



# Sardar

Chemical Industries Limited



First Quarter  
Accounts (Un-Audited)  
**September  
2021**



**BOOK POST**



**Sardar**  
Chemical Industries Ltd.

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To:

**Head Office:**

2-A, 2nd Floor, Canal Bank Road,  
Justice Sardar Iqbal Road, Aziz Avenue,  
Gulberg-V, Lahore.  
Tel: (92-42) 35711154, 35710148, 35753402  
Fax: (92-42) 35775706  
Email: [info@sardarchemicals.com](mailto:info@sardarchemicals.com)  
Website: [www.sardarchemicals.com](http://www.sardarchemicals.com)



**Factory:**

Plot # 29-B, Road No .01,  
Gadoon Amazai, Industrial Estate,  
Topi Ganduf Road, Swabi,  
Khyber Pakhtunkhwa.  
Tel: (0938) 270439, 270539, 270792  
Fax: 92-938-270791



SARDAR CHEMICAL INDUSTRIES LIMITED

## COMPANY INFORMATION

CHIEF EXECUTIVE	Sardar Mahmood Sadiq
DIRECTORS	Mr. Shahid Aziz (NIT Nominee) Sardar Ayaz Sadiq Mr. Fayaz Ahmed Khan Mr. Aitzaz Ahmad Tarar Mrs. Tayybah Mahmood Sadiq Mrs. Reema Ayaz
Audit Committee	Mr. Aitzaz Ahmad Tarar Mrs. Tayybah Mahmood Sadiq Mr. Fayyaz Ahmed Khan
COMPANY SECRETARY	Mr. Niaz Ahmed Chughtai
AUDITORS	Aslam Malik & Co., Chartered Accountants
HR & REMUNERATION	Mrs. Tayybah Mahmood Sadiq Mr. Aitzaz Ahmad Tarar Mr. Fayyaz Ahmed Khan
BANKERS	Allied Bank of Pakistan Ltd. Askari Commercial Bank Ltd.
LEGAL ADVISORS	Mr. Javaid Iqbal Malik, Advocate



SARDAR CHEMICAL INDUSTRIES LIMITED

HEAD OFFICE/SHARE DEPARTMENT 2-A, 2<sup>nd</sup> Floor, Canal Bank Road, Justice Sardar,  
Iqbal Road, Aziz Avenue Gulberg-V, Lahore.  
Ph: (042) 35711154, 35710148  
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E-Mail: info@sardarchemicals.com  
Web Site: www.sardarchemicals.com

REGISTERED OFFICE/ FACTORY Plot. NO. 29-B, Road No. 01  
Gadoon Amazai, industrial Estate, Topi,  
Ganduf Road, Swabi (NWFP)  
Ph: (0938) 270792, 270439, 270539  
Fax: (0938) 270791

REGISTRAR/TRANSFERAGENT CorpLink (PVT)Ltd, WingsArcade, 1-K, Commercial,  
Model Town, Lahore.  
Ph:042-35916714,35916719 Fax:042-35839182

**FIRST QUARTER DIRECTORS' REPORT TO THE SHAREHOLDERS**

In the name of Allah, the Most Gracious, the Most Merciful. The Directors of SARDAR CHEMICAL INDUSTRIES LIMITED present their report along with financial statements of the Company for the first quarter ended on September 30, 2021.

**RESULTS FOR THE QUARTER ARE SUMMERIZED AS UNDER:**

	<u>2020</u> (Rupees in thousands)	<u>2021</u>
Sales-Net	84,605	74,937
Cost & Expenditures	53,066	64,260
Profit for the Quarter before tax	31,539	10,677
Profit/ (Loss) after Taxation	21,833	8,236
Earnings/ (Loss) per share	3.64	1.37

The net Sales decreased by about 11.43% as compared to the same quarter of the previous year. Due to day to day devaluation of Pak Rupee against US Dollar we were unable to forecast our future planning for import of raw materials and production in advance.

On the other hand, production costs has tremendously increased due to regular increase in all type of costs like electricity, sui gas, labour wages and transportation charges which hampered badly the profitability and sale of the company.

**FUTURE PROSPECTS**

The management of the Company is optimistic about the future Sales of its products as the Covid-19 is almost over from our country and business circumstances will come to normal state within near future.

The Company will continue to focus on quality products meeting with the international standards along with supply of products well in time to our valued customers' business place and remedial measures to keep control on cost of our products to get our share from the market.

**ACKNOWLEDGMENTS**

We take opportunity to thank our valued business customers for their continued support, trust and assistance for the progress and prosperity of the Company. Company also appreciates its staff and workers for their continuous dedication, commitment and support.

For and on behalf of the Board

SARDAR MAHMOOD SADIQ  
Chief Executive

DIRECTOR

Gadon Amazai

October 26, 2021.

**STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**

	3 Months Sep. 30, 2021 Rupees	12 Months June 30, 2021 Rupees
<b>CAPITAL AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
<b>Authorised:</b>		
10,000,000 (2020:10,000,000) Ordinary Shares of Rs. 10/- each.	<b>100,000,000</b>	100,000,000
<b>Issued, Subscribed and Paid-up:</b>		
6,000,000 (2020: 6,000,000) Ordinary shares of Rs.10/-each fully paid in cash	<b>60,000,000</b>	60,000,000
Share premium	<b>30,000,000</b>	30,000,000
Un-appropriated Profit / (loss)	<b>119,690,077</b>	111,454,174
	<b>209,690,077</b>	201,454,174
<b><u>NON CURRENT LIABILITIES</u></b>		
<b>LEASE LIABILITIES</b>	<b>16,903,060</b>	17,955,114
<b><u>CURRENT LIABILITIES</u></b>		
Current maturity	<b>4,008,415</b>	3,878,859
Short term finance	--	--
Creditors, accrued and other liabilities	<b>19,045,359</b>	17,179,573
Unclaimed Dividend	<b>1,583,505</b>	1,583,505
Markup Accrued	--	--
	<b>24,637,279</b>	22,641,937
	<b>251,230,416</b>	242,051,225

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

Chief Executive

**AS AT SEPTEMBER 30, 2021**

3 Months

12 Months

Sep. 30,2021  
RupeesJune 30,2021  
Rupees**PROPERTY AND ASSETS****NON-CURRENT ASSETS**

Property, Plant and Equipment	37,881,549	39,441,695
Deferred Tax	1,134,344	1,134,344
LONG TERM DEPOSITS	5,757,780	5,757,780
	<b>44,773,673</b>	<b>46,333,819</b>

**CURRENT ASSETS**

Stores, spares & loose tools	1,008,146	888,190
Stock in trade	54,989,346	50,481,830
Trade debts	116,987,048	113,509,057
Advances, deposits, prepayments & other receivables	1,435,417	1,290,252
Taxation- Net	16,155,688	16,563,510
Cash & bank balances	15,881,098	12,984,567
	<b>206,456,743</b>	<b>195,717,406</b>
	<b>251,230,416</b>	<b>242,051,225</b>

  
 Chief Financial Officer

  
 Director
**STATEMENT OF PROFIT OR LOSS ACCOUNT**

(UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021

**Three Months Quarter Ended**

	30 SEP. 2021 Rupees	30 SEP. 2020 Rupees
<b>Sales- Net</b>	74,936,632	84,605,412
<b>Cost of Sales</b>	52,211,924	42,575,369
<b>Gross Profit</b>	22,724,708	42,030,043
Administrative Expenses	9,579,211	7,858,935
Selling and distribution Cost	2,239,675	2,124,488
	11,818,886	9,983,423
Operating Profit for the period	10,905,822	32,046,620
Other Operating Income	294,526	--
Finance Cost	523,879	507,250
Profit/(Loss) before taxation	10,676,469	31,539,370
Taxation	(2,440,566)	(9,706,584)
Profit/(Loss) for the period	8,235,903	21,832,786
Earning/(loss) per share	1.37	3.64

  
 Chief Executive

  
 Chief Financial Officer

  
 Director

STATEMENT OF CASH FLOW (UN-AUDITED)  
AS AT SEPTEMBER 30, 2021

	SEPTEMBER 30, 2021 Rupees	SEPTEMBER 30, 2020 Rupees
<b>cash flow from operating activities</b>		
Profit/(Loss) before taxation	10,676,469	31,539,370
<b>Adjustment of non-Cash items.</b>		
Depreciation.	1,539,172	935,853
Financial Charges	523,879	507,250
Profit on sale of fixed assets	(294,526)	--
	1,768,525	1,443,103
Profit before working capital changes	12,444,994	32,982,473
<b>Effect of working capital changes</b>		
(Increase) /Decrease in store, spare and loose tools	(119,956)	100,000
(Increase) /Decrease in stock in trade	(4,507,516)	(2,025,500)
(Increase) /Decrease in trade debts	(3,477,991)	(16,547,472)
(Increase)/Decrease in advances, deposit and Prepayments	(145,165)	122,074
Increase/(Decrease) in creditors accrued and other Liabilities	1,865,786	(1,213,915)
(Increase)/Decrease in unclaimed dividend	--	--
	(6,384,842)	(19,564,813)
Financial charges paid	(523,879)	(507,250)
Tax paid	(2,032,744)	(2,116,974)
	(2,556,623)	(2,624,224)
<b>Net cash used in operating activities</b> A	3,503,529	10,793,436
<b>Cash flow from investing activities:</b>		
Fixed Capital expenditure	(84,500)	--
Sale proceeds of assets disposed off	400,000	(3,367,080)
Long Term Deposit	--	--
<b>Net Cash generated from investing activities</b> B	315,500	(3,367,080)
<b>Cash flow from financing activities</b>		
(Repayment) / proceeds of lease obligation	(922,498)	(505,276)
(Repayment) / proceeds of short term finances	--	(3,943,134)
Dividend Paid	--	(400,318)
<b>Net cash generated from financing activities</b> C	(922,498)	(4,848,728)
<b>Net increase/ (Decrease) in cash and cash Equivalents</b> A+B+C	2,896,531	2,577,628
<b>Cash and cash Equivalents at beginning of the period</b>	12,984,567	12,713,460
<b>Cash and cash Equivalents at end of the period</b>	15,881,098	15,291,088

Chief Executive

Chief Financial Officer

Director

Chief Executive

Chief Financial Officer

Director

SARDAR CHEMICAL INDUSTRIES LIMITED.  
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021.

	Share Capital	Share Premium	Un-appropriated Profit/ Profit/ (Accumulated Loss)	Rupees Total
Balance at				
30 <sup>th</sup> June 2020	60,000,000	30,000,000	72,584,098	162,584,098
Profit/(Loss) for the period ended				
30 Sep.. 2020	--	--	21,832,786	21,832,786
Balance at				
30 Sep.. 2020	60,000,000	30,000,000	94,416,884	184,416,884
Profit/(Loss) for the period ended				
30 June 2021	--	--	17,037,290	17,037,290
Balance at				
30 June 2021	60,000,000	30,000,000	111,454,174	201,454,174
Profit/(Loss) for the period ended				
30 Sep. 2021	--	--	8,235,903	8,235,903
<b>Balance at</b>				
<b>30 Sep. 2021</b>	<b>60,000,000</b>	<b>30,000,000</b>	<b>119,690,077</b>	<b>209,690,077</b>

NOTES TO THE ACCOUNTS  
QUARTER ENDED SEPTEMBER 30, 2021

- The accounts are un audited and have been prepared in accordance with the requirements of SRO dated 5, November 2001 issued by the Securities and Exchange Commission of Pakistan.
- Accounting policies adopted for the preparation of the quarterly accounts are the same as those applied in the preparation of the audited annual published accounts of the company as on 30/06/2021.
- These accounts have been prepared in compliance with the requirement of international accounting standard IAS 34 "Interim Financial Reporting".



## ڈائریکٹرز رپورٹ برائے شیئر ہولڈرز

شروع اللہ کے نام سے جو بڑا مہربان اور نہایت رحم کرنے والا ہے۔ سردار کیمیکل کے ڈائریکٹرز 30 ستمبر کو ختم ہونے والی پہلی سہ ماہی کے لئے مالیات کے ساتھ اپنی رپورٹ پیش کرتے ہیں۔  
سہ ماہی نتائج کا خلاصہ ذیل میں کیا گیا ہے:

2021	2020	
(رقم ہزاروں میں)		
174,150	84,605	خالص فروخت
138,296	53,066	اخراجات
35,854	31,539	نفع / نقصان ٹیکس سے پہلے
24,778	21,833	نفع / نقصان ٹیکس کے بعد
1.37	3.64	آمدنی / نقصان فی شیئر

پچھلے سال کی اسی سہ ماہی کے مقابلے میں خالص فروخت میں تقریباً 114.3 فیصد کی واقع ہوئی ہے۔ امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں روز بروز کمی کے باعث ہم خام مال کی درآمد اور پروڈکشن کے لئے مستقبل کی پہلے سے منصوبہ بندی کرنے سے قاصر رہے۔


دوسری طرف بجلی، سوئی گیس، مزدوروں کی تنخواہوں اور ٹرانسپورٹ جیسے ہر قسم کے اخراجات میں مسلسل اضافہ ہونے کی وجہ سے پیداواری لاگت میں بے پناہ اضافہ ہوا ہے جو کمپنی کے منافع اور فروخت میں ایک بڑی رکاوٹ بنی۔


### مستقبل کے امکانات:

کمپنی کی انتظامیہ اپنی مستقبل کی فروخت کے بارے میں پُر امید ہے جیسا کہ ہمارے ملک میں کوویڈ 19 تقریباً ختم ہو چکا ہے اور مستقبل قریب میں کاروباری حالات معمول پر آ جانے کے امکانات ہیں۔ کمپنی بین الاقوامی معیار کے مطابق اپنی مصنوعات کو اپنے قابل قدر کسٹمرز کے کاروباری مقام پر بروقت فراہمی اور اپنی مصنوعات کی قیمت پر کسٹمرز کو رکھنے کے لئے اقدامات پر توجہ مرکوز رکھے ہوئے ہے۔

### اعترافات:

ہم اپنے قابل قدر کسٹمرز کا کمپنی کی ترقی اور خوشحالی کے لئے مسلسل تعاون اور اعتماد کرنے پر شکریہ ادا کرتے ہیں۔ کمپنی اپنے کارکنوں اور عملے کی مسلسل لگن، عزم اور تعاون کو بھی سراہتی ہے۔

  
سردار محمد وسادق  
چیف ایگزیکٹو

  
فیاض احمد خان  
ڈائریکٹر

گدون امازنی  
26 اکتوبر 2021