



SARDAR CHEMICAL INDUSTRIES LIMITED



Third Quarter Accounts
(Un-Audited)

**March
2024**



Sardar
Chemical Industries Limited



SARDAR CHEMICAL INDUSTRIES LIMITED

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
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 Mrs. Reema Ayaz
 DIRECTORS Mr. Abdul Rehman Qureshi
 Mr. Shahid Aziz (NIT Nominee)
 Mrs. Tayybah Mahmood Sadiq
 Mr. Niaz Ahmed Chughtai
 Mr. Fayyaz Ahmed Khan
 Mr. Aitzaz Ahmad Tarar
 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 Mr. Aitzaz Ahmad Tarar
 Mrs. Tayybah Mahmood Sadiq
 Mr. Fayyaz 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, 2nd Floor, Canal Bank Road, Justice
 Sardar Iqbal Road, Aziz Avenue, Gulberg-V, Lahore.
 Ph: (92-42) 35711154, 35710148, 35753402
 Fax: (92-42) 35775706
 Email : info@sardarchemicals.com
 Website: www.sardarchemicals.com
 REGISTERED OFFICE/ FACTORY Plot. NO. 29-B, Road No. R-1
 Gadoon Amazai, Industrial Estate Topi,
 Ganduf Road, Swabi (KPK)
 Ph: (0938) 270792, 270439, 270539
 Fax: (0938) 270791
 REGISTRAR/TRANSFERAGENT Corplink (Pvt.) Ltd, Wings Arcade, 1-K Commercial,
 Model Town, Lahore.
 Ph:042-35916714, 35916719 Fax:042-35839182



SARDAR CHEMICAL INDUSTRIES LIMITED

In the name of Allah, the most gracious, the most merciful.

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors of **SARDAR CHEMICAL INDUSTRIES LIMITED** are pleased to present their report on the statement of accounts of the Company for the third quarter ended on March 31, 2024.

RESULTS FOR THE THIRD QUARTER ARE SUMMARIZED AS UNDER:

	2024	2023
	(Rupees in thousands)	
Sales-Net	110,144	111,344
Cost & Expenditures	98,538	87,167
Profit/ (Loss) before taxation	11,607	24,177
Profit/ (Loss) after taxation	7,967	16,350
Earnings/ (Loss) per share (Rs.)	1.33	2.72

There was a minor decrease in sales of Rs. 1.2 million in the quarter ended on March 31, 2024 as compared to the previous quarter.

Mainly our raw materials are 90% imported but our company did not take financial assistance from the banks and took the financial help from its directors as and when required. Due to overall increase in prices in the world prices of our raw materials also increased accordingly which increased our manufacturing costs which curtailed the profit after tax of the Company as market prices of the finished products did not increase proportionally.

During the period the demand from the customers was remained subdued.

The cost of utilities of industries has increased many-fold which depressed our profits significantly.

FUTURE PROSPECTS

Our products are facilitators to the industries, therefore, our sales are correlated with industrial activities. When the business activities of the country increase our sales tend to enhance.

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

ACKNOWLEDGMENT

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

MRS. REEMA AYAZ
Chief Executive

FAYYAZ AHMED KHAN
Director

Dated: April 29th, 2024
Place: Gadoon Amazai

**INTERIM CONDENSED BALANCE SHEET (UN-AUDITED)**

	(Un-audited) March 31, 2024 Rupees	(Audited) June 30, 2023 Rupees
CAPITAL AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorised:		
10,000,000 (2023:10,000,000) Ordinary Shares of Rs. 10/- each.	<u>100,000,000</u>	<u>100,000,000</u>
Issued, Subscribed and Paid-up:		
6,000,000 (2023: 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)	202,904,229	161,832,737
	292,904,229	251,832,737
NON-CURRENT LIABILITIES		
Lease Liabilities	6,486,598	9,663,583
CURRENT LIABILITIES		
Current maturity	3,532,852	4,176,328
Director's Loan	35,184,524	46,000,000
Creditors, accrued and other liabilities	31,354,352	16,497,429
Unclaimed Dividend	2,210,487	2,304,599
	72,282,215	68,978,356
	371,673,042	330,474,676

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

Reema Aggarwal

Chief Executive



SARDAR CHEMICAL INDUSTRIES LIMITED

AS AT MARCH 31, 2024

(Un-audited)

(Audited)

March 31, 2024
Rupees

June 30, 2023
Rupees

ASSETS

NON-CURRENT ASSETS

Property: Plant and Equipment	26,553,567	29,880,529
Deferred Taxation	1,517,657	1,517,657
Long Term Deposit	4,729,830	5,289,430

CURRENT ASSETS

Stores, spares & loose tools	842,338	761,648
Stock in trade	115,970,308	103,345,105
Trade debts	169,226,340	146,530,846
Advances, deposits, prepayments & other receivables	15,923,679	1,722,842
Taxation-net	21,333,472	22,686,793
Cash & bank balances	15,575,851	18,739,826
	338,871,988	293,787,060
	371,673,042	330,474,676



SARDAR CHEMICAL INDUSTRIES LIMITED

**INTERIM CONDENSED PROFIT AND LOSS ACCOUNT
FOR THE THIRD QUARTER ENDED MARCH 31, 2024**

(UN-AUDITED)

9 Months Ended

Quarter Ended

	31 Mar. 2024 Rupees	31 Mar. 2023 Rupees	31 Mar. 2024 Rupees	31 Mar. 2023 Rupees
Sales	376,788,025	265,896,415	110,144,387	111,344,028
Cost of Sales	<u>(254,933,787)</u>	<u>(186,786,866)</u>	<u>(76,143,992)</u>	<u>(71,478,341)</u>
Gross Profit	121,854,239	79,109,549	34,000,395	39,865,687
OPERATING EXPENSES				
Administrative	(40,593,182)	(34,909,865)	(15,541,511)	(10,997,486)
Selling and distribution	(14,522,649)	(11,926,694)	(4,772,169)	(4,161,378)
	<u>(55,115,831)</u>	<u>(46,836,559)</u>	<u>(20,313,680)</u>	<u>(15,158,864)</u>
Operating Profit/(Loss) For The period	66,738,407	32,272,990	13,686,714	24,706,823
Other Operating Income	2,914,402	256,005	533,089	92,805
Other Operating Expenses	(3,469,857)	(2,094)	-	-
Finance Cost	<u>(8,182,328)</u>	<u>(5,390,967)</u>	<u>(2,613,284)</u>	<u>(622,802)</u>
Profit/ (Loss) before taxation	58,000,624	27,135,934	11,606,519	24,176,826
Taxation	<u>(16,929,133)</u>	<u>(10,861,422)</u>	<u>(3,679,842)</u>	<u>(7,827,190)</u>
Profit/ (loss)for the period	<u>41,071,491</u>	<u>16,274,512</u>	<u>7,926,677</u>	<u>16,349,636</u>
Earning/(loss) per share	6.85	2.71	1.33	2.72

Chief Financial Officer

Director

Chief Executive

Chief Financial Officer

Director



**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED MARCH 31, 2024**

(UN-AUDITED)

9 Months EndedQuarter Ended

	31 Mar. 2024 Rupees	31 Mar. 2023 Rupees	31 Mar. 2024 Rupees	31 Mar. 2023 Rupees
Profit/(Loss) after Taxation	41,071,491	16,274,512	7,926,677	16,349,636
Other Comprehensive Profit/(Loss)	--	--	--	--
Total Comprehensive Profit/(Loss) for the Period	41,071,491	16,274,512	7,926,677	16,349,636

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



**INTERIM CONDENSED STATEMENT OF CASH FLOW (UN-AUDITED)
AS AT MARCH 31, 2024**

	MARCH 31,2024 Rupees	MARCH 31,2023 Rupees
cash flow from operating activities		
Profit/(Loss) before taxation	58,000,624	27,135,934
Adjustment of non-Cash items.		
Depreciation.	3,326,963	4,023,795
Financial Charges	8,182,328	5,390,967
Profit on sale of fixed assets	--	--
	<u>11,509,291</u>	<u>9,414,762</u>
Profit before working capital changes	69,509,915	36,550,696
Effect of working capital changes		
(Increase) /Decrease in store, spare and loose tools	(80,690)	86,420
(Increase) /Decrease in stock in trade	(12,625,203)	(6,399,129)
(Increase) /Decrease in trade debts	(22,695,494)	7,432,274
(Increase) /Decrease in sales tax refundable	594,246	-
(Increase)/Decrease in advances, deposit and Prepayments	(14,200,837)	66,980
Increase/(Decrease) in creditors accrued and other Liabilities	14,856,923	(2,118,898)
(Increase) /Decrease in Unclaimed dividend	(2,037,103)	--
	<u>(36,782,404)</u>	<u>(932,353)</u>
Financial charges paid	(8,182,328)	(5,390,967)
Workers profit participation fund paid	-	(2,169,583)
Tax paid	(13,538,709)	(12,716,915)
	<u>(21,721,037)</u>	<u>(20,277,465)</u>
Net cash generated from operating activities A	11,006,474	15,340,878
Cash flow from investing activities:		
Fixed Capital expenditure	--	--
Long term deposits	559,600	--
Sale proceeds of fixed assets	--	--
Net Cash generated from investing activities B	559,600	--
Cash flow from financing activities		
(Repayment) / proceeds of lease obligation	(3,820,461)	(3,379,369)
(Repayment)/ proceeds of short term finances	(10,815,476)	-
Divided paid	(94,112)	(5,620)
	<u>(14,730,049)</u>	<u>(3,384,989)</u>
Net cash generated from financing activities C	(14,730,049)	(3,384,989)
Net increase/ (Decrease) in cash and cash Equivalents A+B+C	(3,163,975)	11,955,889
Cash and cash Equivalents at beginning of the Period	18,739,826	21,253,397
Cash and cash Equivalents at end of the period	15,575,851	33,209,286

Chief Executive

Chief Financial Officer

Director

Chief Executive

Chief Financial Officer

Director



INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) AS AT 31 MARCH 2024

	Share Capital	Share Premium	Un-appropriated Profit/ (Accumulated Loss)	Rupees Total
Balance at				
30 th June 2022	60,000,000	30,000,000	137,503,886	230,503,886
Final Dividend for the year 2021	--	--		
Profit for the period ended 31 Dec. 2022	--	--	(75,124)	(75,124)
Balance at 31 Dec. 2022	60,000,000	30,000,000	137,428,762	227,428,762
Profit for the period ended 30 June 2023	--	--	24,403,976	24,403,976
Balance at the period ended 30 th June. 2023	60,000,000	30,000,000	161,832,737	251,832,737
Profit for The period ended 31 Dec. 2023	--	--	33,144,815	33,144,815
Balance at 31 Dec. 2023	60,000,000	30,000,000	194,977,552	284,977,552
Profit for the period ended 31 Mar. 2024	--	--	7,926,677	7,926,677
Balance at 31 Mar. 2024	60,000,000	30,000,000	202,904,229	292,904,229

Chief Executive

Chief Financial Officer

Director



**SARDAR CHEMICAL INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THIRD QUARTER ENDED MARCH 31, 2024 (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 2024 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 2023.

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 2023.

5. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors and for issue on 29th April, 2024.

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



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 31 مارچ 2024 کو ختم ہونے والی تیسری سہ ماہی کے لئے غیر آڈٹ شدہ کمپنی کے مالی حسابات کے ساتھ اپنی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

2023 2024

(رقم ہزاروں میں)

111,344	110,144	خالص فروخت
87,167	98,538	لاگت اور اخراجات
24,177	11,607	ٹیکس سے پہلے نفع / نقصان
16,350	7,967	ٹیکس کے بعد نفع / نقصان
2.72	1.33	آمدنی / نقصان فی شیئر

31 مارچ 2024 کو ختم ہونے والی سہ ماہی میں کچھلی سہ ماہی کے مقابلے فروخت میں 12 لاکھ روپے کی معمولی کمی واقع ہوئی ہے۔

بنیادی طور پر ہمارا خام مال 90 فیصد درآمد شدہ ہے لیکن ہماری کمپنی نے بینکوں سے مالی مدد نہیں لی اور ضرورت پڑنے پر اپنے ڈائریکٹرز سے مالی مدد لی ہے۔ عالمی سطح پر قیمتوں میں مجموعی اضافے کی وجہ سے ہمارے خام مال کی قیمتوں میں بھی اسی حساب سے اضافہ ہوا جس سے ہماری پیداواری لاگت میں اضافہ ہوا جس سے کمپنی کے منافع بعد از ٹیکس میں کمی آئی ہے کیونکہ تیار شدہ مصنوعات کی مارکیٹ کی قیمتوں میں مناسب اضافہ نہیں ہوا ہے۔ اس مدت کے دوران صارفین کی مانگ کم رہی ہے۔ صنعتوں کی پویٹیلٹی کی قیمتوں میں کئی گنا اضافہ کر دیا گیا ہے جس سے منافع میں کمی آئی ہے۔

مستقبل کے امکانات:

ہماری مصنوعات صنعتوں کے لئے سہولت کار ہیں۔ اس لیے ہماری فروخت صنعتی سرگرمیوں سے منسلک ہے۔ جب ملک کی کاروباری سرگرمیاں نمایاں طور پر بڑھتی ہیں تو ہماری فروخت میں اضافہ ہوتا ہے۔ کمپنی بین الاقوامی معیار کے مطابق معیاری مصنوعات پر توجہ مرکوز رکھے گی اور ساتھ ہی ساتھ ہمارے قابل قدر صارفین کی کاروباری جگہ کی دلہیز تک اچھی طرح مصنوعات کی فراہمی اور ہماری مصنوعات کی قیمت پر کنٹرول رکھنے کے لیے اصلاحی اقدامات پر توجہ مرکوز رکھے گی تاکہ ہمارا مارکیٹ سے زیادہ سے زیادہ حصہ حاصل کی جا سکے۔

اعتراقات:

ہم اپنے قابل قدر کاروباری صارفین کا کمپنی کی ترقی اور خوشحالی کے لئے مسلسل تعاون، اعتماد اور مدد کے لیے شکریہ ادا کرنے کا موقع لیتے ہیں۔ کمپنی اپنے عملے اور کارکنوں کی مسلسل لگن، عزم اور تعاون کی بھی تعریف کرتی ہے۔

Reema Aqay .

محترمہ ریما ایاز صاحبہ
چیف ایگزیکٹو

فیاض احمد خان
ڈائریکٹر

گدون امازی
29 اپریل 2024