپنے پیک اکا ؤئٹ میں حاصل کرنے کے لئے اپنے بیک اکا ؤئٹ سے متعلق کمل معلومات بمیں آرا ہم کچھے اوران منسلے میں یا قاعدہ تحریری طور پر بھرقو می شناختی کارڈ قمبر آرائن ٹی این قمبر اپنے ڈ تخطوں کے ساتھ معلومات کو کھٹی کے قسمی رجمترار کے پاس اور می ڈئی می کی صورت میں اپنے شراکت دارڈی ڈئی میں سرماییکار کے پاس جن کرواویں۔ ڈیویڈ مینڈیٹ قارم نوٹس بڈا کے ساتھ مسلک ہوئے کے ملاوہ تماری ویب سائٹ برجمی موجود ہے۔

9_ ویب سائٹ بر مالیاتی دستاویزات کا جراء

جستس داران کی معلومات اور مطالعہ کیلئے، ایس ای بی پی کے ڈیکلیشن بحوالہ ٹیم 4014/1)/2014 مؤری 10 جوال کی 2014 کے مطابق کمپنی کی آؤٹ شدہ مالیاتی دستاویز اے بابت مال سال 30 سمبر 2018 کوکھپنی کی ویب سائٹ پرچاری کیاجار باہے۔

10۔ آؤٹ شدہ الیاتی وستاویزات ونوٹس بذریعیای میل حاصل کرنے کیلئے اظہار رضامتدی

الیں ای بی بی جانب سے جاری کردہ نوشیکیٹن بحوالی نیم 787/2014 مؤرف 08 متمبر 2014 اگر کمیٹی کے میران کھٹی کی آفٹ شدہ مالیا تی وستاد پر انت اور دپورٹس بڈر ایدا کی میل عاصل کرتے میں دکھیے ہوں آو آمیس چاہیے کہ "رشامتدی قارم برائے ای میل" کو ہا قاعدہ پر اور و مشخط کرتے کے بعد کھٹی سیکر بیاری احساس رہنزاد کے ہاں بچن کروادیں۔ "رشامندی قارم برائے ای میلیا" کھٹی کی ویب سائٹ پر موجود ہے۔

11- آؤٹ شدہ الیاتی دستاویزات کی کاغذی نقول کرنے حاصل کرنے کیلئے اظہار رشامندی

الیں ان بی کی جانب ہے جاری کردونو فیکیش بحوالہ قبر (1)470م قررہ 31 نوبر2016 اورنو فیکیش فبر 2014/(1)/2014 کے تحت ایسے ممبران جو کہیٹی کی ہالیاتی استادے اسا اور پورٹس می ڈی/ڈی وی ڈی ایوایس فی یائی سیل کے بہائے کا غذی نفتول کی صورت میں حاصل کر لے کے تواہشتہ ایول تو انھیں جاہیے کہ "اسٹینڈرڈ ورفواست فارم" برائے حصول کا غذی نفتول ہاہت کیٹی مالیاتی وسٹاویزات و توٹس ہا قاعدو طور پر اور و شخط کر سے مجھی میکرٹری احصص رجمتراد کے ذریعے بچھ کرواویں۔ اسٹینڈرڈورفواست قارم" کمٹنی کی ویب سائٹ برموجود ہے۔

12۔ حق رائے وہی بذر بعد ڈاک

کیٹیزا مکٹ 2017 کے دفعات 143 تا 145 میں قد کورہ شرائد کے تھے اوکٹیٹیز (پوشل دلیے) دیگولیشنز 2018 کی رہ مے میران کواس یات کاحق حاصل ہے کہ بذر بیدڈ اک اسپیشن رائے وی کواستعمال کرنے کا مطالبہ کریں۔ آپاد یو پیشا درانت جاری یاارسال ٹیس کیاجا محکار ان قواعد پڑھل کرنے کے مطبطہ ٹیس آپ سے گزارش کی جاتی ہے کہ برائے مہر ہائی اپنے قومی شاختی کارو کی نقل اپنے شراکتی اسر ہائے کا را کا دنت سر دسز کوارسال کروی اورا کرآپ وی صص کے حال میں قوفری الور پر شاختی کاروکی تھی کے رہنر ارکے پاس مجمع کروادیں۔

کیجی شعم کے بینے مالکان جو کہ کانٹری طور پر تصمی کے حال جی آوان کے بہترین مناویس بڈرید بندااطلاع دی جائی ہے کرا گرانہوں اب تک اپنا قومی شاختی کارا بین تیس کروایا ہے تو وہ فوری طور پر اسپیتا تو می شاختی کاروا کی نتش بھیڈ لیونہم کمیٹن کو یا اس کے تصمی رجیز ارجم رزمید مجید الدوی ایش (پرائیویٹ) کمیٹر کرائی چیسر مسرت موبائی رواز کرائی فون فہر (2012-3242-012) کو پہنچادیں تا کہ سکتے ریٹیز اینڈ انٹریٹی کمیٹن کی جانب سے اس الازی شرع اندالیاں آراد (ا) 83 2012 مؤرد 25 جو ال کی 2012 اورائی آرا او (ا) 19 بابت 2014 مؤرد 20 جوری 2014 برقس کیا جائے۔

ا پے ممبران کی ایک فہرست بعد فولیو فہر، نام ، بیند اور دی طور پر کہنی سے کل صف کی تعداد جو کہ ان سے پان ہے سیت کہنی کی ویب سائٹ www.sangharsugarmills.com پرحوالے کیلئے موجود ہے بہنوں نے اب تک اپنے کارآ مدتو می شاختی کارڈ کی فقل کمپٹی کوفراجم فیس کی ہے۔

تمام مسم داران کوایک مرجه پیر بذریعه بذایاد د بانی کردائی جاتی ہے کہ آتھیں ماتنی جم بھی سالانہ عام اجلاسوں کے ٹش کے دریعے کیجنی کی اشاعت شدہ سالاندر پورٹوں کے ڈریعے اورا خیارات جیسا کہ ہزنس ریکارڈر، دی نیشن اور خبری کراچی اورلا ہور کے ڈریعے یے کئی مرجبہ یادد بانی کردائی جاتی ہے کہ اگراکی جانب سے کارآ مدتوی شاختی کارڈ ہمد قراید نہر کھنی کوفراہم نہیں سکتے جاتے تو تھینی کیسٹن کی جانب سے ناقد کی کئی مؤکور وہالا لازی شرط پرمل کرتے سے قاصر رہے گی۔

4۔ اجلال میں شرکت

کاخذی صورت شی صفح کا حال کوئی مجرا کر داتی طور پراجاس شی شرکت کرے توان دم ہے کہ بنااصل کارآ مدتوی شاختی کارڈ بھراہ ہے اور حاشری کے دبیتر میں اپنی حاشری بمدتوی شاختی کارڈ اور فی کیوٹیسروری کرے۔ اس کے ملاوہ ایسے مجبران جنسوں نے اسپے صفس بیٹھ ل ڈیاڈ کی تین مجن کرواو ہے جیں اور دواجلاس میں ڈاتی طور پرشرکت کرنا جا ہے جی تو آن کوجا ہے کہ اسپے اصل تو می شاختی کارڈ کے ملاوہ شراکتی شاختی فیمراورڈ بی اکاؤنٹ فیمبر اوکا اؤنٹ فیمبر مجلی بھراہ ہے کہ اور حاشری کی شیٹ پردھ ٹھا کرتے وقت اسپے تو می شاختی کارڈ اوری ڈی جی اکاؤنٹ فیمرکوشرورورٹ کریں۔ کارپویت مجبران کے فائندگان پرلازم ہے کہ اس موقع کی منا سبت سائنس ای بی کی جانب سے لازم قراروی کئی تمام ومتاہ پڑات بھراہ ہے گیا گیا گیا۔

5۔ ہے کی تبدیلی

میران ہے درخواست ہے کہ اگرا کے سپتے میں کئی ہمی ہم کوئی تبدیلی واقع ہوئی او فوری طور پراس تبدیلی ہے کہتی کے صص روسزار کو مطلع کریں۔ تاہم ایسے عمران جن کے صص می وی میں جی او اُن کو جا بیٹے کہ متعلقہ شراکت وارکو ہی ہے کی تبدیلی ہے مطلع کریں۔

6۔ ویڈیوکا نفرنس کی مہولت

تمیزان وید یوکا فرنس کی سوات بھی حاصل کر سکتے ہیں واگر اس سوات ہے فائدہ اشانا مضمود ہوتو اجلاس ہے کم اذکم 10 ون پہلے درج ویل فارم کو با قاعد و پرکرنے کے بعد کمیٹی رہنر اِشدو ہے برج کراویں۔

اگر کی بھی چغرافیانی محل وقوع پر دہائش پذیر صعن داران کے اوسطا 10% ممبران کی جانب سے اجلاس سے تم از کم 10 ون تی کوی کوی کو دیا ہے کا تقرش کی سولت کیلے درخواست موسول ہوتی ہے تو کہنی کی جانب سے دیئر ایکا تقرش کا بھر دیست کیا جا سکتا ہے بھر طیکہ اس ملا ہے جس بھی ہے بولت بسر ہو۔ اگر دیٹر ہوگا تقرش کی سولت بسر کرنی ہوتو کہنی کی جانب سے حسمی داران کو اجلائی سے کم از کم 5 دن کل اطلاع فراہم کردی جائے گی اور انھی کھی معلومات فراہم کی جائیں گی کرائی سولت بھی انگی رسائی سمی طرح مکن ہو کئی ہے۔

نونش برائے سالا نہ عام اجلاس

بذريعه بذامياطلاح دى جاتى بين كركمينى كي صنعى داران كاتينتيسوال سالان عام اجلال 26 ينورى 2019 بدنت من 11:00 بهقام هاى مبدالله مسلم جيئا شه برانى لائي (مسلم جمعان) زوشا بين كميليكس ، ايوان صدر دولا ، صدرنا لان ، كراچى من منعقد كياجات كار اجلاس بذاخ ال درن لايل اموركوز بر بحث لايا جانا مقصود ب

عوى امور

- 1 _ كَتَوْنُ كَ سالانة عام اجلاس مؤرى 27 جنوري 2018 كى كاروائي كَيْ تَشْقُونِ كَيْ لَا يُشْقِى كَرة إ
- 2 منتخل كي آنات شده ما الياتي وستاه يزات بايت ما لي سال 30 حتير 2018 بمعدة الرّيكة زراة وتناييز زرايورث كويسول كرنا اوراي يرفورو قوض كرنا اورا سهاينانا _
- 3۔ مالی سال 19-2018 کیلئے آؤیٹروں کی تعیناتی کر ناور استقے مشاہر سے اتھین کر ہے۔ سوجودہ آؤیٹر بیسرز کر بستن حیدر کھی اینڈ کیٹی جارٹروا کا انتشاس ریٹائز دور ہے جی ادرانیوں نے اٹی اہلیت کی بنیادی ایک مرتبہ جرا پی ضدیات کو جش کی خواص تھا ہر کیا ہے۔
 - 4۔ چیر مین کی اجازت سے کی گئی ایکر مام آوجیت کے مستلے کو رقور الانا۔

جمر بدو محمد بین عالم محمد بین عالم محمد بین بیروی

كى تى: 04 جىرى 2019 ك

نوش:

1۔ خصص متنلی کھاتوں کی بندش

کمپنی کی صفعی پینتلی کے کھیا تے برائے سالانہ عام اجلاس بین شرکت اور رائے وی کے طعمن بین مؤرید 2019-01-18 سے 2019-01-2019 (بشمول ان اولوں انوں کے) کو بندر ہیں گے۔ ایک تمام وی مشکلیاں اس فی کی النس مشکلیاں اور آئی فی النس بوک ہر کھا ظامل ہوں اور کارو باری وان کے اعتبام موزید 2019-10-11 ملک کمپنی کے صف روسز ارمیسر زمید مجیدہ ایسوی ایٹس (پرائیویٹ) کمیٹر ڈرایٹی تی ہر رسے موبائی روڈ ، کراپٹی کوموسول بوجا کی آؤ آئیس پروٹٹ شیور کیا جائے گا اور آئیس اجلاس میں شرکت کے قابل سمجھا جائے گا۔

2_ سالاشعام اجلاس شركت

کوئی ایساتمبر جوکدا جلاس میں شرکت اور دائے وی کی البیت رکھتا ہوا تی جگد کی اور تمبر کوشرکت اور دائے وی کیلئے بطور پراکسی مقرر کرسکتا ہے۔ پراکسی مقرد کے جائے والے ان میں گئے باللہ ہوئے گئے الازم ہے کہ برفاظ سے پر شدواور کھل فارم کمپنی کے دجمتر فاشد وسیقہ 27-0، چلات نمبر 24-4، بلاک ہوئے کہ انسان کر انسان کے دجمتر فاشد و سیقہ 48 گئے تھی موسول ہوجا کیں۔ پراکسی فارم کوابدان نہا کے ساتھ شکل کردیا گیا ہے۔ کی ڈی کی اکا وائٹ کے مال افراد پرالازم ہے کہ سرفر موری وی کی اس کی بی میں موکور جدایات پر بھی فل کریں۔

3. قوى شاخى كارا ش كرانا (اورم)

سکیوریٹیز اینڈ ایکیٹی کیٹن آف یا کتان کی جانب ہے جوالہ ایش آراہ (۲۱) 779 مؤری 18 اگرت 2011 کیٹن کو یہ جایات دی کئیں بین کہ آ کیٹر اور پلیٹر دارٹس پرآ کیٹر تی شاخی کارو کے نمبر کوگئی درج کیاجائے ادرا کر ہمارے ریکارو ٹیس آپ کا قری شاخی کارو نمبر موجو وٹیس ہے توسنستیل میں

Chairman's Review

I am pleased with the performance of Sanghar Sugar Mills Limited and it gives me the immense pleasure to present the financial and other information for the year ended September 30, 2018 and to appraise them on the overall performance of the Board and effectiveness of the role played by the Board in achieving the Company's Goals, Corporate Objectives and Strategy based on Strategic Planning which are in line with the Vision and Mission of the Company.

The capacity expansion work was completed and the successful trial run of the plant & machinery has been made during the month of March 2018 and your management has worked as planned and made it possible to start the trial run during the season 2017-18.

As required under Listed Companies (Code of Corporate Governance), an annual evaluation of the Board of the Company is carried out. The purpose of this exercise is to ensure that the Board's overall performance and effectiveness is measured and bench marked against expectations in the context of objectives set for the Company.

The Board met the duties as required under the Companies Act, 2017 and Listed Companies (Code of Corporate Governance), Regulations 2017, which include approval of significant policies, establishing a sound system of internal controls, approval of budgets and financial results, along with approval of significant investments. During the year the Board met five times. The Board is compliant with all the regulatory requirements and acted in accordance with applicable laws & best practices.

Being the chairman of the Board, I had set the agenda of the Board meetings held during the year and ensured that reasonable time were available for discussion of the same. All written notices, including the agenda, supporting documents and other working papers of meetings were circulated with-in a reasonable time prior to the meetings. Further, I had ensured that the Board plays an effective role in fulfilling its responsibilities and will do in future for better and improved governance.

I would like to place on record, my sincere appreciation for devotion of duty, loyalty and hard work of the executives, officers, staff members and workers for smooth running of the Company's affairs and hope that they will continue for enhancement of productivity with great zeal and spirit under the blessings of Almighty Allah. And thanks to all the government functionaries, banking and non-banking financial institutions, suppliers and shareholders for their continued support and cooperation for the betterment and prosperity of the Company.

Ghulam Dastagir Rajar

Chairman

جائزهاز چئير مين

ساتھوڑ شوگر ملز کی کارکر دی جیرے لئے انتہائی صرت کا یاصف ہاور جیں دلی خوشی محسوں کرتے ہوئے 30 سمبر 2018 کوشتم ہونے والے بالی سال سے متعلق مالیاتی وستا دیزات ودیگر معلومات آ کی خدمت جیں ہوشی کر زیابوں تا کہ ان کی فیاد پر بورڈ کی کا ذکر دگی کا جا کز دلیا جا سکتا دراس بات کا تعداز والگیا جا سنگے کہتی کے اجاف سے حصول دکار دیاری اہداف و متلت مملی کے حصول اور اس محکمت عملی کی بٹیاد پر منصوبہ بندی انشول واڑن اور مشن برائے کہتی کے سلسلے میں بورڈ کا کر دار کرتنا مؤثر رہا۔

سیمیٹی پیداداری صلاحیت میں توسیع کا کا مکمل کیا جاچکا ہے اور سخیل کے بعد ماریق 2018 کے دوران پلائٹ اور مشینری کی آزمائش بھی کا میائی کے ساتھ کے جانگ ہے۔ ساتھ کی جاچکی ہے۔ آئی انتظامیہ کی جانب سے میں منصوب کے مطابق کام کی سخیل کرنے کے بعد 2018-2018 کے میزن میں تن کامیائی کے ساتھ آزامائش پیداداری قبل کی جانگی بھی کی جائے ہے۔

المعظ کمینیوں کی مطلوبہ شرائلا کے مطابق (کوؤ آف کارپوریت گورنش)اور کمیلی کے بورڈ کی جانج کا کام بھی کیا جاچ کا ہے۔ اس جانچ کا ذیاو کی مقصد سے ہے کہ جانچ کے معیارات کو پدنظر رکھتے کمینی کے مقید ومقاصد کے تناظر میں بورڈ کی مجموق کارکردگی کا جائزہ لیاجائے کہ بورڈ کی کارکردگی تنقی مؤثر رہی۔

یورڈ کی جانب سے کمپینزا کیک 2017 اورلسلہ کمپینز(کوڈآف کارپوریٹ کوٹش) کی شرائلا کے مطابق اپنے فرائنس منھی کی اوا بیکی کی گئی جن جس اجیت کی حامل پالیسیوں کی منظوری موٹر اندرو کی کنٹرول کے اقلام کا قیام ، بیٹ اور مالیاتی کا اورا بسیت کی حامل سرمایہ کاری کی منظوری جیسے اسور شامل جیں۔ ڈیرانظر مالی سال کے دوران بورڈ کی جانب سے باٹھ اجاس منعقد کے گئے۔ بورڈ تمام کا ٹوٹی شرائلا منسوابلا پر پورا اثر تاہم وجاتھ آئیں اور بہترین روایات کی باسدرائی کرتے ہوئے اسپے فرائنس شعبی کی اوا لیکٹی کرتا ہے۔

بورڈ کا نظیر میں ہوئے کے ناملے بھری جائی ہے بورڈ کیا جا اس کے ایجنڈ کا تھیں کیا گیا اوراس بات کو بھی بنائے کی ہمکن کوشش کی گی کہ مزکورہ اجلاسوں میں ایجنڈے کو زیرفور لائے کیلیے ضاخر خواہ وقت فراہم کیا جائے۔ تمام تحریری نوٹس ، بشمول ایجنڈ ا، اورا جلاسوں سے متعلق ضروری وستاویزات کو اجلاسوں سے قبل متاسب وقت کے اندراندر متعلقین تک پہنچایا گیا۔ مزید برآگ ، میری جائی ہے جمکن کوشش رہی کہ اورڈ انتہائی مؤرّز انداز سے اپنے فرائنس متعمی سرائیا م و سے اور متعمل میں کھی بہتر اور زیادہ مؤرثر انداز سے انتظامی امورکو مراثیا م دینے کیلئے کوششیں جاری رہی گی۔

ال موقع پر میں ال بات کور کار آگا حصہ بنانا چاہتا ہوں کہ تمام پہنظمین ، اقسران ، محف کے اداکیون اور دیگر ملازمین کی جانب ہے کہنی کے محاملات کو انتہائی ستعدی کے ساتھ جانہ اختال میں ہوئی ہے۔ انتہائی ستعدی کے ساتھ جانہ اختال میں ہوئی ہے۔ ان کا مظاہر کیا گیا جس کیلئے میں ان سب کا تبدول ہے منتقورہوں اورام پر کرتا ہوں کے ستعقبل میں ہمی اللہ تعالی کی رضت کے ساتھ میں کہنی کی پیداواری صلاحیتوں کو جلا بجنتے کیا جائی مظاہر وکیا جاتا کا ہمی تبدول ہے۔ مشکورہوں کہ کوئی کی بہتری اور خوشمالی کیلئے ان کا اعتباد اور اگلی مال بدینگا روں اور جسمی واران کا بھی تبدول ہے۔ مشکورہوں کہ کوئی کی بہتری اور خوشمالی کیلئے ان کا اعتباد اور اگلی مطابعت ہماں حال رہے۔ مشکورہوں کہ کوئی کی بہتری اور خوشمالی کیلئے ان کا اعتباد اور اگلی مطابعت ہمالہ حال رہے۔

غلام وتنگیرراجژ چے بین

کراکی 29 ج. 2018

Directors' Report

The Directors of your Company are pleased to present Thirty Third Annual Report with the Audited Financial Statements of the Company for the year ended September 30, 2018.

ABOUT THE INDUSTRY:

INDUSTRY OVERVIEW

Pakistan is the 6th largest sugarcane producer, 9th largest by sugar production and 8th largest sugar consuming country in the world. Over the years, domestic sugar consumption has grown from 0.5 million M.T. in 1975 to 5.1 million M.T. (approx.) on the back of population growth. Per capita consumption of refined sugar in Pakistan was estimated at 25.7 kg. Processed food sector which includes candy, ice cream and soft drink manufactures accounts for almost 60% of total domestic sugar consumption. Furthermore, absence of major substitutes for sugar makes its demand inelastic.

Sugarcane has the largest industrial base after cotton in agricultural sector of Pakistan. For the last 2-3 seasons there has been unrest in growers' community and the sugar industry.

Growers claim an enhanced rate of cane and timely payment of cane supplied to mills; while the Pakistan sugar industry claims that their economic viability is at stake due to low market prices of sugar against the prevailing price of cane fixed by the government.

According to them a number of sugar mills are at the verge of insolvencies. Considering the enhanced prices of inputs involved in cane production and livelihood of a common man, growers claim can't be ignored and has its weight.

The Government support on output prices largely protected sugarcane growers from the impact of subdued commodity prices in the international market. The provincial governments of Sindh and Punjab announced sugarcane price at Rs. 182 and Rs. 180 per 40 kg respectively, which led the manufacturing cost of sugar higher while compared with the average selling price of sugar.

Due to availability of surplus stock, the price of sugar was depressed and the mills could not offload their large carryover stock in the market in the expectation that the domestic prices will raise. Further, the Government still charge sales tax at fixed value i.e. Rs. 60 per kg for the purpose of levying sales tax. This tax is payable at the rate of 8% for registered buyers and 11% for the unregistered buyers.

The Sugar Industry has requested the Government to review the price of sugarcane and link the same with the selling price of sugar to ensure adequate return to all stakeholders including sugar mills.

ABOUT YOUR COMPANY:

PRINCIPAL ACTIVITIES & DEVELOPMENT

The Company is principally engaged in the manufacture and sale of sugar and sale of its by-products i.e. molasses and bagasse. The Company has also installed bagasse fired transmission equipment to sell surplus electric power. The manufacturing facilities are located at Sanghar Sindhri Road, Deh Kehore, District Sanghar in the province of Sindh.

During the year, crushing capacity of sugar has been enhanced from 6,000 tons crushing per day to 8,500 tons crushing per day by adding new plant at an aggregate cost of Rs. 891,475 thousand. Newly installed plant & machinery commenced trial production during the month of March 2018 and has also started commercial production. In addition to this the Company has made capital expenditures for balancing & modernization of existing manufacturing facilities to increase efficiency.

OPERATING RESULTS

The crushing season 2017-18 was started on November 29, 2017 and operated upto April 19, 2018. During the season 712,124 M. Tons of sugarcane was crushed with average sucrose recovery of 10.372% and sugar production of 73,776 M. Tons as compared with crushing of 625,237.042 M. Tons with average sucrose recovery of 10.12% and sugar production of 63,380 M. Tons during the preceding season.

REVIEW OF OPERATION

Our Company started crushing almost one month delay as compared with the corresponding season. The Company was able to operate 142 days crushing at the average rate of 5,016 Metric Tons of sugarcane per day as compared with the average of 4,701 Metric Tons per day crushing during corresponding season, due to addition in the crushing capacity of the Company at the end of the season the average crushing increases. This, along-with other factors causes increase in recovery rate as compared to corresponding period.

FINANCIAL RESULTS

The key financial figures of the Company for the year ended September 30, 2018 along with the comparatives for the corresponding year are summarized as under:

	2018	2017
	(Rup	pees in '000)
Profit / (Loss) before taxation	24,868	(259,678)
Taxation	(5,442)	(27,426)
Profit / (Loss) after taxation	19,426	(287,104)
Earnings / (Loss) per share-basic and diluted (Rupees)	1.63	(24.03)

REVIEW OF FINANCIAL RESULTS

During the year under review, production is increased by almost 16.40% and sales quantity is increased by 62.04% as compared with last year and still leaving a surplus stock to carryover for the next year.

Better production and sale of molasses and sale of electricity could not give much input to the profitability of the Company due to the depressed selling prices in the local market as well as in an international market.

The Government of Sindh issued notification on December 05, 2017 fixing the minimum support price of sugarcane for crushing season 2017-18 at Rs. 182 per 40 k.g., same as it was fixed for the last year.

The price fixed was not at all justified in relation to the prevailing local as well as international sugar price. Your Company along-with the other sugar mills filed a petition before the Honourable High Court of Sindh against fixation of high minimum price.

On January 30, 2018 the Honourable High Court of Sindh, with the consent of all the stakeholders announced that without prejudice to any right and claim of the parties and subject to final decision of Honourable Supreme Court of Pakistan in the instant petition, the mills will purchase the sugarcane at Rs. 160 per 40 k.g. from growers for the season 2017-18. The Interim order was binding on all the stakeholders.

In the light of the interim order passed by the Honourable High Court of Sindh with the consent of all the stakeholders, the financials of the Company have been prepared taking the sugarcane purchase price at Rs. 160 per 40 k.g. with the hope that considering the continued depressed sugar prices, the final decision by the court is likely to be in line with the consent order.

Your Company incurred operating loss of Rs. 38,589 thousand and the net profit before tax of Rs. 24,868 thousand is due to the subsidy announced by the Federal & Provincial Governments on export of surplus sugar of 1,500 thousand M. Tons. The additional cash support announced by the Government of Sindh of Rs. 9.30 per k.g. have been received while Rs.10.70 per k.g. payable by State Bank of Pakistan are still receivable. The subsidy of Rs. 10.70 per 40 k.g. is to be shared by Federal & Provincial Government equally.

The Government has also been requested to immediately release subsidy on export of sugar to help sugar mills to improve their financial position. Furthermore, it is also requested to rationalize the assessable value of sugar rate for sales tax purpose, which is currently fixed at Rs. 60 per k.g.

DUE FROM DECEASED EXECUTIVE

An amount of Rs. 12,996 thousand is due from deceased executive of the Company since 2013. Your management has tried to recover the amount from the serviving members (parents) of the deceased executive, after passing away of the father of the deceased, your management is not hopeful of the recovery of this amount and is of the view that it should be written off, consequently upon approval of the Board of Directors, the said amount has been written off, as disclosed in note 16.5 of the financial statements

COMMENTS ON AUDITOR'S REPORT

The statutory auditors of the Company emphasizing the matter in their report regarding non-provision of Rs. 22 per maund, in this regard we would like to inform you and as explained above, your financials are prepared by taking sugar cane purchased at Rs. 160 per 40 k.g. in the light of the interim order passed by the Honourable High Court of Sindh with the consent of all the stakeholders, we hope that considering the continued depressed prevailing sugar prices both in domestic and international market, the final decision by the Courts is likely to be in line with the consent order.

STATEMENT ON CORPORATE AND FINANCIAL REPORTING FRAMEWORK

The Board of Directors and the Company remain committed to the principles of good corporate management practice with emphasis on transparency and disclosures. The Board and management are cognizant of their responsibilities and monitor the operations and performance to enhance the accuracy, comprehensiveness and transparency of financial and non-financial information.

The Company is fully compliant with the Code of Corporate Governance and as per the requirements of the listing regulations, following specific statements are being given hereunder:

- i. The Financial Statements prepared by the management of the Company, present fairly its state of affairs, the results of its operations, cash flows and changes in equity.
- ii. Proper books of accounts of the Company have been maintained.
- iii. Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.
- iv. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of Financial Statements and there is no departure there from
- v. The system of internal control is sound in design and has been effectively implemented and monitored.
- vi. There are no significant doubts upon the Company's ability to continue as going concern.
- vii. There has been no material departure from the best practices of the Corporate Governance as detailed in the Listing Regulations of the Pakistan Stock Exchange.
- viii. The Key Operating and Financial Data for last ten years in summarized form are annexed.
- ix. There are no statutory over dues otherwise than those disclosed in the financial statements and statutory payments due on account of taxes duties, levies and charges are being made in the normal course of business.
- x. An unfunded gratuity scheme is in operation for all permanent eligible employees and also the Leave Encashment Scheme for eligible employees to be paid at the time of retirement or leaving the Company. Provision are made annually to cover the obligation on the basis of actuarial valuation, related details of which are mentioned in the Notes to the Financial Statements.
- xi. The Pattern of Shareholding is annexed.
- xii. In terms of Regulation 20 of the Listed Companies (Code of Corporate Governance) Regulations, 2017, the Companies shall ensure that all the directors on their boards have acquired the prescribed certification under Director Training Program by June 30, 2021. All the directors, except Chief Executive, have attended and completed directors' training course conducted by Institute of Cost & Management Accountant of Pakistan. The Chief Executive has the prescribed education and experience required for exemption under clause 20(2) of CCG Regulations accordingly he is exempted from attending directors' training program pursuant to the clause 20(2) of the CCG Regulations.
- xiii. The Board strives to continuously improve its and Board Committees' effectiveness. Board of Directors has developed a mechanism as required under the Code of Corporate Governance to undertake annual evaluation to assess Board's and its Committees' performance. The Board also reviews developments in corporate governance to ensure that the Company always remains aligned with best practices.
- xvi. To the best of our knowledge, the Directors, Executives and their spouses and their minor children have not undertaken any trading of Company's shares during the year.
- xv. Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 for the year is annexed with the Report.

NUMBER OF DIRECTORS

The total numbers of Directors are seven as per the following:

a) Male: Sevenb) Female: Nil

COMPOSITION OF THE BOARD

The composition of Board is as follows:

a) Independent Director

Mr. Rahim Bux

b) Other Non-Executive Directors

Mr. Ghulam Dastagir Rajar

Mr. Mohammad Aslam

Mr. Qazi Shamsuddin

Mr. Shahid Aziz (N.I.T.)

c) Executive Directors

Haji Khuda Bux Rajar

Mr. Ghulam Hyder

BOARD COMMITTEES

The Board has formed committees comprising of members given below:

a) Audit Committee:

NameStatusMr. Rahim BuxChairmanMr. Mohammad AslamMemberMr. Shahid AzizMember

b) Human Resource and Remuneration Committee:

NameStatusMr. Rahim BuxChairmanMr. Mohammad AslamMemberMr. Shahid AzizMember

c) Risk Management Committee:

NameStatusMr. Mohammad AslamChairmanMr. Ghulam HyderMemberMr. Shahid AzizMember

d) Corporate Social Responsibility Committee:

NameStatusMr. Rahim BuxChairmanMr. Mohammad AslamMemberMr. Shahid AzizMemberS. Rehan Ahmad HashmiMember

e) Information Technology & Steering Committee:

NameStatusMr. Ghulam HyderChairmanS. Rehan Ahmad HashmiMemberMr. Muhammad AhmedMember

(Resigned on September 30, 2018)

Mr. Ebad Azhar Member

(Appointed on November 01, 2018)

ATTENDANCE OF BOARD OF DIRECTORS AND COMMITTEES

Attendance of Board of Directors in Board Meeting

Five Board meetings were held during the year. Leave of absence was granted to the Director unable to attend the meeting. Attendance by each Director was as mentioned below:

	Name of Directors	Status	No. of Meetings Attended
1)	Mr. Ghulam Dastagir Rajar	Chairman	4
2)	Haji Khuda Bux Rajar	Chief Executive	5
3)	Mr. Mohammad Aslam	Director	5
4)	Mr. Rahim Bux	Director	5
5)	Mr. Ghulam Hyder	Director	5
6)	Mr. Qazi Shamsuddin	Director	5
7)	Mr. Shahid Aziz	Director (N.I.T.)	5

Attendance of Members in Meeting of Audit Committee

Five meetings of Audit Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Rahim Bux	Chairman	5
2)	Mr. Shahid Aziz	Member	5
3)	Mr. Mohammad Aslam	Member	5

Attendance of Members in Meeting of Human Resource & Remuneration (H. R. & R.) Committee

Two meetings of H. R. & R. Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Rahim Bux	Chairman	2
2)	Mr. Muhammad Aslam	Member	2
3)	Mr. Shahid Aziz	Member	2

Attendance of Members in Meeting of Information Technology Committee

Two meetings of Information Technology Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Ghulam Hyder	Chairman	2
2)	Syed Rehan Ahmad Hashmi	Member	2
3)	Mr. Muhammad Ahmed	Member	2

Attendance of Members in Meeting of Corporate Social Responsibility (CSR) Committee

Four meetings of CSR Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Rahim Bux	Chairman	4
2)	Mr. Muhammad Aslam	Member	4
3)	Mr. Shahid Aziz	Member	4
4)	Syed Rehan Ahmad Hashmi	Member	4

Attendance of Members in Meeting of Risk Management Committee

Two meetings of Risk Management Committee were held during the year. Attendance by each Member was as mentioned below:

	Name of Members	Status	No. of Meetings Attended
1)	Mr. Muhammad Aslam	Chairman	2
2)	Mr. Ghulam Hyder	Member	2
3)	Mr. Shahid Aziz	Member	2

BOARD EVALUATION

Complying with the Code of Corporate Governance, the Board approved Self-Evaluation mechanism for evaluation of performance of the Board, its directors and committees through discussion and questions focusing on the Board's scope, objectives, functions, responsibilities, the Company's performance and monitoring. The Board has evaluated all the factors based on the inputs of the Directors made in the Board Meeting.

DIRECTORS TRAINING

One Director of the Company has the prescribed education and experience. Therefore, he is exempted from attending Director's Training Program pursuant to the Code of Corporate Governance Regulations. All other Directors have already completed approved Directors' Training Program as specified in the Corporate Governance.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS

Directors confirm that the compliance with highest standard of Corporate Governance and comprehensive policies and procedures on internal financial controls has been approved by the Board and are in place and have been effectively implemented and monitored.

THRESHOLD FOR DETERMINING EXECUTIVE

Pursuant to the requirement of Clause 5.6.1 (a) & (d) of the Listing Regulations (Rule Book) of the Pakistan Stock Exchange, the Board has set out a Threshold for determining an 'Executive' in respect of trading of Company's shares. The person whose annual basic salary exceeds Rs. 2.3 million during the year is treated as executive.

RELATED PARTY TRANSACTIONS

The following Related party transactions were placed before the Board Audit Committee and were approved by the Board. These transactions were in-line with the requirements of International Financial Reporting Standards (IFRS) and the Companies Act, 2017. The Company maintains a thorough and complete record of all such transactions.

i) Remuneration of Chief Executive, Directors and Executives

The aggregate amount charged during the year for remuneration, including all benefits to the Chief Executive, Directors and Executives of the Company were as follows:

Director

Evacutivas

Total

Chief Executive

	Cillei Ex	eculive	וט	rector	EXE	cutives		Olai
	2018	2017	2018	201			2018	
				(Rupee	s '000).			
Non executive Directors' meeting								
fee - 1 Director (2017: 1 Director)	_	_	240	120	_	_	240	120
Managerial remuneration - Basic	3,850	3,587	1,475	1,375	3,755	3,993	9,080	8,955
Perquisite (Bonuses, House Rent & Others)	4,806	4,470	2,280	1,917	6,184	5,209	13,270	11,596
Reimbursable expenses	1,082	990	_	_	924	668	2,006	1,658
Gratuity Paid	_	_	_	_	-	2,562	_	2,562
	9,738	9,047	3,755	3,292	10,863	12,432	24,356	24,771
Number of persons	1	1	1	1	3	4	5	6

The Chief Executive and Executives as stated above are provided with the Company maintained cars and telephone facilities. All non-executive directors except one director waived their directors' fee, which was approved in the Board of Directors meeting.

ii) Other Transactions

The Company in the normal course of business carried out transactions with Key Management Personnel (KMP) / related parties as detailed below. The transactions reflect economic substance and are executed in the normal course of business.

Name of Related Party	Relationship with Compar	ny Nature of Transaction	2018 (Rupe	2017 es in '000)
Mr. Ghulam Dastagir Rajar	Chairman	Cane purchased	18,781	29,363
Do	Do	Advance against cane purchase	17,898	26,423
Haji Khuda Bux Rajar	Chief Executive	Cane purchased	-	4,360
Do	Do	Advance against cane purchase	-	4
Mr. Gul Mohammad Rajar	Son of Chief Executive	Cane purchased	5,543	14,064
Do	Do	Advance against cane purchase	1,107	22
Mr. Muhammad Hashim	General Manager	Cane purchased	4,770	4,209
Do	Do	Advance against cane purchase	1,915	86

KMP are those persons having authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly.

Name of Related parties with whom the Company has entered into transactions or had agreements and arrangements in place during the financial year along with the basis of relationship are also disclosed in respective notes to the financial statements. Contract or arrangements with related parties were in the ordinary course of business and were at arm's length basis.

MATERIALITY APPROACH

Determining materiality levels is subjective and varied between organizations. Authorizations for transactions and delegation of powers have been define clearly and carried out through formalized process in the Company. The Company has approved materiality policy, which is reviewed annually to check its relevance.

HUMAN RESOURCE MANAGEMENT & SUCCESSION PLANNING

The Company is committed to build the better organizational culture that is shaped by empowered employees who demonstrate a deep belief in the Company's Vision and Values. H.R. Management Policy is integral part of the Company's business strategy. The Company fosters leadership, individual accountability and team work. The Company believes in pro-active approach towards Succession Planning. The Company recruits employees, develops their knowledge, skills, abilities and prepares them for advancement and promotion into more challenging roles. Succession Planning ensures that employees are constantly developed to fill each needed role. The Company looks for people who exemplify continuous improvement when it is spotting Successors for future.

CONFLICT OF INTEREST

The management of Company has the policy for actual and perceived conflicts of interest and measures are adopted to avoid, identify the existence and to disclose the existence of conflict of interest. No employee will perform any kind of work (directly or indirectly) for a third party without proper approval. Employees must notify their any actual or potential conflict of interest situation and obtain an advice or ruling as the case may be. The primary goal of Company is to manage conflicts of interest to ensure that decisions are made and are seen to be made on proper grounds, for legitimate reasons and without bias. The Company has set the procedures to manage and monitor the conflict of interest.

IMPACT OF COMPANY'S BUSINESS ON ENVIRONMENT

It is the responsibility of the Company to make the environment healthy and clean. Therefore, the Company has made serious efforts and are installing equipment to reduce the pollution and making a good impact of Company's business on Environment. The Company has installed collection units to retrieve oil / grease e.t.c. from the waste water and ash collectors are also installed at the chimneys to absorb the ash. Further, the feasibility of Effluent treatment plant and consideration of other environmental factors are in process and will be finalized. The first step of which is required the facilities to identify environmental gaps. This includes the consumption of fresh water and energy at the facility as well as effluent discharges, soil and ground water monitoring and emissions from vehicles, generators and boilers. The aim is to address the identified environmental gaps in the subsequent years.

Further, it is to inform you that the Company has prepared the Environmental Management Plan and has also conducted initial environmental examination and is working hard to significantly reduce the consumption of water by doing following steps;

- Increase in imbibition water Temperature at Mill House from 40 Centigrade to 55 Centigrade using condensate water in place of raw water
- Reactivation of cooling tower for vertical crystallizer by this we are re cycling water use for crystallizer cooling purposes. Intake of fresh water is minimized only to make up water loss due to evaporation.
- Process chemicals are prepared with condensate water in place of raw water.
- We are working on reducing, re cycle and re use of water.

The Company is also in negotiation with the consultant for the installation of Effluent Treatment Plant to make it operational before the crushing season 2019-2020.

INVESTOR GRIEVANCE AND COMPLAINTS

The Company allows full access to all shareholders including potential investors, to call for relevant information or details on Company's operations and their own shareholding related details. The required information is provided immediately or a query / grievance is resolved promptly in accordance with the regulatory guidelines.

SUSTAINABILITY AND CORPORATE SOCIAL RESPONSIBILITY

Report of Sustainability and Corporate Social Responsibility is annexed

RISK MANAGEMENT & STRATEGY

The Company's overall risk management program focus on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's operations. The Company's risk management policies are established to identify and analyze the risk faced by the Company, to set appropriate risk limits and control, and to monitor risks and adherence to limits. The Board of Directors has overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Company considers the following material risk:

i) Operational Risk

To mitigate the operational risks, necessary strategies have been developed and substantial investments are continuously being made to ensure the reliability of operating plant. The Company has carried out necessary repairs & maintenance as required.

ii) Market Risk

The Company is not materially exposed to the prices of raw material due to the fixation of prices by the Government. Strategies has been planned and implemented to overcome the huge cost of raw material. Further, the Company is not exposed to the risk of exchange rate fluctuation as at the year-end but the Company was exposed during the year to due to the export of sugar. The management has planned to use of financial instruments in future.

iii) Credit Risk

To manage exposure to credit risk in respect of trade receivables, management performs credit reviews taking into account the customer's financial position, past experience and other factors. The Company manages credit risk interalia by setting out credit limits in relation to individual customers and / or by obtaining advance against the sales and / or through letter of credits and / or by providing adequate allowance for doubtful debts. Where considered necessary, advance payments are obtained from certain parties or by obtain advance payments from counter parties. The Company believes that it is not exposed to major concentration of credit risk.

iv) Liquidity Risk

The Company manages liquidity risk by maintaining sufficient cash and ensuring the fund availability through adequate credit facilities. As at the year-end, the Company has available un-availed short term borrowing facilities and also has cash & bank balances. The management believes that the Company is not significantly exposed to the liquidity risk.

CONTRIBUTION TO NATIONAL EXCHEQUER

The Company is contributing to the National growth by sharing its revenue with the nation in the form of taxes, rates and duties. The Company contributed to National Exchequer in the form income taxes, sales tax and other levies amounting to Rs. 492,421 thousand during the year as compared to Rs. 314,404 thousand during the last year.

FUTURE PROSPECTS

Your Company has commenced crushing season on November 21, 2018 and upto December 27, 2018 crushed 199,616 M. Tons of cane producing 19,525 M. Tons of sugar at the recovery rate of 10.137%.

Your Company as well as sugar mills in Sindh are again facing tough conditions which can be summarized below:

- Low sugar cane crop in Sindh as compared with last year
- Surplus / carry forward stock of sugar in country
- Continued depressed selling prices of sugar in both domestic as well as international market
- Fixation of cane price at Rs. 182 per 40 k.g. by Government of Sindh, additionally mills would be required to quality premium at the rate of Rs. 0.5 for every 0.1% recovery in excess of bench mark of 8.7%.

Your Company as well as sugar industry has again filed petition in the Honourable High Court of Sindh against the fixation of minimum cane price at Rs. 182 per 40 k.g.

CAPITAL RESERVE

During the year, the Company has changed its accounting policy in respect of accounting and presentation of revaluation of property, plant and equipment, to bring it in line with the requirement of International Accounting Standard (IAS) 16 "Property, Plant & Equipment" as required by Companies Act, 2017.

Now revaluation surplus on property, plant & equipment is presented in the statement of financial position as part of equity and in the statement of changes in equity as a capital reserve being the part of equity. This surplus is a capital reserve and is not available for distribution to shareholders of the Company in accordance with the Section 241 of the Companies Act, 2017.

DIVIDEND & APPROPRIATION

Due to the circumstances already discussed, the Board of Directors of the Company in its meeting does not recommend any dividend and or appropriation for the year ended September 30, 2018.

RE-CONSTITUTED BOARD OF DIRECTORS AFTER ELECTION

During the year, the Shareholders of the Company in the Extra Ordinary General Meeting of the Company held on October 31, 2017 elected the Seven Directors for the tenure of three years commencing from November 04, 2017, namely (1) Mr. Ghulam Dastagir Rajar (2) Haji Khuda Bux Rajar (3) Mr. Mohammad Aslam (4) Mr. Ghulam Hyder (5) Mr. Rahim Bux (6) Mr. Qazi Shamsuddin and (7) Mr. Shahid Aziz (Representing N.I.T).

The Board in this meeting re-elected Mr. Ghulam Dastagir Rajar as the Chairman of the Board. The Board also reappointed Haji Khuda Bux Rajar as the Chief Executive of the Company and re-appointed Mr. Ghulam Hyder as Working Director for next three years effective from November 04, 2017 as authorized by the Articles of Association of the Company on the remuneration, terms and conditions, as approved by the Board. Accordingly, the reconstituted Board of Directors from November 04, 2017 has the following composition:

Re-constituted Board of Directors

	Names of Directors	Status	Category
1)	Mr. Ghulam Dastagir Rajar	Chairman	Non-Executive Director
2)	Haji Khuda Bux Rajar	Chief Executive	Executive Director
3)	Mr. Ghulam Hyder	Director	Executive Director
4)	Mr. Rahim Bux	Director	Independent Director
5)	Mr. Mohammad Aslam	Director	Non-Executive Director
6)	Mr. Qazi Shamsuddin	Director	Non-Executive Director
7)	Mr. Shahid Aziz	Director (N.I.T.)	Non-Executive Director

Re-constituted Audit Committee

The Board after election of Directors has re-constituted the Audit Committee effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed three members of the Audit Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Rahim Bux	Chairman	Independent Director
2)	Mr. Muhammad Aslam	Member	Non-Executive Director
3)	Mr. Shahid Aziz	Member	Non-Executive Director having financial skill & experience

Re-constituted Human Resource & Remuneration Committee

The Board after election of Directors has reconstituted the Human Resource & Remuneration Committee (H.R. & R.) effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed three members of the H.R. & R. Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Rahim Bux	Chairman	Independent Director
2)	Mr. Muhammad Aslam	Member	Non-Executive Director
3)	Mr. Shahid Aziz	Member	Non-Executive Director

Re-constituted Information Technology & Steering Committee

The Board after election of Directors has re-constituted the Information Technology & Steering (IT & S) Committee effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed three members of the IT & S Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Ghulam Hyder	Chairman	Executive Director
2)	Syed Rehan Ahmad Hashmi	Member	Chief Financial Officer
3)	Mr. Muhammad Ahmad	Member	Manager Management Information System
4)	Mr. Ebad Azhar	Member	Assistant Manager Management Information System

Mr. Muhammad Ahmad resigned on September 30, 2018 and to fill casual vacancy, Mr. Ebad Azhar was appointed on November 01, 2018.

Re-constituted Corporate Social Responsibility Committee

The Board after election of Directors has re-constituted the Corporate Social Responsibility (CSR) Committee effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed four members of the CSR Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Rahim Bux	Chairman	Independent Director
2)	Mr. Muhammad Aslam	Member	Non-Executive Director
3)	Mr. Shahid Aziz	Member	Non-Executive Director
4)	Syed Rehan Ahmad Hashmi	Member	Chief Financial Officer Representing Management

Constitution of Risk Management (RM) Committee

The Board after election of Directors has constituted the Risk Management (RM) Committee effective from November 04, 2017 for the tenure of three years in order to comply with the provisions of the Code of Corporate Governance. Accordingly, the Board appointed three members of the RM Committee having the following composition:-

	Name of Members	Status	Category
1)	Mr. Muhammad Aslam	Chairman	Non-Executive Director
2)	Mr. Shahid Aziz	Member	Non-Executive Director
3)	Mr. Ghulam Hyder	Member	Executive Director

AUDITORS

The present Auditors M/s. Kreston Hyder Bhimji & Co. Chartered Accountants, retire at the conclusion of forthcoming Annual General Meeting and being eligible, have offered themselves for re-appointment. As suggested by the Audit Committee in terms of the Code of Corporate Governance, the Board of Directors has recommended their appointment as Auditors of the Company for the year ending September 30, 2019.

ACKNOWLEDGEMENT

Your Directors place on record their appreciation for devotion of duty, loyalty and hard work of the executives, officers, staff members and workers for smooth running of the Company's affair and hope that they will continue for enhancement of productivity with great zeal and spirit under the blessings of Almighty Allah.

The Directors would like to thank all the government functionaries, banking and non-banking financial institutions, suppliers and shareholders for their continued support and cooperation for the betterment and prosperity of the Company.

For & on Behalf of the Board

Ghulam Dastagir Rajar Chairman Haji Khuda Bux Rajar Chief Executive Officer

Karachi: December 29, 2018

رسك مينجنث تميثى كأتفكيل

یورڈ نے ڈائز بکٹروں کے احتایات کے بعد کار پوریٹ گورٹش کے قوامد کے تھے۔ آسمدہ تین برس کیلئے رسک پینجشٹ کمیٹی کی آھیل کھی کردی ہے جس کی مت 04 نومبر 2017 سے شروع ہو تکلی ہے۔ لبدااب بورڈ کی جائیہ سے تعینات کی جانے والی تین رکلی مینجشٹ کمٹیلی کی تھیل درج ڈیل ہوگی:

حم	274	rt.	A.
فيراتكا مي داريكش	پائير ٿان	جناب كمراسلم	3
فيراتكا ى دائز يكتر	A	جناب شابعزج	2
انتفاى إالزيكثر	A	جثاب فلام حيداد	3

1:37

موجودہ آ ڈیٹرز میسرز کریسٹن حید تھی اینڈ کانی جارٹرڈا کا ڈیٹنٹس آئند ومتعقد کئے جانے والے سالان عام اجلائ تک دیٹائز ہوئے جارہے ہیں اور انہوں نے اپنی اہلیت کی بنیاد پرائیک مرتبہ پھرا پی خدمات پیش کرنے کی تواہش قلامر کی ہے۔ کارچوریٹ گورٹس کے قواعد کے تون کیٹنی کی جانب سے سفارش کے بعد بورڈ آف ڈائز بکٹرز نے بھی آئی دوہارہ تعیناتی کی سفارش کردی ہے کہ انہیں مالی سمال 30 سمبر 2019 کیلئے بعلور کپٹی آ ایئرز تعینات کرانیا جائے۔

اظهارتشكر

آ کی کینی کے ڈائر بکٹرز تمام منظمین ،اشران ،اشاف میران اور دیگر ملازین کی جائب ہے کینی کے معاملات کومستعدا تدازے چلانے کیلئے اسکے اخلاص ، ایما تداری اور محت کیلئے تبدول ہے ان کے مطلور ہیں۔ ڈائر بکٹرز امید کرتے ہیں کے مطلق میں بھی میں ان کی جائب ہے کہنی پیداوا دیت میں اشائے کیلئے ای جوٹل وجڈ بے کامظام وکیا جائے گااوراللدرب العزت کی رحمت ہمارے شامل مال دے گی۔

نیز ڈائز کیٹن کی بیرود اور ترقی کے محمن بین تمام سرکاری قبال، بینکارول اور قیم بینکاری مالیاتی ادارول میلائزوں اور جسس داران کی جانب سے اسکے تعاون اور جماعت کیلئے ان کے بھی بے حد محکور ہیں۔

منجانب بورة

غلام وتشكيرراجر حاجی خدا بخش راجر چير بن پيدا تيزيکيو آفير

گرايل. 29*- بر*2018

انسانی وسائل اورا دائیگیوں کی کمیٹی بعداز تھکیل نو

پورڈ نے ڈائر کیٹروں کے انتقابات کے بعد کار پوریٹ کورٹش کے قواعد کے تحت آئے دو تین برس کیلئے انسانی وسائل وادائیکیوں کی کیمی تقابلی تو کردی ہے جس کی مدت 04 نومبر 2017 سے شروع ہو یکل ہے۔ لہذااب بورڈ کی جانب سے تعینات کی جانے والی تین رکٹی انسانی وسائل وادائیکیوں کی تعینی کے تھکیل در رہ ڈمار ہوگی:

7	24.0	7.5	19
آزارادا الزيكش	چے بین	جناب رميم عش	1
فيراتظا مي والزيكتر	d	جناب فحدامكم	2
غيراتظاى ذائريكش	7	27x0-12	3

انفارميثن نيكنالوجي واستيئرنك كميني بعداز تفكيل نو

یورڈ نے ڈاٹر یکٹروں کے استخابات کے بعد کار پوریٹ گورٹس کے ڈامد کے تحت آئندہ قبین برس کیلئے القارمیشن نیکٹالو، ٹی واشیئر ٹک کیمیل کی بھی تفکیل ٹوکر دی ہے جس کی مدت 04 ٹومبر 2017 سے شروع ہو بھی ہے۔ لیندااب بورڈ کی جانب سے تعینات کی جائے والی ٹین رکنی انفار میشن نیکٹالو، ٹی واشیئر ٹک کھٹی کی تفکیل درج ڈش ہوگی:

	Control of the Contro	
2.4.5	70	تنبرهاد
يحير بين	مِنَا بِ عَلَامِ حِيدِر	1
A	سيدر يعالن احدياحي	2
1	جناب محداه	3
البر	جناب مميا واثلبير	4
	يات يان	جناب قلام جيد . سيدر يحالن احم باقى ممبر

جناب محدا مد 30 ستیر 2018 کواپیت عبدے ہے مستعلی ہو گئے اورات کی طور پر ظالی ہونے والی اس اسامی کو پر کرنے کیلئ 1 نومبر 2018 کو جناب عبادا تلم کو تعینات کیا گیا۔

كار يوريث معاشرتي ذمه داري كميني بعداز تفكيل نو

پورڈ نے ڈاٹر کیٹروں کا مختابات کے بعد کارپوریٹ گورش کے قواعد کے تحت آئندہ تین برس کیلئے کارپوریٹ معاشر تی ڈ میداری کیٹنی کی بھی تفلیل ٹوکر وی ہے جس کی مدت 04 نومبر 2017 سے شروع بود تکل ہے۔ لہذااب بورڈ کی جائب سے تعینات کی جانے والی جارر کی کارپوریٹ معاشر تی ڈ میدواری سمجھٹی کی تھائے دریناڈ ملی توگی ت

خ	2.44	72	فبرعار
آ زاد دا از کیش	چے عن	جناب رقيم بخش	1
فيرا ثكامي ذائر يكثر	J.	جناب جمائلم	2
فيراتظامي ذائر يكثر	1	جناب شابوس	3
چيف قنانقل آفيسر- تما تلدوازا تظاميه	1	سيدر يحان احد باقى	4

تقتيم منافع (وُيويْدُونُ)

جيها كرهالات كالبيلي و كركيا جاچكا ہے، بورو آف والزيكترزي جانب سے مال سال 30 ستمبر2018 كيليے كى جى منافع كى تشيم كى سفارش تيل كى تق-

انتخابات كے بعد بورو كي تقيم أو

			0.00
2	one	ڈائز بکٹروں کے نام	فبرثار
غيراتكا مي ذائر يكتر	چے پین	جناب غلام وتشير داجز	4
انتظامي والزيكنز	يجيف الكيريكين	ما تی خدا ^{یک} ش دا جز	2
اتكا بي الزيتر	P4.718	جناب فلام صيدر	3
-آزاد والایکثر	£513	جناب رجيم بخش	4
فيراثظامي والزيكش	<i>\$14.3 ش</i>	جناب فحماسكم	5
غيرا تظامي ذائر يكثر	J. 713	جناب قامتى شمس الدين	6
غيراتظامي دائز يكتر	الرِّيمَرْ (اين آلَي في)	يناب ثابوريز	7
		. 85	1.5

آذت تميني بعداز تنظيم نو

بورۇئے قائر يكثرون كوچكاپات كەيھىكار بورىك گورىش كىقوامد كەقت تاكىدە تىن بىل كىلىچ قائدىكىلى ئى بىچ تىكلىل ئوكردى سىپىش كى مەت 04 ئومبر 2017 سەشرون بوچكى سەرىپىدالىپ يورۇكى جائىپ سەتھىينات كى جائے دانى تىن دىكى آلات كىلىنى كى تۇكلىل دىن قايلى بورۇكى:

7	240	C.	فيرثار
#£513 112T	or A	بناب رجيم بخش	4
فيمرا يتفاعي والزيكش	1	جنب فدائلم	2
غير انتظاى ذائر يكثر جوكه مالياتي معاملات مي مبارت اور	p.	جنب شابرازج	3
لىجى كەمال بىن.		THE COLUMN TO SERVICE STATE OF THE SERV	

4- ليوزين رسك

لیکیوڈیٹی رسک سے خفتے کیلئے کھٹی اپنے پاس خاطر خواو نقر رقوم کا بندواست کرے رکھتی ہے اوراس بات کا بھی ایشام کیا جانا ہے ضرورت یوئے پر قرض کے حصول کیلئے مناسب میش وسٹیاب ہوں۔ سال کے افیر بش کہتی کہ پاس کھٹی المبدور شدوں سے حصول کیلئے ایک سولیات و تنیاب ہیں جن سے اب تک قائمہ وہزی الفاری کے مادوں کے مطابق فی الوقت کمپنی کے باس فقار قوم اور بینک میکنس کے صوبود ہے۔ انتھامیہ کے انداوں کے مطابق فی الوقت کمپنی کو کیے و بیٹی رسک کا سامن نہیں ہے۔

قوی فزانے میں کمپنی کا حسہ

وطن موریز کی از تی شل اینا مصد ملائے کیلئے تکوئی کی جانب ہے قوئی توزائے میں فیکسول دریش اور ڈیوٹیز کی مدات میں قوم بھٹے کرائی جاتی ہیں۔ زیرتھر مالی سال کے دوران کوئی کی جانب نے فیکسول بیلز کیکس اور دیگر کیو روکی مدانت میں 492,421 جزار دوسیاتی می توزائے میں ت ای اور سے کے دوران انجی مدانت میں کمچنی کی جانب سے 314,404 جزار دوسیاتی می توزائے میں تھے کروائے گئے تھے۔

متعتل كاجائزه

آپ کی گئی کی جانب سے پیائی کے بیزن کا آغاز 21 فوہر 2018 کو کیا گیا تھا اور 27 وتمبر 2018 تک بیزن کے دوران 199،616 میٹرک ڈن گنا ہیں آگیا اور اس سے 19,525 میٹرک ڈن گیٹی پیدا کی گئی جیک دیگوری کی شرق 10,137% رہی۔ ناصرف آپ کی گئی بلک سویہ مند ملک ویکر کیٹنی کی منتقبل کی ذکہ مرجہ پھر شخصہ مالاے کا شکار جی جن کا ایما کی جا تزوز ایل فیٹس کیا جارہا ہے:

- الله محرَّث ما في سال كومقائب ثان سنده كاندر كني بيداواركم ري.
 - الله علك كالدر مط موجود وليني كادافر ذفيره
- الله مقامی اور بین الاقوامی مارکیتون جی بینی کی قسید فرونت بین مندی کار جمان _
- الله المحكومات سند مدى جانب سے فی من کے کی قیت 182 روپ کا تھین جزید برآن ، ریکوری کے ملسط میں 8.7% کی حدگومیورز کرنے کی صورت من کاری کی منعقل کو ہرایک فیصدر میکوری 0.5 روپ کا برگوالٹی پر بیٹم بھی اوا کر ناموگا۔

آپ کی کہتی نے سندھ کی ویکر چیٹی کی صنعتوں کے ساتھ ٹی کر حکومت سندھ کی جانب سے ٹی من گئے کی آیست 182 روپے مقرد کرنے کے خلاف سندھ ہائی کورٹ کے روبروور خواست دائر کر رکھی ہے۔

كبيولل ريزرو

تریز نظر مان سال کردوران کمپنی کی جانب سے اکاؤندنگ سے مطعلق اور امادک دیادت اور آلات کی قدر کو تعابیر کرنے سے متعلق اکاؤندنگ کی پالسی بین تبدیلی کی جا تکل ہے تاکدا سے انٹرنیشش اکاؤندنگ اسٹینڈراڈ (آئی اسے ایس) 16 میں مزکور "املاک، پلانت اور آلات" معیارے مطابق لایا جا سنگے جوکہ کمپنیز ایکٹ 2017 کی شرائلہ کے مطابق مجل ہے۔

الماک و پائٹ اورآ لات کی قدر پرتظر ہائی کرنے کے بعد ہونے والے اشائے کو مالیاتی پوئیشن کی دستاو پرٹس ایکیو پنی کا حصہ وکھا یا کیا ہے اورا لکیو پنی میں تبدیلی سے متعلق وستاو پرٹس اس اشائے کو ابلور کھیوش ریز روا لکیو پنی کا حصہ کھا ہر کیا گیا ہے۔ بیاضا فرکھیوش ریز رو ہے اورکھینیز ایک 2017 کی وقعہ 241 کے تھے یہ کینی سے صف والدان میں کا تبدیم سے جانے کیلئے موجود نیس ہے۔

استحكام اوركار يوريث معاشرتي ذمدواري

التحكام اوركار يوريت معاشرتي ومدواري معتقل ويورث كوريورت فبالي ساتير شبك كرويا كياسيت

رسك مينجنث اورعكمت عملي

کیلی کی جائب ہے ورج الل امورگورسک کے سلسطے جس ایم گروانہ جاتا ہے:

1- كاروبارى افعال ت متعلق رسك

کارہ باری افعال مے متعلق رسک تو کم از کم سطح پر دیجتے کیلئے شروری متلت ملی مرجب کی گئی اور ال حتمن پی مستقل بنیادوں پر خاطر خواوسر بایدکاری بھی کی جاتی رہی ہے تاکہ بیا تعمل چلاتے میں کی حتم کی کوئی رکاوت پیدات ہو کے پیش شرورت کے تعدد گئے ہے مرمت اورد کھی بھال کے کام کرواتی رہتی ہے۔

2۔ مارکیٹ رسک

کمپنی کو خام مال کی قمیت ہے متعلق کی خاطر خواور سک کا سامن قبیل ہے کیونکہ خام مال یعنی گئے گی قیت بذات خواحکومت کی جانب ہے ہی ہتھین کردی جاتی ہے۔ البنتہ خام مال کی بھاری قبیت کے اثر ات سے نسٹنے کیلئے مناسب سکت مملی کی منصوبہ بندی کرنے کے بعدان پرفمل بھی شروع کردیا کیا ہے۔ حرید برآس، کپنی کوسال کے آخریں ڈرمباولہ کی شرح میں بیدا ہوئے والے اتار چڑھاؤکے رسک سامنا کئیں تھا البنتہ ووران سال بیٹنی کی برآ مد کی جہ سے بید رسک موجرد تھا۔ انتظام یہ کی جانب سے منتقبل کے خطرات سے شیئٹے کیلئے فائشل انسٹر وسٹ مرتب کئے جائے تھے ہیں۔

3۔ قرضوں کارسک

فروختنی سے جعلق اور وسولیوں کے حسول سے متعلق رسک کو کم از کم کرنے کی غرض سے انتظامید کی جانب سے قرضوں کا جائز ولیاجا تھے جس میں خریدار کی مالی حیثیت ، یا متنی کے قریات اور ویکر موناصر کو ٹھ ٹا ظاطر رکھا جاتا ہے۔ فروختنی کی وسولیوں سے متعلق رسک کو کم از کم سطح پر رکھنے کی غرض سے انتظامیہ کی جانب سے قرض پر مال فروشت کرنے کیلئے انتراوی خریداروں کیلئے ایک حدمقرر کی گئی ہے اور اس حتم کے رسک سے خطفے پیچھی رقوم حاصل کی جائی بیں یا چھر لینز آف کریڈٹ کے فرریعے مال فروشت کیا جاتا ہے یا پھر ننا کا مل وسول قرضوں کیلئے ایک معقول پروویژین منایا جاتا ہے۔ جبال شرورت محسول کی جائے مخصوص پارٹیوں سے پیچھی رقوم حاصل کر کی جاتی میں یا چھر ضامی پارٹیوں سے پیچھی رقوم حاصل کی جاتی ہیں۔ کمپنی کے اندوزوں سے مطابق کمپنی

تنازعات

ماحولیات پر مینی کے کاروبار کااثر

کھن کی بیدہ مدواری ہے کہ ماحول کو محت افزا وادر مساف رکے۔ لبد انہی کی جانب سے برمکن کو شش کی گئی ہے کہ ماحول کو ساف سخر ارکھا جائے اور
ال ملسط شرباس خم کی آلات السب کے لئے جس جن کی جوائے آلود گیا کو کم کرنے شربا کہ کہنی کے کارہ باری افعال سے ماحولیات متناثر نہ ہو ۔ کہنی
کی جانب سے بھیلی ایڈس کا آیا م عمل شرب اور کی ایا جو خاری شدہ پائی ہے جس کی گئی ہے کہ کا کام کرتے جی اور پہنیوں پر را کھا کوئن کرنے کے لیے
ایسے آلات نسب کے لئے جس جن کی وید سے را کھ افعال آلود گی کا با صفح بیری نوش کیا گئی کرنے گئی گئی گئی ہو گئی کہ کہ کرتے گئی ویک اور کہ کوئن کرتے گئی ہو گئی گئی ہو گئی

مزید برآن میں بات بھی آپ کے علم میں ادنا جائے ہیں کہ کہنی کی جانب ہے ماحولیات بینجنٹ مصوبہ تیار کیا جاچکا ہے اور ماحولیات ہے متعلق بنیاوی جانج پڑتال بھی کی جانگی ہے اور درین ایل اقد امات کے اربیعاس بات کی آوشش کی جارہی ہے کہ یاتی کے استعمال آو کم اذکم سطنی اورا جاستکہ

- ا الله عن استعال بوئے والے باقی کا ورچ حرارت 40 اگری پینٹی کریٹے سے بوسا کرائے 55 اگری پینٹی کریٹے تک ادانا تا کہ خام باقی کی جگہ۔ انڈ تسبید بانی کو استعمال کیا جائے۔
 - ا الله المرتبي كرمنوا تزرك الميان كالميان الميني على المين من كالمربية كرمنوا تزكونك مقصدكي شاطريا في كى دى سائك نك ووجائ كى راس صورت من صاف يا في كوسرف جمال كي معيد يا في من جوت والى كى كويودا كرت كيك استعمال كياجات كان
 - الله المناز الميد على كرساته قام ياني كى جكر يميكل بروس تارك كالع يور
 - الله جم بانی کے کم استعال مری سائللک اور بانی کے دوبارہ استعال کی کوششیں کرد ہے ہیں۔

سمعنی کی جانب سے فضل کو فرقائے لگائے گئے اور شات کی تصیب کیلئے تسالنت سے گفت و شنید جاری ہے تا کہ یہ بااٹ 20-2019 سے پیائی کے میزان سے پہلے می کام کرنا شروع کروے۔

سرمايه كارول كي شكايات اورمسائل

سرماییکارون یا مکشر ماییکاروں کو پیکسل سولت فراہم کی جاتی ہے کہ ووکیٹی سے کارو باری افعال سے متعلق معلومات اورا ہے جسم سے متعلق معاملات تک رسائی حاصل کرنگیں۔اگر کسی جمی خنس کو معلومات ارکار ہول آو آخیس اس کا فورا جواب مہیا کیا جاتا ہے اور شکایات کرنے کی صورت میں مروجے آوانعد کی رہی تی میں فوری طورا کی شکایات کا از الدیکی کیاجا تا ہے۔

2۔ لین دین کے دیگر معاملات

تھیتی نے معمول سے کارہ باری معاملات کے تحت اہم انتظامی اشامی اعلامی اور متعلق پارٹیوں سے لین وین کے درین آبل معالات سے جیں۔ آبل میں چیش شخط جائے والے معاملات معاشی اہمیت کے مال جی اوران معاملات کو معمول کے کارو یاری معاملات کے تھے۔ کیا گیا۔

2017	2018	معاملات کی توحیت	مستمول تصلق	معلقه إرلى كانام
	17.4.11	1177		
29,363	18,781	منتفى فريدارى	تالييز مين	يتاب فلام وهيرراجز
26,423	17,898	منتشف كحافر يدكيك الدوانس	الينا	اليشآ
4,360	55 4 77	کشے کی خریداری	ينيف الميزيكية	ما بی خدا بخش را ح
4		محنف كالزيد كيليجة الإوانس	اينا	ايضا
14,064	5,543	مص كن خريداري	بيت المِرَيِّينِ كساجران	بناب كل محدراج
22	1,107	محتنى فريد كيلينة ويذوانس	اينا	الينا
4,209	4,770	منظى خريدارى	<i>\$</i> 07.	بناب هم باشم
86	1,915	محض كم فريد كيلنا الإواض	اليتا	اليشآ

اہم اٹھای شخصیات میں دوافرادشام میں ہو تھیٹی میں براوراست یا بالواسط منصوبہ بندی کرئے ، ہدایات دینے اور معاملات پر گرفت رکھنے کے قبل میں شریک ہیں۔

الکی متعلقہ پارٹیاں کے جن کے ساتھ زیرِ آغر مالی سال کے دورون کمپٹی کسی معاصل میں شرکیاں ہوئی ہے یاان سے کوئی معاہدے مطابع نے جس تو اُن کے نام بعد کمپٹی کے ساتھ آخلی کو مالیاتی وستاویز اے میں متعلقہ ٹوٹس میں ظاہر کیا جا چکا ہے۔ متعلقہ پارٹیول کے ساتھ معاملات یا معاہدات کو مارکیت کی روایات کے جین مطابق کیا کیا ہے اوران روایات سے بہت کرانھیں کوئی فائد وقیش کا تھا یا گیا۔

معاملات كى ابميت كانعين

معاملات کی ابست کا تعین ایک فیرمعروضی عمل ہے اور اس سلسلے میں ایک سے دوسرے اوارے کے مالیان تقاوت پایا جا ہے۔ معاملات کے کرنے کی عمالا بہت اور انتقال اختیار کی واضح طور پر تعربیف کردی کئی ہے اور ان معاملات کسلیے کمپنی میں ایک واضح اور جامع نظام موجود ہے۔ کمپنی میں معاملات کی امیست سے تعین کسلے ہرسال نظر جانی کرنے کے بعداس کی معتقر لیت کا تعین معروضی حالات کے تحت کیا جاتا ہے۔

انسانی دسائل کے بندویت اور جائشینی ہے متعلق منصوبہ بندی

کیتی ایک بہتر تھی گیجر پریفین رکھتی ہے جہاں تمام ملاز شن پاطنیا رہوں اور کیتی کے واژن اور اس کی اقدارے کہرالگاؤر کے بوں۔ انسانی وسائل کے بدو بہت سے متعلق شمت ملی کا گاؤو ارتی گائی کا جزور اور این ہیں ہیں ایک ایسانی کی موجود ہے جہاں لیڈرشپ کو پروان چڑھے وفودا شسانی کی سوری پیدا کرئے اور اجتماعی کا جزور اور ان چڑھے کے بیٹی جا گئی کے حمن شن ایک قدم آگے بڑھ کرا قد ادا ہے کرئے بیتین رکھتی ہے۔ کمیش میں کو اس نیٹ سے نتین کرتی ہے کہ کو اور انھیں کے جہازی موجود ہے بیان میں تالیت بھا کی جائے اور انھیں ہیں گئی ہے اور انھیں کرتی ہے۔ کمیش میں انسانی کی جائے ہیں گئی جائے ہیں ان بات کو بیٹی بھائی ہے کہ مار دیوں میں انسانی کی جائے ہیں اس بات کو بیٹی بھائی ہے کہ مار میں مسلس اپنی صلاحیتوں میں انسانی کرتے دیوں اور میں ہوئی ہے جو خود کو موجود سازی کے مل میں وائیں انسانی کی مدونت تاوائی میں دبتی ہے جو خود کو موجود سازی کے مل میں وائیں گئی ہے جو خود کو موجود سازی کے مل میں وائیں گئی دیا تھی میں دبتی ہے جو خود کو موجود سازی کے مل میں وائیں گئی دیا تھی میں تا کہ آخمیں مستقبل میں زیاد و انہم ڈیساد دریاں سونی جا تھیں۔

معقول اعدروني مالياتي تشرول

واٹر یکٹرون کی جانب ہے اس بات کی اتعدیق کی جاتی ہے کہ بورو آف ڈائر یکٹر کی جانب ہے کارپوریت گورش کے شوابیة اور مالیا تی سے کورٹ کے معتقل جانع پالیسیوں اور طریق کارکومد نظر کے ہوئے اندرونی مالیاتی سختان اعلی ترین معیارات کی منظوری دی جا چکی ہے اور اس وقت کہتی میں اندرونی مالیاتی سنزول کا ایک جانع اور مؤثر نظام نافذ العمل ہے۔

الكزيكيو كيفين كامعيار

پاکستان اسٹاک ایمینی کے لسٹنگ ریگولیشنز (رول یک) کی وقعات (5.6.1(a)&(d) کے تحت کمپٹی کی جانب ہے ایگر یکیاد کے تعین کیلیئے نظر ٹائی کے بعدا کیک معیاد مشرر کردیا کیا ہے تا کرصص کی ٹرید وفرونٹ سے متعاق کی بھی ابہام کورفع کیا جا سکے برووفینس جس کی سالان بٹیادی تھڑا و 2.3 ملین سے تھاوز کر جائے کو ایگر کیلین مانا جائے گا۔

متعلقته بإرثيول مصلين وين

متعلقہ پارٹیوں سے لین وین کے معالمے بیں درج ذیل معاملات کو بورڈ کے سامنے متعلقہ دی کیلئے ہیں کیا گیا اور بورڈ سے با قاعد وان کی متھوری ساسل کی گئی۔ لین دین کے بیسعا ملات انٹر پھٹس فتافش ریورٹک اسٹینڈ رؤز (آئی ایف آرائیس) او کھیٹیز ایک 2017 کے قواعد کے مین مطابق میں۔ کہنی کی جانب سے اس حم کے قیام معاملات کا با قاعد وریکارڈ رکھا جا تا ہے۔

1- چيف ايمزيكيو و دار يكثرون اورا يكزيكيوك مشابر

ز پر تھر مالی سال کے دوران کوئی کے چیف انگیز بکیجا ، ڈائز کیئٹرول اورا کیز بکیجا کے مشاہر سے بشمول تھا م سولیات سے حسن میں اوسطا درین ڈیل رقوم کا حساب لگایا گیاہے:

	چين آ	12 L	515	يمتر	20	44	1	(()
	2018	2017	2018	2017	2018	2017	2018	2017
COLORO W HATHANA				40	برارون <u>ع</u> ل			
غیرانتگای اور گذرون کی میانگ فیس مالیت در در مساور میران بردر میرود	(#)	(#)	240	120	5%5	22	240	120
داوز بهنهٔ (2017) [یسدانیز بهنر) انتظامی ادا تیکیان بنیادی	3,850	3,587	1,475	1,375	3,755	3,993	9,080	8,955
الولت (اولى مهاوى دروت ويكر)	4,806	4,470	2,280	1,917	6,184	5,209	13,270	11,596
قابل الااليكى اخراجات	1,082	990	122	12	924	668	2,006	1,658
اداشده كريجارين		7	0	2	4	2,562	94	2,562
	9,738	9,047	3,755	3,292	10,863	12,432	24,356	24,771
اقراد کی اتحداد	1	Ħ	1	ă.	3	4	5	6

جیسا کردا کرکیاجا پڑھا ہے، چیف ایگزیکا اورا بگزیکا و توکیک سے ٹرپ رکاراور ٹیلی ٹون کی سیولیات مہیا کی جاتی ہیں۔ تمام قیران تھا کی دائر یکٹروں بجز ایک ڈاٹریکٹر نے اپنی ڈاٹریکٹر فیس چھوڑوی ہے جس کی بور ڈ آف ڈائریکٹر ڈے یا قاعد و منظوری بھی حاصل کی گئی ہے۔

انفارمیشن ٹیکنالو جی کمیٹی کے مبران کی اجلاسوں بیس شرکت

ا نفارمیشن نیکنالو بی سینی کے دوران سال دوا جلاس متعقد کئے کے بان اجلاسوں میں متعلقہ ممبران کی حاضری ہے تعلق تنصیلات درین و میں ہیں۔

فبرالا	pt	ميدا	اجلاسول بين هاشري
1	جاب ثاام حيدر	وتخرشت	2
2	سيدر يحان احمد بأقمى	A	2
3	بنائراند	1	2

کار بوریٹ معاشرتی ذ مدداری کے اجلاسوں میں ممبران کی میں شرکت

ز مِنظر ما في سال كودرون كار يويت معاشرتي ومدواري مجتني كم مهارا جلاس متعقد ك محتجن من مميران كي مناضري مستعلق معلومات درج ويل جين

اجلاسون يثل هاشري	حبده	pt	نبرثار
4	المشارعات	جناب رحيم بخش	1
4	8	جناب محماسكم	2
4	d	جناب شابدين:	3
4	d	سيدر بعان احمد بأخي	4

رسك بينجنث كمينى كاجلاسون بش ممران كى حاضرى

زیر نظر مالی سال کے دوران رسک مینجیٹ کمیلی کے دوامیلاس منعقد کئے جمعی شرعبران کی حاضری درج فریل ہے:

اجلاسون شياحاضري	فيدو	rt.	de,
2	المناز عن	جناب محمامكم	
2	1	جنا ب غلام حيد	2
2	1	جناب شابوعزيز	3

يورو كى كاركردكى كى جائج

کار پوریت گورش کے شواہ نے کے تھے۔ پورڈ کی منظوری ہے ایک خود احتسانی کا افغام مل میں المایا کیا ہے تا کہ بورڈ اپنی کارکر کی کا جائز و لے سکے۔ اس افغام کے تھت بورڈ ، اس کے ڈائز یکٹروں اور پورڈ کی کمیٹروں کا پذر بعد مباحث ، اور سوالات جائز واپیا جانا مقسود ہے ، ان مباحث اور سوالات کی توجہ بنیاوی طور پر بورڈ کے دائز وکار ، مقاصد ، افغال ، فرمدوار یوں ، کمچٹی کی کارکروگ اور مائیٹر گگ کے نظام کی جائیب ہوگی۔ بورڈ سکا جلاس میں ڈائز یکٹروں کی جائیب سے گی جائے والی تمام کوششوں کے خمن میں اہم نکانت پر ہر لحاظ سے خور کیا جارہ کا ہے۔

ۋائزىكىثرول كىاترېيت

تحقیٰ کے ایک ڈاٹر یکٹرمطلو بدابلیت کے صاف جی اس کے ووکار پوریٹ گورٹس کے ضوابط کے قت ترجی پروگرام شی شرکت ہے متھی جی ۔ جہال ویکر ڈاٹر یکٹروں کا تعلق ہے ووکار پوریٹ گورٹس کے ضوابط کے تحت ترجی پروگرام کی تھیل میلے ہی کریکے جی۔

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انفارميشن نيكنالور في اوراسلير تك تميني
                                                          02/2
                                                                     جناب غلام حيده
                                                            سيدر يمان احد مانحى للمجبر
                                                                       212-12
                        (مؤرور 30 تمبر 2018 اوالتعلى و علي تال
                            قبر (مؤرد 1 نوبر2018 کونتی کے کے )
                                                                     جناب هما دا ظهر
                                                                   بورۋ كے اجلاسوں ميں بورؤ آف ڈائز يكثرز كى حاضرى
از برنظر مانی سال کے دوران پورڈ کے باتی اجلاس متعقد کے گئے ۔ ان اجلاسوں میں شرکت تاکر نے والے ڈائز بکٹروں دفھست وے دی گئی تھی رتمام
                                                                   ا الريكترول كي فروافروا حاصري ولي من چيش كي جاري ہے:
                      اجلامول يثل حاضري
                                                                                    فبرهار والزيكترول كينام
                                                      24
                                                                                 1 جناب غلام دنظيرراج
                                                      00/23
                                                                                   2 مانی فدابخش راج
                                                    جف تربيله
                            5
                                                     £ 513
                                                                                       3 جناب محداثكم
                            5
                                                                                     4 جناب رجيم يخش
                           5
                                                     25.315
                                                     26 715
                                                                                      5 جناب للام حيد
                            5
                                                                                 6 جناب فاشي شمل الدين
                                                      25 313
                            5
                                                وَالرِّيكِمْ (النِّينَا لَى فَي )
                                                                                      77x0-12 7
                            5
                                                                        آؤث كميتى كي مبران كي اجلاسول مين حاضري
                                         آ ڈاٹ کینٹی کے دوران سال یا گئی اجلائی منعقد کے جن ٹین ممبرون کی حاضری درین ڈیل ہے:
                                                                                                 أبرغار نام
                      اعلاسول شراحا ضرى
                                                      240
                                                                                        1 بناريم على
                            5
                                                      cc 20
                                                                                        2740-4 2
                                                      1
                            5
                                                                                          3 يناب تماسلم
                            5
                                                 انسانی وسائل دادا میکیوں مے متعلق ممیش مے مبران کی اجلاسوں میں شرکت
انسانی وسائل دادالیلیوں معلق کمیٹی کی زیرنظر سال کے دوران دواجلاس متعقد کے گئے۔ان اجلاسوں میں متعلقہ ڈائزیکٹرول کی حاضری معتلق
                                                                                            معلومات درن وسل بل
                                                                                               نيرغار نام
                            اجلاسون بين حاضري
                                                              JA 20
                                   2
                                                                                        2 جائے تا
                                   2
                                   2
                                                                                      2740-0: 3
```

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بورؤ كى ساخت
                               بوراكى سائت ورىقادى ب
                   الف أزادة الريكر
            ويكرفيرا تظامي والزيكثر
       جناب فلام وتطير راج
     جناب قامني تش الدين
جاب شام وزيز (اين) آلي في)
                 5- 131181612
        حاجى غدا بخش راجز
بورۇ كى جانب ئەرىنى دىلى مېران يېشىنى كىينىيان تىكىيىل دى گىلى جى :
الف سەقتىلىق
الف سەقتىلىق
     يناب رجم يحل الميتر عن
                 جناب شابدتوج
               سيدر يحالن الدياثي
```

لسنگ ریگونیشنز کے مطابق آپ کی کمینی کی جانب ہے کوڈ آف کارپوریت گورنس کی کمش یاسداری کی حیاتی ہے واس سلسلے بیں چندا بھم نکات ڈیل بیس چیش خدمت جی ا

- 1- مینجنٹ کی جانب سے تیارشدہ الیاتی دستاہ بزات کمیٹی کے تمام امور ، آپریشنز کے متابع ، نز تعلی اُفقار آقو م اور تعنس میں ردو بدل سے متعلق معاملات کی تکے سمجھے ترجمانی کرتی ہیں۔
 - 2۔ کمپنی کی جانب سے حفاظ ریکار آگویا قاعد وقو الدیک مطابق کما توں میں ورج کیا گیا ہے۔
 - قام ترمالياتي وستاويزات كى تارى كے ملط شل مناسب عامي باليديوں يقمل كيا كيا ہے ، تاز تمام ترمالياتي تخييز معقول اور قرين قيات بي -
- 4۔ مالیاتی وستاویزات کی تیاری کے سلیلے میں پاکستان میں ستعمل میں الاقوامی تھا ہی سعیارات کی تعمل پاسداری کی گئی ہے اور اس سلیلے میں سمی تشم کی آو تی رہ م گروا فی نبیری کی گئی۔
 - 5- اندرونی طور یر کنفرول کا تفام ایجانی مظلم اور چامع باورات مؤثر اندازے نافذ کیا گیاہے اوراس پیمل نظر کی جاتی ہے۔
 - 8۔ انھی کوئی مدنظر نیس آتی جس کی بنیاد پر کمپنی کوئیم کرئے ہے متعلق کوئی سوال پیدا ہوتا ہو کہ کمپنی ایناد جو دیر قرار ہار کو یائے۔
 - 7۔ اشاک استخطار کے استنگ تواملہ شن مزکورکار پوریٹ کورنس کی بہترین پالیسیوں ہے کوئی ایساتھ افسائیس کیا کیا جوکہ قابل فور ہو۔
 - 8۔ سمبیٹن کے مالیاتی مثانی ہے متعلق کزشتہ در سال کی اجم معلومات کا خلاصہ دیورٹ بندا کے ساتھ نسبتک ہے۔
- 9۔ تالو نا کینی کے دے کوئی قابل و کراد تیکیاں واجب ٹیس میں ماسوائے ان اولیکیوں کے جن کا و کر مالیاتی وستاہ پرات کے اعدر متعلقہ ٹوٹس میں کیا جا پرکا ہے اور محکومت ٹیکسوں والا چیز لیویز اور جا رہز کی صورت میں واجب الاوادہ انٹیکیوں کے جنھیں معمول کے مطابق یا قاعدہ اوا کیا جاریا ہے۔
- 10۔ تمام ستقل ادرالیت کے حال ماز مین کیلے کہنی میں ایک فیرفنڈ شدہ گریج بنی انتیم ادر پھیوں کی ادا کیلی کی انتیم جاری ہے۔ مخینے کی بنیاد پر برسال استدار پول سے بردآ زماہ وئے کی فوش سے یردویژن فراہم کیا جاتا ہے جس سے متعلق تمام زمعلومات کور پورٹ بندائے کوئس میں بیان کیا جاچکا ہے۔
 - 11 كينى كى يابت ترتيب هنس دارى كى جدول كوجى سالات ريورث كاحصه ينايا كياب.
- 12۔ اسلا کمپیٹر (کوا آف کار پوریٹ کویٹس)ریگولیشو 2017 سے شابط 20 گیرو سے کہنیوں پرانازم سے کساس پات کویٹی بنا کمیں کسان کے ڈائر یکٹروں نے مجوزہ دائر کیٹروٹر ڈیٹک پروگرام کے قت 30 جون 2021 تک سر ٹیکلیٹ حاصل کر لیا ہو۔ چیف ایکوٹیکٹیا کے علاوہ کمپلی تمام ڈائر یکٹروکا سٹ ایپٹر منجنٹ اکا ڈیٹٹ آف پاکستان کی جانب سے منعقد کے جائے والے ڈائر یکٹروٹر ٹیٹک پروگرام میں شرکت کرے پروگرام کی کامریائی کے ساتھ تھیل کر پیک جی ۔ چیف ایکز کا غوجی می بڑی ریکوٹیشوں کے شابطہ (2012 کے تحت اپنی تھیم وقر ب کی خیاد پراس پروگرام سے منتقی بیس
- 13۔ بورڈ کی جانب سے مشقل بنیادوں پر ہے کوشیس کی جاتی ہیں کہ بورڈ کی کمیٹیوں کی کارکردگی کو مزید سے مزید و مؤثر بنایا جائے۔ کوڈ آف کار پوریت کورٹنس کی شرائط کے مطابق بورڈ آف ڈائر کیٹر زکی جانب سے آیک تکام وشع کیا گیا ہے جس کے قدت بورڈ ادراس کی کمیٹیوں کی سالانہ کارکردگی کا جائزہ ایا گیا ہے۔ اورڈ کی جانب سے کار پوریٹ کورٹس کا جائزہ می لیاجا تا ہے تا کراس بات کوچنی بنایا جا سے کہ کوئی کار پوریٹ کورٹس کے سنبر سے اصواوں ممکن یا ساداری کررہی ہے۔
- 14۔ ہمارے بہترین ملم کے مطابق کمیٹی کے دائر مکٹروں، چیف کیزیکیٹو اوران کے ازواج اور مبالغ بچوں کی جانب سے دوارن سال کمپنی کے صلعی میں سمی جھم کی کوئی اور لین دین نیس کی تھے۔
 - 15 العد كينية (كاريوريت كورش) ركايشو 2017 اصواول كي بإسدارق معلق الك بيان محل دويورث بداكسا توسلك ب-

ڈائر یکٹروں کی تعداد

دائر یکٹرول کی کل تعداد سات ہے جس کی تعمیل درن و مل ہے۔

الف. خفرات مات

ب خواتين كونيس

کنے کی فی من قیمت مثنا می اور جین الاقو ای مار کیٹوں میں چیٹی کی قیمت قروطت کے مثنا بلے میں بالکل بھی جائز نے تھی ۔ آپ کی کپنی کی جانب ہے و بگر پیش گیامت متوں کے ساتھ کئے کی کم الاکم مقرر شدوقیت کے خلاف سندھ باقی گورٹ کے دوبروا یک درخواست دائز رکز دی گئی۔

اس کے بعد 30 جنوری 2018 کوشندہ ہائی کورٹ کی جانب سے تمام شراکت داروں کی رہنا مندی کے ساتھ یہ فیصلہ سنایا گیا کہ کسی فریق کے کسی بھی جن یا دفوے سے قبطع نظر اور پر بم کورٹ آف یا کستان میں دائز درخواست کے حمن میں پر بم کورٹ کے فیصلے کے مطابق پیائی کے میزن 2017-18 کے دوران تھینی کی صفحتیں 160 روپ فی من کے حساب سے کا شکاروں سے کنا خرید یں گی۔ عدالت کا پرموری عمم تمام شراکت داروں پر الازم تھا۔

تمام شرقائت داروں کی رضامتدی کے بعد ستدہ ہائی گورٹ کی جانب سے سے جانے والے بیسلے کی روشنی میں کہنی کی مالیاتی وہتا ویزات تیار کیا گیا ہے جس میں سے کئی ٹی من قیت کو 160 روپے تصور کیا گیا ہے اوراس بات کی امید کی جاری ہے کہ مارکیٹ میں تیکن کی کم قیت فروضت کے بیش تظرید الت کی جانب سے حتی فیصلہ جمی رضامتدی ہے کئے جانے والے فیصلے کے مطابق آئے گا۔

آ کی کہنی کی جانب ہے کا روباری افعال کے خمن میں 589، 38 ہزار روپ کا نشسان درن کیا گیا ہوا دیلی کا سانی منافع 24,868 ہزار روپ کا نشسان درن کیا گیا ہوا دیلی سانی منافع 24,868 ہزار دیکھ نشسان درن کیا گیا ہے۔ جو ملک میں موجود ہوتی کے 1500 ہزار دیکھ کی جدیموا ہے۔ حکومت مندھ کی جانب ہے۔ 1800 ہزار دیکھ کی جدیموا ہے۔ حکومت مندھ کی جانب ہے۔ 10.70 ہوگی ہے۔ جبکہ انٹیٹ جانب آن پاکستان کی جانب ہے۔ 10.70 ہی گاوا جس کی سانے کی گاوا جس کے 10.70 ہوگی ہے۔ جبکہ انٹیٹ جانب آن پاکستان کی جانب ہے۔ 10.70 ہی گاوا جس کی جبکہ انٹیٹ کی جانب کی جانب کی جبکہ کے جبکہ کی جبکہ کے جبکہ کی جبکہ کی جبکہ کی جبکہ کی جبکہ کی جبکہ کے جبکہ کی جبکہ کی جبکہ کی جبکہ کی جبکہ کی جبکہ کے جبکہ کی جبکہ کے جبکہ کی جبکہ کے جبکہ کی جبکہ کی جبکہ کی جبکہ کی جب

وفات شدوا نظاى افسرك ذي واجبات

کیٹنی کے آیک وفات یا جانے والے انتظامی افسر کے ڈے کیٹنی کے 12,996 ہزار روپ 2013 سے واجب الاواجیں۔ آپ کی کیٹنی کی جانب سے وفات یا نے والے افسر کے ورجار (والدین) سے پرقرض والی لیٹنی کی کوشش کی گئی ہے، لیکن مزکور وافسر کے والدگی وفات کے بعد اپ آپ کی کیٹنی کواس بات کی تریار وامپیرٹیش ہے کر پر رقم والیش لی بات کی وال کے انتظام یہ کے قبیال بیس اس قرض کو حذف کر دیا جائے۔ لیڈ ابورڈ آف وائر کیٹئر زکی منظوری کے بعد اب اس قرض کو کھا توں سے حذف کر دیا گیا ہے اور اس کا موالہ مالیاتی دستا ویزات کے تو ٹے ہر 18.5 میں کیا جاری ہے۔

آ ڈیٹروں کی رپورٹ کا جائزہ

قانونی طور پرمقررشدہ کہنی کے آل بنروں کی جانب سے ان کی رہوئٹ میں۔22 روپ فی میں کے پردویان کی عدم موجود کی برتاکید کی گئی ہے ،اس سلط میں ہم ہیر ہائے آپ کے علم میں لانا چاہتے ہیں کہ تمام شراکت داروں کی جانب سے رشامندی ظاہر کے جانے کہ بعد مندھ باقی کورٹ سے موری فیصلے کے مطابق آپ کی کوئی کی مالیاتی دمناویزات 160 روپ فی میں کے صاب سے تیار کی گئی ہیں ،ہم اس بات کی امید کرتے ہیں کہ مقالی اور ہی الاقوا می مارکیٹوں میں جینی کی قبیلوں پر موجود مسلسل دیا تاکو مرتفظر رکھتے ہوئے فاضل مدالت کی جانب سے ای رشامندی سے بین مطابق متی فیصلہ بھی آ ہے گا۔

كار يوريث اور مالياتي ريورتك فريم ورك مصحفات ميان

بورة آف ڈائز یکٹرز اور کمپٹی کی جائب ہے ہرممکن کوشش کی جاتی ہے کہ شفافیت کوچیتی بنائے اور تمام اہم امور کو آپ سے علم بھی لائے کی قوش سے کار پوریٹ پینجنٹ سے بہتر اِن اسولوں کی پاسداری کی جائے۔ بورۃ اورا نگفامیا ہے فرائش شعبی ہے بخوبی واقف جی اورا فعال اورکا دکردگی کی پوری طرح جانچ نے تال کرتے جین 'کہ کہ ایا تی اور قبل موجہ معیاست اور شفافیت میں مزید کھار پیدا کیا جائے۔ پیدا کی جانے والی بھی گوفر وقت کیا جا تھے۔ یہ پیدا وارق سولیات بعقام سا قصر سندھ کی روڈ دو پر کیبو ردڈ سز کٹ ساتھرد صوبہ سندھ ہیں واقع ہیں۔ تربیر تھر بالی سال کے دوران ٹل میں گئے کو چینے کی صابحیت کو 6000ء ٹن یوسے سے برسا کر 8500ء ٹن یوسے بھٹ پڑتھا دی چلائٹ کا اضافہ ہے جس پراوسطا 475، 891 جزار روسے کی لاگت آئی ہے۔ سے تھے ہے شدوجا اٹ اور مشیزی کو پیدا وار کیفیا دی 2018 جس آزمائش طور پر چالو گیا۔ اوراس کے ساتھ میں اس چالائٹ نے تھارتی بڑیا ووں پر پیدا وارش محل کا آٹاز بھی کردیا۔ اس کے ملاوہ کھٹی کی جانب سے موجود دیورواری سولت کی کارکرد کی کو بہتر بنانے کیلئے سنتھ تھی مر ماریکاری بھی کی گئی ہے۔

كاروبارى بتائج

مائی مال18-2017 کے پیائی بیزن کا آغاز 29 ٹوبر 2017 کوکیا گیا اور دس کا افتاع 19 پر پل 2018 کوکیا گیا۔ بیزن کے دوران 712,124 میٹوک ٹن گئے کی پیائی کی گئی جس ٹی سکروز کی اوسٹار مگوری %10.372 دی اورٹکٹی کی پیدادار 73,776 میٹوک ٹن درج کی گئی ہے دیکیاس کے مقالم بی گزشتہ مالی مال کے دوران گئے کی پیائی 625,237,042 میٹوک ٹن درج کی گئی تھی جس میں اوسٹا %10.12 سکروز کی دیکوری کی گئی تھی اورٹکٹی کی پیدادار کا تھی 63,380 میٹوک ٹن دون کیا گیا تھا۔

كاروبارى متائج كاجائزه

گزشتہ مالی سال کے مقابلے میں زیرتظر مالی سال کے دوران کہتی کی جائب سے پیائی کے بیزن کا آٹنا ڈکٹر بیاا کیے ماہ کی 15 رسے آئیا گیا۔ کہتی میں 142 دن پیائی کا کام جاری مہادران دوران اوسطا 5,016 میٹرک ٹن کا یومیے ہیں اگر سے کے دوران گزشتہ مالی سال کے دوران اوسطا 4,701 میٹرک ٹن کنا یومیے ہیں گرائی کا ماریک ہوران کے دوران کئے کی پیائی کا میٹرک ٹن کنا یومیے ہیں گیا تھا۔ بیٹرن کے افریک کی جانب سے پیداداری صلاحیت میں اشائے کے باعث دوران کے دوران کئے کی پیائی کا دوسا برجہ کی اس سال کے دوران کے کی پیائی کا دوسا برجہ کی ہوری کی شرح بات رہے کہ برج کی اس سال کرشتہ مالی سال کے مقابلے میں دیکوری کی شرح بات دری ۔

مالياتي شائح

كينى كا يم بالياتى منائج بابت بال سال الفتامي 30 متبر 2018 اوران كاكر شد بالى سال عقابل زيل من ويش كياجار باب

	2018	2017 ادول می
تقع (نتسان) عمل ازکیس	24,868	(259,678)
ي ي	(5,442)	(27.426)
تلغ (نتسان) بعدارتیکس	19,426	(287,104)
آمان (نقصان) في حسس بنيادي وحليلي (روسيد)	1.63	(24.03)
5 3		

مالياتي ستائج كاجائزه

زیرتھر مالی سال کے دوران گزشتہ مالی سال کے مقابلے میں پیدادار ش آخر بہا %16,40 اور قروضت میں %62,04 کا مشافد دن کیا گیا ہے۔ اس کے ہاد جود کھیٹی کے باس وافر مقدار میں تینٹی کا فیر وسوجود ہے ایسے الکے سال میں منتقل کیا جائے گا۔

پیداداراورقروشت میں انشائے اور زائد کیلی کوفرونٹ کرنے کے باوجود کیتی کے منافع میں خاطر خواد انشافداد بن ندکیا جا سکاجس کی دیستنامی اور مین الاقوامی مارکیٹ میں گئیتی کی قیمت فروقت کا کم سطح پر ہو تا ہے۔

حکومت مند ہد کی جانب ہے۔ 5 وہبر 2017 کو ایک ٹولیکٹٹن جاری کیا گیا جس کے تحت مالی مال 18-2017 کے بیزن کیلے گئے گئ کم اذکم اہداد کی آیت 182 روپے فی من مقرد کردی کی جوکز شند مال کیلئے مقردشدہ آیت کے برابر تھی۔

ڈائز یکٹرزر پورٹ

الجنبائی مسرت کے ساتھ آپ کی کچنی کے ذائر کیشروں کی جااب ہے۔ 30 سٹیر 2018 کے قتم ہونے والے مالی سال ہے متعلق کمنی کی تینیسویں سالاندر بورٹ بھوآ ڈے شدہ الیاتی وستاویزات آگئی خدمت میں ہیش کی جاری ہے۔

صنعت سيمتعلق معلومات

صنعتي جائزو

یا کہتان گئے گی پیداوار کے لواظ ہے دیا تھی چھٹا پواملک ہے، گئی گی پیداوار کے لواظ ہے یا کہتان آویں آم پر پرآتا ہے اور گئی گی گھیت کے لواظ ہے ہود نیا کا آخواں بواملک ہے۔ یا کہتان میں آبادی میں اضافے گی وہ ہے۔ 1975 میں 0.5 ملین آن صرف ہوئے والی گئی کا جم بوحاکرا بہتر پیا 5.1 ملین آن تک جا پہنچا ہے۔ ایک انداز ہے کے مطابق یا کہتان میں 25.7 کا گرام گئی فی کس فریق کی جاتی ہے۔ تیار شدو فقد انی اجہاس میں میں فیال، آگس کریم اور مشروبات و فیروشامل میں گئی تیاری کیلیا اس کیکٹر میں مقامی طور پر صرف کی جائے والی گئی کا تقریباً 80% کاریم اور مشروبات و فیروشامل میں گئی تیاری کیلیا اس کیکٹر میں مقامی طور پر میں فی جائے والی گئی کا تقریباً 80%

یا کستان میں کیٹرے کی صنعت کے بعد پیٹی کی صنعت جم کے لاتا ہے ووسری بنزی صنعت ہے۔ گزشتہ دو قین سیزٹوں ہے پاکستان میں گئے کہ کاشٹکاروں اور کیٹی کی صنعت ہے وابستہ افراد کے مامین اکیا۔ فیریشی صورتھال یاتی جاتی ہے۔

کاشکاوراں کی جانب سے مطالبہ ہوتا ہے کہ بلوں کی جانب سے گئے کے فرخ ڈیادو ادا کتے جا کمی اورادا کی بھی ہروقت کی جائے جیکہ دوسر تی جانب بھٹنی کی سنعت ان خدشات کا افلیاد کر رہی ہے کہ جینی کی تم قیمت کے مقابلے میں حکومت کی جانب سے گئے کی ملے شدوقیت کی جہستہ کا دویا دجارتی رکھتے کیلئے بھی طالات سازگارتیں ہیں۔

ان کے مطابق باتھ کی کے منتقب توالی ہی جی جواس وقت نادیندہ قر اردیئے جانے کے قریب جیں۔ سے کی کاشت جی استعمال ہونے والے ذرائع کی یوستی ہوئی قیمتوں اور عام انسان اور کا شکار وار کے مالات زندگی کو مذکفر کھتے ہوئے ان کے مطالبات کو بھی بکسر ناجا ترقیس کیا جا مکتا۔

مکومت کی جانب سے پیدا درای الاگٹ کے سلسلے میں کسان گی انداد نے کا شکار دوں کو عالمی سنتی پر گئی کی انجائی کم قیت سکاٹر است سے محفوظ دکھا ہوا تھا۔ حکومت سندھ اور مکومت ونجاب کی جانب سے ٹی من کئے کی قیت پالٹر تیب 182 اور 180 مقرر کی گئی ہے جس کی وید سے بیٹی کی پیدا وار کی الاگٹ مارکیٹ میں میٹنی کی قیت فروعت کے مقابلے میں قدر سے بڑھ تھی ہے۔

تینی کا وافر اسٹاک پہلے ہے موجودہ نے کی اب ہے تینی کی قبات مندی کا شکارری اور اس ویہ ہے لیس اپنے پاس پہلے ہے موجودہ افر اسٹاک کو ہا ہرت ااسکیس کیونکہ اس بات کی امید تھی کہ مار کیت ہیں گئی کی قبات فروخت میں اضافہ ہو گار حزید برآس، حکومت کی جانب ہے آئ جسی کی تعلین قبات بعنی 60 رویے ٹی کھوکرام پر میٹرنیکس لگایا جار ہاہے۔ پیکس رہٹر فرشدہ تر بیدارواں کیلئے 8% جبکہ فیر رہٹر فرشدہ تر بیدارواں کیلئے 11% جشر ہے۔

ہیٹی کی صنعت کی جائب ہے حکومت کے سامنے بیدرخواستہ ہیٹ کی گئی ہے گئے گئی قیمت پانظر دال کی جائے اورا ہے مارکیٹ میں پیٹی کی قیمت فروشت کے ساتھو منسلک کیا جائے تا کہ اس بات کو بیٹی مادا جائے کہ بیٹی کی صنعت ہے وابستہ افر اوکو بیٹی کی صنعتوں سے اپنامیاسب میں مل سکے۔

سمپنی ہے متعلق

بنيادى افعال وترقياتي كام

" سنجینی بنیادی طور پر چینی کی پیدادار اورفرونت کے کاروبارے مسلک ہے اور اس کے ساتھ ساتھ چینی کی پیداداری قمل میں حاصل ہونے والی ڈیل مصنوعات کینی راہادر پھوک کی فرونت بھی کی جاتی ہے۔ تیمینی کی جاتب ہے چوک فائز ڈٹر آسمیشن آلات کی آتھیں بھی کی گئی ہے تا کہ شرورت ہے زائم

Report on Corporate Social Responsibility

Being the Country's responsible corporate citizen, Sanghar Sugar Mills Limited gives back to society to help build a sustainable tomorrow. The Company is playing an active role in supporting sustainable community and social development of Pakistan and its people. The Company believes in the creation of shared economic and social value across the country. This following Report updates the stakeholders about the steps taken by the Company to ensure compliance:

Education

To alleviate illiteracy in the rural areas of the Country, the Company has launched education program through Al-Qalam Welfare Trust School established in 2008 and is providing education facilities at the premises adjacent to the Mills' Employees' Colony by the qualified staff on concessional basis to the children of the factory employees and persons living nearby in rural areas. The Education started from a single class room of Kindergarten with admission of 10 students. Now, in a days, grows upto class 8th having total strength of 230 students with beautiful infrastructure, neat and clean environment with availability of all basic facilities within covered premises viz large size ventilated class rooms, computer lab, laboratory, playground, tuck shop and uninterrupted power supply. Teacher's strength of school is one head mistress, fourteenth lady teachers & one Arabic teacher (Aa'lma). Main emphasis to run the school is to help poor people of the area, to encourage girl's education, to inspire students to internalize Islamic education in their social growth, attaining self-actualization. Education in remote areas is a big challenges specially those who are not able to afford the expenses of such a qualitative, modern education nearer to their door step. In addition to above, various events are being organized like Annual Sports Day, Parent's Day etc.

Medical & Health Care

The Company is responsive to make efforts to minimize the accidental risks, have necessary medical facilities and continuously shrine to improve greenery and maintain clean and safe environment around the Mills, better housekeeping, safeguarding the health of employees and application of the principles of safety in its operations, the consumers and public at large by following the rules and regulations in this regard. The Company is running dispensary through a qualified and experienced doctors for its employees and for persons living in adjoining areas.

During the year, two days Free Eye Camp has been organized on the premises of the Company on February 01, 2018 & February 02, 2018. In this free camp, checkup of total 900+ Outpatients was conducted and operations of 390 patients were done satisfactorily. Before the launch of camp, an advertisement campaign was made through radio, cable, social media & pamphlets for the information of needy persons. Free pick and drop arrangement was made for the patients and caring persons from the areas of Sanghar & Perumal. Free arrangements of accommodation and food were made for patients, care takers, doctors and their staff. Free medicines, medical checkup, Operations were conducted. The whole Eye Camp was partially financed by our Executives and remaining by the Company.

In order to improve and extend Health Facilities for its employees, the Company has deliberated Ministry of Overseas Pakistanis & Human Resources Development, Workers Welfare Fund, Government of Pakistan, Islamabad, which has expressed its willingness to construct Fifty Beds Hospital by Workers Welfare Fund on the premises of the Company in Sanghar, if the Company is ready to donate (free of cost and any charge or mortgage) Five Acres Land and transfer its Title to Workers Welfare Fund, Ministry of Overseas Pakistanis & Human Resource Development, Government of Pakistan.

On November 23, 2016, the shareholders of the Company approved the Board of Directors proposal in the Extra Ordinary General Meeting that the donation (free of cost and any charge or mortgage) and Transfer 05 Acres Land, out of 320 Acres Land of the Company in Sanghar.

In order to implement the Agreements with the Ministry of Overseas Pakistanis & Human Resource Development, Workers Welfare Fund, Government of Pakistan, Islamabad, for the purpose of construction of Fifty Beds Hospital on the above said Land in the vicinity of the Company located in Sanghar, the formalities of transfer of Land and other documentation is in process till date.

Community & Social Development

The Company's efforts have primarily on improving the social conditions of the Communities and employees related to the Company by establishing fair working conditions, ensuring occupational safety, setting social standard, establishing minimum wages, zero tolerance on child labour and forced labour etc.

To support the sugarcane growers of the area and provide better quality seeds and fertilizers to achieve improvement in quality of sugarcane and enhance its quantity and productivity in order to have regular, constant and better supply in future the major basic raw material for sugar mills.

The Company continuously is striving to improve greenery, maintaining clean environment around the mills and better house-keeping. The Company installed and maintained water filtration plant and tanks to purify the water used for drinking purpose.

Human Resource Management:

There are policies and procedures which demonstrate the Human Resource department, a philosophy of fair and transparent appointments on the basis of merit and give objective of performance evaluation, which ultimately results in the increments, promotions, bonuses and cash awards. Being social responsible, the Company gives importance on providing an opportunity with dignity to people with special needs who are trained to serve the Company as a valuable human capital. We have appointed some special persons as part of human resource. The Company treats all employees fairly and compensates them according to the industry practice. The Company provides the benefits such as perquisites, annual leaves, pick and drop, facility of mess, safe and healthy working conditions etc along-with group insurance, making payments to Employees Old Age Benefits Institution, Worker's Welfare Fund, Worker's Profit Participation Funds. The Company is committed to maintaining the principles of integrity and trust with respect to privacy of the employees of the Company.

To encourage employment of workforce living in the rural areas in order to yield significant gain and uplift their living standard.

Contribution towards Economy & Government:

The Company is contributing to the National growth by sharing its revenue with the nation in the form of taxes, rates, duties and other levies.

Pakistan is facing severe energy crises and efforts to increase power generation. This is resulting in load-shedding and power shutdowns in all sectors, whether industrial or residential. Considering the importance of energy, the Company has been heavily investing in power generation, which includes installation of equipment & machinery, with our manufacturing area for our in-house consumption and surplus energy are sold to Hyderabad Electric Supply Corporation, to overcome the crises of power generation to some extent.

Expenditure Incurred:

The expenditures incurred on Corporate Social Responsibility Activities are disclosed in notes to the financial statements under the heading of "Other Operating Cost" amounted to Rs. 3,026 thousand (2017: 1,147 thousand).

CSR Plans:

The Company intends to install RO plant to provide clean and clear drinking water to general public.

ے دوران حفاظتی اقد امات بھیسی سیولیات فراہم کی جاتی ہیں اوران کے ملاوہ کردپ الشورٹس، اولڈ اٹنے اعطینس انٹیٹیوٹن کو اوائیکیوں، ورکرز ویلفیئر فنڈ اور ورکرزیرافٹ یارٹیسی قاشن فنڈ کی سیولیات بھی فراہم کی جاری ہیں۔ کہتی کے ملاز بین کی تی زندگی میں عدم مداخلت کے اصولوں پر کہتی تن کے ساتھ کا رہتہ ہے اوراس ملسلے ہیں تھمل ویانڈاری اور تجروے کے اصولوں کواپنایا جا تا ہے۔

سیختی کی جانب ہے قرب وجوار کے علاقوں کو بھر پورٹو اٹھ بھم قراہم کے جانے کی فرض سے اوران کے معیار ڈندگی کو بلند کرنے کی فرض ہے کہنی کی جانب سے مقامی افر اوکی دوسلہ افزائی کی جاتی ہے۔

سرکاری محزانے اور معیشت میں کمپنی کا حصہ

کمیٹی کی جائے ہے اپنی آیدن میں ہے تیکسول مریش ، لا پوٹیز اور ویکر لیویز کی صورت میں تو می ترقی میں اپنا حصہ طایا جاریا ہے۔

پاکستان اس وقت تو انائی کے شدید بران کی زویس ہے اور اس بڑان پر تو او پائے کیلئے کوششیں کی جاری ہیں۔ اس بڑان کی وجہ ہے اوا شیڈ تک ایک معمول بنآ جارہا ہے جس ہے تمام شعبے متاثر بورہ ہیں تو اوسند تی صارفین ۔ تو انائی کی اجمیت کو مذاظر رکھتے ہوئے کہنی کی جانب ہے اس سیکٹر بیل خاطر خواہ سرمایہ کاری کی ہے۔ اس سرمایہ کاری آفت مشیئری وآلات کی تحصیب کی گئی ہے جس کے دریاچے کپنی کی تو انائی کی طرور یائے کو پورا کیا جاتا ہے اور قاصل بکی حیدرآ بادائیکٹرک ہیال کی کاریوریشن کوفر وہت کردی جاتی ہے تا کہ ملک جس جاری تو انائی کی خورت کی حد تک از الدکیا جا سے اور قاصل بکی حیدرآ بادائیکٹرک ہیالتی کاریوریشن کوفر وہت کردی جاتی ہے تا کہ ملک جس جاری تو انائی کے بھوان پر تھا ہو یائے کہتے کی حد تک از الدکیا جا

افراجات:

کار پوریت معاشر تی دسداری کے تحت کئے جائے والے افراحیات کو مالیاتی وستاویزات کے نوٹس میں بعنوان " Other Operating Cost" خاہر کیا گیا ہے جن کی مالیت 3,026 جزاررہ ہے بیٹی ہے (برمطابی 2017 ہے افراحیات 1,147 جزاررہ ہے تھے)۔

ى ايس آرمنعوي:

عوام الناس کو پینے کے مساف پانی کی فراہی کی فرش کے کوئی آراد بلانت لگائے کا اراد ورکھتی ہے۔

ف کے ملاقے میں مریضوں اوران کے ساتھ آنے والوں کیلئے آمد ورفت مقت بند ویست بھی کیا گیا تھا۔ ڈاکٹر وں دوگر محملے مریضوں اوران کے ساتھ آنے والے افراد کیلئے مقت قیام وطعام کا بند ویست بھی کیا گیا تھا۔ مقت علائ اور آپریشنوں کے ساتھ ساتھ مریضوں کو مقت اوو بات بھی قراہم کی گئیں۔ اس کیس کے قیام کیلئے افراجات کا بند ویست بڑوی طور پرانتھا می افسران کی جانب ہے کیا گیا ور بھیدافراجات کمفنی کی جانب سے اواکٹ گئے۔

ا پیٹا طاز مین کومز پداور بہتر طبی سمولیات فراہم کرنے کی فرض سے کمپنی کی جانب سے وزارت سمتدر پار پاکستانی واژ قی برائے انسانی وسائل ، ورکرز سوشل ویلفیئز فنڈ ، حکومت پاکستان اسمام آباد ہے گفت وشنید کی گئی ہے جن کی جانب ہے اس بات پڑتا آماد کی کا اظہار کیا گیاہے سوشل ورکرز ویلفیئر فنڈ کمپنی کے اجا مطے ساتھ مزمیں بھاس بستروں پر مشتمل ایک بہتمال قائم کرے کا بشر ظیار کمپنی کی جانب سے پانٹی ایکڑڑئین اس مقعد کیلئے بڈر بیوٹر انسفر ورکرز ویلفیئر فنڈ ، وزارت سمندریار پاکستانی وزقی برائے انسانی وسائل حکومت پاکستان کو تھی کردی جائے۔

فیرسعمولی اجلاس عام متعقدہ 23 نومبر 2016 میں یورو آف وائر بکٹرز کی جانب نے دمین الاٹ کے جانے کی سفارش کے تھمن شرکھنے داران نے مجی اپنی منظور کی وے دی کرساتھ مزمی کیٹنی کی 320 ایکرز مین میں سے عظیہ (کیس مجی اوا میگی یار بمین کے بغیر مقت) یوائے 5 ایکرز مین کی کاروائی عمل میں اوٹی جائے۔

کھٹی کی طرکورہ بالازمین واقع ساتھنز پر بچاس بستر سے بہتال سے قیام کیلئے ورکرز ویلفیئر فنڈ وزارت سندر پار پاکستانی وز تی برائے انسانی دسائل مقلومت پاکستان کوزمین منتقل سے جانے سے معاہدے کو کی صورت و سے کی افرض سے زمین مقل سے جانے اور دیگر دستاویزات کی تھیل کا مال زمیر تھیل ہے۔ اجھامی معاشر تی ترقی:

عوام اور کمپلی کے ماز مین کے معیار زندگی میں پہنزی السے کی فرض ہے کہنی کی جانب ہے بنیادی طور پر چھا قد امات اضاے گئے ہیں جن میں کام کرنے کیلئے ساز کار ماحول کی فراہمی ، بیشروراندامور سرانجام ویٹے کے دوران حفاظتی اقد امات ، کم از کم اجرت کے قوائین پر مملزرآ مداور پچل سے مزدوری اور بیگار کے علاق اقد امات جیسی کوششیں شامل ہیں۔

ملائے بیں گئے کے کاشکاورں کو مہارا دینے کیلئے اور اس فرض ہے کہ گئے کی معیاری اور بہتر پیداوار کے ذریعے سے شوگر ملول کو بالا تعلل خام مال کی فراہمی کولیٹی بعلیا جائے کاشکاورل کواملی معیار کے فتح اور کھا وفراہم کئے جانے جیسے اقد دبات بھی اشائے گئے جی ۔

کمپنی کی جانب ہے کمپنی کے قرب وجواد کے علاقوں کوسر بڑے توابسورت اور صاف عمرار کھنے کیلئے بھی سلسل اقدامات کے جارب جیں۔ پہنے کا صاف پانی قرائیم کرنے کیلئے کہنی کی جانب ہے وارفکٹر بیشن پاانس کی تھیب اور ٹیکٹول کی تقییر بھی تمال میں لائی گئی ہے۔

بندوبست برائة انساني وسأكل:

ر پورٹ بابت استحکام ، کار پوریٹ معاشر تی ذ مہداری

ا بیک ذمہ دار کار پوریت شہری ہوئے کے ناسطے ساتھین شائر مزلمینا نہ ایک دوئن کل کی خاطر معاشرے کے طعمن ش اپنی ذمہ داریاں اداکرنے کیلئے کوشاں ہے۔ پاکستان کے معاشرے اور عوام کی اجما تی ادر معاشر تی زندگی ش بہتری پیدا کرنے کیلئے کہنی کی جانب سے شخرک کردارادا کیا جارہا ہے۔ کمپنی اس بات پر بیٹین رکھتی ہے کہ معاشی ادر معاشر تی اقدار کے فوائد پورے ملک ش ہر خاص و عام تک بھٹے جائیس ۔ اپنی اس پالیسی کی باسداری کے اظہار کیلئے کوئی کی جانب سے قامل میں رکھورے ویش خدمت ہے۔

عليم

والن حزیز کے دہی عادق سے جہال ہے کہ فاتے کیلے کہی تی جائیہ ہے۔ 2008 میں اہلم ویلیٹر فرست اسکول کے تھے۔ ایک تعلیمی پر در امرا کا آغاز اللہ ہے۔ جس کے فرسید باہر اساتڈ وی زیر گورٹی اس کے احاسط میں مؤرا میں اپنے کا لوٹی کے قریب کیلئری کے ملاز میں کے بچی اور قریب وجواد کے دہی عادق کے بچی کو رہا ہی بنیاد وی پر تعلیم کی سولیا۔ قرائم کی جارت کی ساتھ ہوا۔

اب و کھتے ہی و پہتے ہے تھی میں ایک فوجوں سے محارت کے ساتھ 230 طابا وقت کی تا گئے گئے ہے جس ایک ساف اور سخرے ماحول میں یہ تعلیمی سفر جاری ہے۔ اسکول کی محارت تھی سو جاری ہے۔ جس میں وہی اور تعلیم کی اور جاری کے اور تعلیم کی اور تعلیم کی اور تعلیم کی اور تعلیم کا میان انگل سائے۔ اسکول کی محارت کے مواد کی محمد کی تعلیم کا فروغ ہی جو تعلیم کی محمد کی تعلیم کا فروغ ہی جو تعلیم کا میان کا میان انگل سے اسکول کی جا تعلیم کا فروغ ہی تجو تھی کی تعلیم کا فروغ ہی تجو تعلیم کی محمد کی تعلیم کا فروغ ہی تجو تعلیم کے مواد کی تعلیم کی تعل

طبی سرولیات:

تھیٹی اس جانب پراچی توجہ پالھنے مرکوز کے ہوئے ہے کہ جادثات کے داقعات میں کی لائے جائے بھست اور ملائ موالیے کی بنیادی سیولیات فراہم کی جا تھی اورش کے قرب وجوار میں سفائی ، ہزے اور بہتر ہاسول کا انتظام کیا جائے تا کہ ملاز میں اور دیگر عوام کو بھت افزا ماسول فراہم کیا جائے اور کہتی گے کار وہاری افعال سرائیجام دینے کیلئے ماوز بھی مصارفین اور دیگر موام اور بچدے معاشرے کے بق میں بنیادی حفاظتی اصولوں کی پاسداری کی جائے ۔ ماہر قائمز واں کی تر پھر انی جانب سے ایک ڈیپٹر کی بھی چلائی جارتی ہے جس میں ناصرف کہتی کے مات میں بلکہ قرب وجوار کے وام کو بھی سیولیا ہے فراہم کی جاتی ہیں ۔

ز بزنظر مالی سال کے دوران کمپنی کے احاضے میں دوون کیلئے کم اور دوم فروری 2018 کوآ تھول کے معاسے کا کیمپ لگایا گیا۔ از کمپ کے دران اوس (900) سے زائد مریشوں کی آتھوں کا معاری کیا گیا اور 390 مریشوں کی آتھوں کا کامیاب آپریش کیا گیا۔ از کمپ کے آغاز سے کس ریڈیو، کمپنی ا سوشل میڈیا اور پہنشان کے ذریعے توام تک ان کمپ کی معلومات پہنچائی کمکس تا کہ شرورت متدافر اوتک برممکن ذرائع سے بینیام کی جائے۔ ساتھ شراور ہیرہ

Key Elements of Policy for Corporate Social Responsibility

The following are the key elements of policy for Corporate Social Responsibility.

The objective is to promote the development of a framework for Corporate Social Responsibility (CSR) initiatives by the Sanghar Sugar Mills Limited (the Company).

Strategy of Corporate Social Responsibility

The Company is socially responsible and committed to conduct its business ethically and with responsibility. The Company is conscious of the role to play as responsible corporate citizen in fulfilling the various needs of the society concerning health, safety, environment, employee relationship and social welfare of the society. The Company considers itself accountable to its stakeholders and has identified dimensions of performing the social responsibilities which are contribution to economy, environment and society. The management peruses the strategy by following strategic guidelines to be a good corporate citizen:

- 1. Encouraging employment of work force living in the rural areas in order to yield significant gain and uplift their living standard.
- 2. Continuously striving to improve greenery, protecting the environment, maintain a clean environment around the factory and better housekeeping.
- 3. Making arrangement for civic, health, safety of people, education and accommodation facilities to employees and people.
- 4. Support social causes and human rights.
- 5. Conducting business in a socially responsible and ethical manner and in compliance with the Law.
- 6. Behave responsibly and with sensitivity to local communities in the area in which we operate.
- 7. Engaging, learning from, respecting and supporting the communities and cultures within which we work.

Sustainability & Corporate Social Responsibility

The Company acknowledges its social and ethical responsibility to carry out its business in order to keep it safe and protect it for the generation to come. Sustainability Policy is considered to be essential for continuing of the business. The Company considers itself accountable to its stakeholders and informs them about the initiative and measures taken to ensure sustainability and has identified the following dimensions of performing social responsibilities which contributing to economy, environment, health, education and society.

- 1. To support the sugarcane growers of the area and provide better quality seeds and fertilizers to achieve improvement in quality of sugarcane and enhance its quantity and productivity in order to have regular, constant and better supply in future the major basic raw material for sugar mills.
- 2. To alleviate illiteracy in the rural areas of the Country, the Company has launched education program and is providing education facilities at the premises adjacent to the Mills' Employees' Colony by the qualified staff on concessional basis to the children of the factory employees and persons living nearby in rural areas.
- 3. To contributing to the National growth by sharing its revenue with the nation in the form of taxes, rates and duties.

- 4. To improve foreign reserves of the Country by earning foreign currency through exports of sugar as and when allowed.
- 5. To follow consciously the needs of the Society concerning health, safety and environment for achieving the objective.
- To make efforts to minimize the accidental risks, have necessary medical facilities and continuously shrine to improve greenery and maintain clean and safe environment, better housekeeping, safeguarding the health of employees.
- 7. To make efforts on improving the social conditions of the Communities and employees related to the Company by establishing fair working conditions, ensuring occupational safety, setting social standard, establishing minimum wages, zero tolerance on child labour and forced labour etc.
- 8. To encourage employment of workforce living in the rural areas in order to yield significant gain and uplift their living standard.
- 9. To treat all employees fairly and compensates them according to the industry practice. Provides the benefits such as perquisites, annual leaves, pick and drop, facility of mess, safe and healthy working conditions etc along-with group insurance, making payments to Employees Old Age Benefits Institution, Worker's Welfare Fund, Worker's Profit Participation Funds.
- 10. To maintain the principles of integrity and trust with respect to privacy of the employees of the Company.
- 11. To carry out activities at the time of natural calamity or engage in Disaster Management System.
- 12. To promote sustainability in collaboration with the industry associations.
- To contribute to any fund setup by the Government, which may be recognized as CSR activity.
- 14. Monitor and review our CSR policies and procedures on a regular basis to ensure suitability and effectiveness.
- 15. Use continuous assessment to ensure our CSR activities meet identified performance objectives.

Responsibilities

The responsibilities are as follows:

- To review, agree and establish the Company's corporate strategy to ensure that corporate social responsibility is and remains an integral part of the strategy and its implementation in practice and that the social, environmental and economic activities are aligned
- To ensure that there is recognition by all within the Company of the impact of its activities upon all stakeholders including shareholders, customers, suppliers, employees and the wider community and environment and that those activities are regulated such that, consistent with sustainable business and development, they are conducted in a socially responsible manner and have a positive impact on society
- To develop and recommend for acceptance by the board policies on all key areas of CSR including the
 environment, health and safety, product testing and customer safety, standards of business conduct, ethics,
 employees and employee development, charitable activities and community initiatives
- To develop and support the activities necessary to convert CSR policies into an effective plan for implementation across the Company to agree a Programme of specific CSR activities and focus for each financial year, supported by appropriate targets and key performance indicators
- To monitor compliance with the CSR policies throughout the Company and review performance against agreed targets

Sanghar Sugar Mills Limited

- In conjunction with management and other committees of the board including the Company Risk Committee, to identify material environmental, social and health and safety risk areas and to ensure that appropriate measures are taken to mitigate any such risks
- To evaluate and oversee on an ongoing basis the quality and integrity of any reporting to external stakeholders
 concerning CSR matters and, specifically, to review and present to the board for final approval a CSR report for
 publication in the annual reports and accounts
- To develop and encourage effective two-way communication concerning CSR issues within the business
- Where appropriate, to consider the appointment of external advisors to advise and support the committee and the Company in respect of CSR initiatives and to be responsible for establishing the selection criteria, terms of reference and fees in respect of any such advisors
- CSR Commitment Statement to be placed and agreed in each meeting of the Committee with respect to CSR definition, business value of CSR, vision and commitment (resources, time, personnel)
- To determine the priority areas wherein the CSR projects are currently being managed (ongoing projects) and are planned to be initiated (upcoming projects)
- To allocate resources and earmark specific resources (quantifiable), specific criteria, or a proportion of amount for selected CSR activities. The method of allocation of resources or identified criteria must be predetermined and endorsed by the Committee / Board
- Hold orientation sessions for the Committee members and the Board to ensure that the members and the Board have adequate understanding and expertise of CSR for making informed decisions and incorporate CSR as part of Annual Board Evaluation
- Specifying the organizational approach towards CSR
- Incorporating the CSR approach into code of ethics of the Company
- Setting targets for achievement of CSR objectives
- Periodic monitoring and evaluation of CSR activities
- Recognizing and documenting the shortfalls / failures
- Incorporating improvement in future CSR policy / plans
- To consider such other topics and issues in relation to CSR as may be stipulated by the board from time to time

Key Elements of Policy for Directors' Remuneration & Meeting Fee

Following are the Key Elements of Policy for Directors' Remuneration and Meeting Fee of Sanghar Sugar Mills Limited (the Company)

Meeting Fee of Directors

Non-Executive Directors do not have service agreements, but are engaged on the basis of a letter of appointment. All Directors are subject to re-election after three years at the General Meeting. It is the policy of the Board of Directors that Non-Executive Directors are not eligible to participate in any of the Company's remuneration, bonus, share option, long-term incentive or retirement benefit schemes.

The fees paid to Non-Executive Directors are determined by the Board of Directors, with recommendations provided by the Chairman and Chief Executive Officer. The fees of the Chairman are determined by the Remuneration Committee. Fee levels may be reviewed annually, with any adjustments effective from start of the financial year. Fees are reviewed by taking into account external advice on best practice and competitive levels. Time commitment and responsibility are also taken into account when reviewing fees.

Any non-executive director may waive the meeting fee from the Company, upon submission of waiver consent in writing.

The remuneration to be paid to any director except the Chief Executive and the working director for attending the meetings of the directors or a committee of directors shall not exceed the scale approved from time to time by the Board of Directors, as the case may be.

The remuneration of a director for performing extra services, including the holding of the office of the chairman, from time to time shall be determined by the Board of Directors.

Members representing management or others in any committee and the Executive Directors / Executives will not be entitle for the Meeting Fee.

Executive Directors Remuneration

Basic Salary:

Provide market competitive fixed remuneration that rewards to relevant skills, responsibilities and contribution. Salaries are positioned within a market competitive range for companies of a similar size and complexity.

Benefits & Allowances:

Appropriate covers of benefits are available. The Board may periodically change the benefits available for the office at which an Executive Director works.

Increment:

It's a sole discretion of the Board of Directors to decide the Increment percentage annually for Executive Directors.

Gratuity & Leave Encashment:

Provides basic retirement benefits which reflects local market practice and for the permanent employee of the Company as per policy.

Production Bonuses:

Production Bonuses levels and the appropriateness of measures are reviewed annually. Production bonuses will be paid as per the policy of the Company and subject to the limit approved by the Board of Directors for the Executive Directors.

Others:

All taxes and or with-holding taxes will applicable on the Remuneration and fee paid by the Company. These are subject to deduction of tax as per the applicable laws.

Key Elements of Policy for Whistleblowing

Following are the key elements of policy for Whistleblowing .

Introduction

The Whistleblowing Policy gives legal protection to employee(s) or person(s) against being dismissed or penalized by their employers as a result of alone or jointly, provides to the Regulatory Authorities and to the Sanghar Sugar Mills Limited (the Company) with information regarding a contravention or indented contravention of the Laws and policies administered by the Regulatory Authorities and the Company.

It is fundamental to any employment contract that an employee will be loyal to his or her employer and will not disclose confidential information outside the organization. However, from time to time, a member of staff might discover information which he or she believes shows wrongdoing or malpractice within the organization. On such occasions, it must be made possible for the information to be disclosed without fear of reprisal.

Policy Statement

Sanghar Sugar Mills Limited (the Company) is committed to the highest standards of honesty, openness and accountability. It aims to ensure that it operates in a responsible manner, taking into account standards set out. It recognizes that individual members of staff have an important role in helping to achieve this aim.

It is often members of the Company who are first to know if someone in the Company, or connected with it, appears to be acting illegally or improperly. They may feel apprehensive or anxious about raising their concerns, and their loyalty to the Company or to a colleague may prevent them from doing so. They might also be concerned that they will not be taken seriously or about any action against themselves that a disclosure might provoke. However, the Company encourages individuals who have knowledge, or reasonable suspicion, of wrongdoing to come forward. The Company takes all wrongdoing seriously and believes that any evidence suggesting such behavior should be investigated thoroughly.

The purpose of this procedure is to assist and enable all person(s) and or employee(s) of the Company to raise concerns or to disclose information which they believe, in good faith, may indicate malpractice.

Scope of the Policy and Procedure

The policy and procedures are concerned with alleged malpractice, impropriety or wrongdoing in the Company, which it is in the Company's or Shareholder's interest to disclose. The purpose of this policy is to establish appropriate handling of the receipt, retention, and treatment of Whistleblowing matters that may involve; (however it is not an exhaustive list):

- Breach of Company's Polices / Manuals (Accounting policies, Department Manuals, Money Laundering, Department Standard Operating Procedures or other policies / manuals);
- Breach of Internal Controls, management override of controls or other auditing matters;
- Noncompliance of various regulations and rules applicable on the Company (Companies Act, Income Tax Ordinance, Listing regulations, Rule Book of Pakistan Stock Exchange, Securities Act, Code of Corporate Governance and etc. and their related rules, notifications, directives or circulars etc.);
- Non-compliance of Code of Conduct;
- Fraud that is the use of deception with the intention of gaining an undue advantage, avoiding an obligation or causing loss to another party;
- False representations of a matter of fact whether by words or by conduct to clients or other stakeholders or any other fraudulent activities;
- Misappropriation of assets;

Sanghar Sugar Mills Limited

- Misuse of confidential information or deliberate falsification of records:
- Gross misconduct, gross incompetence, gross inefficiency or inadequate performance;
- Willful omission to perform duty;
- Illicit and corrupt practices;
- Acts of omissions which are deemed to be against the interest of the Company, laws, regulations or public
 policies;
- Deliberate damage to or misuse of Company's property, plant & equipment and resources;
- Taking or giving bribes or any illegal gratification or any other questionable activity;
- Serious breach of confidence, including insider dealing in securities;
- Financial malpractice or impropriety or fraud;
- Dangers to health and safety or the environment;
- Criminal activity;
- Improper conduct or unethical behavior including any offence;
- Miscarriage of justice; and
- Attempts to conceal any of the above and others.

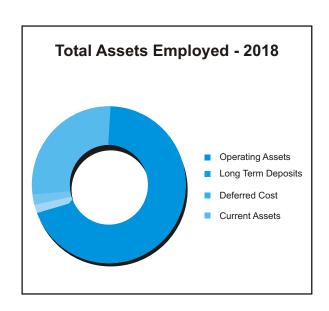
It can be difficult to decide whether a particular action falls within the procedures and it may be that, when concerns are investigated, it appears appropriate to address them through other more specific procedures. As part of its day to day conduct of business the Company takes decisions under established and reasonable procedures. It is not intended that this procedure will allow such decisions to be questioned unless on grounds of malpractice, impropriety or wrongdoing.

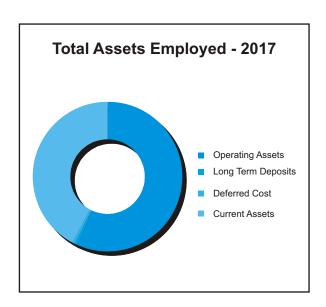
Key Operating & Financial Highlights

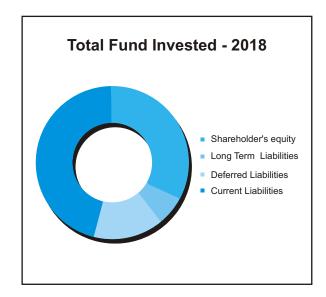
		2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
OPERATIONAL DATA											
Duration of Season	(Days)	142	133	117	137	151	121	109	117	114	132
Cane crushed	(Tons)	712,124	625,237	563,617	630,317	738,209	542,289	483,352	491,205	484,452	597,111
Sucrose Recovery	(%)	10.37	10.12	10.20	10.19	9.81	9.77	9.62	9.57	9.60	9.58
Sugar Made	(Tons)	73,776	63,380	57,387.5	64,271	72,530	52,823	46,516	47,008	46,547	57,308
Molasses	(Tons)	42,017	30,300	27,040	34,299	39,260	27,460	26,503	24,004	23,785	30,279
All figures are Rs in '00	00										
PROFIT OR LOSS RES	<u>ULTS</u>										
Turnover - Net		3,405,535	2,583,232	2,832,657	2,869,164	3,196,951	2,771,454	3,005,261	1,498,297	2,679,922	1,679,489
Gross Profit / (Loss)		98,520	(70,660)	151,582	257,087	213,749	148,572	195,512	245,956	377,383	225,504
Operating Profit / (Loss)		146,802	(165,398)	59,919	170,905	135,446	94,580	95,814	159,342	308,572	162,815
Profit / (Loss) before taxa	ation	24,868	(259,678)	11,060	89,783	36,091	14,271	(424)	64,345	213,047	115,257
Profit / (Loss) after taxa	ation	19,426	(287,104)	13,953	57,400	8,732	6,901	(6,554)	37,759	134,431	66,912
ASSETS EMPLOYED											
Operating Assets		2,909,416	1,745,965	1,465,348	1,167,508	1,146,845	729,685	747,116	754,005	477,508	494,031
Long Term Deposits		18,823	20,961	15,467	10,966	9,478	45,300	36,369	36,396	2,223	2,223
Deferred Cost		8,771	17,543	28,885	33,373						
Current Assets		1,131,843	1,302,916	915,207	688,656	670,133	461,593	935,108	1,471,518	240,366	277,084
Total Assets Employed	l	4,068,853	3,087,385	2,424,907	1,900,503	1,826,456	1,236,578	1,718,593	2,261,919	720,097	773,338
FINANCED BY											
Shareholder's equity*		1,330,699	569,165	863,437	860,635	798,148	501,566	490,172	496,725	351,675	229,198
Long Term Liabilities		250,863	345,291	262,532	103,640	23,174	75,242	64,908	85,089	23,159	75,812
Deferred Liabilities		603,790	300,074	295,067	325,349	320,838	210,011	217,741	217,014	145,489	150,054
Current Liabilities		1,883,501	1,872,855	1,003,871	610,879	684,296	449,759	945,772	1,463,091	199,774	318,274
Total Fund Invested		4,068,853	3,087,385	2,424,907	1,900,503	1,826,456	1,236,578	1,718,593	2,261,919	720,097	773,338

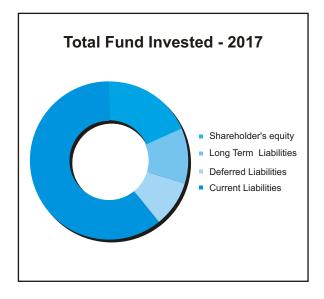
^{*} Comparative of the shareholder's equity are restated as disclosed in note no. 6 of the annexed financial statements.

Graphical Presentation of Financial Highlights









Horizontal Analysis of Financial Statements

	2018	2017 Ru	2016 pees in 000	2015	2014	2018	2017 Va	2016 riance in %	2015	2014
Statement of Financial Position										
Total Non-Current Assets	2,937,010	1,784,469	1,509,700	1,211,847	1,156,323	64.59	18.20	24.58	4.80	49.21
Total Current Assets	1,131,843	1,302,916	915,207	688,656	670,133	(13.13)	42.36	32.90	2.76	45.18
Total Assets	4,068,853	3,087,385	2,424,907	1,900,503	1,826,456	31.79	27.32	27.59	4.05	47.70
Total Equity*	1,330,699	569,165	863,437	860,635	798,148	133.80	(34.08)	0.33	7.83	59.13
Total Non-Current Liabilities	854,653	645,365	557,599	428,989	344,012	32.43	15.74	29.98	24.70	20.60
Total Current Liabilities	1,883,501	1,872,855	1,003,871	610,879	684,296	0.57	86.56	64.33	(10.73)	52.15
Total Equity & Liabilities	4,068,853	3,087,385	2,424,907	1,900,503	1,826,456	31.79	27.32	27.59	4.05	47.70
Statement of Profit or Loss										
Sales	3,405,535	2,583,232	2,832,657	2,869,164	3,196,951	31.83	(8.81)	(1.27)	(10.25)	15.35
Cost of sales	(3,307,015)	(2,653,892)	(2,681,075)	(2,612,077)	(2,983,202)	24.61	(1.01)	2.64	(12.44)	13.74
Gross Profit / (Loss)	98,520	(70,660)	151,582	257,087	213,749	239.43	(146.62)	(41.04)	20.28	43.87
Profit / (loss) from trading activities	3,553		2,179		(577)	100.00	(100.00)	100.00	(100.00)	100.00
Distribution cost	(41,879)	(796)	(522)	(769)	(5,326)	5,161.18	52.49	(32.12)	(85.56)	(23.19)
Administrative cost	(90,971)	(84,937)	(77,999)	(75,544)	(63,949)	7.10	8.89	3.25	18.13	4.01
Other operating cost	(7,812)	(11,622)	(22,168)	(9,950)	(8,834)	(32.78)	(47.57)	122.79	12.63	(56.65)
Other income	185,391	2,617	6,847	81	383	6,984.10	(61.78)	8,353.09	(78.85)	(98.90)
Operating Profit / (Loss)	146,802	(165,398)	59,919	170,905	135,446	188.76	(376.04)	(64.94)	26.18	43.21
Finance cost	(121,934)	(94,280)	(48,859)	(81,122)	(99,355)	29.33	92.96	(39.77)	(18.35)	23.72
Profit / (Loss) before taxation	24,868	(259,678)	11,060	89,783	36,091	109.58	(2,447.90)	(87.68)	148.77	152.90
Taxation	(5,442)	(27,426)	2,893	(32,383)	(27,359)	(80.16)	(1,048.01)	(108.93)	18.36	271.22
Profit / (Loss) after taxation	19,426	(287,104)	13,953	57,400	8,732	106.77	(2,157.65)	(75.69)	557.35	26.53

^{*} Comparative of the total equity are restated as disclosed in note no. 6 of the annexed financial statements.

Vertical Analysis of Financial Statements

	2018 Rupees in 000	2018 %	2017 Rupees in 000	2017 %	2016 Rupees in 000	2016 %	2015 Rupees in 000	2015 %	2014 Rupees in 000	2014 %
Statement of Financial Position										
Total Non-Current Assets	2,937,010	72.18	1,784,469	57.80	1,509,700	62.26	1,211,847	63.76	1,156,323	63.31
Total Current Assets	1,131,843	27.82	1,302,916	42.20	915,207	37.74	688,656	36.24	670,133	36.69
Total Assets	4,068,853	100.00	3,087,385	100.00	2,424,907	100.00	1,900,503	100.00	1,826,456	100.00
Total Equity*	1,330,699	32.70	569,165	18.44	863,437	35.61	860,635	45.28	798,148	43.70
Total Non-Current Liabilities	854,653	21.00	645,365	20.90	557,599	22.99	428,989	22.57	344,012	18.83
Total Current Liabilities	1,883,501	46.29	1,872,855	60.66	1,003,871	41.40	610,879	32.14	684,296	37.47
Total Equity & Liabilities	4,068,853	100.00	3,087,385	100.00	2,424,907	100.00	1,900,503	100.00	1,826,456	100.00
Statement of Profit or Loss										
Sales	3,405,535	100.00	2,583,232	100.00	2,832,657	100.00	2,869,164	100.00	3,196,951	100.00
Cost of sales	(3,307,015)	(97.11)	(2,653,892)	(102.74)	(2,681,075)	(94.65)	(2,612,077)	(91.04)	(2,983,202)	(93.31)
Gross Profit / (Loss)	98,520	2.89	(70,660)	(2.74)	151,582	5.35	257,087	8.96	213,749	6.69
Profit / (loss) from trading activities	3,553	0.10	-	-	2,179	0.08	-	-	(577)	(0.02)
Distribution cost	(41,879)	(1.23)	(796)	(0.03)	(522)	(0.02)	(769)	(0.03)	(5,326)	(0.17)
Administrative cost	(90,971)	(2.67)	(84,937)	(3.29)	(77,999)	(2.75)	(75,544)	(2.63)	(63,949)	(2.00)
Other operating cost	(7,812)	(0.23)	(11,622)	(0.45)	(22,168)	(0.78)	(9,950)	(0.35)	(8,834)	(0.28)
Other income	185,391	5.44	2,617	0.10	6,847	0.24	81	0.00	383	0.01
Operating Profit / (Loss)	146,802	4.31	(165,398)	(6.40)	59,919	2.12	170,905	5.96	135,446	4.24
Finance cost	(121,934)	(3.58)	(94,280)	(3.65)	(48,859)	(1.72)	(81,122)	(2.83)	(99,355)	(3.11)
Profit / (Loss) before taxation	24,868	0.73	(259,678)	(10.05)	11,060	0.39	89,783	3.13	36,091	1.13
Taxation	(5,442)	(0.16)	(27,426)	(1.06)	2,893	0.10	(32,383)	(1.13)	(27,359)	(0.86)
Profit / (Loss) after taxation	19,426	0.57	(287,104)	(11.11)	13,953	0.49	57,400	2.00	8,732	0.27

^{*} Comparative of the total equity are restated as disclosed in note no. 6 of the annexed financial statements.

Stakeholder Engagement, Investor Relations & Financial Ratios

The Sanghar Sugar Mills Limited (the Company) recognizes and protects the rights of the various stakeholders (internal as well as external) established under relevant laws and regulations and has put in place relevant policies and codes for their protection. The Company maintains sound collaboration relationships with its stakeholders. Procedure for stakeholder's engagement includes communication, good harmony, compliance with laws and regulations and sugarcane growers focused approach which is the key factors for establishment of collaboration relationship with stakeholders. Summary of the rights of the various stakeholders has been discussed below:

Shareholders

Access to shareholder records, enquiries concerning verification of transfer deeds, transfer of share certificates, change of address etc., are directed to the Shares Registrar. We have disclosed essential information to the shareholders and treated them equitably. Shareholders meeting along with timely and accurate reporting to our shareholders are the effective modes of engagements with our shareholders

Regulators

The Company make compliance with laws, rules, regulations and guidelines as directed by the Regulators. Timely, appropriately and accurately disclosures of information, as required by law, are our high priority. We have submitting periodic reports, providing and gives information as and when required.

Customers & Suppliers

The Company receive high-quality services and supplies from our suppliers and ensure that the product we give to our customers should be of high standards. We establish the confidentiality of customer information and redressal their complaints and concerns with honesty and trustworthy. We have maintain a good relationship with our customers and suppliers.

Employees

As a good employer, the Company gives equal employment opportunity, gives performance based remuneration. Having Human Resource policies and procedures, the Company maintains effective communication between the management and the staff. To secure maximum cooperation of the employees and to motivate them to give their best. Gives full attention to redressal of complaints & grievances.

Community

The Company acknowledges its social and ethical responsibility to carry out its business in order to keep it safe and protect it for the generations to come. Gives priority to the fair distribution of resources, opportunities and financial assistances. The Company is contributing to the National growth by sharing its revenue with the nation in the form of taxes, rates, duties and other levies.

Financial Reporting & Communication

Communication with the users of financial statements is give high priority. Annual, half yearly and quarterly reports are distributed to the shareholders and provided to other users with in the time specified by the Regulators and also makes it available on the Company's website for the easy access for the shareholders and potential shareholders. There is also an opportunity for individual shareholder to participate at the General Meetings to ensure high level of accountability. The Company notifies information to the Regulators from time to time. This help the shareholders remain connected with the Company. The notifications mainly include Financial Results, Board of Directors meetings, shareholders meetings etc.

Media & Website

The Company disseminates information through print, electronic, social and other web media. The Company is maintaining its website providing complete information about the Company, Investors Relations, Investors Informations, Governance, Policy & Procedures and contact details. This can be accessed through a link www.sangharsugarmills.com

Public Information

Financial analysts, stock brokers, interested investors and financial media desiring information about the Company and its product may contact the Chief Financial Officer and or the Company Secretary at Head Office, Karachi.

Financial Ratios

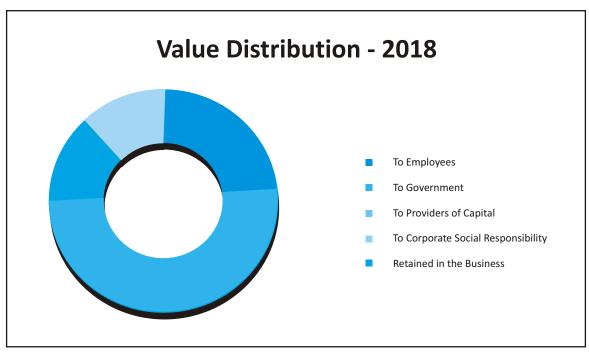
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Profitability Ratios										
Gross Profit Ratio (%)	2.89	(2.74)	5.35	8.96	6.69	5.36	6.51	16.42	14.08	13.43
Net Profit to Sales (%)	0.57	(11.11)	0.49	2.00	0.27	0.25	(0.22)	2.52	5.02	6.86
Return on Capital Employed (%)	11.03	(85.28)	12.82	37.87	36.52	36.52	42.17	47.43	85.86	77.37
Turnover Ratios										
Inventory Turnover Ratio	3.51	3.12	4.59	5.21	8.01	6.19	3.08	1.96	17.51	11.72
Fixed Assets Turnover Ratio	117.05	147.96	193.37	245.93	278.88	383.94	403.72	200.02	561.23	339.96
Investor Information										
Price Earning Ratio	15.36	(1.55)	36.39	5.31	34.89	39.47	(44.91)	3.39	1.23	2.81
Market Value per Share	24.98	37.35	42.50	41.74	25.50	22.89	24.70	10.71	13.84	15.75
Book Value per Share*	111.39	54.02	46.68	37.78	31.04	29.70	27.62	27.43	25.57	15.03
Earning / (Loss) per Share	1.63	(24.03)	1.17	4.80	0.73	0.58	(0.55)	3.16	11.25	5.60
Liquidity Ratios										
Current Ratio	0.60	0.69	0.91	1.13	0.98	1.03	0.99	1.01	1.203	0.871
Capital Structure Ratios										
Debt Equity Ratio	1.05	3.10	1.11	0.53	0.69	1.05	2.06	3.12	1.05	1.97
Interest Cover Ratio	1.20	(1.75)	1.23	2.11	1.36	1.18	1.00	1.68	4.11	4.14

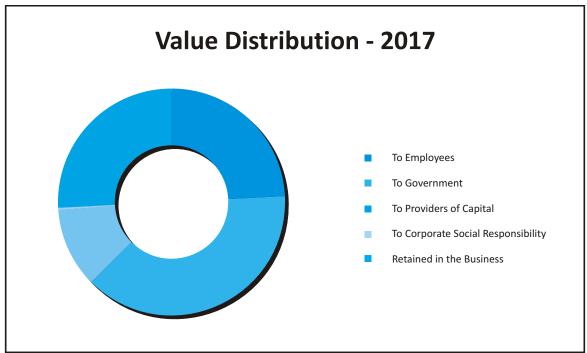
^{*} Comparative ratio of the book value per share are restated as disclosed in note no. 6 of the annexed financial statements.

Statement of Value Addition and its Distribution

	2018	3	2017			
Value Addition	(Rs. '000)	%	(Rs. '000)	%		
Turnover Gross	4,207,749	95.780	3,203,416	99.918		
Other Income	185,391	4.220	2,617	0.082		
	4,393,140	100.000	3,206,033	100.000		
Cane Procurement and						
related expenses	2,871,755	83.575	3,109,983	110.614		
Other Expenses	564,398	16.425	(298,431)	(10.614)		
	3,436,153	100.000	2,811,552	100.000		
	956,987	21.784	394,481	12.304		
Value Distribution						
Distributed as follows						
To Employees						
Remuneration	223,022	23.305	197,374	50.034		
 Worker's profit participation fund 	1,336	0.140	_	_		
	224,358		197,374			
To Government						
Sales Tax / Further Tax & Others	421,359	44.030	293,446	74.388		
Income Tax	54,049	5.648	19,704	4.995		
Deferred Tax	5,442	0.569	(8,906)	(2.258)		
Cess & Fees	11,572	1.209	10,160	2.576		
	492,421		314,404			
To Providers of Capital						
Finance Cost	121,934	12.741	94,280	23.900		
	121,934		94,280			
To Corporate Social Responsibility						
 Charity & Donations 	3,026	0.316	1,147	0.291		
	3,026		1,147			
Retained in the Business						
 Depreciation & Amortization 	95,822	10.013	74,380	18.855		
Profit / (Loss) for the Year	19,426	2.030	(287,104)	(72.780)		
	115,248		(212,724)			
	956,987	100.000	394,481	100.000		

Graphical Presentation of Value Distribution





To the Members of Sanghar Sugar Mills Limited Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 (the Regulations) prepared by the Board of Directors of Sanghar Sugar Mills Limited (the Company) for the year ended September 30, 2018 in accordance with the requirements of regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended September 30, 2018.

CHARTERED ACCOUNTANTS

Place: Karachi

Date: 29th December 2018

Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 For the year ended September 30, 2018

Name of the Company: Sanghar Sugar Mills Limited

Year Ending : September 30, 2018

The Company has complied with the requirements of the Regulations in the following manner:

1. The total number of Directors are Seven as per the following:

a). Male: Sevenb). Female: Nil

- 2. The composition of Board is as follows:
 - a) Independent Director

Mr. Rahim Bux

- b) Other Non-Executive Directors
 - Mr. Ghulam Dastagir Rajar
 - Mr. Mohammad Aslam
 - Mr. Qazi Shamsuddin
 - Mr. Shahid Aziz (N.I.T.)
- c) Executive Directors

Haji Khuda Bux Rajar

Mr. Ghulam Hyder

- 3. The Directors have confirmed that none of them is serving as a Director on more than five listed companies, including this company.
- 4. The Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures.
- 5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.
- 6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board/Shareholders as empowered by the relevant provisions of the Act and these Regulations.
- 7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
- 8. The Board of Directors has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
- 9. All the directors, except Chief Executive, have attended and completed directors' training course conducted by Institute of Cost & Management Accountant of Pakistan. The Chief Executive has the prescribed education and experience required for exemption under clause 20(2) of CCG Regulations accordingly he is exempted from attending directors' training program pursuant to the clause 20(2) of the CCG Regulations.
- 10. The Board has approved appointment of Chief Financial Officer (CFO) including his remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations. The remuneration, terms and conditions of the employment of CFO, Company Secretary and Head of internal Audit and any changes thereto has been approved by the Board.
- 11. CFO and CEO duly endorsed the financial statements before approval of the Board.

12. The Board has formed committees comprising of members given below:

a) Audit Committee:

Mr. Rahim Bux Chairman
Mr. Mohammad Aslam Member
Mr. Shahid Aziz Member

b) Human Resource and Remuneration Committee:

Mr. Rahim Bux Chairman
Mr. Mohammad Aslam Member
Mr. Shahid Aziz Member

c) Risk Management Committee:

Mr. Mohammad Aslam Chairman
Mr. Ghulam Hyder Member
Mr. Shahid Aziz Member

d) Corporate Social Responsibility Committee:

Mr. Rahim Bux Chairman
Mr. Mohammad Aslam Member
Mr. Shahid Aziz Member
Syed Rehan Ahmad Hashmi Member

e) Information Technology & Steering Committee:

Mr. Ghulam Hyder Chairman Syed Rehan Ahmad Hashmi Member Mr. Muhammad Ahmed Member

(Resigned on September 30, 2018)

Mr. Ebad Azhar Member

(Appointed on November 01, 2018)

- 13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.
- 14. The frequency of meetings of the committee were as per following:

a) Audit Committee
 b) Human Resource and Remuneration Committee
 c) Risk Management Committee
 d) Corporate Social Responsibility Committee
 e) Information Technology & Steering Committee

Five meetings
Half yearly meetings
Four quarterly meetings
Half yearly meetings

- 15. The Board has set up an effective internal audit function who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Company.
- 16. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the quality control review program of Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold shares of the Company and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
- 17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
- 18. We confirm that all other requirements of the Regulations have been complied with.

Ghulam Dastagir Rajar Chairman

Karachi: December 29, 2018

Independent Auditors' Report to the Members of Sanghar Sugar Mills Limited Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of Sanghar Sugar Mills Limited, ("the Company") which comprise the statement of financial position as at September 30, 2018, and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at September 30, 2018 and of the profit, comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan ("the Code") and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note 26.1.4 of the annexed financial statements, which describes the uncertainty related to the outcome of legal matters related to minimum sugar cane price and other matters. Our opinion is not qualified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matter. Following are the Key audit matters:

S.N.	Key audit matter	How the matter was addressed in our audit
1.	Property, Plant and Equipment	Our audit procedures included the following:
	During the year the Company has added machineries to its manufacturing facilities which commenced commercial production during the year. The Company has also carried out revaluation of certain items of property, plant and equipment which carried at revalued amount as per accounting policy.	

S.N. Key audit matter How the matter was addressed in our audit These were considered as key audit matter due to Evaluating whether the cost accumulated their financial significance and impact on the meets the criteria for capitalization in accordance with IAS-16 "Property, Plant and financial position of the Company as well there are a number of areas where significant management's Equipment" and whether the cost has been estimates and judgments are involved in this respect accumulated completely and accurately. including: Ensuring that addition in property plant and Determining costs that should be capitalised in equipment has been made in accordance with accordance with criteria specified in the capitalization policy and reviewing International Accounting Standard completion certificate / progress reports in 'Property, Plant and Equipment'; order to confirm the date of capitalisation and commencement of deprecation. Determining the date on which assets were available for intended use and the respective Evaluating the management's estimation of dates from which their depreciation should economic useful lives, residual values by commence: and considering our knowledge of the business and practices adopted in the local industries. The estimation of economic useful lives and residual values assigned to property, plant and Ensuring that, in case of revaluation, the entire class of assets has been revalued and revaluation is properly accounted for in the Determining the fair value of items of property, financial statements. plant and equipment carried under revaluation model and accounting for the revaluation Obtaining revaluation report and evaluating surplus in the financial statements. reasonableness of the fair values. Performing procedures for evaluation of the competence. capabilities and objectivity of expert, obtaining understanding of the work of expert and evaluation of appropriateness of using that expert's work as audit evidence for the relevant assertion. In addition performed other relevant audit procedures including assessing whether the adequate disclosures have been made in the accompanying financial statements. Contingencies Our audit procedures included the following: The Company is under litigations in respect of Assessing management's processes to various matters related to sugar price fixation and identify new possible litigations, obligations other sugar industry matters and other and changes in existing obligations through miscellaneous claims in respect of the assets/ inquiries from management and review of the payables of the Company as disclosed in note 26 of minutes of meetings of the Board of Directors the annexed financial statements. These and Audit Committee. contingencies require management's judgments and Review of the relevant information including estimates in relation to the interpretation of relevant case proceedings, related industry laws, notifications and regulations and the information and correspondences in respect recognition and measurement of any provisions that

may be required against such contingencies. Due to

inherent uncertainties and the time period such

matters may take to resolve, the management

judgments and estimates in relation to such

contingencies may be complex and can significantly impact the annexed financial statements.

Accordingly these are considered as key audit

matter.

62

of the ongoing litigations.

identified and disclosed.

Obtaining confirmation from the legal counsel

of the Company to evaluate the status of the

pending litigations and view point of the

Examining legal and professional expenses

to confirm that all pending legal matters are

Company's legal counsel thereon.

S.N.	Key audit matter	How the matter was addressed in our audit
		Re-computing the amounts of obligations and recorded liabilities based on available underlying information and confronted parameters.
		Assessing the appropriateness of the related disclosures made in the accompanying financial statements in light of IAS-37 "Provisions and Contingencies".
3.	Companies Act, 2017 The Companies Act, 2017 (the Act) has become	Our audit procedures in this respect included the following:
	effective for preparation of the Company's annual financial statements for the year ended 30 September 2018.	Obtaining an understanding of the provisions of the Act and its fourth schedule applicable to the Company.
	The Act forms an integral part of the statutory financial reporting framework as applicable to the Company and its fourth schedule amongst others, prescribes the nature and content of disclosures in relation to various items of the financial statements.	Company's management, evaluating their view point with respect to applicable provisions of the Act.
	In view of first time application, the extensive impacts in the financial statements and also because failure to comply with the requirements of the Act, could	 Testing on sample basis the supporting documents and underlying information used for the disclosures required by the Act and ensuring their appropriateness.
	have financial and reputational impacts leading to regulatory actions, therefore same is considered as a key audit matter.	Ensuring that all material disclosures as required by the Act have been made in the financial statements and evaluating the internal consistency of such disclosures with other elements of the financial statements.

Information Other than the Financial Statements and Auditor's Report thereon

Management is responsible for the other information. The other information comprises the information included in the Annual report of the Company, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) in our opinion, no Zakat was deductible at source under Zakat and Ushr Ordinance, 1980(XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is Fahad Ali Shaikh.

CHARTERED ACCOUNTANTS

Place: Karachi

Date: 29th December 2018

Statement of Financial Position

As at September 30, 2018

Non-CURRENT ASSETS			September 30 2018	September 30 2017 Resta	September 30 2016
NON-CURRENT ASSETS	ASSETS	Notes			
Property, plant and equipment 7				,	
Intangible asset		7	2.909.416	1.745.946	1.464.904
Long ferm deposits 9					
Deferred cost 10			18.823		15.467
CURRENT ASSETS 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,784,469 1,509,700 1,099,532					
Stores, spare parts and loose tools					
Stores, spare parts and loose tools 11 55,599 56,157 49,675 606,067 790,044 1,095,532 606,067 774de Debts 13 28,726 — — — — — — — — — — — — — — — — — —	CURRENT ASSETS		2,007,010	1,701,100	1,000,700
Stock-in-trade 12 790,044 1,095,532 606,067		11	55.599	56.157	49.675
Trade Debts					
Loans and advances					_
Trade deposits & short term prepayments	Loans and advances	14		116.285	104.960
Other receivables 16 160,994 3,613 12,171 3,606 1,0994 3,613 1,2171 3,606 1,006 1,007 <td></td> <td>15</td> <td></td> <td></td> <td></td>		15			
Sales Tax Refundable Income tax refundable - net of provision Cash and bank balances 38,155 7,071 — 19,721 3,606 733 Cash and bank balances 17 7,071 19,721 123,255 TOTAL ASSETS EQUITY AND LIABILITIES SHARE CAPITAL AND RESERVES 4,068,853 3,087,385 2,424,907 Authorized capital 20,000,000 shares of Rs.10 each 200,000 200,000 200,000 Issued, subscribed and paid up capital Unappropriated profit Surplus on revaluation of property, plant & equipment 19 1,9460 74,487 347,806 Surplus on revaluation of property, plant & equipment 19 1,099,872 375,218 396,171 NON CURRENT LIABILITIES Long term financing 20 153,791 209,422 182,414 Liabilities against assets subject to finance lease 21 97,072 135,869 80,118 Deferred liabilities 22 603,790 300,074 295,067 CURRENT LIABILITIES 23 688,073 378,599 275,679 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend Dividend payable<				3,613	
NON CURRENT LIABILITIES Liabilities against assets subject to finance lease 21 97,072 135,869 80,118 136,067 20,000 200,007 20	Sales Tax Refundable		-		
1,131,843 1,302,916 915,207	Income tax refundable - net of provision		38,155	_ _	733
TOTAL ASSETS EQUITY AND LIABILITIES SHARE CAPITAL AND RESERVES	Cash and bank balances	17	7,071	19,721	123,255
TOTAL ASSETS EQUITY AND LIABILITIES SHARE CAPITAL AND RESERVES			1.131.843	1.302.916	915.207
EQUITY AND LIABILITIES SHARE CAPITAL AND RESERVES Authorized capital 20,000,000 shares of Rs.10 each Issued, subscribed and paid up capital Unappropriated profit Surplus on revaluation of property, plant & equipment NON CURRENT LIABILITIES Long term financing Liabilities against assets subject to finance lease Lore term borrowings CURRENT LIABILITIES Trade and other payables Accrued finance cost Current portion of long term financing Lore to finance dease Lore term borrowings Lore term term term term term term term te	TOTAL ASSETS				
SHARE CAPITAL AND RESERVES Authorized capital 200,000 200,000 200,000 20,000,000 shares of Rs.10 each 200,000 200,000 200,000 Issued, subscribed and paid up capital 18 119,460 119,460 347,806 Surplus on revaluation of property, plant & equipment 19 1,099,872 375,218 396,171 NON CURRENT LIABILITIES 1,330,699 569,165 863,437 NON current financing 20 153,791 209,422 182,414 Liabilities against assets subject to finance lease 21 97,072 135,869 80,118 Deferred liabilities 22 603,790 300,074 295,067 CURRENT LIABILITIES 854,653 645,365 557,599 CURRENT LIABILITIES 23 688,073 378,599 275,679 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551			4,000,000	0,007,000	2, 12 1,007
Authorized capital 20,000,000 shares of Rs.10 each 200,000 200,000 200,000 200,000					
200,000 200,					
Issued, subscribed and paid up capital Unappropriated profit 119,460 119,460 119,460 119,460 347,806 347,806 347,806 Surplus on revaluation of property, plant & equipment 19			200,000	200,000	200,000
Unappropriated profit Surplus on revaluation of property, plant & equipment 19 1,099,872 1,330,699 569,165 863,437 NON CURRENT LIABILITIES Long term financing Liabilities against assets subject to finance lease Deferred liabilities 22 23 375,218 396,171 209,422 182,414 299,67 299,					
Surplus on revaluation of property, plant & equipment 19		18			
NON CURRENT LIABILITIES 1,330,699 569,165 863,437			111,367	74,487	347,806
NON CURRENT LIABILITIES Long term financing 20					
NON CURRENT LIABILITIES 20 153,791 209,422 182,414 Liabilities against assets subject to finance lease 21 97,072 135,869 80,118 Deferred liabilities 22 603,790 300,074 295,067 CURRENT LIABILITIES Trade and other payables 23 688,073 378,599 275,679 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net - 15,895 - -	plant & equipment	19			
Long term financing 20 153,791 209,422 182,414 Liabilities against assets subject to finance lease 21 97,072 135,869 80,118 Deferred liabilities 22 603,790 300,074 295,067 CURRENT LIABILITIES Trade and other payables 23 688,073 378,599 275,679 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 — —			1,330,699	569,165	863,437
Liabilities against assets subject to finance lease 21 97,072 (603,790) 135,869 (300,074) 80,118 (295,067) Deferred liabilities 22 603,790 (603,790) 300,074 (295,067) 295,067 (295,067) CURRENT LIABILITIES Trade and other payables 23 688,073 (29,035) 378,599 (275,679) 275,679 (20,302) Accrued finance cost Short term borrowings 25 1,021,483 (1,293,557) 644,680 (1,551) 1,551 (1,551) 1,551 (1,551) 1,551 (1,551) 1,551 (1,21,485) 12,418 (1,436) 12,436 (1,436) 12,185 (1,436) <td< td=""><td></td><td></td><td></td><td></td><td></td></td<>					
to finance lease Deferred liabilities 22 97,072 135,869 300,074 295,067 854,653 645,365 557,599 CURRENT LIABILITIES Trade and other payables 23 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551 Dividend payable Current portion of long term financing 20 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 80,118 97,072 135,869 300,074 295,067 2		20	153,791	209,422	182,414
Deferred liabilities 22 603,790 300,074 295,067 CURRENT LIABILITIES Trade and other payables 23 688,073 378,599 275,679 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —				405.000	00.440
CURRENT LIABILITIES Trade and other payables 23 688,073 378,599 275,679 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —					
CURRENT LIABILITIES Trade and other payables 23 688,073 378,599 275,679 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —	Deferred liabilities	22			
Trade and other payables 23 688,073 378,599 275,679 Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —			854,653	645,365	557,599
Accrued finance cost 24 29,035 46,507 20,302 Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,551 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —			200.050	070.500	075 070
Short term borrowings 25 1,021,483 1,293,557 644,680 Unclaimed dividend 1,526 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —	·				
Unclaimed dividend 1,526 1,551 1,551 Dividend payable 12,418 12,436 12,185 Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —					.,
Dividend payable Current portion of long term financing Current portion of liabilities against assets subject to finance lease Provision for income tax - net 20 21 2436 87,936 87,000 22,000 27,474 27,474 - 15,895		25	1,021,483		
Current portion of long term financing 20 87,936 87,000 22,000 Current portion of liabilities against assets subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —					
Current portion of liabilities against assets subject to finance lease Provision for income tax - net 21 43,030 - 37,310 27,474 - 15,895		20			
subject to finance lease 21 43,030 37,310 27,474 Provision for income tax - net 15,895 —		20	07,930	07,000	22,000
Provision for income tax - net 15,895		21	43 030	37 310	27 /17/
		4 I	43,030		21,414
	1 TOVISION TO INCOME LAX - HEL		1 002 504		1 002 974
1,883,501 1,872,855 1,003,871			1,883,507	1,012,005	1,003,871
CONTINGENCIES AND COMMITMENTS 26 — — — — — — — — — — — — — — — — — —		26	4 600 050		
TOTAL EQUITY AND LIABILITIES 4,068,853 3,087,385 2,424,907	TOTAL EQUITY AND LIABILITIES		4,068,853	3,087,385	2,424,907

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive Director Chief Financial Officer

Statement of Profit or Loss

For the year ended September 30, 2018

		September 30 2018	September 30 2017
	Notes	(Rupees	s in '000)
Sales	27	3,405,535	2,583,232
Cost of sales	28	3,307,015	2,653,892
Gross Profit / (Loss)		98,520	(70,660)
Profit from trading activities	29	3,553	_
		102,073	(70,660)
Distribution cost	30	41,879	796
Administrative cost	31	90,971	84,937
Other operating cost	32	7,812	11,622
		140,662	97,355
Operating Loss		(38,589)	(168,015)
Other income	33	185,391	2,617
		146,802	(165,398)
Finance cost	34	121,934	94,280
Profit / (Loss) before taxation		24,868	(259,678)
Taxation	35	5,442	27,426
Profit / (Loss) after taxation		19,426	(287,104)
Earning / (Loss) per share - Basic and diluted (Rupees)	36	1.63	(24.03)

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive	Director	Chief Financial Officer

Statement of Comprehensive Income

For the year ended September 30, 2018

	Notes	September 30 2018 (Rupees	September 30 2017 in '000)
Profit / (Loss) after taxation		19,426	(287,104)
Other Comprehensive Income			
Items that will not be reclassified to statement of profit or loss			
Remeasurement loss on acturial valuation of staff defined benefit plan	22.3.4	(4,261)	
Related deferred tax		1,150	
		(3,111)	-
Items that may be reclassified subsequently to statement of profit or loss			
Surplus on revaluation of property, plant and equipment during the year	19	1,023,393	
Related deferred tax		(290,549)	
		732,844	-
Total Comprehensive Income for the year		749,159	(287,104)

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive Director Chief Financial Officer

Statement of Cash Flows

For the year ended September 30, 2018

	September 30 2018		September 30 2017
	Notes	(Rupees in '000)	
Profit / (Loss) before taxation Adjustment for non cash charges and other items:		24,868	(259,678)
Depreciation	7.1.2	87,031	62,613
Amortization	8	19	425
Amortization of deferred cost	10	8,772	11,342
Employees retirement benefits expense	22.3.2 & 22.4.2	12,523	12,742
Provision for slow moving items and obsolescence	11.1	750	945
Impairment of further sales tax refundable	16.4	_	8,558
Provision for market committee fee	22.2	7,121	6,253
Gain on sale of Property, plant & equipment	7.1.3	(464)	(583)
Finance cost	34	121,934	94,280
		237,686	196,575
		262,554	(63,103)
Changes in Working capital			
(Increase) / Decrease in current assets			
Stores, spare parts and loose tools		(192)	(7,427)
Stock - in - trade		305,488	(489,465)
Trade debts		(28,726)	
Loans and advances		77,444	(11,325)
Trade deposits & Short term prepayments		(805)	3,132
Sales Tax refundable		_	3,606
Other receivables		(157,381)	
		195,828	(501,479)
Increase in current liabilities			
Trade and other payables		309,474	102,920
		767,856	(461,662)
Employees retirement benefits paid during the year	22.3.1 & 22.4.1	(2,655)	(5,082)
Finance cost paid during the year		(139,406)	(68,074)
Decrease / (increase) in long term deposits		2,138	(5,494)
Income tax paid during the year		(54,049)	(19,704)
		(193,972)	(98,354)
Net cash inflow / (outflow) from operating activities	5	573,884	(560,016)

	Notes	September 30 2018	September 30 2017 es in '000)
	Notes	(Rupee	:5 111 000)
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant & equipment	7.1.3	605	683
Additions to property, plant and equipment	7.1 & 7.2	(227,249)	(343,756)
Net cash outflow from investing activities		(226,644)	(343,073)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of long term financing		(71,274)	(25,500)
Proceeds from long term financing		16,578	117,508
Proceeds from liabilities against asset subject to finance	_	91,908	
Payments of liabilities against asset subject to finance le	(33,077)	(26,321)	
Dividend paid during the year		(7,168)	
Increase / (decrease) in dividend payable during the year	(43)	251	
Net cash (outlow) / inflow from financing activities	(87,816)	150,678	
Net increase / (decrease) in cash and cash equivaler	259,424	(752,411)	
Cash and cash equivalents at beginning of the year	(1,273,836)	(521,425)	
Cash and cash equivalents at end of the year 37		(1,014,412)	(1,273,836)

The annexed notes from 1 to 48 form an integral part of these financial statements

Chief Executive Director Chief Financial Officer

Statement of Changes in Equity

For the year ended September 30, 2018

	Issued, Subscribed & Paid-up Capital	Unappropriated profit	Capital Reserve - Surplus on revaluation of property, plant & equipment	Total	
	(Rs in '000)				
Balance as at October 01, 2016 - as previously reported	119,460	347,806	_	467,266	
Impact of change in accounting policy - net of tax					
Revaluation surplus on property, plant and equipment	_	_	396,171	396,171	
Balance as at October 01, 2016 - as restated	119,460	347,806	396,171	863,437	
Transaction with Owners:					
Final Dividend for the year ended September 30, 2016 @ Rs. 0.6 per share	_	(7,168)	_	(7,168)	
Total Comprehensive Loss for the year ended September 30, 2017	_	(287,104)	_	(287,104)	
Incremental depreciation charged on surplus on revaluation of property, plant & equipmen - net of deferred tax		20,953	(20,953)	_	
Balance as at September 30, 2017 - as restated	119,460	74,487	375,218	569,165	
Balance as at September 30, 2017 - as previously reported	119,460	74,487	-	193,947	
Impact of change in accounting policy - net of tax					
Revaluation surplus on property, plant and equipment	_	_	375,218	375,218	
Balance as at October 01, 2017 - as restated	119,460	74,487	375,218	569,165	
Total Comprehensive income for the year ended September 30, 2018	_	16,315	732,844	749,159	
Incremental depreciation charged on surplus on revaluation of property, plant & equipment - net of deferred tax	_	20,565	(20,565)	_	
Effect of change in tax rate directly credited			10.275	10 275	
to revaluation surplus Balance as at September 30, 2018	119,460	111,367	12,375 1,099,872	12,375 1,330,699	

The annexed notes from 1 to 48 form an integral part of these financial statements

Notes to the Financial Statements

For the year ended September 30, 2018

1 COMPANY AND ITS OPERATIONS

- 1.1 The Company is a public limited Company incorporated in 1986 in Pakistan and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at C-27, Plot No. F-24, Block 9, Clifton, Karachi.
- 1.2 The Company is principally engaged in the manufacture and sale of sugar and sale of its by-products i.e. molasses and bagasse. The Company has also installed bagasse fired transmission equipment to sell surplus electric power. The manufacturing facilities are located at Sanghar Sindhri Road, Deh Kehore, District Sanghar in the province of Sindh. The total area of industry land / manufacturing facilities which includes the main factory is spread over 320.625 Acres.
- 2 SUMMARY OF SIGNIFICANT TRANSACTIONS AND EVENTS AFFECTING THE COMPANY'S FINANCIAL POSITION AND PERFORMANCE
- 2.1 During the year, crushing capacity of sugar has been enhanced by adding new plant at an aggregate cost of Rs. 891,475 thousand. Newly installed plant & machinery commenced production in the month of March 2018. This plant has added in capacity and is expected to provide significant economic benefits in future as well.
- 2.2 During the year, the Company carried out fresh revaluation of its property, plant and equipment which has resulted in surplus of Rs.1,023,393 thousand. Further, due to changes in Companies Act, 2017 the presentation of revaluation surplus has been changed and is made part of equity of the Company. This change has resulted in improved financial ratios.
- 2.3 During the year significant decline in sugar price locally and internationally due to surplus production has affected the performance / profitability of the Company. Furthermore, the cost of sugar production decreased as compared to last year due to the fact that the cost of cane paid / booked were Rs. 160/40 k.g. on the basis of court order inspite of the fact the Government of Sindh fixed minimum sugar cane price at Rs.182/40 k.g. against which the Company along with other sugar mills filed petition as disclosed in note 26.1.4. However, the Government announced export subsidy during the year which has compensated the significant decline in the sugar prices to some extent.
- 2.4 Due to first time application of financial reporting requirements under the Companies Act, 2017 (the Act) including disclosure and presentation requirements of fourth schedule of the Act, some of the amounts reported for the previous period have been reclassified as detailed in note 46 of these financial statements.

3 BASIS OF PREPARATION

3.1 Statement of Compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of:

International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and

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 IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.2 Accounting Convention

These financial statements have been prepared under the historical cost convention, except for, employees retirement benefits that are based on actuarial valuation, items of property, plant and equipment carried at revalued amounts and stock in trade when valued at net realizable value.

3.3 Functional and presentation currency

These financial statements are presented in Pakistan Rupee which is the Company's functional and presentation currency.

3.4 STANDARDS, AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARD AND INTERPRETATIONS

3.4.1 Standards, interpretations and amendments to published approved accounting standards that became effective during the year

The following Standards, interpretations and amendments to published approved accounting standards became effective during the year.

- IAS-7 Statement of Cash Flows (Amendments)
- IAS-12 Income Taxes (Amendments)

These Standards, interpretations and amendments as also communicated in the preceding year, do not have significant impact on Company's financial statements except for some additional disclosures. In addition to above, certain new cycle of improvements are applicable in current year, that are either considered not to be relevant or are not expected to have significant impact to the Company's financial statements and hence have not been specified.

3.4.2 Companies Act, 2017

During the year Companies Act, 2017 have become effective, which has brought certain additional disclosure requirements and changes in presentation of certain items. Few disclosure requirements of fourth schedule to the repealed Companies Ordinance 1984 have been deleted to remove duplications and to make the disclosure in line with the requirements of IFRS. Therefore the Company has made certain additional disclosures, changes and reclassifications in order to comply with the requirements of the Companies Act, 2017. Further more the Companies Act 2017 has not carried forward provisions related to accounting of revaluation surplus on property, plant and equipment accordingly the Company has now accounted for this revaluation surplus in accordance with the requirements of IAS -16 "Property, Plant and Equipment" as disclosed in note 5.1.1 and note 6.

3.4.3 Standards, interpretations and amendments to published approved accounting standards that are not yet effective.

The following standards, interpretations and amendments to published approved accounting standards that are effective for accounting periods, beginning on or after the date mentioned against each of them.

		Effective for the period
IAS-12	Income Taxes – (Amendments)	January 1, 2019
IAS-19	Employee Benefits - (Amendments)	January 1, 2019
IAS-23	Borrowing Costs - (Amendments)	January 1, 2019
IAS-28	Investments in Associates and Joint Ventures amendments resulting from Annual Improvements 2014-2016 Cycle clarifying certain fair value measurements	January 1, 2018
IAS-40	Investment Property: Transfers of Investment Property (Amendments)	January 1, 2018

IFRS-2	Classification and Measurement of Share based Payments Transactions (Amendments)	January 1, 2018
IFRS-3	Business Combinations and IFRS 11 Joint Arrangements (Amendments)	January 1, 2018
IFRS-4 IFRS 4	Applying IFRS 9 Financial Instruments with Insurance contracts – (Amendments)	January 1, 2018
IFRS-9	Financial Instruments	July 1, 2018
IFRS-12	Disclosure of Interests in Other Entities amendments resulting from Annual Improvements 2014-2016 Cycle clarifying certain fair value measurements	January 1, 2018
IFRS-15	Revenue from Contract with customers	January 1, 2019
IFRS-16	Leases	January 1, 2019
IFRIC-22	Foreign Currency Transactions (Amendments)	January 1, 2018
IFRIC-23	The Accounting for uncertainties in Income Taxes (Amendments)	January 1, 2019

These standards, interpretations and the amendments are either not relevant to or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures, if applicable in certain circumstances.

In addition to above, certain new cycle of improvements will apply prospectively for period beginning on or after 01, October 2018, and are either considered not to be relevant or are not expected to have significant impact to the Company's financial statements and hence have not been specified.

3.4.4 Standards, interpretations and amendments to published approved accounting standards that are not yet effective.

IASB Effective Date "Effective for the period beginning on or after

IFRS – 1	First Time Adoption of IFRS	January 1, 2004
IFRS -14	Regulatory Deferral Accounts	January 1, 2016
IFRS – 17	Insurance Contracts	January 1, 2021

4 Critical accounting estimates, judgments and assumptions

The preparation of these financial statements in conformity with the approved accounting standards requires the management to make judgments, estimates and assumptions that affects the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under that circumstances, the results of which form the basis of making judgment about carrying value of assets and liabilities that are not readily apparent from other sources. However, uncertainty about these assumptions and estimates could result in outcome that require material adjustment to the carrying amount of the asset or liability affected in future periods.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period, or in the period of the revision and any future period affected.

Judgments made by the management in the application of approved accounting standards that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed in the following paragraphs of these note.

In the process of applying the accounting policies, management has made the following estimates, judgments and assumptions which are significant to the financial statements:

– Taxation :

In making the estimates of the income tax liabilities, the management considers current income tax law and decisions of appellate authorities. Deferred tax estimate is made considering future applicable tax rate.

Employees Retirement Benefit

Certain actuarial assumptions have been adopted as disclosed in these financial statements for valuation of present value of defined benefit obligation. Any changes in these assumptions in future years might effect gains and losses in those years. The actuarial valuation involves making assumptions about discount rates, future salary increases and mortality rates.

Property, Plant and Equipment

The management determines the estimated useful lives and related depreciation charge for its property, plant and equipment. The management reviews the value of assets for possible impairment on financial year end. Any change in the estimate in the future years might effect the carrying amounts of the respective items of property, plant and equipment with a corresponding affect on the depreciation charge and impairment.

Stock in trade

The Company reviews the net realizable value of stock in trade to assess any diminution in the respective carrying values. Net realizable value is determined with reference to the estimated selling price in the ordinary course of business less the estimated cost necessary to make the sale.

Contingencies

The assessment of the contingencies inherently involves the exercise of significant judgment as the outcome of the future events cannot be predicted with certainty. The Company, based on the availability of the latest information, estimates the value of contingent assets and liabilities which may differ on the occurrence / non-occurrence of the uncertain future event(s).

Impairment allowance against trade debts, deposits, advances and other receivables

The Company reviews the recoverability of its trade debts, advances and other receivables to assess amount of doubtful debts and impairment allowance required there against periodically. While determining allowance, the Company considers financial health, market information, aging of receivables, credit worthiness, credit rating, past records and business relationship.

Slow Moving Stores and Obsolescence

In making estimates of quantum of slow moving items and obsolescence, the aging analysis, current condition of various items and expected use in future are considered.

Impairment

The Company reviews carrying amount of assets periodically to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated and impairment losses are recognized in the statement of profit or loss.

5 SIGNIFICANT ACCOUNTING POILICIES

5.1 Property, plant and equipment

5.1.1 Operating Assets

Owned assets

Recognition & Measurement

An items of property, plant & equipments is recognised as an asset if and only if the future economic benefits associated with the expenditure will flow to the entity and the cost of the item can be measured reliably. These are subsequently stated at cost less accumulated depreciation and impairment, if any, except for free hold land, buildings and plant and machinery which are stated at revalued amounts.

Depreciation

Depreciation is charged, on a systematic basis over the economic useful life of the asset, on reducing balance method, which reflects the pattern in which the assets economic benefits are consumed by the Company, at the rates specified in respective note. Depreciation on additions is charged from the month in which the assets are put to use while no depreciation is charged in the month in which the assets are disposed off.

Revaluation Surplus - owned assets

Revaluation of freehold land and building on freehold land is carried out with sufficient regularity to ensure that the carrying amount of assets does not differ materially from the fair value. Any revaluation increase in the carrying amount of freehold land, factory and non-factory buildings on freehold land and plant and machinery is recognized, net of tax, in other comprehensive income and presented as a separate component of equity as "Revaluation surplus on property, plant and equipment" except to the extent that it reverses a revaluation decrease / deficit for the same asset previously recognized in statement of profit or loss, in which case the increase is first recognized in statement of profit or loss to the extent of the decrease previously charged. Any decreases that reverse previous increases of the same asset are first recognized in other comprehensive income to the extent of the remaining surplus attributable to the asset, all other decreases are charged to statement of profit or loss. The revaluation reserve is not available for distribution to the Company's shareholders. Each year, the difference between depreciation based on the revalued carrying amount of the asset charged to statement of profit or loss account and depreciation based on the asset's original cost, net of tax, is reclassified from revaluation reserve to retained earnings.

During the year the Company changed its accounting policy in respect of the accounting and presentation of revaluation of property, plant and equipment. Previously, the Company's accounting policy was in accordance with the provisions of section 235 of the repealed Companies Ordinance 1984 which were not in alignment with the accounting treatment and presentation of revaluation of property, plant and equipment as prescribed in IAS 16 'Property, Plant and Equipment'. However, the Companies Act, 2017 has not carried forward the said section, accordingly the Company has changed the accounting policy to bring it in conformity with the accounting treatment and presentation of revaluation of property, plant and equipment as specified in IAS 16 'Property , plant and equipment'. The detailed information and impact of this change in policy is provided in Note 6 to these financial statements.

Subsequent Cost

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalized and the assets so replaced, if any, are retired.

Derecognition

The carrying amount of an item of property, plant and equipment is derecognized on disposal; or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is included in profit or loss when the item is derecognized.

5.1.2 Assets subject to finance lease

These are accounted for by recording the assets at the lower of present value of minimum lease payments under the lease agreements and the fair value of assets acquired. Depreciation is charged to the statement of profit or loss using the same basis as for owned assets.

5.1.3 Capital work-in-progress

Capital work-in-progress is stated at cost accumulated up to the reporting date less impairment if any and represents expenditure incurred on property, plant and equipment in the course of construction / installation / implementation / development including borrowing cost on eligible assets. These expenditures are transferred to relevant category of property, plant and equipment as and when the assets becomes available for use.

5.2 Intangible Asset

Computer software is stated at cost less accumulated amortization. Software cost are only capitalized when it is probable that future economic benefits attributable to the software will flow to the Company and the same is amortized, on monthly proportionate basis applying the straight line method at the rate stated in respective note to these financial statements.

5.3 Deferred Cost

Deferred cost is the cost / expense incurred whose benefits are expected to be obtained beyond the period of one year. Deferred cost is being amortized over the estimated period of consuming benefits which are five years.

5.4 Stores, spare parts and loose tools

These are valued at cost calculated on moving average basis less provision for obsolescence, and slow moving items, except for the items in transit, which are valued at costs accumulated up to the reporting date.

5.5 Stock in trade

Stock of sugar is valued at lower of the weighted average cost and net realizable value. By-products i.e. Molasses and Baggasse are valued at net realizable value (NRV). Cost in relation to work in process and finished goods consists of material cost, proportionate manufacturing overheads.

Net realizable value signifies the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated cost necessary to be incurred to make the sale.

5.6 Trade debts

Trade debts are carried at original invoice amount less impairment allowance, if any. Impairment allowance for doubtful debts is based on management's assessment of customers and their credit worthiness. Bad debts are written off when there is no realistic prospect of recovery.

5.7 Trade and other payables

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received.

5.8 Employees Retirement benefits:

5.8.1 Defined benefit plan - Gratuity

The Company operates an unfunded gratuity scheme for all employees eligible to the scheme with qualifying service period. Provision is made annually to cover the obligation on the basis of actuarial valuation carried out using Projected Unit Credit Method, and is charged to statement of profit or loss, related details of which are given in the respective note to the financial statements. Remeasurement gains or losses are recognized in full as and when arise and are charged to other comprehensive income.

5.8.2 Defined benefit plan - Leave Encashment

The Company provides for compensated absences for all eligible employees in the period in which these are earned in accordance with the terms of employment. From the current year 2017-18 the Company decides to use actuarial valuation to calculate the estimated liability for leave encashment using Projected Unit Credit Method. Accordingly the liability has been determined by actuarial valuation carried out by an independent valuer as on September 30, 2018. The charge for the year is charged to statement of profit or loss, related details of which are given in the respective note to the financial statements. Remeasurement gains or losses are recognized in full as and when arise and are charged to statement of profit or loss.

Since the liability has been computed using actuarial valuation for the first time so there have arise an immaterial difference of Rs. 625 thousand when compared to the liability booked earlier. Being the immaterial amount the comparative figure have not been restated and the difference has been adjusted in the current period.

5.9 Finance Lease

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee or meet other criteria defined in IAS 17. All other leases are classified as operating lease. Assets held under finance lease are recognized as items of property, plant & equipment of the company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the statement of financial position as "Liabilities against asset subject to finance lease". Lease payments are apportioned between finance charges and reduction of the liabilities against assets subject to finance lease so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to statement of profit or loss unless they are directly attributable to qualifying assets in which case they are capitalized in accordance with the company's general policy on borrowing cost.

5.10 Taxation

5.10.1 Current

The charge for current taxation is based on taxable income at the current rate of taxation (after taking into account applicable tax credits, rebates and exemptions available, if any) or minimum tax and alternate corporate tax under sections 113 & 113 (C) of the Income Tax Ordinance, 2001, respectively whichever is higher. The charge for current tax also includes adjustments, where considered necessary, to provision for taxation made in previous years arising from assessments framed during the year for such years.

5.10.2 Deferred

Deferred tax is recognized using the liability method in respect of all temporary differences arising between the carrying amount of assets and liabilities in the financial statements and their tax base and is recognized on the basis of the expected manner of the realization or settlement of the carrying amount of assets and liabilities using the tax rates enacted or substantially enacted at the reporting date. Deferred tax asset is recognized to the extent that it is probable that the future taxable profit will be available against which the deductible temporary differences can be utilized. Deferred tax asset is reduced to the extent it is no longer probable that the related tax benefit will be realized.

5.10.3 Sales tax and Federal Excise Duty (FED)

Revenues, expenses and assets are recognized net off amount of sales tax/FED except:

- Where amount incurred on a purchase of asset or service is not recoverable from the taxation authorities, in which case the tax / duty is recognized as part of the cost of the acquisition of the assets or as part of the expense item as applicable; and
- Receivables or payables that are stated with the amount of Sales tax / FED included.

The net amount of sales tax and FED recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

5.11 ljarah Lease contracts

Leases, where a significant portion of the risk and rewards of ownership are retained by the lessor, are classified as ljarah lease. Payments made under the ljarah lease agreements are charged to statement of profit or loss.

5.12 Revenue recognition

Revenue is recognized to the extent that it is probable that the future economic benefits will flow to the Company and the revenue can be measured reliably. Revenue is measured at the fair value of the consideration received or receivable, excluding discounts, rebates and government levies.

Revenue from sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods to customers.

Electric power supply is recognized when the supply of power is passed-on through transmission lines.

Rental income is recorded on an accrual basis.

5.13 Foreign currency transaction and translation

Transactions in foreign currencies are recorded into reporting currency at the rates of exchange prevailing on the date of transactions. Monetary assets and liabilities denominated in foreign currencies are subsequently translated into reporting currency using year-end spot foreign exchange rates. Non-monetary assets and liabilities are translated using exchange rates that existed when the values were determined. Exchange differences on foreign currency translations are included in the statement of profit or loss.

5.14 Provisions and contingencies

Provisions are recognized when the Company has present legal or constructive obligation as a result of past event, and it is probable that outflow of economic benefits will be required to settle the obligation and reliable estimates can be made. Where the outflow of resources embodying economic benefits is not probable, a contingent liability is disclosed, unless the possibility of outflow is remote. However, provisions are reviewed at each reporting date and adjusted to reflect current best estimate.

5.15 Borrowing cost

Mark-up, interest and other charges on borrowings are capitalized up to the date of commissioning of the respective qualifying assets. All other mark-up, interest, profit and other charges are charged to the statement of profit or loss.

5.16 Financial Instruments

Financial assets and liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument and derecognized when the Company loses control of contractual rights that comprise the financial assets and in the case of financial liability when the obligation specified in the contract is discharged, cancelled or expired. Any gain or loss, if any, on derecognition of financial assets and financial liabilities is included in the statement of profit or loss currently.

5.17 Offsetting of financial assets and liabilities

All financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if the Company has a legal enforceable right to set off the recognized amounts and intends either to settle on net basis or to realize the assets and settle the liabilities simultaneously.

5.18 Cash and cash equivalents

Cash and cash equivalents are carried at cost. For the purpose of the cash flow statement, cash and cash equivalents consist of cash in hand and bank balances net of short term borrowings.

5.19 Dividend and appropriation to reserves

Dividend and appropriation to reserve are recognized in the financial statements in the period in which these are approved.

5.20 Impairment

Financial assets

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicated that one or more events have had a negative effect on the estimated future cash flows of that asset.

The company considers evidence of impairment for receivable and other financial assets at specific asset level. Impairment losses are recognized as expense in the statement of profit or loss. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, if no impairment loss had been recognized.

Non-Financial assets

The carrying amount of non-financial assets is assessed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the recoverable amount of such assets is estimated. Recoverable amount is higher of an asset's fair value less cost to sell and value in use. An impairment loss is recognized as expense in the statement of profit or loss for the amount by which asset's carrying amount exceeds its recoverable amount.

6 Change in Accounting Policy

Effective from 30 May 2017, the Companies Act, 2017 (the Act) was enacted which replaced and repealed the previous Companies Ordinance, 1984 (the repealed Ordinance). Section 235 of the repealed Ordinance relating to treatment of surplus arising on revaluation of property, plant and equipment as not been carried forward in the Act. The said section of the repealed Ordinance specified the presentation and accounting treatment relating to the revaluation of property, plant and equipment which was not in accordance with the requirement of IAS 16 'Property, Plant and Equipment' as applicable in Pakistan. Consequently, the Company changed its accounting policy for

the revaluation of property, plant and equipment in accordance with the requirement of the accounting and reporting standards as applicable in Pakistan under the Companies Act, 2017. Previously, the Company's accounting policy for revaluation of property, plant and equipment was in accordance with the provision of Section 235 of the repealed Ordinance. Further, the revaluation surplus on property, plant and equipment was shown as a separate item below equity, in accordance with the presentation requirement of the repealed Ordinance. The accounting policy and presentation requirement relating to revaluation of property, plant and equipment have been changed to bring it in conformity with the requirement of IAS 16 "Property, Plant and Equipment" as explained in note 5.1 to these financial statements. Further, the revaluation surplus on property; plant and equipment is now presented in the statement of financial position and statement of changes in equity as a capital reserve i.e. part of equity.

In accordance with the requirements of IAS 8 'Accounting policies, estimates and errors', the above explained changes in accounting policy has been accounted for retrospectively, with the restatement of the comparative information. As a result, a third statement of financial position as at the beginning of the preceding period is presented (i.e. 1st October 2016).

6.1 Statement of Financial Position

Retrospective impact of change in accounting policy

As at at 1 Oc	tober 2016 - (Ruj	peess in 000)	As at at 30 September 2017 - (Rupeess in 000)		
As previously reported on 30 September	Adjustments Increase/	As restated on	As previously reported on 30 September	Adjustments Increase/	As restated on
2016	(Decrease)	1 October 2016	2017	(Decrease)	1 October 2017
_	396,171	396,171	_	375,218	375,218
396 171	(396 171)	_	375 218	(375 218)	_
	As previously reported on	As previously reported on 30 September 2016 Increase/ (Decrease) — 396,171	reported on 30 September 2016 Increase/ (Decrease) 1 October 2016 — 396,171 396,171	As previously reported on 30 September 2016 As previously (Decrease) As restated on 30 September 2016 1 October 2016 2017 396,171 396,171	As previously reported on 30 September 2016

7	PROPERTY, PLANT AND EQUIPMENT		2018 (Rupe	2017 es in '000)
	Operating fixed assets	Note - 7.1	2,894,416	1,063,540
	Capital work-in-progress	Note - 7.2	15,000	682,406
			2,909,416	1,745,946

7.1	Operating	Fixed	Assets

											OWNED &
					OWNED					LEASED	LEASED
Net carrying value as at September 30, 2018	Free hold land	Factory Building on free hold land	Non-Factory Building on free hold land	Plant and Machinery	Furniture and Fittings	Vehicles	Computer Equipment & Appliances	Stores & Spares held for capital expenditure	Sub - Total	Plant and Machinery	Grand Total
,					Rupe	es in'000					
Opening Net Book											
Value (NBV)	93,500	103,162	51,446	764,753	1,367	15,033	2,471	4,847	1,036,579	26,961	1,063,540
Direct Additions at Cost	_	_	_	_	162	2,648	370	_	3,180	_	3,180
Surplus on Revaluation	21,500	18,473	9,762	973,658	_	_	_	_	1,023,393	_	1,023,393
Transfer from Capital Work in Progress	_	125,719	_	603,848	_	_	_	_	729,567	161,908	891,475
Disposal at NBV	_	_	_	_	_	(141)	_	_	(141)	_	(141)
Depreciation charge for the year	_	(17,416)	(5,145)	(54,261)	(140)	(3,449)	(308)	(242)	(80,961)	(6,070)	(87,031)
Closing Net Book Value	115,000	229,938	56,063	2,287,998	1,389	14,091	2,533	4,605	2,711,617	182,799	2,894,416
Gross carrying value as											
at September 30, 2018											
Cost	7,043	155,669	12,365	1,378,400	6,669	34,319	12,430	5,867	1,612,762	191,908	1,804,670
Accumulated Depreciation - Cost	_	(27,044)	(9,637)	(321,991)	(5,280)	(20,228)	(9,897)	(1,262)	(395,339)	(9,109)	(404,448)
	7,043	128,625	2,728	1,056,409	1,389	14,091	2,533	4,605	1,217,423	182,799	1,400,222
Revaluation	107,957	177,127	83,380	1,352,160	_	_	_	_	1,720,624	_	1,720,624
Accumulated Depreciation	_	(75,814)	(30,045)	(120,571)	_	_	_	_	(226,430)	_	(226,430)
- Revaluation	107,957	101,313	53,335	1,231,589	_		_	_	1,494,194	_	1,494,194
Total Net Book Value	115,000	229,938	56,063	2,287,998	1,389	14,091	2,533	4,605	2,711,617	182,799	2,894,416
		.,,,,,,,,	,	, , ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,	,	,	,		, , , ,	,
											OWNED &
					OWNED					LEASED	
											LEASED
Net carrying value as at September 30, 2017	Free hold land	Factory Building on free hold land	Non-Factory Building on free hold land	Plant and Machinery	Furniture and Fittings	Vehicles	Computer Equipment & Appliances	Stores & Spares held for capital expenditure	Sub - Total	Plant and Machinery	Grand Total
	land	Building on free hold land	Building on free hold land	Machinery	and Fittings		Equipment & Appliances	held for capital		Machinery	
at September 30, 2017	land	Building on free hold land	Building on free hold land	Machinery	and Fittings		Equipment & Appliances	held for capital expenditure		Machinery	
	land	Building on free hold land	Building on free hold land	Machinery	and Fittings		Equipment & Appliances	held for capital expenditure		Machinery	
Opening Net Book Value (NBV) Direct Additions at Cost	land	Building on free hold land	Building on free hold land	Machinery	and Fittings	es in'000	Equipment & Appliances	held for capital expenditure		Machinery	Grand Total
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets	land	Building on free hold land	Building on free hold land	Machinery	and Fittings	es in'000	Equipment & Appliances 2,645	held for capital expenditure	1,058,466	Machinery	1,120,570
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital	land	Building on free hold land	Building on free hold land	771,263	and Fittings	es in'000	Equipment & Appliances 2,645	held for capital expenditure	1,058,466 3,096	62,104 —	1,120,570
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets	land	Building on free hold land 111,821 —	Building on free hold land	771,263	and Fittings	es in'000	Equipment & Appliances 2,645	held for capital expenditure	1,058,466 3,096 32,459	62,104 —	1,120,570 3,096
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress	land	Building on free hold land 111,821 —	Building on free hold land	771,263	and Fittings	15,452 2,928 —	Equipment & Appliances 2,645	held for capital expenditure	1,058,466 3,096 32,459 2,588	62,104 —	1,120,570 3,096 — 2,588
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for	land	111,821 — 2,588 —	57,162	771,263 32,459	1,519	15,452 2,928 — — — — (100)	2,645 168	5,102 — — — — — — — — — — — — (255)	1,058,466 3,096 32,459 2,588 (100)	62,104 — (32,459) —	1,120,570 3,096 — 2,588 (100)
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year	93,500 — — — — —	### Building on free hold land ### 111,821 ### 2,588 ### (11,247)	57,162 — — — — — (5,716)	771,263 32,459 (38,969)	and Fittings Rupe 1,519 — — — — — — — — — — — — — — — — — — —	es in'000 15,452 2,928 — (100) (3,248)	2,645 168 ———————————————————————————————————	5,102 — — — — — — — — — — — — (255)	1,058,466 3,096 32,459 2,588 (100) (59,929)	62,104 — (32,459) — — (2,684)	1,120,570 3,096 2,588 (100) (62,613)
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year Closing Net Book Value Gross carrying value as at September 30, 2017 Cost	93,500 — — — — —	### Building on free hold land ### 111,821 ### 2,588 ### (11,247)	57,162 — — — — — (5,716)	771,263 32,459 (38,969)	and Fittings Rupe 1,519 — — — — — — — — — — — — — — — — — — —	es in'000 15,452 2,928 — (100) (3,248)	2,645 168 ———————————————————————————————————	5,102 — — — — — — — — — — — — (255)	1,058,466 3,096 32,459 2,588 (100) (59,929)	62,104 — (32,459) — — (2,684)	1,120,570 3,096 2,588 (100) (62,613)
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year Closing Net Book Value Gross carrying value as at September 30, 2017	93,500 ———————————————————————————————————	### Building on free hold land ### 111,821 ### 2,588 ### (11,247) ### 103,162	57,162 — — — — — (5,716) 51,446	771,263 32,459 (38,969) 764,753	and Fittings Rupe 1,519 (152) 1,367	15,452 2,928 — (100) (3,248) 15,033	2,645 168 — (342) 2,471	5,102 — — — — — — — (255)	1,058,466 3,096 32,459 2,588 (100) (59,929) 1,036,579	62,104 — (32,459) — — (2,684) 26,961	1,120,570 3,096 2,588 (100) (62,613) 1,063,540
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year Closing Net Book Value Gross carrying value as at September 30, 2017 Cost Accumulated Depreciation	93,500 ———————————————————————————————————	### Building on free hold land ### 111,821 ### 2,588 ### (11,247) ### 103,162 ### 29,950	57,162 ————————————————————————————————————	771,263 32,459 (38,969) 764,753	and FittingsRupe 1,519 (152) 1,367	es in'0000 15,452 2,928 (100) (3,248) 15,033	2,645 168 — (342) 2,471	5,102 (255) 4,847	1,058,466 3,096 32,459 2,588 (100) (59,929) 1,036,579	62,104 — (32,459) — (2,684) 26,961	1,120,570 3,096 2,588 (100) (62,613) 1,063,540
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year Closing Net Book Value Gross carrying value as at September 30, 2017 Cost Accumulated Depreciation	93,500 ———————————————————————————————————	### Building on free hold land ### 111,821 ### 2,588 ### (11,247) ### 103,162 ### 29,950 ### (19,009)	57,162 (5,716) 51,446	771,263 32,459 (38,969) 764,753 774,552 (281,716)	and FittingsRupe 1,519 (152) 1,367 6,507 (5,140)	15,452 2,928 — (100) (3,248) 15,033 32,521 (17,488)	2,645 168 — (342) 2,471 12,060 (9,589)	5,102 — — — — — — — — — — — — — — — — — — —	1,058,466 3,096 32,459 2,588 (100) (59,929) 1,036,579 880,865 (343,258)	62,104 — (32,459) — (2,684) 26,961 30,000 (3,039)	1,120,570 3,096 2,588 (100) (62,613) 1,063,540 910,865 (346,297)
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year Closing Net Book Value Gross carrying value as at September 30, 2017 Cost Accumulated Depreciation - Cost Revaluation Accumulated Depreciation	93,500 ———————————————————————————————————	2,588 — (11,247) 103,162 29,950 (19,009) 10,941 158,654	57,162 ————————————————————————————————————	771,263 32,459 (38,969) 764,753 774,552 (281,716) 492,836 378,502	and FittingsRupe 1,519 (152) 1,367 6,507 (5,140)	15,452 2,928 — (100) (3,248) 15,033 32,521 (17,488)	2,645 168 — (342) 2,471 12,060 (9,589)	5,102 — — — — — — — — — — — — — — — — — — —	1,058,466 3,096 32,459 2,588 (100) (59,929) 1,036,579 880,865 (343,258) 537,607 697,231	62,104 — (32,459) — (2,684) 26,961 30,000 (3,039)	1,120,570 3,096 2,588 (100) (62,613) 1,063,540 910,865 (346,297) 564,568 697,231
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year Closing Net Book Value Gross carrying value as at September 30, 2017 Cost Accumulated Depreciation - Cost Revaluation	93,500 ———————————————————————————————————	### Building on free hold land ### 111,821	57,162 (5,716) 51,446 12,365 (9,296) 3,069	771,263 32,459 (38,969) 764,753 774,552 (281,716) 492,836	and FittingsRupe 1,519 (152) 1,367 6,507 (5,140)	15,452 2,928 — (100) (3,248) 15,033 32,521 (17,488)	2,645 168 — (342) 2,471 12,060 (9,589)	5,102 — — — — — — — — — — — — — — — — — — —	1,058,466 3,096 32,459 2,588 (100) (59,929) 1,036,579 880,865 (343,258) 537,607	62,104 — (32,459) — (2,684) 26,961 30,000 (3,039)	910,865 (346,297) 564,568
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year Closing Net Book Value Gross carrying value as at September 30, 2017 Cost Accumulated Depreciation - Cost Revaluation Accumulated Depreciation	93,500 93,500 7,043 7,043 86,457	Building on free hold land 111,821 2,588 (11,247) 103,162 29,950 (19,009) 10,941 158,654 (66,433)	Building on free hold land 57,162 — — — — — — — — — — — — — — — — — —	771,263 32,459 (38,969) 764,753 774,552 (281,716) 492,836 378,502 (106,585)	and FittingsRupe 1,519 (152) 1,367 6,507 (5,140) 1,367	15,452 2,928 — (100) (3,248) 15,033 32,521 (17,488)	2,645 168 — (342) 2,471 12,060 (9,589)	5,102 (255) 4,847 5,867 (1,020) 4,847	1,058,466 3,096 32,459 2,588 (100) (59,929) 1,036,579 880,865 (343,258) 537,607 697,231 (198,259)	62,104 — (32,459) — — (2,684) 26,961 30,000 (3,039) 26,961 — —	910,865 (346,297) 564,568 697,231 (198,259)
Opening Net Book Value (NBV) Direct Additions at Cost Transfer from Leased Assets Transfer from Capital Work in Progress Disposal at NBV Depreciation charge for the year Closing Net Book Value Gross carrying value as at September 30, 2017 Cost Accumulated Depreciation - Cost Revaluation Accumulated Depreciation - Revaluation	93,500 93,500 7,043 7,043 86,457	### Building on free hold land ### 111,821 ### 2,588 ### (11,247) ### 103,162 ### 29,950 ### (19,009) ### 158,654 ### (66,433) ### 92,221	57,162 (5,716) 51,446 12,365 (9,296) 3,069 73,618 (25,241) 48,377	771,263 32,459 (38,969) 764,753 774,552 (281,716) 492,836 378,502 (106,585) 271,917	and FittingsRupe 1,519 (152) 1,367 6,507 (5,140) 1,367	15,452 2,928 — (100) (3,248) 15,033 32,521 (17,488) 15,033 — —	2,645 168 (342) 2,471 12,060 (9,589) 2,471	5,102 (255) 4,847 5,867 (1,020) 4,847	1,058,466 3,096 32,459 2,588 (100) (59,929) 1,036,579 880,865 (343,258) 537,607 697,231 (198,259) 498,972	Machinery 62,104 (32,459) (2,684) 26,961 30,000 (3,039) 26,961 — — — —	910,865 (346,297) 564,568 697,231 (198,259) 498,972

- **7.1.1** The Company's freehold land, building and plant and machinery were revalued on September 30, 2018, by independent professional valuator M/s Joseph Lobo (Pvt) Limited at fair market value. The resultant surplus on revaluation has been credited to the surplus on revaluation of property, plant & equipment.
- **7.1.2** Depreciation charge for the year has been allocated as under:

 Cost of Sales
 Note 28
 77,748
 52,900

 Administrative Cost
 Note 31
 9,283
 9,713

 87,031
 62,613

7.1.3 The following Property, plant and equipments were sold during the year:

Particulars	Cost	Written Down Value	Sale Proceeds	Gain on Sale	Mode of Sale	Purchaser
•••		Rupees in	'000			
Vehicle - Suzuki Cultus Reg. No. AUV 739 (Note 33)	850	141	605	464	Negotiation	Mr. Nasir Mehmood S/o Shoukat Ali, Resident of Chak No. 1 Punjabi, P.O. Chak No. 3, Khadwari, Taluka & District Sanghar.
September 30, 2018	850	141	605	464		
September 30, 2017	844	100	683	583		

7.2 Capital work-in-progress

Capital tront in progress	Cost at October 01	Capital expenditure incurred during the yearRupees in '0	Transferred to operating fixed assets	Cost at September 30
Plant and Machinery - under erection				
Owned Leased Advances against Plant & Machinery Civil works under construction Borrowing cost related to plant and	401,386 161,908 — 91,021	169,539 — 15,000 22,011	(570,925) (161,908) — (113,032)	 15,000
machinery & Civil Works Note 7.2.1 Stores held for capitalization	23,489 4,602	17,519 —	(41,008) (4,602)	_
As at September 30, 2018	682,406	224,069	(891,475)	15,000
Plant and Machinery - under erection				
Owned Leased Note 21 Civil works under construction Borrowing cost related to plant & machinery and civil works Note 7.2.1 Stores held for capitalization	213,230 70,000 58,720 2,384	188,156 91,908 34,889 21,105 4,602	 2,588 	401,386 161,908 91,021 23,489 4,602
As at September 30, 2017	344,334	340,660	2,588	682,406

7.2.1 Effective rate of interest for capitalization of borrowing cost is 8.64% to 8.66% (2017: 8.47% to 8.70%)

			2018	2017	
			(Rupees in '000)		
8	INTANGIBLE ASSET				
	Computer Software				
	Net carrying value as at September 30				
	Opening net book value (NBV)		19	444	
	Amortization charged during the year	Note 8.1 & 31	(19)	(425)	
	Closing Net Book Value		_	19	
	Gross carrying value as at September 30				
	Cost		1,275	1,275	
	Accumulated Amortization		(1,275)	(1,256)	
				19	

8.1 The cost is being amortized using straight line method over a period of three years.

9 LONG TERM DEPOSITS

Considered good:

Finance lease deposits		17,495		17,495
Diminishing Musharka deposit	Note 9.1 & 17.4	792		_
ljarah lease deposit	Note 9.2	2,930		2,930
Deposit being adjustable within next twelve months classified under				
current assets	Note 15	(2,930)	Į	_
		_		2,930
Other security deposits		536		536
		18,823	-	20,961

- **9.1** This represent deposit of Rs. 792 thousand (2017: Nil) placed with shariah compliant financial institution against the Diminishing Musharakah.
- **9.2** This represent deposit of Rs. 2,930 thousand (2017: Rs. 2,930 thousand) placed with shariah compliant financial institution.

10	DEFERRED COST		2018 (Rupee	2017 es in '000)
	Balance at the beginning	Note 10.1	17,543	28,885
	Amortization charged	Note 28	(8,772)	(11,342)
			8,771	17,543

10.1 Deferred costs represent the costs incurred in respect of obtaining an independent / dedicated feeder for evacuation of power from the Company's power generation unit to Grid Station. The benefit of these costs are expected to be obtained over the period of license; however, the same are being amortized over the period of Power Purchase Agreement that is five years.

			2018 (Rupee	2017 s in '000)
11	STORES, SPARE PARTS AND LOOSE TOO	LS		
	Stores		32,638	26,107
	Spare parts		37,734	38,858
	Loose tools		2,833	2,877
	Stores In transit		_	5,171
			73,205	73,013
	Provision for slow moving items			
	and obsolescence	Note 11.1	17,606	16,856
			<u>55,599</u>	56,157
11.1	Reconciliation of provision for slow moving and obsolete items	g		
	Opening balance at the beginning		16,856	15,911
	Charge for the year	Note 32	750	945
	Closing balance at the end		17,606	16,856
12	STOCK-IN-TRADE			
	Sugar	Note 12.1 & 28	787,770	1,090,774
	Sugar in process	Note 28	1,153	650
	Molasses in process		221	137
	Baggasse		900	3,971
			790,044	1,095,532
12.1	The closing stock of sugar having carrying val Rs. 1,116,925 thousand and net realizable val cash finance obtained from Banking Companie	lue Rs. 941,403 tho		
			2018 (Rupee	2017 s in '000)
13	TRADE DEBTS			
	Local Sales - Unsecured, Considered			
	good under contracts		28,726	_
			28,726	

			2018 (Rupees	2017 in '000)
14	LOANS AND ADVANCES			
	Interest free			
	Loans to Employees - Other than CEO,	Note 444	0.040	4.040
	Directors & Executives	Note 14.1	2,340	1,310
	Un-Secured			
	Advances to			
	- Employees against salaries		158	49
	- Contractors and suppliers		28,304	33,027
	- Growers Considered good			
	 non interest bearing 	Note 14.2	8,039	3,330
	- interest bearing	Note 14.3	$\parallel - \parallel$	78,569
	Considered doubtful		6,925	6,925
			14,964	88,824
	Impairment allowance against			
	doubtful growers advances		6,925	6,925
			8,039	81,899
			38,841	116,285

- **14.1** Loans have been given to employees for the purchase of house hold equipments and housing assistance in accordance with the terms of the employments and are repayable in the different monthly installments. These are usually against their balances of retirement benefits.
- **14.2** The Company makes advances to growers in form of cash payments and in shape of fertilizers / seeds, which are adjustable against the supplies of sugarcane during the following season.
- **14.2.1** It includes an amount of Rs.1,764 thousand (2017: Rs. 21 thousand) in respect of due from related parties. The maximum month end aggregate amount due from related parties during the year was Rs.7,626 thousand (2017: Rs.13,474 thousand).
- **14.2.2** Aging analysis of due from related parties is as follows:

	2018 2017 (Rupees in '000)	
Upto six months	264	_
Upto three months	1,500	21
	1,764	21

14.3 The company makes advance to growers in cash through obtaining grower loan from the commercial bank. The interest paid to the bank has been charged to the respective growers. Therefore, this included interest charged to growers during the year amounting to Rs. 5,648 thousand (2017: Rs. 5,443 thousand) at the rate ranging from 8.15% to 8.43% (2017: 8.09% to 8.21%). However, these have been recovered during the year.

2018		2017
(Rupees	in	(000)

5,658

12,413

2,694

11,608

15 TRADE DEPOSITS & SHORT TERM PREPAYMENTS Trade Deposits

Hade Deposits			
Bank Guarantee Margin	Note 26.2	3,750	6,250
Letter of Credit Margin	Note 15.1	_	2,589
Lease deposit being adjustable within			
next twelve months	Note 9	2,930	_
Others		75	75
		6,755	8,914
Short Term Prepayments			
Prepaid Insurance		1,738	1,494
Prepaid Rent		3,464	1,200
Labour Court - Hyderabad	Note 26.1.8	456	_

15.1 This represents margin of Rs. Nil (2017: Rs. 2,589 thousand) placed with shariah compliant financial institution.

16 OTHER RECEIVABLES

Considered Good

Due from Federal & Provincial Government against subsidy	Note 16.1	157,381	
Road Cess receivable	Note 16.2	3,613	3,613
		160,994	3,613
Considered doubtful			
Inland freight subsidy receivable	Note 16.3	18,713	18,713
Further sales tax refundable	Note 16.4	8,558	8,558
Due from deceased executive	Note 16.5	_	12,996
		27,271	40,267
Impairment allowance against doubtful		(27,271)	(40,267)
		160,994	3,613

- **16.1** This represents the subsidy on export of sugar receivable from the Federal & Provincial governments.
- 16.2 This represents receivable of Mill & Growers share of Sugarcane (Development) Cess for the crushing season 2014-15. The Company has paid the Cess and as per the notification issued by the Agriculture, Supply & Prices Department, Government of Sindh, the Company has filed documentation in this respect in the relevant department for refund of the said Cess. The outcome of the same is awaited.
- 16.3 These were the receivable from the Government of Pakistan through Trade Development Authority of Pakistan. Total receivable in this respect amounted to Rs. 21,703 thousands; however an amount of Rs. 2,990 thousand relating to the export sales of year 2013-14, was not accounted for in the books as a matter of prudence. Further, due to uncertainties regarding the recoverability of the subsidy, and as a matter of prudence, an impairment allowance has been made against the amount of Inland Freight Subsidy already recorded.

16.4 This represent Further Sales Tax of one percent on sales to unregistered persons. The Company paid Further Tax in the monthly Sales Tax & Federal Excise Returns for the month of June 2013 amounting to Rs. 764 thousand and July 2013 amounting to Rs. 3,519 thousand on buyers behalf which aggregated to Rs. 4,283 thousand and not received by the buyers. In addition, an amount of Rs. 4,275 thousand on account of Further Tax at the rate of two percent on sales to unregistered persons was again been paid by the Company and not received from the buyers. Further, due to uncertainties regarding the recoverability, and as a matter of prudence, an impairment allowance has been made against the amount of Further Tax already recorded.

16.5	Due from deceased executive:		2018 (Rupees i	2017 n '000)
	Due from deceased executive Impairment allowance of due from		_	12,996
	deceased executive	Note 16.5.1		<u>(12,996)</u>
16.5.1	I Impairment allowance			
	Impairment allowance of due from deceased	executive	12,996	12,996
	Written off during the year		(12,996)	
				12,996
17	CASH AND BANK BALANCES			
	Cash in hand		210	608
	Cash at banks In current accounts		7,935	19,113
	Impairment allowance against the			
	dormant bank accounts	Note 32	(1,074)	
		Note 17.1	6,861	19,113
			7,071	19,721

17.1 Cash at banks include Rs. 2,650 thousand (2017: Rs. 5,189 thousand) with shariah compliant financial institutions.

18	ISSUED, SU	JBSCRIBED AN	D PAID UP CAPITAL	2018	2017
	2018	2017		(Rupee	es in '000)
	10,860,000	10,860,000	Ordinary shares of Rs.10 each allotted for consideration paid in cash	108,600	108,600
	1,086,000	1,086,000	Ordinary shares of Rs.10 each allotted as bonus shares	10,860	10,860
	11,946,000	11,946,000		119,460	119,460
19	SURPLUS (ON REVALUATI	ON OF PROPERTY, PLANT & EQUI	PMENT	
	Gross openi	ng balance		498,972	528,905
	Revaluation	Surplus during t	he year	1,023,393	_
	Incremental	depreciation cha	arged on surplus on revaluation		
			nt - net of deferred tax	(20,565)	(20,953)
	Deferred Ta	x on Incremental	Depreciation charged		
	on surplus o	n revaluation of	property, plant & equipment	(7,606)	(8,980)
				(28,171)	(29,933)
				1,494,194	498,972
	Related defe	erred Tax		(394,322)	(123,754)
	Revaluation	surplus net of de	eferred tax	1,099,872	375,218

19.1 The Company carries its land, building and plant & machinery on revaluation model in accordance with IAS - 16 "Property, Plant & Equipment". During the year an independent valuer carried out revaluation and issued report on October 01, 2018. Forced sale value has been determined by the valuer using New Replacement Value i.e., the estimated cost to replace an existing asset or with a substitute of like kind and equal utility using the current standards of materials and design and with no deduction for depreciation as follows:

(Rupees in '000) **Discount** Present Forced Factor in % **Market Value** Sale Value Free hold Land 13% 115,000 100,000 286,000 Building (Factory & Non-Factory) 15% 243,000 Plant & Machinery 20% 2,288,000 1,830,000

19.2 The revaluation surplus on property, plant and equipment is a capital reserve and is not available for distribution to shareholders of the Company in accordance with the section 241 of the Companies Act 2017.

2018 2017 (Rupees in '000)

20 LONG TERM FINANCING

Secured

From Banking Company under mark-up arrangements

Demand Finance - I	Note 20.1 & 20.3
Demand Finance - II	Note 20.2 & 20.3
Diminishing Musharakah	Note 9.1 & 20.4

Current portion shown under current liabilities

25,000	47,000
193,198	241,500
23,529	7,922
241,727	296,422
(87,936)	(87,000)
153,791	209,422

- 20.1 This represents Demand Finance I obtained from MCB Bank Limited under mark-up arrangements and is repayable in 16 varying quarterly installments starting from December 2015 with a mark-up payments @ 3 months KIBOR + 2.5% chargeable and payable on quarterly basis.
- 20.2 This represents Demand Finance II obtained from MCB Bank Limited under mark-up arrangements and is repayable in 16 quarterly installments starting from November 2017 with a mark-up payments @ 3 months KIBOR + 2.5% chargable and payable on quarterly basis.
- 20.3 The above loans are secured against the Personal Guarantees of all Sponsoring Directors. 1st Exclusive Charge over specific plant & Machinery. 1st Registered Exclusive charge over all Land & Building of the Company. Additionally secured against 1st paripassu charge over other plant & machinery of the Company
- 20.4 This represents Diminishing Musharakah arrangement from shariah compliant financial institution under profit arrangements and repayable in five years in quarterly installments with a profit payments @ 6 months KIBOR + 3%. This loan is secured against the title over specific machinery.

			2018 (Rupee	2017 es in '000)
21	LIABILITIES AGAINST ASSET SUBJECT TO FINA	NCE LEASE		
	Balance at the beginning of the year		173,179	107,592
	Lease obtained during the year	Note 7.2	_	91,908
	Repayments during the year		(33,077)	(26,321)
			140,102	173,179
	Less: Current portion shown under current liabilities		43,030	37,310
		Note 21.1	97,072	135,869

21.1 The amounts of future payments for the lease and the period of their maturity is as follows:

	Minimum Lease Payments (MLP)	Financial Charges	Present Value of MLP
		Rupees in 00 2018	
Rentals due within one year	55,620	12,590	43,030
Rentals due after one year but within five years	108,323	11,251	97,072
Balance as at September 30, 2018	163,943	23,841	140,102
		2017	
Rentals due within one year	51,344	14,034	37,310
Rentals due after one year but within five years	158,322	22,453	135,869
Balance as at September 30, 2017	209,666	36,487	173,179

- 21.1.1 The Company has entered into direct lease agreement for an amount of Rs. 52,908 thousand with a grace period of six months & Rs. 30,000 thousand with Orix Leasing Pakistan Limited. Lease rentals are payable in 48 months on monthly basis started from December 2017 and October 2017 respectively. Earlier, the Company entered into sale & lease back agreement, for an amount of Rs. 30,000 thousand with Orix Leasing Pakistan Limited. Lease rentals are payable in 48 monthly installments started from October 2015. The Company has option to purchase the assets upon expiry of the lease term by making payment of residual value by way of adjustment of security deposit and intends to opt such option. Minimum lease payments have been discounted using rates linked with KIBOR ranging between 10.12% to 11.14% (2017: 10.12% to 10.41%) being rates implicit in the lease.
- 21.1.2 The Company has entered into lease agreement, for an amount of Rs. 70,000 thousand and Rs. 9,000 thousand with Sindh Leasing Company Limited. The Company has option to purchase the assets upon expiry of the lease term by making payment of residual value by way of adjustment of security deposit. Minimum lease payments have been discounted using rates linked with 6 Months Kibor plus 4.25% ranging between 10.40% to 12.29% (2017: 10.38% to 10.41%) being rates implicit in the lease. Lease rentals are payable in 60 months in arrears on monthly basis.

			2018	2017
			(Rupee	s in '000)
22	DEFERRED LIABILITIES			
	Deferred taxation	Note 22.1	464,526	182,060
	Market committee fee	Note 22.2	66,934	59,813
	Employees retirement benefits			
	- Defined benefit plan	Note 22.3	68,733	54,884
	- Leave Encashment plan	Note 22.4	3,597	3,317
			603,790	300,074
22.1	Deferred taxation:			
	Opening Balance		182,060	190,966
	Impact of change in tax rate on revaluation surplus		(12,375)	_
	Deferred tax on fresh revaluation taken to			
	other comprehensive income		290,549	
	Impact of deferred tax on actuarial loss		(1,150)	_
	Reversal during the year	Note 35	5,442	(8,906)
	Closing balance		464,526	182,060
22.1.	1 Deferred tax (debit) / credit arising due to:			
	Deferred tax credit arising due to:			
	- surplus on revaluation		394,322	123,754
	 accelerated depreciation 		122,295	116,307
	- assets obtained under finance lease		11,528	4,707
			528,145	244,768
	Deferred tax debit arising due to:			
	- provisions / impairment		(43,075)	(45,442)
	- minimum tax and tax credit carried forward		(20,544)	(17,266)
			464,526	182,060
22.2	Market committee fee			
	Opening Balance		59,813	53,560
	Charge during the year		7,121	6,253
	Closing balance	Note 22.2.1	66,934	59,813

22.2.1 The Company has filed a suit 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 has been made as a matter of prudence.

22.3 Employees Retirement Benefits - Defined Benefits Plan

The Company operates an unfunded gratuity scheme for its employees eligible to the benefit effective from July 01, 2003 and provision is made as per actuarial valuation of the scheme conducted as of September 30, 2018 by M/s Nauman Associates (Consulting Actuaries) under the "Projected Unit Credit" method. The significant actuarial assumptions used for actuarial valuation for the gratuity scheme are as follows:

		2018 (Rupees ir	2017 n '000)
22.3.1 Movement in the present value of the obligation	n		
Present value of obligation at the beginning of the Charge for the year		54,884	50,541
Current service cost		7,639	6,220
Interest cost		3,807	3,205
		11,446	9,425
Benefits paid during the year		(1,858)	(5,082)
Actuarial loss & experience adjustments	Note 22.3.4	4,261	
Present value of obligation at the end of the year		68,733	54,884
22.3.2 Expense for the year charged to statement of I	Profit or Loss		
Current service cost		7,639	6,220
Interest cost		3,807	3,205
		11,446	9,425
22.3.3 Charge for the year has been allocated as und	er:		
Cost of sales	Note 28.1	8,585	7,069
Administrative cost	Note 31.1	2,861	2,356
		11,446	9,425
22.3.4 Actuarial loss & experience adjustments			
Actuarial loss from changes in financial assumption	ns	336	_
Experience adjustments		3,925	
		4,261	
22.3.5 Significant Actuarial Assumptions		2018	2017
Discount rate used for interest cost		7.25%	13.50%
Discount rate used for year end obligation		10%	7.25%
Salary increased used for year end obligation		9%	6.25%
Retirement age		Age 60	Age 60
Mortality Rates		SLIC	SLIC
		2001-2005	2001-2005
		Setback	Setback
		1 year	1 year
		2018 (Bunasa ir	2017
22.3.6 Year end Sensitivity Analysis		(Rupees ir	1 000)
(± 100 bps) on Defined Benefit Obligation			
Discount Rate + 100 bps		62,190	51,629
Discount Rate - 100 bps		69,961	58,143
Salary Increase + 100 bps		70,050	58,208
Salary Increase - 100 bps		62,044	51,492
,			, -

22.3.7 Expected Benefit Payments for the next 10 years and beyond

Year	(Rs. in '000)	Year	(Rs. in '000)
FY 2019	12,696	FY 2025	9,726
FY 2020	5,100	FY 2026	13,956
FY 2021	7,055	FY 2027	17,419
FY 2022	8,178	FY 2028	10,374
FY 2023	12,875	FY 2029 onwards	267,963
FY 2024	9,254		

The average duration of the defined benefit obligation is 6 years

22.4 Employees Retirement Benefit - Leave Encashment:

The Company operates an unfunded leave encashment scheme for its employees eligible to the benefit and provision is made as per actuarial valuation of the scheme conducted as of September 30, 2018 by M/s Nauman Associates (Consulting Actuaries) under the "Projected Unit Credit" method. The significant actuarial assumptions used for actuarial valuation for the leave encashment scheme are as follows:

		2018	2017
		(Rupees i	in '000)
22.4.1 Movement in the present value of	of the obligation		
Present value of obligation at the b	peginning of the year	3,317	3,029
Charge for the year			
Current service cost		855	849
Interest cost		227	188
		1,082	1,037
Benefits paid during the year		(797)	(865)
Actuarial loss from changes in fina	incial assumptions	14	5
Experience adjustments		(19)	111
Present value of obligation at th	e end of the year	3,597	3,317
22.4.2 Expense for the year charged to	Statement of Profit or Loss		
Current service cost		855	849
Interest cost		227	188
Actuarial loss from changes in fina	incial assumptions	14	5
Experience adjustments		(19)	111
		1,077	1,153
22.4.3 Charge for the year has been all			
Cost of sales	Note 28.1	808	865
Administrative cost	Note 31.1	269	288
		1,077	1,153

			2018	2017
22.4.4	Significant Actuarial Assumptions			
	Discount rate used for interest cost		8%	7.25%
	Discount rate used for year end obligation	า	10%	8%
	Salary increased used for year end obliga	ation	9%	7%
	Retirement age		Age 60	Age 60
	Mortality Rates		SLIC	SLIC
			2001-2005	2001-2005
			Setback	Setback
			1 year	1 year
			2018	2017
			(Rupee	es in '000)
22.4.5	5 Year end Sensitivity Analysis			
	(± 100 bps) on Defined Benefit Obligati	ion	2 270	2 146
	Discount Rate + 100 bps		3,270 3,630	3,146 3,510
	Discount Rate - 100 bps Salary Increase + 100 bps		3,635	3,510
	Salary Increase + 100 bps Salary Increase - 100 bps		3,262	3,138
	Salary Increase - 100 bps		3,262	3,130
23	TRADE AND OTHER PAYABLES			
	Creditors	Note 23.1 & 23.2	589,033	268,439
	Accrued liabilities	Note 23.3	47,451	34,546
	Advances from customers		260	36,894
	Sales tax / Further Tax payable		42,955	32,154
	Workers' Profit participation Fund	Note 23.4	1,336	_
	Workers' Welfare Fund		1,831	3,381
	Other liabilities	Note 23.5	5,207	3,185
			688,073	378,599

- This includes an amount of Rs. 2,852 thousand (2017: Rs. 2,024 thousand) due to related parties 23.1 namely Mr. Ghulam Dastagir Rajar, Haji Khuda Bux Rajar, Gul Muhammad, Muhammad Hashim.
- 23.1.1 The maximum aggregate amount due to related parties at any month end during the year was Rs. 9,355 thousand (2017: Rs. 15,086 thousand).
- 23.2 This includes an amount of Rs.157,579 thousand (2017: Rs.157,579) in respect of the suit filed by the Company in the Honorable High Court of Sindh during the season 2013-14 against the cane purchase price of Rs. 172 per 40 kg as fixed by Government of Sindh which was dismissed by the Honorable High Court and the matter was taken up by the Company with the Honorable Supreme Court of Pakistan. In the due course of time, the Government of Sindh fixed the price of sugarcane for the season 2014-15 at Rs. 182 per 40 Kg in pursuance of which the Sindh Chamber of Agriculture filed a petition in the Honorable High Court of Sindh. The Honorable High Court disposed of the case upon settlement with the consent of all the stake holders whereby it was settled that Sugar Mills shall purchase the sugarcane from growers at Rs. 160 per 40 kg for crushing season 2014-15 whereas Rs. 12 per 40 kg will be paid by the Government of Sindh. The Honorable High Court has subjected this interim arrangement to the decision of Civil appeal No 48 of 2015 pending before the Honorable Supreme Court of Pakistan and also have ordered that the fate of remaining Rs. 10 i.e., difference of Rs. 182 and 172 will also be dependent upon the decision of Honorable Supreme Court of Pakistan. The Company as a matter of prudence has accounted for the said difference in the financial statements.

23.3 This includes an amount of Rs. 11,176 thousand (2017: Rs. 9,688 thoousand) in respect of the Constitutional Petition filed by the Company in the Honourable High Court of Sindh, Hyderabad Circuit against the increase in rates by Nara Canal Area Water Board through its notification dated 22.11.2010 had increased the water supply rates from Rs. 1 per gallon to Rs. 10 per gallon. The petition has been disposed off leaving the petitioner free to invoke arbitration proceedings in terms of agreement entered into between the petitioner and the respondent. Arbitration proceedings are pending thereat. The Company is the confident that matter will be decided favorably; however as a matter of prudence has accounted for the said difference in the financial statements.

			2018	2017
			(Rupees in '000)	
23.4	Workers Profit Participation Fund			
	Opening balance at the beginning of the year		_	594
	Interest paid on funds utilized by the Company	Note 23.4.1	_	32
				626
	Less: Payments made during the year		-	(626)
	Add: Allocation for the year	Note 32	1,336	_
	Closing balance at the end of the year		1,336	
23.4.	1 The effective rate of interest applied during the y	ear was Nil (2017	: 12.5%).	
23.5	Other liabilities			
	Income tax deducted at source		2,346	1,516
	Cane field staff	Note 23.5.1	323	116
	Others - Employees' social security & old age			
	benefits, workers compensation & others		2,538	1,553
			5,207	3,185
22.5	1 Those represents amount received from cane field	d amplayasa unda	r Company's moto	or avala policy

23.5.1 These represents amount received from cane field employees under Company's motor cycle policy.

24 ACCRUED FINANCE COST

Accrued mark-up on long term financing		5,469	6,390
Accrued mark-up / Profit on short term borrowings	Note 24.1	23,566	40,117
		29,035	46,507

24.1 Accrued Markup / profit on short term borrowings includes Rs. 6,242 thousand (2017: Rs. 21,920 thousand) in respect of shariah compliant financial institution.

25 SHORT TERM BORROWINGS -Secured

Note 25.1 & 25.2	921,483	1,193,557
Note 25.1	100,000	100,000
	1,021,483	1,293,557
		Note 25.1 100,000

25.1 The aggregate financing facilities obtained amounted to Rs. 1,675,000 thousand (2017: Rs. 1,675,000 thousand), out of which Rs. 653,517 thousand (2017: Rs. 381,443 thousand) were unavailed as at the period end. These are secured by pledge of sugar stocks under the supervision of approved muccadum and hypothecation over current assets of the Company, exclusive & pari passu hypothecation charge on Company's plant & machinery and 1st equitable mortgage charge over fixed assets of the Company. The financing facilities are collaterally secured by the personal guarantees of all the sponsor directors. The facilities carries markup at 3 & 6 months KIBOR as base rate plus 2% to

- 2.75% per annum (2017: 2% to 2.75%) chargeable and payable quarterly and biannually. The facility is renewable annually at the time of maturity.
- **25.2** This includes Rs. 372,500 thousand (2017: Rs. 550,000 thousand) in respect of shariah compliant financial institution.

26 CONTINGENCIES AND COMMITMENTS

26.1 Contingencies:

- 26.1.1 The Company has filed a petition in the Honourable Supreme Court of Pakistan against a show cause notice issued by Competition Commission of Pakistan (CCP), challenging the vary jurisdiction of the Competition Commission. The Honourable Supreme Court of Pakistan has disposed of the petition on the ground that this matter is already under proceedings with Honourable High Courts and refrained CCP from passing any final / penal order till a final decision is achieved at Honourable High Courts. Proceedings are pending thereat. There are no financial implications related to this at the moment.
- 26.1.2 The Company has filed a suit before the Honourable High Court of Sindh against Pakistan Standards and Quality Control Authority (the Authority) Challenging the levy of marking fee under PSQCA Act-VI of 1996. The Authority has demanded a fee payment @ 0.1% of ex-factory price for the year 2008-2009 amounting to Rs. 1,915 thousands. The Company is of the view that demand notifications so raised are without any lawful authority under the PSQCA Act-VI of 1996 and are in violation of the constitution. The Honourable High Court of Sindh has accepted the petition and termed that impugned notifications have been issued without lawful authority and suspended the operation of the impugned notifications. The constitutional petition filed before the Honourable High Court of Sindh has been allowed in favour of the Company. In the meantime the legal counsel of the Company has filed caveat in respect of an appeal to be filed by PSQCA against the judgment in the Honourable Supreme Court of Pakistan. No provision has been made in this respect, as the Company is confident that the same is not likely to be materialized.
- 26.1.3 The Company's appeal in the Honourable Supreme Court against the Order of the Honourable Sindh High Court for levy of Quality Premium was accepted by the Honourable Supreme Court by assailing the Order of Honourable Sindh High Court. Furthermore Federal Government steering committee through its decision on 16-07-2007 held that the quality premium shall remain suspended till decision of Honourable Supreme Court or consensus on uniform formula to be developed by MINFAL.
 - During the year, the appeal of the quality premium, has been decided by the Honourable Supreme Court of Pakistan against the Sugar Manufacturing Companies and the Legal Counsel of the Company is of the view that the Honourable Supreme Court has now simply prescribed the criteria for future, which if followed properly, would make quality premium applicable in the future, and in relation to the past (other than crushing season 1998 1999) it appears that no liability arose as no legally binding notification under section 16(v) can be said to be in the field in the light of the decision of the Honourable Supreme Court. Accordingly, no liability arises for the past and for the year 1998 99 the recovery rate was below the threshold determined by the Government, hence, no provision is required to be made and further the Company has already paid price higher than the minimum notified price.
- 26.1.4 During the year, the Government of Sindh issued a notification no. 8(142)/ S.O(EXT)2017, according to which, the minimum price of sugarcane has been fixed at the rate of Rs. 182 per 40 kg for the crushing season 2017-2018. The Company along with other Sugar mills has filed a petition in the Honourable High Court of Sindh dated 19 December 2017 against the said notification. Thereafter, the Honourable Court after deliberations with all stakeholders announced the judgement fixing the purchase price at the Rs. 160 to be paid to growers and the balance of Rs. 22 per 40 kg to be decided by the Honourable Supreme Court of Pakistan which is pending. The differential amount aggregating to Rs. 391,668 thousand has not been accounted for since the purchase price has been agreed with the parties and outcome of the Honourable Supreme Court is not likely to be against the Company.

Furthermore, the Company along with other sugar mills have also filed petition in the Honourable Supreme Court challenging the minimum price fixation mechanism, which is also pending before the Honourable Court.

26.1.5 During the year, the Company has filed an appeal in the Honourable Supreme Court of Pakistan against the order passed by the Honourable High Court of Sindh – Circuit Court Hyderabad in the matter of Constitutional Petition No. D - 334 of 2012 (Sanghar Sugar Mills Limited vs Sindh Labour Appellant Tribunal and Others) against the Company. The said appeal was filed against the Sindh Labour Appellate Tribunal for the decision made by the Appellate Tribunal (Hyderabad). The Honourable Supreme Court of Pakistan has suspended the operation of the impugned judgement and directed the Company to let the amount of salary on the basis of last drawn arrears of salary during season and salary of retention during off season and as per directions the Company has deposited an amount of Rs. 456 thousand (2017: Nil) in the Labour Court of Hyderabad. The Case has challenged the decision of Labour Appellate Tribunal and the Honourable High Court of Sindh, wherein the chances of Company's success are higher.

26.2 Guarantee:

Rs.15,000 thousand (2017: Rs. 25,000 thousand) guarantee issued by the Bank for six months period in favour of Engro Fertilizers Limited on behalf of the Company for the procurement of Fertilizers for onward supply to sugarcane growers. The guarantee is secured against the 25% cash margin and rest against the existing charge over current and fixed assets of the Company held as collateral. Also refer note no 15 of the financial statements.

26.3 Commitments:

- **26.3.1** Capital commitments in respect of plant and machinery amounted to Rs. 25,300 thousand (2017: Rs. 54,486 thousand).
- 26.3.2 The Company has committed for donation of 5 acre of land through the Board of Directors' decision in their meeting held on October 29, 2016 recommended donation of 5 acre land out of total 320 acres Company's land at factory located at Sanghar to Workers Welfare Fund, Government of Pakistan, Islamabad, for the purpose of construction of Fifty Beds Hospital in the vicinity of factory premises of Sanghar Sugar Mills. This has already been approved by the shareholders of the Company in their Extra Ordinary General Meeting held on November 23, 2016. The carrying value of the land as on the year end date is Rs 110 thousand whereas its market value based on revaluation report of an independent professional valuator is Rs. 1,793 thousand. In order to implement the Agreements, the formalities of transfer of Land and other documentation are in process till date.
- 26.3.3 The Company has entered into Ijarah Lease agreement, for the amount of Rs. 29,334 thousands with Al-Baraka Bank Pakistan Limited acquire of Shredder Turbine for enhancing power generation capacity. The Company has option to purchase the assets upon expiry of the lease term by making payment of residual value by way of adjustment of security deposit. Ijarah Rentals are based on profit rates linked with KIBOR + 3% (2017: KIBOR + 3%). Ijarah lease rentals are payable in 20 quarterly installments starting from March 2014.

The Company is committed for minimum Ijarah rental payments for each of the following period as follows and Ijarah Lease is arrangement with shariah compliant financial institution:

	2018	2017
	(Rupee	s in '000)
Not more than one year	1,776	8,880
More than one year but not more than two years		1,776_
	1,776	10,656

			2018	2017
			(Rupees	in '000)
27	SALES			
	Local Sales		3,455,534	2,880,081
	Export Sales		361,726	
	Less: Brokerage and Commission		(825)	(797)
	Sales Tax / Further Tax		(410,900)	(296,052)
			(411,725)	(296,849)
			3,405,535	2,583,232
28	COST OF SALES			
	Sugar cane consumed (including cane			
	procurement expenses)		2,871,755	3,109,983
	Salaries, wages and staff benefits	Note 28.1	162,753	140,446
	Stores, spare parts & loose tools consumed		122,614	96,463
	Fuel, power & utilities		8,240	10,342
	Insurance		13,417	11,296
	Repairs and maintenance		5,995	5,615
	Vehicle running expenses		7,460	7,499
	Ijarah Lease Rentals	Note 28.2	7,106	7,111
	Depreciation	Note 7.1.2	77,748	52,900
	Amortization of deferred cost	Note 10	8,772	11,342
	Other expenses		12,560	11,090
			3,298,420	3,464,087
	Sale of Electric Power	Note 28.3	31,365	42,086
	Sugar -in-process			
	- Opening		650	1,609
	- Closing	Note 12	(1,153)	(650)
			(503)	959
			3,266,552	3,422,960
	Sale of Molasses	Note 28.4	265,528	260,550
	Inventory adjustment for molasses		84	(42)
			265,612	260,508
	Sale of Baggasse	Note 28.5	_	18,093
	Inventory adjustment for bagasse		(3,071)	(798)
			(3,071)	17,295
	Cost of goods manufactured		3,004,011	3,145,157
	Finished sugar			
	- Opening stock		1,090,774	599,509
	- Closing stock	Note 12	(787,770)	(1,090,774)
			303,004	(491,265)
			3,307,015	2,653,892
28.1	Salaries, wages and benefits include Rs. 8,585 tho	usands (2017: Rs. 3	7 069 thousand) in	respect of defined

- Salaries, wages and benefits include Rs. 8,585 thousands (2017: Rs. 7,069 thousand) in respect of defined benefit plan and Rs. 808 thousand (2017: Rs. 865 thousand) in respect of leave encashment plan.
- **28.2** Ijarah Lease rentals are paid in respect of arrangement with shariah compliant financial institution.
- **28.3** These figures are net off sales tax of Rs. 5,332 thousands (2017: Rs. 7,155 thousand).
- **28.4** These figures are net off sales tax of Rs. Nil (2017: Rs. 295 thousand).
- **28.5** These figures are net off sales tax of Rs. Nil (2017: Rs. 3,076 thousand)

			2018 (Rupee:	2017 s in '000)
29	PROFIT FROM TRADING ACTIVITIES			,
	Sales		93,596	
	Less: Sales Tax		(4,378)	
			89,218	_
	Less: Purchases & other expenses thereon		(85,665)	_
			3,553	
30	DISTRIBUTION COST			
	Export charges including transportation		28,712	
	Rent of godown, salaries & transportation charges	;	11,725	_
	Handling and Stacking		1,442	796
	· ·		41,879	796
24	A DANIAHOTO A TIVE COOT			
31	ADMINISTRATIVE COST	N-4- 04 4	CO OCO	FC 000
	Salaries, wages and staff benefits	Note 31.1	60,269	56,928
	Rent, rates and taxes		1,121	1,077
	Communication		635	591
	Repairs and maintenance		1,951	1,232
	Utilities		1,340	1,169
	Entertainment		656	584
	Subscription		1,974	2,803
	Cartage		35	19
	Printing and stationery		1,337	1,196
	Insurance		4,472	3,765
	Legal and professional charges		3,088	693
	Conveyance and traveling	N (740	3,656	3,367
	Depreciation	Note 7.1.2	9,283	9,713
	Amortization of intangible asset	Note 8	19	425
	Others		1,135	1,348
			90,971	<u>84,937</u>
31.1	Salaries, wages and benefits include Rs. 2,861 thousand (2017) Ba 200 thousand (2017) Ba 200 th			

benefit plan and Rs. 269 thousand (2017: Rs. 288 thousand) in respect of leave encashment plan.

32 **OTHER OPERATING COST**

Auditors' remuneration	Note 32.1	1,118	972
Impairment allowance for balances of			
dorment bank accounts	Note 17	1,074	
Impairment allowance for further			
sales tax refundable	Note 16.4		8,558
Corporate social responsibility costs	Note 32.2	3,026	1,147
Workers Profit Participation Fund	Note 23.4	1,336	_
Workers Welfare Fund		508	_
Provision for slow moving and obsolete items	Note 11.1	750	945
		7,812	11,622

		2018	2017
		(Rupees in '000)	
32.1	Auditors' remuneration		
	Statutory Auditors - Kreston Hyder Bhimji and Co.		
	Audit fee	875	775
	Half yearly review fee	90	70
	Code of corporate governance certification	70	55
	Sindh Sales Tax on Services	83	72
		1,118	972
32.2	Corporate social responsibility costs do not include any amount pai	d to any persor	or organization in

which any director or their spouse had any interest.

33 OTHER INCOME

Income from non financial assets:

	Gain on sale of items of property, plant and equipment	Note 7.1.3	464	583
	Others - Rent & related receipts	14010 7.1.0	129	138
			593	721
	Income from others:		333	721
	Subsidy on Export Sales		177,810	
	Exchange Gain - net		6,324	
	Insurance Claim		637	1,380
	Liabilities written back		27	516
			184,798	1,896
			185,391	2,617
34	FINANCE COST			
	Mark-up on long term financing	Note 34.1	15,005	4,744
	Mark-up / profit on short-term borrowings	Note 34.2 & 34.3	95,967	85,805
	Financial charges on liabilities against asset			
	subject to finance lease		9,571	2,703
	Bank charges		1,391	996
	Interest on workers' profit participation fund	Note 23.4.1	_	32
			121,934	94,280

- 34.1 Finance cost includes Rs. 2,221 thousand (2017: Nil) in respect of financing under shariah compliant arrangements.
- 34.2 Finance cost includes Rs. 45,140 thousand (2017: Rs. 34,289 thousand) in respect of financing under shariah compliant arrangements.
- 34.3 This amount is net off of Rs. 5,648 thousand (2017: Rs. 5,443 thousand) in respect of grower finance to be recovered from growers.

35 **TAXATION**

Current year	Note 35.1 & 35.2	_	36,332
Deferred	Note 22.1	5,442	(8,906)
		5,442	27,426

- 35.1 Provision for current taxation represents the minimum tax being the turnover tax under section 113 of Income Tax Ordinance, 2001 net of available tax credits, hence tax reconciliation of tax expense with accounting profit is not presented for the current year.
- 35.2 Through the Finance Act, 2018 income tax has been levied at the rate 5% of accounting profit before tax on every public company that derives profit for a tax year but does not distribute at least 20% of its

after tax profits within six months of the end of the said tax year. Since the Board of Directors has not recommended cash dividend for the year ended September 30, 2018, therefore, the provision of tax liability has been made.

35.3 The management believes that the tax provision made in the financial statements is sufficient. A comparision of last three years of income tax provision with tax assessed is presented below:

		As per Financial Statements	As per Return	/ Assessment	
	Year	(Rupees i	า 000)		
	2017	36,332		36,30	9
	2016	30,147		30,06	5
	2015	34,038		20,72	6
36	EARNING / (LOS	SS) PER SHARE - Basic and Di	uted	2018	2017
	Profit / (Loss) after	er taxation (Rupees '000)		19,426	(287,104)
	Weighted averag	e number of ordinary shares		11,946,000	11,946,000
	Earnings / (Loss)	per share - (Rupees)		1.63	(24.03)
	There is no dilutiv	ve effect on the basic earnings pe	er share of the Co	ompany.	
		- 1		2018	2017
				(Rupe	es in '000)
37	CASH AND CAS	SH EQUVALENTS			
	Cash and cash e	quivalent comprise of the following	ng items		
	Cash and bank b	alances		7,071	19,721
	Less: Short term	borrowings		(1,021,483)	(1,293,557)
				(1,014,412)	(1,273,836)

38 FINANCIAL INSTRUMENTS

38.1 FINANCIAL ASSETS AND LIABILITIES

Table below summarizes the maturity profile of the Company's financial assets and liabilities at the following reporting periods.

	2018							
		Interes	Interest / Mark-up bearing No			Non Interest / Mark-up bearing		
	Interest / markup rate	Maturity upto one year	Maturity after one year	Sub Total (Rupee	Maturity upto one year es in '000)	Maturity after one year	Sub Total	Total
Financial Assets				` .				
Deposits		_	_	_	6,755	18,823	25,578	25,578
Trade debts		_	_	_	28,726	_	28,726	28,726
Loans and advances		_	_	_	2,498	_	2,498	2,498
Cash and bank balance	es				7,071		7,071	7,071
TOTAL					45,050	18,823	63,873	63,873
Financial Liabilities						·		
Long Term Finance	3 M Kibor + 2% & 2.5%	87,936	153,791	241,727	_	_	_	241,727
Liabilities against asset subject to finance lease		43,030	97,072	140,102	_	_	_	140,102
Trade & other payables	1	1,336	_	1,336	637,195	_	637,195	638,531
Accrued finance cost		· —	_	· —	29,035	_	29,035	29,035
Short-term borrowings	3 & 6 M Kibor + 2% to 2.75%	1,021,483	_	1,021,483	_	_	_	1,021,483
TOTAL		1,153,785	250,863	1,404,648	666,230	_	666,230	2,070,878

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		Interes	t / Mark-up	bearing	Non Inter	rest / Mark-u	p bearing	
	Interest / markup rate	Maturity upto one year	Maturity after one year	Sub Total	Maturity upto one vear	Maturity after one year	Sub Total	Total 2016
		,	,	(Rupee	,	, · · · · · · · · · · · · · · · ·		
Financial Assets					•			
Deposits		_	_	_	8,839	20,961	29,800	29,800
Loans and advances		_	_	_	1,359	_	1,359	1,359
Cash and bank balances	3		_		19,721		19,721	19,721
TOTAL				_	29,919	20,961	50,880	50,880
Financial Liabilities								
Long Term Finance	3 M Kibor + 2% & 2.5%	87,000	209,422	296,422	_	_	_	296,422
Liabilities against assets subject to finance lease	10.12% to 10.41%	37,310	135,869	173,179	_	_	_	173,179
Trade & other payables	12.50%		_		359,009	_	359,009	359,009
Accrued finance cost			_	_	46,507	_	46,507	46,507
Short-term borrowings	3 & 6 M Kibor + 2% to 2.75%	1,293,557	_	1,293,557	_	_	_	1,293,557
TOTAL		1,417,867	345,291	1,763,158	405,516		405,516	2,168,674

39 FINANCIAL RISKS MANAGEMENT

39.1 Financial Risk Management Objectives, Policies and Responsibilities

The Company's overall risk management programs focus on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's operations. The Company's risk management policies are established to identify and analyze the risk faced by the Company, to set appropriate risk limits and control, and to monitor risks and adherence to limits.

The Board of Directors has overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Company's senior management provides policies for overall risk management, as well as policies covering specific areas such as foreign exchange risks, interest rate risks, credit risks, financial instruments and investment of excess liquidity. It is the Company's policy that no trading in derivatives for speculative purpose shall be undertaken.

The Company has exposure to the following risks from its use of financial instruments:

- Market risk
- Credit risk
- Liquidity risk

39.1.1 Market Risk

Market risk is the risk that the value of the financial instrument may fluctuate as a result of changes in market interest rates or the market price due to change in credit rating of the issuer of the instrument, change in market sentiments, speculative activities, supply and demand of securities and liquidity in the market. The company is subject to following market risks;

39.1.1.1 Foreign Exchange Risk

Foreign exchange risk represents the risk that the fair value of the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Foreign exchange risk arises mainly from future economic transaction or receivables or payables that exist due to transactions in foreign exchange. During the year the Company has exposure to foreign currency risk, however as at year end the Company is not exposed to foreign currency risk but the Company was exposed to such risk as at the previous year end arising from foreign exchange fluctuations due to the following financial liability / committment:

Foreign currency commitment outstanding as at the year end is as follows:

Import letter of credit - Euro (In '000)

The exchange rate as at the reporting date - Rupees per Euro:

- 2018

2017

163

125.70

Cash flow sensitivity analysis for foreign currency

A change of 5% in exchange rate at the reporting date would have decreased / (increased) liability by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remain constant.

				17s in '000)
Financial liabilities	(increase)	decrease	(increase)	decrease
Cash flow sensitivity - on statement of financial position	_		(1,025)	1,025

The sensitivity analysis prepared is not necessarily indicative of the effects on profit / (Loss) for the year and assets / liabilities of the Company.

39.1.1.2 Interest / Mark-up rate risk

Interest / mark-up rate risk is the risk that value or future cash flows of the financial instruments will fluctuate because of changes in market interest / mark-up rates. The Company has mainly long term finance, liabilities against asset subject to finance lease, short term borrowings and workers' profit participation fund which are based at varying rates.

At the reporting date, the interest rate profile of the Company's significant interest / mark-up bearing financial instruments are as follows:

	2018	2017	2018	2017
		Effective interest / markup rate (in percent)		ying amount pees in '000)
Financial liabilities Variable rate instruments		. ••••••	()	, , , , , , , , , , , , , , , , , , ,
		3 M Kibor + 2%		
Long Term Finance	3 M Kibor + 2% & 2.5%	2.5%	241,727	296,422
Finance lease obligation	10.12% to 12.29%	10.12% to 10.41%	140,102	173,179
Short term borrowings	3 & 6 M Kibor + 2% to 2.75%	3 & 6 M Kibor + 2% to 2.75%	1,021,483	1,293,557
Workers Profit				, ,
Participation Fund	12.5%	_	1,336	<u> </u>
Off statement of financial position items			, ,	
ljarah Rentals	6 M Kibor + 3%	6 M Kibor + 3%	1,776	10,656

Sensitivity analysis

Fair value sensitivity analysis for fixed rate instruments

The Company does not account for any fixed rate instruments at fair value through statement of profit or loss.

Cash flow sensitivity analysis for variable rate instruments.

A change of 100 basis points in interest / mark-up rates at the reporting date would have decreased / (increased) profit before tax for the year by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remain constant. The analysis is performed on the same basis for 2017.

Financial liabilities	(increase)	decrease	(increase)	decrease
Cash flow sensitivity on statement of financial position	(14,046)	14,046	(17,632)	17,632
Cash flow sensitivity - off statement of financial position	(18)	18	(107)	107

The sensitivity analysis prepared is not necessarily indicative of the effects on profit for the year and assets / liabilities of the Company.

39.1.1.3 Other Price Risk

Other price risk is the risk that the fair value or future cash flows from a financial instrument will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Company does not have financial instruments dependent on such market prices.

39.1.2 Credit Risk

Credit risk represents the accounting loss that would be recognized at the reporting date if counter parties failed to perform as contracted. To manage exposure to credit risk in respect of trade receivables, management performs credit reviews taking into account the customer's financial position, past experience and other factors. Sales contracts and credit terms are approved by the Chief Executive Officer and Executive Director. The Company manages credit risk interalia by setting out credit limits in relation to individual customers and / or by obtaining advance against the sales and / or through letter of credits and / or by providing adequate allowance for doubtful debts. Where considered necessary, advance payments are obtained from certain parties or by obtain advance payments from counter parties.

Concentration of credit risk arises when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their abilities to meet contractual obligation to be similarly effected by the changes in economic, political or other conditions. The Company believes that it is not exposed to major concentration of credit risk.

The carrying amount of financial assets represents the maximum credit exposure before any credit enhancements. The maximum exposure to credit risk at the reporting date is:

2018

2017

	2010	2017
	(Rupees	in '000)
Deposits	25,578	29,800
Trade debts	28,726	_
Loans and advances	2,498	1,359
Bank balances	6,861	19,113
	63,663	50,272

a) Deposits

Deposits are due from leasing companies, ijarah deposits, margin deposits placed with commercial banks and others. Major amount of the deposits are from leasing companies which have good credit ratings from the rating agencies and also the lease deposits are secured against the leased asset. The other deposit are placed against the utility facilities like electricity & water with Government entities. The Company believes that it is not exposed to significant credit risk in this respect.

b) Trade Debts

These represents balances due from registered buyers against the sale of sugar. Subsequent to the year end all the balances of trade debts have been received and realized. Therefore, the Comapny believe that it is not expose to significant credit risk in this respect.

c) Loans and Advances

These represent balances due from employees that are mostly against their balances of retirement benefits. Advances given to growers in cash or through fertilizer / seeds are recovered through the adjustments in cane supplies payments in the ensuing season. Impairment allowance has been made against the growers loan became past due and non recoverable. The Company actively pursues for the recovery and based on past experience the Company does not expect that these will fail to meet their obligations hence no impairment allowance is necessary other than already made in these financial statements.

d) Balances with Bank

The Company limits its exposure to credit risk by maintaining bank balances only with counterparties that have stable credit rating. Management actively monitors credit ratings of the counter parties and given their high credit ratings, management does not expect that the counter party will fail to meet their obligations.

The bank balances along with the short term credit ratings are tabulated below:

	2018	2017
Credit Rating	(Rupe	es in '000)
A1+	3,121	11,606
A1	2,585	3,919
A-1+	1,155	3,587
A-1	_	1
	6,861	19,113

39.1.2.1 Financial assets that are either past due or impaired

The credit quality of financial assets that are either past due or impaired can be assessed by reference to historical information and external ratings or to historical information about counter party default rates as disclosed in respective notes. Management believes that there are no financial asset that are either past due or impaired.

39.1.3 Liquidity Risk

Liquidity risk represent the risk where the Company will encounter difficulty in meeting obligations associated with financial liabilities. The maturity profile of the Company's financial assets and liabilities as at the reporting date with respect to period lags is given in Note 38.1.

The Company manages liquidity risk by maintaining sufficient cash and ensuring the fund availability through adequate credit facilities. As at September 30, 2018, the Company has available un-availed short term borrowing facilities of Rs. 653,517 thousands (2017: Rs.381,443 thousands) and also has cash & bank balances of Rs.7,071 thousands (2017: 19,721 thousands). Based on the above, the management believes that the Company is not significantly exposed to the liquidity risk.

39.2 CAPITAL RISK MANAGEMENT

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, issue new shares and take other measures commensuration to the circumstances. The Company finances its expansions projects through equity, borrowings and management of its working capital with a view to maintaining an appropriate mix between various sources of finance to minimize risk.

The Company monitors capital using a gearing ratio, which is net debt divided by total shareholders equity plus net debt. Net debt is calculated as total loans and borrowings less cash and bank balances. The Company's strategy was to maintain leveraged gearing. The gearing ratio as at balance sheet date is as follows:

	2018 2017 (Rupees in '000)		
		Restated	
Total financing and borrowings including finance lease	1,403,312	1,763,158	
Less: Cash and bank balances	(7,071)	(19,721)	
Net debt	1,396,241	1,743,437	
Total Equity	1,330,699	569,165	
Total capital employed	2,726,940	2,312,602	
Gearing Ratio	51.20%	75.39%	

40 FAIR VALUES / MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

A number of the Company's accounting policies and disclosure require the measurement of fair values, for both financial, if any and non-financial assets and liabilities. When measuring the fair value of an asset or a liability, the Company uses valuation techniques that are appropriate in the circumstances and uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

For assets and liabilities that are recognised in the financial statements at fair value on a recurring basis, the management recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There were no transfers between different levels of fair values mentioned above.

Management assessed that the fair values of cash & cash equivalent and short term deposits, trade & other receivable, trade receivables, trade payables, short term borrowing and other current liabilities approximate their carrying amounts largely due to the short term maturities of these instruments. For long term asset and long term liabilities, management considers that their carrying values approximates fair value.

The fair value of land and buildings and plant and machinery is a level 3 recurring fair value measurement. Management engages an independent external expert / valuator to carry out periodic valuation of its non-financial assets (i.e. Land, Building and Plant and Machinery) and selection criteria include market knowledge, reputation, independence and whether professional standards are maintained by the valuer. The Fair Values were determined with reference to market based evidence, based on active market prices and relevant enquiries and information as considered necessary, adjusted for any difference in nature, location or condition of the specific property. Recent valuation was carried on September 30, 2018 and following factors were considered:

Land and Building The valuation is considered on the factors of location, need of the buyers, the overall prevailing market situation and other considerations linked with this.

Plant and Machinery Factors taken into consideration in order to assess the present value of the machinery include Make, Model, Quality, Operational Capacity, Existing Condition, Demand and Resale Prospets, Depreciation and Obsolesence etc.

41 REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

The aggregate amount charged during the year for remuneration, including all benefits to the Chief Executive, Directors and Executives of the Company were as follows:

	Chief Executive		Directors		Executives		Total		
	2018	2017	2018	2017	2018	2017	2018	2017	
	(Rupees in '000)								
Non executive Directors' meeting fee - 1 Director (2017: 1 Director)			240	120	_		240	120	
Managerial remuneration - Basic	3,850	3,587	1,475	1,375	3,755	3,993	9,080	8,955	
Perquisite (Bonuses, House Rent & Others)	4,806	4,470	2,280	1,917	6,184	5,209	13,270	11,596	
Reimbursable expenses	1,082	990	_	_	924	668	2,006	1,658	
Gratuity Paid	_	_	_	_	_	2,562	_	2,562	
	9,738	9,047	3,755	3,292	10,863	12,432	24,356	24,771	
Number of persons	1	11	1	1	3	4	5	6	

The Chief Executive and Executives as stated above are provided with the Company maintained cars and telephone facilities.

All non-executive directors except one director, waived their directors' fee, which was approved in the Board of Directors meeting.

42 RELATED PARTY TRANSACTIONS

The Company in the normal course of business carried out transactions with related parties as detailed below:

	Name of Related Party	Relationship with Company	Nature of Transaction	2018	2017
				(Rupees	in '000)
	Mr. Ghulam Dastagir Rajar	Chairman	Cane purchased	18,781	29,363
_	Do	Do	Advance against cane purchase	17,898	26,423
	Haji Khuda Bux Rajar	Chief Executive	Cane purchased	_	4,360
_	Do	Do	Advance against cane purchase	_	4
	Mr. Gul Mohammad Rajar	Son of Chief Executive	Cane purchased	5,543	14,064
	Do	Do	Advance against cane purchase	1,107	22
	Mr. Muhammad Hashim	General Manager	Cane purchased	4,770	4,209
	Do	Do	Advance against cane purchase	1,915	86

Transactions, as applicable in relation to Directors of the Company and Key Management Personnel (KMP) have been disclosed in note # 41. Key Management Personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly.

Outstanding balances of related parties as of the balance sheet and maximum month end aggregate balance during the year are disclosed in the respective notes to the financial statements. The advances to related parties against supply of cane were disbursed for the crushing season 2017-18 (2017: 2016-17 and 2017-18) out of which significant amount had already been adjusted against cane supplied during the crushing season 2017-18 (2017: 2016-17) whereas remaining amount has been adjusted subsequent to the year-end against the cane supplied for the current crushing season 2018-19 (2017: 2017-18).

43 ENTITY - WIDE INFORMATION

43.1 The Company constitutes of a single reportable segment, the principal class of product is Sugar and by products are Molasses and Baggasse. The Company is also engaged in the sale of electric power generated in excess of in-house consumption which does not constitute reportable segment, as same do not meet thresh-hold criteria.

43.2 Information about geographical areas

The Company does not hold non-current assets in any foreign country. There is no revenues from external customers for attribution to foreign countries in these financial statements. The Company is also not dependant on any single customer. The analysis of sugar sales, by products and sales of trading activities are as follows:

Sales - net	2018 (Rupee	2017 es in '000)
Sugar (local and export)	3,405,535	2,583,232
Molasses	265,528	260,550
Baggasse	_	18,093
Electric Power	31,365	42,086
Trading Activities	89,218	_
	3,791,646	2,903,961

44 CAPACITY AND PRODUCTION

	2018		20	17
	Quantity M. Tons	No. of days	Quantity M. Tons	No. of days
Crushing capacity	8,500	Per day	6,000	Per day
Capacity based on actual working days	1,207,000	142	798,000	133
Actual crushing	712,124	142	625,237	133
Sucrose recovery (in %)	10.37		10.12	
Sugar production from cane	73,776		63,380	

44.1 Main reason for under utilization of production capacity is lesser availability of sugarcane during the season.

45 NUMBER OF EMPLOYEES

Number of persons employed as on year end were 501 (2017: 525) and average number of employee during the year were 775 (2017: 735). Number of factory employees as on year end were 386 (2017: 343) and average number of factory employees during the year were 566 (2017: 530).

46 CORRESPONDING FIGURES

For better presentation and due to revisions in the Companies Act 2017, re-classification has been made to the comparative figures in the financial statements as follows;

Reclassification from component	Reclassification to component	(Rupess in '000)
Trade and other payables		
- Unclaimed dividend	Unclaimed Dividend	1,551
- Unclaimed dividend	Dividend payable	12,436
- Accrued liabilities	Deferred Liabilities	
	 Employees Retirement Benefits 	
	 Leave Encashment plan 	3,317

In view of above reclassification, corresponding figures of statement of cash flows has also been rearranged / reclassified.

47 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on December 29, 2018 by the Board of Directors of the Company.

48 GENERAL

Figures have been rounded off to nearest thousand of rupees.

Pattern of Share Holding As at September 30, 2018

Total	Holding	Share	Number of	
Shares Hel	То	From	Shareholders	
19,88	100	1	857	
39,94	500	101	130	
64,02	1000	501	94	
207,50	5000	1001	84	
260,92	10000	5001	41	
51,45	15000	10001	4	
16,50	20000	15001	1	
143,00	25000	20001	6	
108,44	30000	25001	4	
85,75	45000	40001	2	
47,90	50000	45001	1	
55,75	60000	55001	1	
289,14	100000	95001	3	
241,48	245000	240001	1	
267,74	270000	265001	1	
360,17	365000	360001	1	
403,10	405000	400001	1	
410,98	415000	410001	1	
486,39	490000	485001	1	
496,00	500000	495001	1	
522,60	525000	520001	1	
1,145,72	575000	570001	2	
659,25	660000	655001	1	
674,75	675000	670001	1	
858,00	860000	855001	1	
913,00	915000	910001	1	
979,00	980000	975001	1	
1,043,11	1045000	1040001	1	
1,094,48	1095000	1090001	<u> </u>	
11,946,00			1,245	

^{*} There is no shareholding in the slab not mentioned above.

Category of Shareholders		Number of Shares Held	Percentage %	
1	Directors, Chief Executive Officer, and their spouse and minor children	1,844,216	15.4379	
2	Associated Companies, undertakings and related parties	_	_	
3	Executives	25,290	0.2117	
4	NIT & ICP	1,043,516	8.7353	
5	Banks, DFIs, NBFIs, Mudarabas and Pension Fund	101,550	0.8501	
6	Insurance Companies	267,840	2.2421	
7	Joint Stock Companies	27,423	0.2296	
8	Shareholders holding 5% or more	4,519,235	37.8305	
9	General Public - Local	4,116,930	34.4629	
	TOTAL	11,946,000	100.0000	

Detail of Pattern of Share Holding

As per Requirement of Code of Corporate Governance As at September 30, 2018

Category Name	Number of shares held	Percentage %	Category wise Number of shareholders	Category wise shares held	Percentage %
Directors, Chief Executive and					
their spouse and minor children			7	1,844,216	15.4379
Haji Khuda Bux Rajar	241,487	2.0215			
* Mr. Ghulam Dastagir Rajar	659,250	5.5186			
Mr. Ghulam Hyder	360,179	3.0151			
Mr. Rahim Bux	572,350	4.7911			
Mr. Mohammad Aslam	3,300	0.0276			
Mr. Qazi Shamsuddin	4,900	0.0410			
Mrs. Khanzady W/o Haji Khuda Bux	2,750	0.0230			
Associated Companies, Undertaking related parties	and		_	_	_
Executives			1	25,290	0.2117
NIT & ICP			2	1,043,516	8.7353
* CDC - Trustee National					
Investment (Unit) Trust	1,043,116	8.7319			
Investment Corporation of Pakistan	400	0.0033			
Banks, DFIS, NBFIS, Mudarabas and Pension Funds			4	101,550	0.8501
Insurance Companies			2	267,840	2.2421
Joint Stock Companies			10	27,423	0.2296
* Shareholders holding 5% or more			5	4,519,235	37.8305
General Public - Local			1214	4,116,930	34.4629
Total			1,289	11,946,000	100.000

^{*} Shareholders having 5% or more shares marked as(*) are shown in their relevant categories. The name wise details of the remaining shareholders having 5% or more given below

Name of Shareholders	Number of shares held	Percentage %
Mr. Ali Ghulam	858,000	7.1823
Mr. Khuda Bux	913,000	7.6427
Mr. Abdul Jabbar	979,000	8.1952
Mr. Pir Baksh	1,094,485	9.1619
Mr. Gul Mohammad	674,750	5.6483
	4,519,235	37.8305

Information under the Code of Corporate Governance

The Directors, Executives and their spouse and their minor children have not undertaken any trading of Company's shares during the year ended September 30, 2018.



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Consent to receive Notices and Audited Financial Statements through email

In accordance with the notification 787(I)/2014 dated September 08, 2014 issued by the Securities & Exchange Commission of Pakistan; shareholders are entitled to receive the Notices and Audited Financial Statements through email. Therefore, to receive current and future notices and audited financial statements directly through email, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

The Company Secretary, Sanghar Sugar Mills Limited, C-27, Plot No. F-24, Block - 9, Karachi Clifton, Karachi 75600,

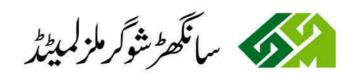
Phone: 021 35371441 to 43 (3 lines)

Fax: 021 35371444

(Copy attached)

The Share Registrar, Hameed Majeed Associates (Pvt) Limited Karachi Chambers, Hasrat Mohani Road, Phone: 021 32424826, Fax: 021 32424835

I hereby wish to communicate my detailed below:	desire	to receive notices and audited financial statements through email as
Name of shareholder	:	
Folio number/CDC Account No.	:	
Contact number of shareholder		
Contact Address of shareholder		
Email ID	:	
CNIC No.	:	
NTN (in case of corporate entity)	:	
Note: Email Id should be belongs to shareholder and or the name appear		hareholder and for joint account holder, email Id should be the principal st in the list of shareholders.
It is stated that the above particula Company informed in case of any ch	-	en by me are correct to the best of my knowledge and I shall keep the in the said particulars in future.
Shareholder's Signature & date (Affix stamp for corporate entity)		
CNIC / NTN No		



اظهار رضامندی برائے وصولی نوٹس وآٹ شدہ مالیاتی دستاویزات بذریعہای میل

سکیورٹیزایٹرایچینج کمیش آف پاکستان کی جانب ہے جاری کردہ نوٹیفکیش 2014 (۱) 787 مجریہ 8 ستمبر 2014 کے مطابق حصص داران کو بیش حاصل ہے کہ تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات بذر بعدای میل ارسال کی جا کیں ۔لہذاموجودہ اور مستقبل کے نوٹس اور آڈٹ شدہ مالیاتی دستاویزات بذر بعدای میل موصول کرنے کہتے آپ ہمیں اپنی کمل معلومات فراہم سیجنے ،اپنے دستخط اور تو می شناختی کارڈ/این ٹی این نمبر کے ساتھ اپنی درخواست حصص رجٹراریا کمپنی اور بصورت می ڈی می اپنے منطقہ شراکت دار اس ڈی می سرماییکاراکا وُنٹ سرومز کے پاس جمع کروائمیں۔

شعبة حصص داران کمپنی سیکرٹری، سانگھڑشؤگر ملزلمیٹڈ، تی-27، پلاٹ نمبرایف -24 بلاک -9، کلفٹن، کراچی -75600، فون نمبر:43-75600 تین لائینیں) فیل نمبر:43-3571441 تین لائینیں) فیل نیکس: 021 35371441 قیکس: 021 35371441

میں بذریعہ بذایہخواہش ظاہر کرتا ہوں کہ ستفتل میں مجھےتمام نوٹس اورآ ڈٹ شدہ مالیاتی دستاویزات بذریعہای میل ارسال کی جا کمیں جس کی تفصیلات حامل حصص كانام فوليونمبراي ڈي ينمبر حامل حصص كارابط نمبر حامل حصص كارابطه كايية ای میل آئی ڈی قوى شناختى كاردنمبر این فی این نمبر (بصورت کار پوریث) نوٹ: ای میل حامل تصف کی ہونی چاہیئے اورمشتر کیا کا ؤنٹ کی صورت میں اس حامل تصف کی ای میل فراہم کی جائے جس کا تناسب تصف سب سے زیادہ ہواور جس کا نام خصص داران کی فہرست میں سرفہرست ہو۔ میر علم کے مطابق میری جانب ہے فراہم کی جانے والی مزکورہ بالامعلومات بالکل صحیح اور درست ہیں اورا گرمتنقبل میں ان میں سی بھی قتم کی کوئی تبدیلی واقع ہوتی ہے توالی تبدیلی ہے تمپنی کوآگاہ کردیا جائے گا۔ وستخط حامل خصص (بصورت كاربوريث اداره يهال مهرچسيال كرين) قومی شناختی کارڈ/این ٹی این نمبر (نقل نسلک ہے)



Sanghar Sugar Mills Limited

Dividend Payments through Electronic Mode

In accordance with the provisions and under section 242 of the Companies Act, 2017, shareholders are entitled to receive their dividends by way of direct credit to their bank account instead of receiving them through dividend warrants.

Therefore, to receive your future dividends directly in your bank account, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case Shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

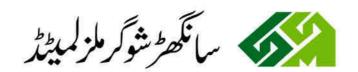
I hereby wish to communicate my desire to receive my future dividends directly in my bank account as detailed

The Company Secretary, Sanghar Sugar Mills Limited, C-27, Plot No. F-24, Block - 9, Karachi Clifton, Karachi 75600, Phone: 021 35371441 to 43 (3 lines)

Fax: 021 35371444

(Copy attached)

The Share Registrar, Hameed Majeed Associates (Pvt) Limited Karachi Chambers, Hasrat Mohani Road, Phone: 021 32424826, Fax: 021 32424835



ادا ئىگى ۋىيە يەندىدرىيەالىكىرانك ذرائع

کا ؤنٹ میں کریڈٹ کروالیں بجائے اس	یے ڈیویڈنڈ براہ راست اینے بینک ا	ران کو بیچق حاصل ہے کہ وہ ا۔	دفعہ 242 کے تحت حصص دار	کمپنیزا یک 2017 کی
	217 (*) 121(25 (*	· • • • • • • • • • • • • • • • • • • •	یویڈنڈ وارنٹ ادا کئے جا کیں۔	کے کہ اُٹھیں یہ ڈیو پٹرنڈ بذر بعیہ ڈ

لہذااگر آپاپنے ڈیویڈنڈ براہ راست اپنے اکا وُنٹ میں وصول کرنا چاہتے ہیں تو آپ سے گزارش ہمیں اپنی کمل معلومات فراہم کریں اور ہمیں تحریری طوراس بات سے آگاہ سیجئے۔ بمعدد سخط اور قومی شاختی کارڈ امین ٹی این کی نقل اپنی درخواست حصص رجسڑاریا کمپنی کے پاس جمع کروائیں اور بصورت می ڈی می حصص اپنے متعلقہ شراکت دار اسی ڈی می سرمایدکارا کا وُنٹ سروسز کو درخواست دیں۔

شعبه خصص داران

حصص رجسرار، حميد مجيداليوی ايش (پرائيويث) لميناند، کراچی چيمبرز، حسرت موہانی روڈ کراچی فون نمبر:32424836 021 فيکس:32424835 سمپنی سیکرٹری، سانگھڑشوگر ملزلمیٹڈ، سی-27، پلاٹ نمبرالیف-24 بلاک-9، کلفٹن، کراچی-75600، فون نمبر:43-35371441 (تین لائینیں) فیکس: 021 35371444

	ل حصص كانام : :
	يوفير :
	امل حصص كارا بطه نمبر : :
	ڪ پراغ وين ة : :
	:
	دان برائے اکا ونٹ نتیب
	ى شاختى كارۇنمبر :
	ى ثى اين نمبر (بصورت كارپوريث) :
مزكوره بالامعلومات بالكل صحيح اور درست ہيں اورا گرمتنقبل ميں ان ميں کسی بھی قتم کی کوئی تبدیلی وارق	میرے علم کے مطابق میری جانب سے فراہم کی جانے والی • تی ہے توایس تبدیلی ہے سمپنی کوآگاہ کر دیا جائے گا۔
	خط حامل حصص خط حامل حصص



Consent to receive Hard Copies of Notices and Audited Financial Statements

In accordance with the notification 470(I) dated May 31, 2016 and in continuation of notification no. 787(I)/2014 dated September 08, 2014 issued by the Securities & Exchange Commission of Pakistan; shareholders are entitled to receive the Hard Copies of Notices and Audited Financial Statements rather through email. Therefore, to receive Hard Copies of current and future notices and audited financial statements, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

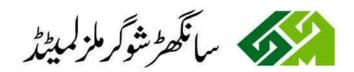
The Company Secretary, Sanghar Sugar Mills Limited, C-27, Plot No. F-24, Block - 9, Karachi Clifton, Karachi 75600, Phone: 021 35371441 to 43 (3 lines)

Fax: 021 35371444

The Share Registrar, Hameed Majeed Associates (Pvt) Limited Karachi Chambers, Hasrat Mohani Road, Phone: 021 32424826, Fax: 021 32424835

I hereby wish to communicate my desire to receive notices and audited financial statements through mail as detailed below:

Name of shareholder	:	
Folio number/CDC Account No.	:	
Contact number of shareholder	:	
Contact Address of shareholder	:	
CNIC No.	:	
NTN (in case of corporate entity)	:	
option of receiving the hard copies	of n	ven by me are correct to the best of my knowledge and I would like to opt the otices and audited financial statements of the Company and I shall keep the ges in the said particulars in future.
Shareholder's Signature & date	-	
(Affix stamp for corporate entity)		
CNIC / NTN No.		
(Copy attached)		



اظهار رضامندی برائے وصولی نوٹس وآڈٹ شدہ مالیاتی دستاویزات بذریعہ کاغذی دستاویزات

سیکیورٹیز اینڈ انجیجیج کمیشن آف پاکستان کی جانب ہے جاری کردہ نوٹیفکیشن (۱)470 مجربیہ 31 مئی2016 اور نوٹیفکیشن نمبر2014 مجربیہ 8 سمبر 2014 کے مطابق حصص داران کو بیرتق حاصل ہے کہ تمام نوٹس اور آؤٹ شدہ مالیاتی دستاویزات انھیں بجائے ای ممیل کہ کاغذی صورت ارسال کی جا کمیں۔لہذا موجودہ اور مستقبل کے نوٹس اور آؤٹ شدہ مالیاتی دستاویزات کاغذی صورت میں موصول کرنے کیلئے آپ ہمیں اپنی کلمل معلومات فراہم کیجئے،اپنے دستخط اور قومی شناختی کارڈ ااین ٹی این نمبر کے ساتھ اپنی درخواست حصص رجسڑ اریا کمپنی اور بصورت می ڈی تی اپنے متعلقہ شراکت دار اسی ڈی تی سرماییکارا کاؤنٹ سروسز کے پاس جمع کروا کمیں۔

شعبه خصص داران

حصص رجسڑار، حمید مجیدایسوی ایٹس (پرائیویٹ) کمیٹڈ، کراچی چیمبرز، حسرت موہانی روڈ کراچی فون نمبر:021 32424836 فیکس:021 32424835 سمپنی سیکرٹری، سانگھٹرشوگر ملزلمدینٹر، سی-27، پلاٹ نمبرایف-24 بلاک-9، کلفٹن، کراچی-75600، فون نمبر:43-35371441 (تین لائینیں) فیکس: 021 35371444

م نوٹس اور آ ڈٹ شدہ مالیاتی دستاویزات کاغذی صورت میں ارسال کی جا 'میں جس کی	ں کہ متقبل میں مجھے تما [،]	میں بذریعہ مذابہخواہش ظاہر کرنا ہو
		تفصيلات درج ذيل بين:
	<u> </u>	حامل خصص كانام
		فولیونمبر <i>ا</i> ی ڈی تی نمبر
		حامل خصص كارابط نمبر
	¥	حامل خصص كارابط كايبة
		قوى شناختى كارذنمبر
		این ٹی این نمبر (بصورت کارپوریٹ)
علومات بالکل صحیح اور درست ہیں اور یہ کہ میں چاہتا ہوں کہ مجھے تما نوٹس اور آ ڈٹ شدہ مالیاتی معلومات میں سمی بھی قسم کی کوئی تبدیلی واقع ہوتی ہے توالی تبدیلی سے سمپنی کوآ گاہ کر دیا جائے گا۔	م کی جانے والی مزکورہ بالام ب_اگر مستقبل میں مزکورہ بالا	میرے علم کے مطابق میری جانب سے فراج دستاویزات کاغذی صورت میں ارسال کی جائیر
	**************************************	وستخط حامل حصص
	Š	(بصورت کارپوریث اداره یبان مهرچسپان کریں) -
		قومی شاختی کارڈ/این ٹی این نمبر دنقا ہے ہے



Sanghar Sugar Mills Limited

PROXY FORM

I/We		W / S / D of	
being a membe	er of Sanghar Sugar Mills Limited,	holding	Shares of the
Company, hereb	by appoint Mr. / Mrs	W / S / D of .	
CNIC No	Folio N	o CDC	Participant's ID. / Sub
Account No	hol	ding	Shares of the
Company, or fail	ing him / her, appoint Mr. / Mrs	W/S/D of	
CNIC No	Folio N	o CDC	Participant's ID. / Sub
Account No	holdi	ng	Shares of the
Company, as my	y/our Proxy in my/our absence to att	end and vote for me/us on my/o	ur behalf at the Annual
General Meeting	g of the Company to be held on Sat	urday January 26, 2019 at 11:0	0 a.m. at Haji Abdullah
Haroon Muslim	Gymkhana - Old Lobby (Muslim G	ymkhana), Near Shaheen Cor	nplex, Aiwan-e-Saddar
Road, Saddar To	own, Karachi and at any adjournment	hereof.	
Folio No.	C.D.C. I. D. / Sub Account No.		
		Signature Over Reven	ue Stamp
Signed this	day of	in the presence of:	
Witness 1		Witness 2	
Signature :		Signature :	
Name :		Name :	
CNIC No.:		CNIC No.:	
Address :		Address :	
NOTES:			

- Proxy should be member of the Company and should produce his/her CNIC at the time of meeting for identification
- 2) Signature of the member must agree with the specimen signature registered with the Company.
- 3) CDC Account holder or Sub Accountant holder should enclose valid copy of his/her CNIC/ Passport with Proxy Form. Representatives of the Corporate members should bring the necessary documents as usually required for such purpose.
- 4) Proxy Form dully filled-in and signed must be deposited with the Company Secretary at Company's Registered Office C-27, Plot No. No F-24, Block-9, Clifton, Karachi not later than 48 hours before the time fixed for holding this meeting.
- 5) If the member is a corporate entity its common seal should be affixed to the proxy.
- 6) If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with the Company, all such instruments of proxy shall be rendered invalid.

سانگھ شوگرملزلہ پٹٹر

پراکسی فارم

بطورمبرسانگھڑشوگرملزلمیٹڈ،حامل		زوجه ابن ابنت	ىيں اہم
[-11.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1		صص برائے تمپنی بذریعه منزاجناب <i>امحتر</i> مه	7
_ى ۋى يى شراكت دارشناختى نمبر اذيلى		عامل فوليونبر	
ومقرر کرتا ہوں ہوں کہ میری عدم موجودگی			اكاؤنٹ نمبر
		مۇرنىہ26 جنورى 2019 كو بوقت ^{مېج} 0	میں کمپنی کے سالانہ اجلاس عام جو کہ
		صدرٹاؤن کراچی منعقد کیا جارہاہے یااس	The second secon
		جق رائے دہی بھی استعال کرے۔ '	
	ر یو نیوکی مبراوراس پر دستخط	ى ڈى ى شاختى نمبر اذيلى ا كاؤنٹ نمبر	فوليونمبر
ì	100		
وجودگی میں	2019درج ذیل افراد کیم	, <u></u>	دستخطشده برتاریخ
	گواه نمبر 2		گواه نمبر 1
	وتخط		وستخط
	نام ——		نام
	كمپيوٹرائز ڈقوی شناختی كارڈنم		كمپيپوٹرائز ڈقوی شناختی كارڈنمبر_
	z ,		
			<i>ېد</i> ايات:
رڈلاز ما ظاہر کریں۔	ت ظاہر کرنے کیلئے اپنا قومی شناختی کا	ہاورا جلاس میں شرکت کے وقت اپنی شناخہ	28 5 00 0
		/اندراج شدہ دستخطے مما ثلت ضروری ہے	2۔ ممبر کے دستخط نمونہ دستخط شدہ
ٹ کی مصدقہ نقل منسلک کرنا ضروری ہے۔	پیوٹرائز ڈقومی شناختی کارڈیا پاسپور ر	ب ا کاؤنٹ ہولڈر کو پراکسی فارم کے ہمراہ کم	3۔ ی ڈی می ا کا ؤنٹ ہولڈریا س
		۔ وں کومعمول کے مطابق دستاویزات ساتھ لا 	
ہلاک-9، کلفش کراچی کے پاس اجلاس	ِفتر س-27، پلاٹ تمبران ف- 24،	سی فارم کمپنی کے سیکرٹری بمقام رجٹر ڈ شدہ د گروں ہے ہیں۔	4۔ با قاعدہ پراورد شخط شدہ پرا
		4 گھنے قبل جمع کرانا ضروری ہے۔ تنہیں کے سرکھ کسی میں میں میں	کے مقررہ وقت سے کم از کم 8۔ - گرم کی کریں
رور و دور کس در ده در کار در	زم ہے۔ بھی میں مکس در جمعوں م	نواس کی عام مهر بھی پراکسی فارم پر ثبت ہونالا من کے سام مہر مقتمہ کسامین سے میں	5۔ اگر مبرلول کارپوریٹ ادارہ ہو حسالگام کا سے زائد ایک
تے تواہیے تمام پرا ک قارم سر در دیے	ایک سے داند پران فارم کل کروا	ا مز دکرے اور اس مقصد کیلئے تمپنی کے پاس	6۔ ارجرایا سے دائد پرا ن

جائیں گے۔





C-27, Plot No. F-24, Block-9, Clifton, Karachi-75600

Phone: 021-35371441 to 43 (three lines)

Fax: 021-35371444

Email: info@sangharsugarmills.com Website: www.sangharsugarmills.com

MANUFACTURING FACILITIES:

13th Km, Sanghar - Sindhri Road, Deh Kehore,

District Sanghar, Sindh

Phone: (0345) 3737001 - 8222911