






SARDAR CHEMICAL INDUSTRIES LIMITED


Sardar
Chemical Industries Limited

Third Quarter Accounts
(Un-Audited)
**March
2022**


ISO 9001 CERTIFIED


ISO 14001 CERTIFIED



SARDAR CHEMICAL INDUSTRIES LIMITED

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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

Website: 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. Fayaz 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. Fayaz Ahmed Khan
BANKERS	Allied Bank of Pakistan Ltd.
	Askari Commercial Bank Ltd.
LEGAL ADVISORS	Mr. Javaid Iqbal Malik, Advocate
HEAD OFFICE/SHARE DEPARTMENT	2-A, 2 nd Floor, Canal Bank Road, Justice Sardar Iqbal Road, Aziz Avenue, Gulberg, Lahore. Ph: (92-42) 35711154, 35710148, 35753402 Fax: (92-42) 35775706 E-Mail : info@sardarchemicals.com Web Site: www.sardarchemicals.com
REGISTERED OFFICE/ FACTORY	Plot. NO. 29-B, Road No. O1 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



SARDAR CHEMICAL INDUSTRIES LIMITED

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors of SARDAR CHEMICAL INDUSTRIES LIMITED is pleased to present their report on the statement of accounts of the Company for the third quarter ended on March 31, 2022.

RESULTS FOR THE THIRD QUARTER ARE SUMMERIZED AS UNDER:

	2022	2021
	(Rupees in thousands)	
Sales-Net	111,661	92,453
Cost & Expenditures	96,895	64,697
Profit/(Loss) before Taxation	14,766	27,756
Profit/(Loss) after Taxation	10,170	17,382

There is an increase of about 21% app. in net Sales as compared to the previous quarter results ended on 31-03-2021. This increase in sales reflects healthy growth of business sign of the Company but unpredictable. Our dyes are mainly used in Leather and Textile export oriented industries. The increase of 21% in net sales was due to increase in our product prices as cost of raw materials increased due to decrease in value of Pak Rupee and also increase in labour, overhead and utility bills, our profits were depressed. This factor has also shadowed the earning per share of the Company also.

FUTURE PROSPECTS

There is unpredictability in the market and pressure on imports of raw materials due to increase in the cost of materials due to increase in the price of US Dollar, freight, cost of utilities and petrol etc.

The Company will continue to focus on quality products meeting with the international standards and remedial measures will be taken to put the Company on the path of profitability with consistency in production and supply at the door step of our valued customers.

ACKNOWLEDGMENT

The Board is pleased to acknowledge the loyalty and efforts of the management, staff and workers of the Company for their continuing efforts for the well being of the Country.

For and on behalf of the Board

Gadoon Amazai
April 29, 2022

Sardar Mahmood Sadiq
Chief Executive

Fayyaz Ahmad Khan
Director



SARDAR CHEMICAL INDUSTRIES LIMITED

INTERIM CONDENSED BALANCE SHEET (UN-AUDITED)

(Un-audited)
March 31, 2022
Rupees

(Audited)
June 30, 2021
Rupees

CAPITAL AND LIABILITIES

SHARE CAPITAL AND RESERVES

Authorised:

10,000,000 (2021: 10,000,000) Ordinary
Shares of Rs. 10/- each.

100,000,000

100,000,000

Issued, Subscribed and Paid-up:

6,000,000 (2021: 6,000,000) Ordinary
shares of Rs. 10/- each fully paid in cash

60,000,000

60,000,000

Share premium

30,000,000

30,000,000

Un-appropriated Profit / (loss)

135,855,976

111,454,174

225,855,976

201,454,174

NON-CURRENT LIABILITIES

OBLIGATION UNDER FINANCE LEASE

15,516,639

17,955,114

CURRENT LIABILITIES

Current maturity of long term obligation

4,430,504

3,878,859

Short term finance

42,000,000

--

Creditors, accrued and other liabilities

23,525,525

17,179,573

Unclaimed Dividend

2,350,746

1,583,505

72,306,775

22,641,937

313,679,390

242,051,225

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


Chief Executive

شروع اللہ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے
ڈائریکٹرز پورٹ برائے شیئر ہولڈرز

میسرز سردار کیمیکل انڈسٹریز لمیٹڈ کے ڈائریکٹرز اپنی 31 مارچ 2022 کو ختم ہونے والی تیسری سہ ماہی کے غیر آڈٹ شدہ اکھٹی کے مالی حسابات کے ساتھ اپنی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

2021 2022

(رقم ہزاروں میں)

92,453	111,661	خالص فروخت
64,697	96,895	لاگت اور اخراجات
27,756	14,766	ٹیکس سے پہلے نفع / نقصان
17,382	10,170	ٹیکس کے بعد نفع / نقصان

یہ خوشی کے ساتھ نوٹ کیا گیا ہے کہ پچھلے سال 31 مارچ 2021 کو ختم ہونے والی سہ ماہی کے مقابلے میں خالص فروخت میں تقریباً 21% فیصد کا اضافہ ہوا ہے۔ جبکہ ٹیکس کے بعد منافع میں بھی اضافہ ہوا ہے۔ یہ اضافہ ہماری مصنوعات کی قیمت میں اضافہ کی وجہ سے ہوا ہے۔ جس کی وجہ ڈالر کی قیمت میں اضافہ ہے اور بجلی، گیس، مزدوری، اجرت اور نقل و حمل جیسے اخراجات نے مستقل اضافے کی وجہ سے قیمتوں میں اضافے پر مجبور کیا لیکن مارکیٹ اس اضافے کو خوشی سے قبول نہیں کر رہی۔ ہمارے رنگ بنیادی طور پر برآمدی صنعتوں کے لئے ہیں۔ گذشتہ سہ ماہی مینوفیکچرنگ آرگنائزیشنز کے لئے اچھا تھا۔

مستقبل کے امکانات:

کمپنی کی انتظامیہ اپنی مصنوعات کی آئندہ فروخت کے بارے میں پرامید ہے۔ کمپنی کی انتظامیہ بین الاقوامی معیار کے مطابق مصنوعات کی تیاری پر توجہ دیتی رہے گی اور رسد میں مستقل مزاجی کے ساتھ منافع کی راہ پر گامزن کرنے کے لئے اقدامات اٹھائے جائیں گے۔

اعترافات:

بورڈ انتظامیہ، عملہ اور کمپنی کے کارکنوں کی وفاداری اور کوششوں کو تسلیم کرتا ہے۔





سردار محمود صادق

فیاض احمد خان

گدون امازی

چیف ایگزیکٹو

ڈائریکٹر

29 اپریل، 2022



SARDAR CHEMICAL INDUSTRIES LIMITED

AS AT MARCH 31, 2022

(Un-audited)

(Audited)

**March 31, 2022
Rupees**

**June 30, 2021
Rupees**

ASSETS

NON-CURRENT ASSETS

Property: Plant and Equipment	36,865,668	39,441,695
Deffered Taxation	1,134,344	1,134,344
Long Term Deposit	5,863,430	5,757,780

CURRENT ASSETS

Stores, spares & loose tools	584,965	888,190
Stock in trade	73,570,296	50,481,830
Trade debts	150,313,718	113,509,057
Advances, deposits, prepayments & other receivables	13,466,211	1,290,252
Taxation-net	13,355,475	16,563,510
Cash & bank balances	18,525,283	12,984,567
	269,815,948	195,717,406

313,679,390

242,051,225

Chief Financial Officer

Director



SARDAR CHEMICAL INDUSTRIES LIMITED

**INTERIM CONDENSED PROFIT AND LOSS ACCOUNT
FOR THE THIRD QUARTER ENDED MARCH 31, 2022**

(UN-AUDITED)

9 Months Ended

Quarter Ended

	31 Mar. 2022 Rupees	31 Mar. 2021 Rupees	31 Mar. 2022 Rupees	31 Mar. 2021 Rupees
Sales	305,887,473	266,603,361	111,661,211	92,452,989
Cost of Sales	(225,038,935)	(167,037,964)	(82,035,830)	(52,032,133)
Gross Profit	80,848,538	99,565,397	29,625,381	40,420,856
OPERATING EXPENSES				
Administrative	(32,115,168)	(27,708,611)	(10,816,848)	(9,585,742)
Selling and distribution	(8,521,109)	(7,159,964)	(3,530,676)	(2,490,011)
	(40,636,277)	(34,868,575)	(14,347,524)	(12,075,753)
Operating Profit/(Loss) For The period	40,212,261	64,696,822	15,277,857	28,345,103
Other Operating Income	294,526	1,192,650	--	--
Other Operating Expenses	(19,511)	(73,541)	--	--
Finance Cost	(1,337,093)	(2,205,598)	(511,912)	(588,692)
Profit/ (Loss) before taxation	39,150,183	63,610,333	14,765,944	27,756,411
Taxation	(11,748,381)	(21,248,220)	(4,595,484)	(10,373,923)
Profit/ (loss)for the period	27,401,802	42,362,113	10,170,460	17,382,488
Earning/(loss) per share	4.57	7.06	1.70	3.01

Chief Executive

Chief Financial Officer

Director



SARDAR CHEMICAL INDUSTRIES LIMITED

**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED MARCH 31, 2022**

(UN-AUDITED)

	<u>9 Months Ended</u>		<u>Quarter Ended</u>	
	31 Mar. 2022	31 Mar. 2021	31 Mar. 2022	31 Mar. 2021
	Rupees	Rupees	Rupees	Rupees
Profit/(Loss) after Taxation	27,401,802	42,362,113	10,170,460	17,382,488
Other Comprehensive Profit/(Loss)	--	--	--	--
Total Comprehensive Profit/(Loss) for the Period	27,401,802	42,362,113	10,170,460	17,382,488

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

Chief Executive

Chief Financial Officer

Director



SARDAR CHEMICAL INDUSTRIES LIMITED

**INTERIM CONDENSED STATEMENT OF CASH FLOW (UN-AUDITED)
AS AT MARCH 31, 2022**

	MARCH 31,2022 Rupees	MARCH 31,2021 Rupees
cash flow from operating activities		
Profit/(Loss) before taxation	39,150,183	63,610,333
Adjustment of non-Cash items.		
Depreciation.	4,734,755	3,899,274
Financial Charges	1,337,093	2,205,598
Profit on sale of fixed assets	(294,526)	(1,190,680)
	5,777,322	2,795,781
Profit before working capital changes	44,927,505	68,524,525
Effect of working capital changes		
(Increase) /Decrease in store, spare and loose tools	303,225	--
(Increase) /Decrease in stock in trade	(23,088,466)	(5,816,120)
(Increase) /Decrease in trade debts	(36,804,661)	(26,374,792)
(Increase)/Decrease in advances, deposit and Prepayments	(12,175,959)	16,048
Increase/(Decrease) in creditors accrued and other Liabilities	6,345,952	3,322,823
(Increase) /Decrease in Unclaimed dividend	--	--
	(65,419,909)	(28,852,041)
Financial charges paid	(1,337,093)	(2,205,598)
Workers profit participation fund paid	--	(1,424,970)
Tax paid	(8,540,346)	(5,021,444)
	(9,877,439)	(8,652,012)
Net cash used in operating activities A	(30,369,843)	31,020,472
Cash flow from investing activities:		
Fixed Capital expenditure	(1,207,700)	(680,000)
Long term deposits	(105,650)	(4,280,580)
Sale proceeds of fixed assets	400,000	2,000,000
Net Cash generated from investing activities B	(913,350)	(2,960,580)
Cash flow from financing activities		
(Repayment) / proceeds of lease obligation	(2,943,332)	(2,194,456)
(Repayment)/ proceeds of short term finances	42,000,000	(7,058,518)
Dividend paid	(2,232,759)	(815,417)
Net cash generated from financing activities C	36,823,909	(10,068,391)
Net increase/ (Decrease) in cash and cash Equivalents A+B+C	5,540,716	17,991,501
Cash and cash Equivalents at beginning of the Period	12,984,567	12,713,460
Cash and cash Equivalents at end of the period	18,525,283	30,704,961

Chief Executive

Chief Financial Officer

Director



SARDAR CHEMICAL INDUSTRIES LIMITED

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) AS AT 31 MARCH 2022

	Share Capital	Share Premium	Un-appropriated Profit/ (Accumulated Loss)	Rupees Total
Balance at				
30 th June 2020	60,000,000	30,000,000	72,584,098	162,584,098
Profit for the period ended				
31 Dec. 2020	--	--	<u>24,979,625</u>	<u>24,979,625</u>
Balance at				
31 Dec. 2020	60,000,000	30,000,000	97,563,723	187,563,723
Profit for the period ended				
30 June 2021	--	--	<u>13,890,451</u>	<u>13,890,451</u>
Balance at				
30 June 2021	60,000,000	30,000,000	111,454,174	201,454,174
Final Dividend for the year 2021	--	--	(3,000,000)	(3,000,000)
Profit for the period ended				
31 Dec. 2021	--	--	<u>17,231,338</u>	<u>17,231,338</u>
Balance at				
31 Dec. 2021	60,000,000	30,000,000	125,685,512	215,685,512
Profit for the period ended				
31 Mar. 2022	--	--	<u>10,170,460</u>	<u>10,170,460</u>
Balance at				
31 Mar. 2022	60,000,000	30,000,000	135,855,976	225,855,976

Chief Executive

Chief Financial Officer

Director



SARDAR CHEMICAL INDUSTRIES LIMITED

**SARDAR CHEMICAL INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THIRD QUARTER ENDED MARCH 31, 2022 (Unaudited)**

Sardar Chemical Industries Limited (the Company) was incorporated in Pakistan on October 3, 1989 as a Private Limited Company under the Companies Ordinance, 1984. It was converted into the Public Limited Company on December 30, 1993. The registered office of the Company is located at Plot No. 29-B, Road No. 01 Gadoon Amazai, Industrial Estate, Topi, Ganduf Road, Swabi (KPK). The principal business of the Company is manufacturer and sale of dyestuffs for leather, textile and paper industries. The Company is listed on Pakistan Stock Exchange Limited (Formerly Karachi Stock Exchange Limited).

2. BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial report of the Company for the Third Quarter ended on 31 March 2022 has been prepared in accordance with the requirements of the International Accounting Standard 34 – 'Interim Financial Reporting' and provisions of and directives issued under the repealed Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the repealed Companies Ordinance, 1984 have been followed.

This condensed interim financial report is unaudited and is being submitted to the shareholders as required by the section 245 of the repealed Companies Ordinance, 1984.

2.2 Basis of measurement

The Companies Ordinance 1984 has been repealed after the enactment of the Companies Act, 2017. However as allowed by the SECP vide its Circular No.23 dated October 4, 2017 read with related press release, and as per Circular No. 17 of the Institute of Chartered Accountants of Pakistan, these financial information have been prepared in accordance with the provision of the repealed Companies Ordinance 1984.

This condensed interim financial information have been prepared under the historical cost convention except for staff retirement benefits that is determined under actuarial valuation annually and lease hold improvements and plant and machinery that are stated at revalued amount in accordance with the criteria laid down under International Accounting Standard (IAS) 16 'Property, Plant and Equipment'. This condensed interim financial information, except for cash flow information, has been prepared under the accrual basis of accounting.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentation currency.

3. ACCOUNTING POLICIES

The accounting policies and method of computation adopted in preparation of this condensed interim financial information are the same as those applied in preparation of the annual financial statements of the Company for the year ended 30 June 2021.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Judgments and estimates made by the management in preparation of this condensed interim financial information are the same as those applied to the annual financial statements for the year ended 30 June 2021.

5. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors and for issue on 29th April, 2022.

6. GENERAL

Certain, prior figures have been reclassified for the purpose of comparison. There were no major reclassifications to report.

Figures have been rounded off to the nearest Rupee.

Chief Executive

Chief Financial Officer

Director