



First Quarter Accounts
(Un-Audited)
SEPTEMBER
2022



Sardar
Chemical Industries Limited



COMPANY INFORMATION

CHIEF EXECUTIVE	Sardar Mahmood Sadiq
DIRECTORS	Mr. Shahid Aziz (NIT Nominee) Mr. Niaz Ahmed Chughtai 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 Bank Ltd.
LEGAL ADVISOR	Mr. Javaid Iqbal Malik, Advocate



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 are pleased to present their report along with financial statements of the Company for the first quarter ended on September 30, 2022.

RESULTS FOR THE FIRST QUARTER ARE SUMMARIZED AS UNDER:

	<u>2022</u>	<u>2021</u>
	(Rupees in thousands)	
Sales-Net	65,563	74,937
Cost & Expenditures	66,942	64,260
Profit/ (Loss) before taxation	(1,379)	10,677
Profit/ (Loss) after taxation	(2,362)	8,236
Earnings/ (Loss) per share (Rs.)	(0.39)	1.37

The net Sales decreased by about 12.5% as compared to the same quarter of the previous year. Due to uncertainty of exchange rate in the market, the market was not accepting the price increase.

Due to heavy rain and flood in the country, uncertainty in the market affected the business activity.

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

FUTURE PROSPECTS

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.

ACKNOWLEDGEMENT

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

For and on behalf of the Board



**Dated: October 28th,
2022**

Place: Gadoon Amazai

SARDAR MAHMOOD SADIQ

Chief Executive

FAYYAZ AHMED KHAN

Director

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E-Mail: info@sardarchemicals.com
Web Site: www.sardarchemicals.com

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Gadoon Amazai, industrial Estate, Topi,
Ganduf Road, Swabi (KPK)
Ph: (0938) 270792, 270439, 270539
Fax: (0938) 270791

REGISTRAR/TRANSFER AGENT CorpLink (PVT) Ltd, Wings Arcade, 1-K,
Commercial, Model Town, Lahore.
Ph: 042-35916714, 35916719 Fax: 042-35839182



STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

	3 Months Sep. 30, 2022 Rupees	12 Months June 30, 2022 Rupees
CAPITAL AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorised:		
10,000,000 (2022:10,000,000) Ordinary Shares of Rs. 10/- each.	100,000,000	100,000,000
Issued, Subscribed and Paid-up:		
6,000,000 (2022: 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)	135,141,566	137,503,886
	225,141,566	227,503,886
NON CURRENT LIABILITIES		
LEASE LIABILITIES	13,324,391	14,413,905
CURRENT LIABILITIES		
Current maturity	4,482,034	4,482,109
Director's Loan	46,000,000	46,000,000
Creditors, accrued and other liabilities	20,525,241	23,041,585
Unclaimed Dividend	2,310,220	2,310,220
Markup Accrued	--	--
	73,317,495	75,833,914
	311,783,452	317,751,705

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

Chief Executive

AS AT SEPTEMBER 30, 2022

	3 Months Sep. 30, 2022 Rupees	12 Months June 30, 2022 Rupees
PROPERTY AND ASSETS		
NON-CURRENT ASSETS		
Property, Plant and Equipment	33,904,326	35,245,588
Deferred Tax	1,171,794	1,171,795
LONG TERM DEPOSITS	5,863,430	5,863,430
	40,939,550	42,280,813
CURRENT ASSETS		
Stores, spares & loose tools	812,288	687,048
Stock in trade	103,545,752	93,994,777
Trade debts	117,677,852	140,895,363
Advances, deposits, prepayments & other receivables	12,169,030	1,600,002
Taxation- Net	21,395,412	17,040,305
Cash & bank balances	15,243,568	21,253,397
	270,843,902	275,470,892
	311,783,452	317,751,705

Chief Financial Officer

Director



STATEMENT OF PROFIT OR LOSS ACCOUNT
(UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

Three Months Quarter Ended

	30 SEP. 2022 Rupees	30 SEP. 2021 Rupees
Sales- Net	65,563,431	74,936,632
Cost of Sales	<u>(52,363,830)</u>	<u>(52,211,924)</u>
Gross Profit	13,199,601	22,724,708
Administrative Expenses	<u>(10,966,811)</u>	<u>(9,579,211)</u>
Selling and distribution Cost	<u>(3,243,630)</u>	<u>(2,239,675)</u>
	<u>(14,210,441)</u>	<u>(11,818,886)</u>
Operating Profit for the period	<u>(1,010,840)</u>	10,905,822
Other Operating Income	163,200	294,526
Finance Cost	<u>(531,228)</u>	<u>(523,879)</u>
Profit/(Loss) before taxation	<u>(1,378,868)</u>	10,676,469
Taxation	<u>(983,451)</u>	<u>(2,440,566)</u>
Profit/(Loss) for the period	<u>(2,362,320)</u>	<u>8,235,903</u>
Earning/(loss) per share	(0.39)	1.37

Chief Executive

Chief Financial Officer

Director



STATEMENT OF CASH FLOW (UN-AUDITED)
AS AT SEPTEMBER 30, 2022

	SEPTEMBER 30, 2022 Rupees	SEPTEMBER 30, 2021 Rupees
cash flow from operating activities		
Profit/(Loss) before taxation	(1,378,868)	10,676,469
Adjustment of non-Cash items.		
Depreciation.	1,341,265	1,539,172
Financial Charges	531,228	523,879
Profit on sale of fixed assets	-	(294,526)
	<u>1,872,493</u>	<u>1,768,525</u>
Profit before working capital changes	493,625	12,444,994
Effect of working capital changes		
(Increase) /Decrease in store, spare and loose tools	(125,240)	(119,956)
(Increase) /Decrease in stock in trade	(9,550,975)	(4,507,516)
(Increase) /Decrease in trade debts	23,217,511	(3,477,991)
(Increase)/Decrease in advances, deposit and Prepayments	(10,569,028)	(145,165)
Increase/(Decrease) in creditors accrued and other Liabilities	(2,516,344)	1,865,786
(Increase)/Decrease in unclaimed dividend	-	-
	455,924	(6,384,842)
Financial charges paid	<u>(531,228)</u>	<u>(523,879)</u>
Tax paid	<u>(5,338,558)</u>	<u>(2,032,744)</u>
	<u>(5,869,786)</u>	<u>(2,556,623)</u>
Net cash used in operating activities A	(4,920,237)	3,503,529
Cash flow from investing activities:		
Fixed Capital expenditure	-	(84,500)
Sale proceeds of assets disposed off	-	400,000
Long Term Deposit	-	-
Net Cash generated from investing activities B	-	315,500
Cash flow from financing activities		
(Repayment) / proceeds of lease obligation	(1,089,592)	(922,498)
(Repayment) / proceeds of short term finances	-	-
Dividend Paid	-	-
Net cash used in financing activities C	<u>(1,089,592)</u>	<u>(922,498)</u>
Net increase/ (Decrease) in cash and cash Equivalents A+B+C	<u>(6,009,829)</u>	<u>2,896,531</u>
Cash and cash Equivalents at beginning of the period	21,253,397	12,984,567
Cash and cash Equivalents at end of the period	<u>15,243,568</u>	<u>15,881,098</u>

Chief Executive

Chief Financial Officer

Director



SARDAR CHEMICAL INDUSTRIES LIMITED.
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022


	Share Capital	Share Premium	Un-Appropriated Profit/ Profit/ (Accumulated Loss)	Rupees Total
Balance at				
30 th 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
Balance at				
30 Sep. 2021	60,000,000	30,000,000	119,690,077	209,690,077
Final Dividend for the Year 2021			(3,000,000)	(3,000,000)
Profit/(Loss) for the period ended 30 June 2022	--	--	20,813,809	20,813,809
Balance at				
30 June 2022	60,000,000	30,000,000	137,503,886	227,503,886
Profit/(Loss) for the period ended 30 Sep. 2022	--	--	(2,362,320)	(2,362,320)
Balance at				
30 Sep. 2022	60,000,000	30,000,000	135,141,566	225,141,566

NOTES TO THE ACCOUNTS
QUARTER ENDED SEPTEMBER 30, 2022

- 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 30/06/2022.
- These accounts have been prepared in compliance with the requirement of international accounting standard IAS 34 "Interim Financial Reporting".


 Chief Executive


 Chief Financial Officer


 Director



شروع اللہ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے
 ڈائریکٹرز رپورٹ برائے شیئر ہولڈرز
 سردار کیمیکل انڈسٹریز لمیٹڈ کے ڈائریکٹرز اپنی 30 ستمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے
 لئے غیر آڈٹ شدہ کمپنی کے مالی حسابات کے ساتھ اپنی رپورٹ پیش کرتے ہیں۔
 سہ ماہی نتائج کا خلاصہ درج ذیل ہے:

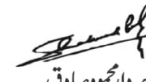
	2021	2022	
			(رقم ہزاروں میں)
خالص فروخت	74,937	65,563	
لاگت اور اخراجات	64,260	66,942	
ٹیکس سے پہلے نفع / نقصان	10,677	(1,379)	
ٹیکس کے بعد نفع / نقصان	8,236	(2,362)	
آمدنی / نقصان فی شیئر	1.37	(0.39)	
پچھلے سال کی اسی سہ ماہی کے مقابلے میں خالص فروخت میں تقریباً 12.5 فیصد کمی واقع ہوئی ہے۔ زرمبادلہ کے آثار چڑھاؤ کی وجہ سے منڈی میں قیمتوں کے اضافے کو قبول نہیں کیا گیا۔			
ملک میں تیز بارشوں اور سیلاب کی وجہ سے منڈی میں بے یقینی کی صورت حال نے جنم لیا جس نے کاروباری سرگرمی کو متاثر کیا۔			
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 جو کمپنی کے منافع اور فروخت میں ایک بڑی رکاوٹ بنی۔			
مستقبل کے امکانات:			

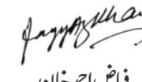
کمپنی بین الاقوامی معیار کے مطابق اپنی مصنوعات کو اپنے قابل قدر کسٹمرز کے کاروباری مقام پر بروقت فراہمی اور اپنی مصنوعات کی قیمت پر کنٹرول رکھنے کے لئے اقدامات پر توجہ مرکوز رکھے ہوئے ہے۔

اعترافات:

ہم اپنے قابل قدر کسٹمرز کا کمپنی کی ترقی اور خوشحالی کے لیے مسلسل تعاون اور اعتماد کرنے پر شکر یہ ادا کرتے ہیں۔

کمپنی اپنے کارکنوں اور عملے کی مسلسل لگن، عزم اور تعاون کو بھی سراہتی ہے۔


 سردار محمود صادق
 چیف ایگزیکٹو


 فیاض احمد خان
 ڈائریکٹر

گدون امازٹی
 28 اکتوبر 2022



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Sardar
Chemical Industries Ltd.

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To:

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Fax: (92-42) 35775706

Email: info@sardarchemicals.com

Website: www.sardarchemicals.com



Factory:

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Topi Ganduf Road, Swabi,
Khyber Pakhtunkhwa.

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