



First Quarter Accounts (Un-Audited)

**September
2024**



Sardar

Chemical Industries Limited





COMPANY INFORMATION

CHIEF EXECUTIVE	Mrs. Reema Ayaz
DIRECTORS	Mr. Shahid Aziz (NIT Nominee) Mr. Niaz Ahmed Chughtai Mr. Fayyaz Ahmed Khan Mr. Aitzaz Ahmad Tarar Mrs. Tayybah Mahmood Sadiq Mr. Abdul Rehman Qureshi
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 Bank Ltd.
LEGAL ADVISOR	Mr. Javaid Iqbal Malik, Advocate

HEAD OFFICE/SHARE DEPARTMENT	2-A, 2 nd Floor, Canal Bank Road, Justice Sardar, Iqbal Road, Aziz Avenue Gulberg-V, Lahore, Pakistan. Ph: (042) 35711154, 35710148 Fax: (042) 35775706 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 (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



FIRST QUARTER DIRECTORS' REPORT TO THE SHAREHOLDERS

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, 2024.

RESULTS FOR THE FIRST QUARTER ARE SUMMARIZED AS UNDER:

	<u>2024</u>	<u>2023</u>
	(Rupees in thousands)	
Sales-Net	118,140	150,041
Cost & Expenditures	81,738	105,227
Profit/ (Loss) before taxation	16,031	44,814
Profit/ (Loss) after taxation	12,772	41,906
Earnings/ (Loss) per share (Rs.)	2.13	6.98

The net Sales has decreased by about 21% as compared to the same quarter of the previous year. Due to increase in the sales tax rate up to 18%, our selling prices have increased considerably which resulted in the decline in our sales.

In addition to above, the imposition of the advance tax on sales to distributors, dealers and wholesalers u/s 236G of the Income Tax Ordinance, 2001, our wholesalers have started importing their goods instead of purchasing from the local manufacturers which hampered our sales.

Our 421 KWp solar system successfully generated electricity during this period, contributing to a reduction in power costs. Thus, resulted in decrease in cost of sales.

FUTURE PROSPECTS

The stability of the exchange rate will play a vital role in the coming periods for the industry. The directors are of the opinion that the coming periods will be good for the Company. We 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

MRS. REEMA AYAZ

Chief Executive

FAYYAZ AHMED KHAN

Director

Dated: October 28th,
2024

Place: Gadoon Amazai

STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

	3 Months Sep. 30, 2024 Rupees	12 Months June 30, 2024 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)	<u>226,934,436</u>	<u>214,162,165</u>
	316,934,436	304,162,165
<u>NON CURRENT LIABILITIES</u>		
Lease Liabilities	5,661,247	6,412,339
Long term loan	33,819,322	34,785,588
Deferred tax liabilities	<u>3,108,750</u>	<u>3,108,750</u>
	42,589,319	44,306,677
<u>CURRENT LIABILITIES</u>		
Current maturity	7,227,557	6,412,986
Director's Loan	35,184,524	35,184,524
Creditors, accrued and other liabilities	35,807,092	36,801,188
Unclaimed Dividend	2,205,234	2,205,234
Markup Accrued	--	--
	<u>80,424,407</u>	<u>80,603,932</u>
	439,948,162	429,072,774

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



Chief Executive

AS AT SEPTEMBER 30, 2024

3 Months

12 Months

Sep. 30, 2024
RupeesJune 30, 2024
Rupees

PROPERTY AND ASSETS

NON-CURRENT ASSETS

Property, Plant and Equipment	83,886,257	86,191,447
Deferred Tax	-	-
LONG TERM DEPOSITS	4,573,230	4,573,230
	<u>88,459,487</u>	<u>90,764,677</u>

CURRENT ASSETS

Stores, spares & loose tools	922,550	820,773
Stock in trade	131,611,991	120,561,011
Trade debts	180,366,125	186,166,984
Advances, deposits, prepayments & other receivables	2,451,522	1,834,816
Taxation- Net	16,605,309	15,831,349
Cash & bank balances	19,531,178	13,093,163
	<u>351,488,675</u>	<u>338,308,097</u>
	<u><u>439,948,162</u></u>	<u><u>429,072,774</u></u>

Chief Financial Officer

Director



STATEMENT OF PROFIT OR LOSS ACCOUNT

(UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2024

Three Months Quarter Ended

	30 SEP. 2024 Rupees	30 SEP. 2023 Rupees
Sales- Net	118,140,241	150,041,486
Cost of Sales	<u>(81,737,800)</u>	<u>(86,921,684)</u>
Gross Profit	36,402,441	63,119,802
Administrative Expenses	<u>(14,128,339)</u>	<u>(11,963,207)</u>
Selling and distribution Cost	<u>(5,063,934)</u>	<u>(4,117,244)</u>
	<u>(19,192,273)</u>	<u>(16,080,451)</u>
Operating Profit for the period	17,210,168	47,039,351
Other Operating Income	934,767	884,581
Finance Cost	<u>(2,114,366)</u>	<u>(3,109,541)</u>
Profit/(Loss) before taxation	16,030,569	44,814,391
Taxation	<u>(3,258,297)</u>	<u>(2,907,980)</u>
Profit/(Loss) for the period	<u>12,772,271</u>	<u>41,906,411</u>
Earning/(loss) per share	2.13	6.98

Chief Executive

Chief Financial Officer

Director

STATEMENT OF CASH FLOW (UN-AUDITED)
AS AT SEPTEMBER 30, 2024

	SEPTEMBER 30, 2024 Rupees	SEPTEMBER 30, 2023 Rupees
cash flow from operating activities		
Profit/(Loss) before taxation	16,030,569	44,814,391
Adjustment of non-Cash items.		
Depreciation.	2,463,090	1,108,988
Financial Charges	2,114,366	3,109,541
Profit on sale of fixed assets	-	-
	<u>4,577,456</u>	<u>4,218,529</u>
Profit before working capital changes	20,608,025	49,032,920
Effect of working capital changes		
(Increase) /Decrease in store, spare and loose tools	(101,777)	(55,260)
(Increase) /Decrease in stock in trade	(11,050,980)	4,405,530
(Increase) /Decrease in trade debts	5,800,859	(20,049,854)
(Increase)/Decrease in advances, deposit and Prepayments	(616,706)	(291,831)
Increase/(Decrease) in creditors accrued and other Liabilities	(1,471,675)	13,953,679
(Increase)/Decrease in unclaimed dividend	-	-
	<u>(7,440,279)</u>	<u>(2,037,736)</u>
Financial charges paid	(1,636,787)	(3,109,541)
Tax paid	(4,032,259)	(8,488,534)
	<u>(5,669,046)</u>	<u>(11,598,075)</u>
Net cash generated from operating activities A	7,498,700	35,397,109
Cash flow from investing activities:		
Fixed Capital expenditure	(157,900)	-
Sale proceeds of assets disposed off	-	-
Long Term Deposit	-	-
Net Cash generated from investing activities B	(157,900)	-
Cash flow from financing activities		
(Repayment) / proceeds of lease obligation	(902,785)	(1,089,523)
(Repayment)/ proceeds of short term finances	-	(8,488,096)
Dividend Paid	-	-
Net cash used in financing activities C	(902,785)	(9,577,619)
Net increase/ (Decrease) in cash and cash Equivalents A+B+C	6,438,015	25,819,490
Cash and cash Equivalents at beginning of the period	13,093,163	18,739,826
Cash and cash Equivalents at end of the period	<u>19,531,178</u>	<u>44,559,316</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, 2024

	Share Capital	Share Premium	Un-Appropriated Profit/ Profit/ (Accumulated Loss)	Rupees Total
Balance at				
30 th June 2023	60,000,000	30,000,000	161,832,737	251,832,737
Profit/(Loss) for the period ended				
30 Sep. 2023	---	---	41,906,411	41,906,411
Balance at				
30 Sep. 2023	60,000,000	30,000,000	203,739,149	293,739,149
Profit/(Loss) for the period ended				
30 June 2024	---	---	10,423,018	10,423,018
Balance at				
30 June 2024	60,000,000	30,000,000	214,162,165	304,162,165
Profit/(Loss) for the period ended				
30 Sep. 2024	---	---	12,772,271	12,772,271
Balance at				
30 Sep. 2024	60,000,000	30,000,000	226,934,436	316,934,436

NOTES TO THE ACCOUNTS
QUARTER ENDED SEPTEMBER 30, 2024

- 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 30/06/2024.
- 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



ڈائریکٹرز رپورٹ برائے شیئر ہولڈرز

سردار کیمیکل انڈسٹریز لمیٹڈ کے ڈائریکٹرز اپنی 30 ستمبر 2024 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:

2023	2024	
		(رقم ہزاروں میں)
150,041	118,140	خالص فروخت
105,227	81,738	لاگت اور اخراجات
44,814	16,031	ٹیکس سے پہلے نفع / نقصان
41,906	12,772	ٹیکس کے بعد نفع / نقصان
6.98	2.13	آمدنی / نقصان فی شیئر

پچھلے سال کی اسی سہ ماہی کے مقابلے میں خالص فروخت میں تقریباً 21 فیصد کمی واقع ہوئی ہے۔ سیلز ٹیکس کی شرح میں 18 فیصد تک اضافے کی وجہ سے ہماری مصنوعات کی قیمتوں میں کافی اضافہ ہوا ہے جس کے نتیجے میں ہماری فروخت میں کمی واقع ہوئی ہے۔ مندرجہ بالا کے علاوہ انکم ٹیکس آرڈیننس 2001 کے سیکشن 236G کے تحت ڈسٹری بیوٹرز، ڈیلرز اور ہول سیلرز کو فروخت پر ایڈوائس ٹیکس کے نفاذ سے ہمارے تھوک فروشوں نے مقامی مینوفیکچررز سے خریداری کے بجائے اپنا مال درآمد کرنا شروع کر دیا ہے جس سے ہماری فروخت میں رکاوٹ واقع ہوئی ہے۔

ہمارے 421 KWP سولر سسٹم نے اس عرصے کے دوران کامیابی سے بجلی پیدا کی ہے، جس سے بجلی کی لاگت میں کمی آئی ہے، اس طرح فروخت کی لاگت میں کمی واقع ہوئی ہے۔
مستقبل کے امکانات:

زرمبادلہ کی شرح میں استحکام صنعت کے لئے آنے والے ادوار میں اہم کردار ادا کرے گا۔ ڈائریکٹرز کی رائے ہے کہ آنے والے ادوار کمپنی کے لئے اچھے ہوں گے۔ ہم بین الاقوامی معیار کے مطابق اپنی مصنوعات کے 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 ہیں۔

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۔

Reema Agye .

محترمہ ریما ایبا صاحبہ

چیف ایگزیکٹو

فیاض احمد خان

ڈائریکٹر

گدون امازنی

28 اکتوبر 2024

BOOK POST



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Chemical Industries Ltd.

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Head Office:

2-A, 2nd Floor, Canal Bank Road,
Justice Sardar Iqbal Road, Aziz Avenue,
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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