

SUHAIL JUTE MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2022 (UN-AUDITED)

	31.03.2022 Rupees	30.06.2021 Rupees
SHARE CAPITAL AND RESERVES		
Issued subscribed and paid up capital	43,328,190	43,328,190
Reserves	(923,275,721)	(889,796,948)
Surplus on revaluation of fixed assets	1,366,548,353	1,368,951,930
Merger reserve	196,362,085	196,362,085
	682,962,907	718,845,256

CURRENT LIABILITIES

Staff retirement benefits	7,415,743	7,415,743
Short term borrowings	197,418,480	195,453,610
Trade and other payables	205,486,322	195,086,075
Unclaimed dividend	384,359	384,359
Loan from directors	256,862,202	236,149,305
Accrued markup	54,086,276	54,086,276
	721,653,362	688,575,567

CONTINGENCIES AND COMMITMENTS

	1,404,616,289	1,407,420,823
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ASSETS

NON-CURRENT ASSETS		
Property, plant and equipment	1,394,280,623	1,397,075,383
Long term investment	190,000	190,000
	1,394,470,623	1,397,265,384

CURRENT ASSETS

Cash and bank balances	1,358,855	1,470,407
Advances deposits and prepayments	5,789,178	5,687,399
Stores and spare parts	1,910,762	1,910,762
Stock in trade	824,389	824,389
Long term security deposits	262,482	262,482
	10,145,666	10,155,439
	1,404,616,289	1,407,420,823

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

Rawalpindi

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

SUHAIL JUTE MILLS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED MARCH 31, 2022 (UN -AUDITED)

	Nine months ended		Three months ended	
	31.03.2022 Rupees	31.03.2021 Rupees	31.03.2022 Rupees	31.03.2021 Rupees
SALES	-	-	-	-
COST OF SALES	-	-	-	-
GROSS LOSS	-	-	-	-
ADMINISTRATIVE EXPENSES	(29,893,477)	(28,820,946)	(9,959,395)	(9,786,816)
FINANCE COST	(5,988,872)	(5,715,400)	(1,942,066)	(1,875,237)
OTHER OPERATING INCOME	-	10,000	-	-
LOSS BEFORE TAXATION	(35,882,349)	(34,526,346)	(11,901,461)	(11,662,053)
TAXATION	-	-	-	-
NET LOSS AFTER TAXATION	(35,882,349)	(34,526,346)	(11,901,461)	(11,662,053)
(LOSS) PER SHARE	(8.28)	(7.97)	(2.75)	(2.69)

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

Rawalpindi

CHIEF EXECUTIVE

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DIRECTOR

SUHAIL JUTE MILLS LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED MARCH 31, 2022 (UN-AUDITED)

	Nine months ended 31.03.2022	Three months ended 31.03.2022	31.03.2021
	Rupees	Rupees	Rupees
LOSS FOR THE PERIOD AFTER TAXATION	(35,882,349)	(11,901,462)	(11,662,053)
OTHER COMPREHENSIVE INCOME			
Actuarial gain on re-measurement of staff benefits			
TOTAL COMPREHENSIVE (LOSS) FOR THE PERIOD	(35,882,349)	(11,901,462)	(11,662,053)

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

Rawalpindi,

CHIEF EXECUTIVE

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DIRECTOR

SUHAIL JUTE MILLS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2022 (UN-AUDITED)

	31.03.2022 Rupees	31.03.2021 Rupees
Cash flows from operating activities		
Loss before taxation	(35,882,349)	(34,526,346)
Adjustments for non cash items		
Depreciation	2,794,762	3,133,790
	(33,087,587)	(31,392,556)
Working capital changes (increase) / decrease in current assets		
Advances, deposits, prepayments and other receivables	(101,779)	(454,313)
Increase/(decrease) in current liabilities	10,646,836	9,870,024
Trade and other payables	10,545,057	9,415,712
Cash used in operations	(22,542,530)	(21,976,845)
Taxes paid	(246,589)	(193,949)
	(22,789,119)	(22,170,794)
Net cash used in operating activities		
Cash flow from investing activities		
Short term investments	-	-
Net cash flow from investing activities		
Cash flow from financing activities		
Loan from director	22,677,567	22,079,188
Net cash used in financing activities	22,677,567	22,079,188
Net decrease in cash and cash equivalents	(111,552)	(91,606)
Cash and cash equivalents at the beginning of the year	1,470,407	1,542,788
Cash and cash equivalents at the end of the period	1,358,855	1,451,179

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

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SUHAIL JUTE MILLS LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2022 (UN-AUDITED)

Particulars	Issued subscribed and paid up Share capital	Revenue reserve					Total	Merger reserve	Total
		General reserves	Dividend equalisation reserve	Fair value reserve	Accumulated Loss	Total			
Balance as at June 30, 2020	43,328,190	3,380,000	7,490,000	1,251,607	(857,942,396)	(845,820,789)	1,334,761,893	196,382,085	728,631,390
Total comprehensive loss for the year	-	-	-	-	(47,286,124)	(47,286,124)	-	-	(47,286,124)
Revaluation Surplus	-	-	-	-	-	-	37,500,000	-	37,500,000
Effect of incremental depreciation	-	-	-	-	3,309,964	3,309,964	(3,309,964)	-	-
Balance as at June 30, 2021	43,328,190	3,380,000	7,490,000	1,251,607	(891,918,556)	(889,796,949)	1,368,951,929	196,382,085	718,845,256
Total comprehensive loss for the period	-	-	-	-	(35,882,349)	(35,882,349)	-	-	(35,882,349)
Effect of incremental depreciation	-	-	-	-	2,403,577	2,403,577	(2,403,577)	-	-
Balance as at March 31, 2022	43,328,190	3,380,000	7,490,000	1,251,607	(935,397,328)	(923,275,720)	1,368,548,351	196,382,085	682,962,907

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

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

SUHAIL JUTE MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE PERIOD ENDED MARCH 31, 2022 (UN-AUDITED)

1 THE COMPANY AND ITS OPERATIONS

Suhail Jute Mills Limited (the Company) was incorporated in Pakistan in 1981 as a public limited Company under the Companies Act, 1913 (now Companies Act, 2017). Its share are quoted on Pakistan Stock Exchange in Pakistan. The Company is principally engaged in the business of manufacturing and sale of jute products. The Registered Office of the Company is situated at 14-B, Civil Lines, Rawalpindi.

The production facilities are situated at Kabul River Railway Station, Mardan Road, Nowshera, Khyber Pakhtunkhwa and GT Road Nowshera consisting of 872 Kanals 3 Marlas and 744 Kanals 2 Marlas piece of land respectively.

2 BASIS OF PREPARATION

These financial statements are an audited and are being submitted to the shareholders as required under section 237 of Companies Act, 2017 and have been prepared with the requirement of the International Accounting Standard (IAS) 34 Interim Financial Reporting. The Financial Statements are being presented on a "Realizable Basis" in the transitional period following the Merger referred to above

3 STATEMENT OF COMPLIANCE

This condensed Interim Financial Information of the Company for the period ended 31st 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 Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

4 ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these financial statements are the same as those applied in preparation of preceding published financial statements of the Company for the year ended June 30, 2021

5 TRADE AND OTHER PAYABLES

	31.03.2022 Rupees	30.06.2021 Rupees
Creditors	21,644,187	21,835,332
Accrued expenses	87,325,496	80,685,003
Security deposits	1,600	1,600
Workers' profit participation fund	63,026,145	59,075,020
Workers welfare fund	269,503	269,503
Other taxes payable	973,632	717,438
Others	2,885,845	2,933,065
Payable to employees (retirement benefit)	29,560,114	29,560,114
	<u>205,486,322</u>	<u>195,095,075</u>

SUHAIL JUTE MILLS LIMITED

6 SHORT TERM BORROWINGS

	31.03.2022 Rupees	30.06.2021 Rupees
Secured from financial institution		
Faysal Bank	128,809,828	128,809,828
Al Baraka Bank	30,000,000	30,000,000
Bridge finance facility	38,608,651	36,643,981
	<u>197,418,480</u>	<u>195,453,810</u>

7 PROPERTY PLANT AND EQUIPMENT

	31.03.2022 Rupees	30.06.2021 Rupees
Opening written down value	1,397,075,383	1,363,440,743
Surplus on revaluation	1,397,075,383	37,500,000
	<u>1,397,075,383</u>	<u>1,400,940,743</u>
Depreciation for the period	2,794,762	3,865,359
	<u>1,394,280,621</u>	<u>1,397,075,383</u>

Included in land are 744 Kanals of land, presently valued Rs.290,000,000 transferred from (Colony) Sarhad Textile Mills Ltd as a consequence of a merger. The land was initially acquired for (Colony) Sarhad Textile Mills Limited under the Land Acquisition Act, 1894, and is subject to the provisions of said Act.

8 ADVANCES DEPOSITS PREPAYMENTS AND OTHER RECEIVABLES

	31.03.2022 Rupees	30.06.2021 Rupees
Advances - considered good	47,000	47,000
-Employees	15,653	3,490
-Expenses	501,940	501,940
Deposits	9,771	172,022
Prepayments	2,550,000	2,550,000
Sarhad Development Authority	2,659,538	2,412,947
Income tax withheld	5,278	-
Other receivables	5,789,178	5,687,399

9 CASH AND BANK BALANCES

	31.03.2022 Rupees	30.06.2021 Rupees
Cash in hand	16,511	32,880
Cash at banks:		
- In current accounts	1,342,344	1,437,527
	<u>1,358,855</u>	<u>1,470,407</u>

SUHAIL JUTE MILLS LIMITED

10 RELATED PARTY TRANSACTIONS

Related parties comprise of Directors, key management personnel and entities over which Directors are able to exercise significant influence and employee funds. Following are related party transactions of the Company for the period.

	31.03.2022 Rupees	30.06.2021 Rupees
Gratuity expense charged		798,151
Mr Sohail Farooq Shaikh (Managing Director)		
Loan Received	22,677,567	26,878,747
Remuneration payable	76,428,965	68,458,565

11 DATE OF AUTHORISATION OF ISSUE

The financial statements are authorised for issue on April 26, 2022 by the Board of Directors of the Company.

12 FIGURES

Figures have been regrouped / rearranged wherever necessary.
Figures have been rounded off to the nearest rupee.

SUHAIL JUTE MILLS LIMITED

BRIEF REVIEW

QUARTER ENDED 31 MARCH 2022

We are pleased to submit the Condensed Interim Financial Information as at, and for the Nine months, and Quarter ended, 31 March 2022, to the Members of Suhail Jute Mills Limited.

The Company continues to be non-operational and its accounts are being presented on a realizable basis. The Administrative expenses being incurred are the expenses necessary to secure the valuable Land and Machinery of the Company. In the absence of any revenue the entire costs continue to be met from the personal resources of the Principal shareholder.

Administrative Expenses rose to RS 9.959 Million for the Quarter ended 31 March 2022, as compared to RS. 9.787 Million, in the corresponding quarter of last year. The increase in Costs are due to the rapidly increasing inflationary pressures. Finance Costs were RS 1.942 Million for the period under review, as compared to RS.1.875 Million, in the same period last year.

The aggregation of Administrative and Finance Costs has resulted in a net loss of RS.11.901 Million (Loss of RS 2.75 per share) as compared to a net loss of RS. 11.662 Million (Loss of RS 2.69 per share), in the corresponding quarter of last year. On a cumulative basis the net loss for the Nine months ended 31 March 2022 amounted to RS 35.882 Million (Net Loss of RS 8.28 per share) as compared with the net loss of RS.34.526 Million (Net Loss of RS 7.97 per share), for the corresponding nine months of last year.

Business activity continues to remain shut-down. The Company is making all efforts to implement its Plan to dispose-off assets so as to pay down its liabilities to creditors and raise working capital financing to restart operations. In this context, at an extraordinary General Meeting held on 18 April 2022, the shareholders have renewed the authorisation for the sale of assets to raise working capital to re start operations

Whilst no pay-out is possible at this time. It is hoped that the company's financial restructuring will yield positive results in the future.

We thank all stakeholders for their continued support through these difficult times and once again urge all shareholders of the former (Colony) Sarhad Textile Mills Ltd to submit their shares along with their updated addresses and copies of CNICs so as to be issued their entitlement of Suhail Jute Mills Ltd. shares.


CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

ON BEHALF OF THE BOARD OF DIRECTORS


SOHAIL FAROOQ SHAIKH
CHIEF EXECUTIVE

RAWALPINDI 26TH APRIL 2022