



**SHAHMURAD SUGAR MILLS LIMITED**

1st Quarterly Results for the period  
1st October 2015 to 31st December, 2015

## COMPANY INFORMATION

### BOARD OF DIRECTORS

MR. ISMAIL H. ZAKARIA	Chairman
MR. YUSUF AYOOB	Managing Director
MR. SULEMAN AYOOB	
MR. A. AZIZ AYOOB	
MR. ZIA ZAKARIA	Resident Director
MR. GHULAM MOHIUDDIN ZAKARIA	
MR. ZOHAIR ZAKARIA	
MR. NAEEM AHMED SHAFI	Independent Director
MR. KHURRAM AFTAB	(N.I.T. Nominee)

### BOARD AUDIT COMMITTEE

MR. NAEEM AHMED SHAFI	Chairman
MR. SULEMAN AYOOB	Member
MR. ZOHAIR ZAKARIA	Member

### HUMAN RESOURCE AND REMUNERATION COMMITTEE

MR. SULEMAN AYOOB	Chairman
MR. YUSUF AYOOB	Member
MR. GHULAM MOHIUDDIN ZAKARIA	Member

### CHIEF FINANCIAL OFFICER

MR. IQBAL UMER

### COMPANY SECRETARY

MR. MOHAMMAD YASIN MUGHAL  
FCMA

### AUDITORS

M/s. KRESTON HYDER BHIMJI & CO.  
Chartered Accountants

### LEGAL ADVISOR

MR. ABDUL SATTAR PINGAR  
Advocate

### REGISTERED OFFICE

96-A, SINDHI MUSLIM HOUSING SOCIETY,  
KARACHI-74400  
Tel: 34550161-63 Fax: 34556675

### FACTORY

JHOK SHARIF,  
TALUKA MIRPUR BATHORO,  
DISTRICT SUJAWAL (SINDH)

### REGISTRAR & SHARE REGISTRATION OFFICE

C & K MANAGEMENT ASSOCIATES (PVT) LTD.  
404-TRADE TOWER,  
ABDULLAH HAROON ROAD,  
NEAR METROPOLE HOTEL,  
KARACHI - 75530

### WEBSITE

[www.shahmuradsugar.co](http://www.shahmuradsugar.co)

## DIRECTORS' REPORT

Dear members:

Assalam-o-Alaikum

I feel great pleasure in presenting to you, on behalf of Board of Directors, the un-audited financial statements of your company for the period ended December 31; 2015. Segment wise position is briefed as under:

### SUGAR DIVISION:

Crushing of sugarcane for the season 2015-16 commenced on December 04, 2015 and up to December 31, 2015 the mill crushed 110,239 metric tons of cane as against 38,712 metric tons crushed in the preceding year. The production of sugar was 9,490 metric tons as against 3,010 metric tons produced last year. However the recovery percentage declined to 10.11 percent as against 10.46 percent achieved last year. The recovery percentage cannot be considered as representative as the same represent only of twenty eight days of crushing. Exact percentage would be determined only when substantial crushing volume is completed. Molasses produced was 3,450 metric tons as against 750 metric tons produced last year. The production of sugar and molasses is higher than last year as the crushing commenced fourteen days earlier than last year. The volume of crushing has also increased due to early start of crushing. For the crushing season in progress the Government of Sindh notified the price of sugarcane at Rs.172/= per 40 kg of sugarcane as against Rs.182/= fixed last year. The growers are reluctant to supply the sugarcane at this price and pressurizing the Government of Sindh to enhance the said price. Another point favoring the growers is the price of sugarcane fixed by the Government of Punjab who determined the cane price at Rs.180/= per 40 kg. The sugar mills in the province of Sindh have no option but to pay higher price of sugarcane as the growers are reluctant to supply the sugarcane. Under the circumstances it is difficult to determine the cost of raw material accurately. The Government while fixing the price of raw material should also consider the price of sugar in the domestic and international markets so as to protect the margin of producers. To control the price of raw material and leave the price of sugar open to the market forces is not appropriate. It is expected that during the current season the production of sugar would also be more or less the same as produced last year and similar is the position world over. The cost of the raw material is approximately is seventy five percent of the total cost of the production which is controlled by the Government. In case recovery percentage decline the production cost would further increase. During the period under consideration your company earned after tax profit of Rs.16.224 million as against a loss of Rs. 102.782 million suffered during the same period last year.

The production of sugar during last three years was in excess of the requirement of the country and it appears that the current scenario may not continue to prevail unless some concrete steps are taken by the Government to improve the situation.

### ETHANOL DIVISION:

The Division has produced 6,281 metric tons of Ethanol as against 5,667 metric tons produced in the same period of last year. During the period under consideration the plant was closed for annual repair and maintenance. The company exported 5,889 metric tons of Ethanol and earned valuable foreign exchange for the country. Purchase of molasses for the year 2015-16 is in progress during the current crushing season in order to run the plant at optimum level throughout the year. At present the price of ethanol has declined considerably due to reduction in the crude oil price but the price of molasses has not reduced in the same proportion as that of crude oil.

The Board of Directors also wish to place on record their appreciation for the dedication and commitment of all officers, employees and workers who contributed their services to sustain all operations of the company.

For & on behalf of the Board of Directors



**YUSUF AYOOB**  
MANAGING DIRECTOR

Karachi: 26th January 2016

**SHAHMURAD SUGAR MILLS LTD.**

**CONDENSED INTERIM BALANCE SHEET  
AS AT DECEMBER 31, 2015**

		Un-Audited December 2015	Audited September 2015
	Note	(Rupees in thousand)	
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	4	2,495,675	2,424,275
Intangible asset	5	-	508
Long term investments in associates		3,759	3,759
Long term loans		2,451	2,581
Long term deposits		2,395	2,395
		2,504,280	2,433,518
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		210,819	181,745
Stock-in-trade		956,585	1,838,959
Trade debts		82,266	84,959
Loans and advances - unsecured considered good		465,759	167,980
Trade Deposits and short term prepayments		7,662	226
Other receivables		500	78,000
Income tax refund - net of provision		26,261	38,413
Cash and bank balances		218,296	306,585
		1,968,148	2,696,867
		4,472,428	5,130,385
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised Capital 25,000,000 ordinary shares of Rs. 10 each		250,000	250,000
Issued, subscribed and paid-up capital		211,187	211,187
General reserve		80,000	80,000
Share of associate's unrealized (loss) on re-measurement of investment		(1,773)	(1,773)
Un-appropriated Profit		802,854	779,798
		1,092,268	1,069,212
<b>SURPLUS ON REVALUATION OF PROPERTY, PLANT &amp; EQUIPMENT</b>		581,132	587,964
<b>NON CURRENT LIABILITIES</b>			
Long Term Financing		598,434	673,839
Loan from Related Parties	6	100,836	100,836
Liabilities against assets subject to finance lease		-	-
Deferred taxation		67,724	56,458
		766,994	831,133
<b>CURRENT LIABILITIES</b>			
Trade & other payables		618,011	781,699
Accrued mark-up/finance cost		13,790	29,159
Short term borrowings		1,079,030	1,558,857
Current portion of long term financing and liabilities against assets subject to finance lease		321,203	272,361
		2,032,034	2,642,076
<b>CONTINGENCIES AND COMMITMENTS</b>	7	-	-
		4,472,428	5,130,385

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

  
**YUSUF AYOOB**  
Managing Director

  
**ZIA ZAKARIA**  
Director

SHAHMURAD SUGAR MILLS LTD.

**CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2015**

	Note	For the Three Months October to December	
		2015	2014
(Rupees in thousand)			
Sales		1,898,232	1,419,280
Cost of sales	8	(1,752,640)	(1,405,526)
Gross profit		145,592	13,754
Distribution cost		(25,031)	(21,474)
Administration expenses		(44,913)	(37,979)
Other operating charges		(3,867)	(2,940)
		(73,811)	(62,393)
Operating profit/(loss)		71,781	(48,639)
Other Income		1,272	215
		73,053	(48,424)
Finance Cost		(26,575)	(59,308)
<b>Profit/(loss) before taxation</b>		46,478	(107,732)
Taxation		(30,254)	4,950
<b>Profit/(loss) for the period after taxation</b>		16,224	(102,782)
<b>Earning/(loss) per share-Basic and diluted - Rupees</b>		0.77	(4.87)

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

  
**YUSUF AYOOB**  
Managing Director

  
**ZIA ZAKARIA**  
Director

SHAHMURAD SUGAR MILLS LTD. ■

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2015**

	For the Period October to December	
	2015	2014
	(Rupees in thousand)	
<b>Profit/(loss) for the period after taxation</b>	16,224	(102,782)
<b>Other comprehensive Income</b>		
<i>Items that shall not be reclassified subsequently to profit and loss account</i>		
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation -net of deferred tax	6,832	7,179
<b>Total comprehensive income/(loss) for the period</b>	<b>23,056</b>	<b>(95,603)</b>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

  
**YUSUF AYOOB**  
Managing Director

  
**ZIA ZAKARIA**  
Director

SHAHMURAD SUGAR MILLS LTD.

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2015**

	December 2015	December 2014
	(Rupees in thousand)	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before taxation	46,478	(107,732)
<b>Adjustment for :</b>		
Depreciation	30,379	30,936
Amortisation	508	546
Finance cost	26,575	59,308
	57,462	90,790
	103,940	(16,942)
<b>Decrease/(increase) in current assets</b>		
Stores, spares parts and loose tools	(29,074)	(33,225)
Stock in trade	882,374	989,828
Trade debts	2,693	(113,438)
Loans & advances	(297,779)	(289,280)
Short term prepayments	(7,436)	(7,320)
Other receivables	77,500	(18)
	628,278	546,547
<b>(Decrease)/increase in current liabilities</b>		
Trade and Other payables	(115,746)	(89,678)
Short term borrowings	(479,827)	(400,118)
	(595,573)	(489,796)
Cash generated from operations	136,645	39,809
Decrease in long term Loan	130	(867)
Increase in long term deposits	-	399
Income tax paid	(6,836)	(4,410)
Finance cost paid	(41,944)	(73,931)
	(48,650)	(78,809)
<b>Net cash in flow from operating activities</b>	87,995	(39,000)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition in Property, Plant & Equipment	(101,779)	(21,135)
<b>Net cash out flow from investing activities</b>	(101,779)	(21,135)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term financing	-	200,000
Repayment of long term financing	(26,563)	(46,221)
Dividend Paid	(47,942)	(6)
<b>Net cash (outflow) from financing activities</b>	(74,505)	153,773
<b>Net increase in cash and bank balances (A+B+C)</b>	(88,289)	93,638
Cash and bank balance at the beginning of the period	306,585	32,922
<b>Cash and bank balance at the end of period</b>	218,296	126,560

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

  
**YUSUF AYOUB**  
Managing Director

  
**ZIA ZAKARIA**  
Director

**SHAHMURAD SUGAR MILLS LTD.**

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE THREE MONTHS PERIOD ENDED DECEMBER 31, 2015**

	Issued, subscribed & paid up capital	General reserve	Share of Associate's unrealised (loss)/gain on remeasurement of investment	Un-appropriated profit	Total
----- (Rupees in thousand) -----					
Balances as at October 01, 2014	211,187	80,000	(780)	656,894	947,301
<b>During the period ended December 31, 2014</b>					
Total Comprehensive Income for the period ended December 31, 2014					
Loss after taxation	-	-	-	(102,782)	(102,782)
Other comprehensive income Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation -net of deferred tax	-	-	-	7,179	7,179
	-	-	-	(95,603)	(95,603)
<b>Balances at December 31, 2014</b>	<b>211,187</b>	<b>80,000</b>	<b>(780)</b>	<b>561,291</b>	<b>851,698</b>
<b>During the nine month ended September 30, 2015</b>					
Transactions with owners Final Dividend for 30-September-2014 @ Re. 2.00 Per Share Additional Dividend in order to comply with section 5A of the income tax ordinance	-	-	-	(42,237)	(42,237)
	-	-	-	(48,573)	(48,573)
	-	-	-	(90,810)	(90,810)
<b>Total Comprehensive Income for the period ended December 31, 2014</b>					
Profit after taxation	-	-	-	287,505	287,505
Other comprehensive income Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation -net of deferred tax	-	-	-	21,795	21,795
Share of Associate's unrealised (loss)/gain on remeasurement of investment	-	-	(993)	-	(993)
Shares of associate's share in reversal of its associates' incremental depreciation on account of revaluation of property plant and equipment	-	-	-	(7)	(7)
	-	-	(993)	309,293	308,300
Shares of associate's share in reversal of its associates' incremental depreciation on account of revaluation of property plant and equipment	-	-	-	24	24
<b>Balances as at September 30, 2015</b>	<b>211,187</b>	<b>80,000</b>	<b>(1,773)</b>	<b>779,798</b>	<b>1,069,212</b>
<b>During the period ended December 31, 2015</b>					
<b>Total Comprehensive Income for the period ended December 31, 2015</b>					
Loss after taxation	-	-	-	16,224	16,224
Other comprehensive income Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation -net of deferred tax	-	-	-	6,832	6,832
	-	-	-	23,056	23,056
<b>Balances at December 31, 2015</b>	<b>211,187</b>	<b>80,000</b>	<b>(1,773)</b>	<b>802,854</b>	<b>1,092,268</b>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

  
**YUSUF AYOOB**  
Managing Director

  
**ZIA ZAKARIA**  
Director



**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED DECEMBER 31, 2015**

**1 SELECTED EXPLANATORY NOTES TO THE ACCOUNTS**

**1.1 The Company and its Operations**

The Company was incorporated in Pakistan as a public limited company on April 9, 1979. Its shares are quoted at the Karachi stock Exchange. The Company owns and operate sugar and Ethanol manufacturing units which are located at Jhoke Sharif, District Sujawal in the province of Sindh. The registered office of the Company is located at 96-A, Sindhi Muslim Cooperative Housing Society, Karachi, Sindh.

**2 Basis of Preparation**

**2.1** This condensed interim financial information is being submitted to the shareholders as required under section 245 of Companies Ordinance, 1984 and have been prepared in accordance with the requirements of the International Accounting Standard-34 "Interim Financial Reporting" as applicable in Pakistan and provision of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of and directives issued under the Companies Ordinance 1984 have been followed. The condensed interim financial statements do not include all the information and disclosure required in the annual financial statements and should be read in conjunction with the company's annual financial statements for the year ended September 30, 2015.

**2.2** The figures of the condensed interim profit and loss account and the condensed interim statement of comprehensive income for the quarter ended December 31, 2015 and 2015 are not subject to review.

**3 Significant accounting policies and disclosures**

The accounting policies and methods of computation followed for the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the company's annual financial statements for the year ended September 30, 2015.

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

	Notes	Un-Audited December 2015 (Rupees in thousand)	Audited September 2015
<b>4. Property, Plant and Equipment</b>			
Operating assets	4.1	2,318,122	2,344,078
Capital work in progress	4.2	177,553	80,197
		2,495,675	2,424,275

## SHAHMURAD SUGAR MILLS LTD.

	Un-Audited December 31, 2015 (Rupees in thousand)	Audited September 30, 2015
<b>4.1 OPERATING ASSETS</b>		
Opening book value	2,344,078	2,383,222
Direct Additions during the period / year		
Owned		
Furniture, Fixture and Fittings	83	-
Office Equipment	469	2,154
Vehicle	3,871	3,484
	4,423	5,638
Transfer from CWIP during the period / year		
Owned		
Factory building	-	3,081
Non Factory building	-	684
Plant and Machinery	-	79,125
	-	82,890
Disposals - Operating assets (at net of book value)		
Vehicles	-	(422)
Depreciation Charged for the period / year	(30,379)	(127,250)
Closing book value	<u>2,318,122</u>	<u>2,344,078</u>
<b>4.2 CAPITAL WORK IN PROGRESS</b>		
Opening balance	80,197	42,386
Additions during the period / year		
Civil Work	4,627	8,064
Plant & Machinery - owned	92,729	112,637
	97,356	120,701
Capitalization during the period/year		
Civil Work	-	(3,765)
Plant & Machinery - owned	-	(79,125)
	-	(82,890)
Closing balance	<u>177,553</u>	<u>80,197</u>
<b>5. INTANGIBLE ASSET</b>		
Opening balance	508	2,480
Amortization charged during the period / year	(508)	(1,972)
	-	508
<b>6. LOAN FROM RELATED PARTIES</b>		

The loans are subject to markup at the prevailing financing rates; however considering the financial position of the Company the related parties have waived off the markup up for the current period hence no markup is charged in the financial statements in this respect.

## SHAHMURAD SUGAR MILLS LTD.

### 7. CONTINGENCIES AND COMMITMENTS

#### 7.1 Contingencies

There is no material change in status of contingencies as disclosed in note No. 25 (a) of the annual financial statements for the year ended September 30, 2015.

	<b>Un-Audited December 31, 2015</b>	<b>Audited September 30, 2015</b>
<b>(Rupees in thousand)</b>		
<b>7.2 Commitments</b>		
Commitments for capital expenditure	31,290	94,410
Commitments for stores and spares	-	29,544
	31,290	123,954
Bank Gurantees in favor of Excise and Taxation Department	500	500
	<b>For the period</b>	
	<b>October to December</b>	
	<b>2015                      2014</b>	
	<b>----- (Rupees in thousand) -----</b>	

### 8. COST OF GOODS SOLD

Cost of goods manufactured Note 8.1  
Finished goods (Opening stock)  
Finished goods (Closing stock) Note 8.2

	837,540	602,477
	1,577,261	1,350,522
	(662,161)	(547,473)
	915,100	803,049
	1,752,640	1,405,526
<b>8.1 Cost of goods manufactured</b>		
Raw material consumed	792,423	517,063
Salaries, wages and benefits	25,663	23,709
Stores and spares consumed	43,430	31,652
Packing materials	3,424	1,721
Chemical process	15,907	11,748
Fuel and oil	12,951	22,751
Power and water	5,566	8,981
Repair and maintenance	14,924	12,494
Insurance	2,431	2,273
Depreciation	26,834	27,316
Cane Development Cess	-	242
Other manufacturing expenses	5,412	3,121
	948,965	663,071
Less: by product transfer/sale		
Molasses transfer to Ethanol division	(25,013)	(6,000)
Sale of Scrap	-	-
	(25,013)	(6,000)
Work-in-process		
Opening stock of sugar	3,894	8,283
Closing stock of molasses	(11,052)	(7,687)
Closing stock of Sugar	(79,254)	(55,190)
	(86,412)	(54,594)
	837,540	602,477

## SHAHMURAD SUGAR MILLS LTD.

**8.2** It includes certain stock of finished goods at the end of period valued at Net Realizable value amounting to Rs. 16.758 million (Dec, 2014 Rs. 151.506 million).

### 9. TRANSACTION WITH RELATED PARTIES.

Related parties comprises of associated companies, staff retirement funds, directors and key management personnel. The transactions with related parties during the period are given below:

Relationship with the Company	Nature of Transactions	December	December
		2015	2014
(Rupees in thousand)			
<b>Associates</b>			
Al-Noor Sugar Mills Limited	Purchase of Goods	56,554	44,318
Reliance Insurance Company Ltd	Insurance premium	11,706	7,467
Reliance Insurance Company Ltd	Insurance claim	1,000	-
<b>Other related parties</b>			
Directors' and key management personnel	Directors remuneration	5,769	4,789
	Executive remuneration	10,389	10,446
	Directors' meeting fee	40	55
Staff provident fund	Contribution	3,731	873

### 10. SEGMENT INFORMATION

The Company's operating businesses are organized and managed separately according to the nature of products produced with each segment representing a strategic business unit that offer different products and serves different markets. The sugar segment is the manufacturer of the sugar and ethanol segment is a manufacturer of Ethanol. The following tables represents revenue and profit information regarding business segment for the period ended December 31, 2015 and December 31, 2014 and assets and liabilities information regarding business segments as at December 31, 2015 and September 30, 2015.

	Sugar		Ethanol		Consolidated	
	For the period ended December 31, 2015 2014		For the period ended December 31, 2015 2014		For the period ended December 31, 2015 2014	
(Rupees in thousand)						
<b>REVENUE</b>						
External Sales	1,504,970	1,038,856	393,262	380,424	1,898,232	1,419,280
Inter segment transfer	25,013	6,000	-	-	25,013	6,000
<b>Total</b>	<b>1,529,983</b>	<b>1,044,856</b>	<b>393,262</b>	<b>380,424</b>	<b>1,923,245</b>	<b>1,425,280</b>
<b>RESULTS</b>						
Profit/(loss) from operation	48,063	(74,927)	23,718	26,288	71,781	(48,639)
Other Operating Income					1,272	215
Finance cost					(26,575)	(59,308)
Profit/(loss) before tax					46,478	(107,732)
Taxation					(30,254)	4,950
Profit/(loss) for the period					16,224	(102,782)
Other comprehensive Income					6,832	7,179
<b>Total Comprehensive income/(loss) for the period</b>					<b>23,056</b>	<b>(95,603)</b>

## SHAHMURAD SUGAR MILLS LTD.

### SEGMENT ASSETS AND LIABILITIES

	December 2015	September 2015	December 2015	September 2015	December 2015	September 2015
----- (Rupees in thousand) -----						
<b>Assets</b>						
Segment Assets	2,406,786	3,282,687	1,923,023	1,692,927	4,329,809	4,975,614
Un-allocated Assets					138,860	151,012
Long Term Investment					3,759	3,759
Total Assets					<u>4,472,428</u>	<u>5,130,385</u>
<b>Liabilities</b>						
Segment Liabilities	1,818,167	2,686,854	952,854	761,793	2,771,021	3,448,647
Unallocated Liabilities					28,007	24,562
					<u>2,799,028</u>	<u>3,473,209</u>
	Period ended December 31, 2015      2014		Period ended December 31, 2015      2014		Period ended December 31, 2015      2014	

	Period ended December 31, 2015		Period ended December 31, 2014		Period ended December 31, 2015	
----- (Rupees in thousand) -----						
<b>OTHER INFORMATION</b>						
Additions to property, plant and equipment	98,404	20,340	3,375	795	101,779	21,135
Depreciation	16,035	16,140	14,344	14,796	30,379	30,936
Amortization	214	262	294	284	508	546

### Major customers and Geographical Information

During the period external sales to major customers amount to Rs. 346 million. Company's local sales represent sales to external customers in Pakistan whereas export sales amounting to Rs. 141 million represent sales to customers in various countries (other than Pakistan) of Asia and export sales amounting to Rs. 252 million represent sales to customers in various countries of Europe. All non-current assets of the Company are located in Pakistan.

#### 11. WORKERS PROFIT PARTICIPATION FUND, WORKERS WELFARE FUND AND TAXATION

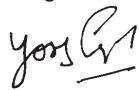
Allocation to the Worker's Profit Participation Fund, Worker's Welfare Fund and provision for taxation are provisional. Final Liability would be determined on the basis of annual results.

#### 12. AUTHORIZATION

These financial statements were authorized for issue on 26<sup>th</sup> January 2016 by the Board of Directors of the Company.

#### 13. GENERAL

##### 13.1 Figures have been rounded off nearest to thousand rupees.

  
**YUSUF AYOOB**  
Managing Director

  
**ZIA ZAKARIA**  
Director

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