



## Shakarganj Limited

Management House, Toba Tek Singh Road, Jhang - 35200, Pakistan  
Tel: (047) 763 1001 - 05 Fax: (047) 763 1011 URL: <http://www.shakarganj.com.pk>

SML/PSX/ Sep 2016  
06 January 2017

**The General Manager**  
**Pakistan Stock Exchange Limited**  
Stock Exchange Building  
Stock Exchange Road  
**Karachi**

Dear Sir,

**SUBJECT: FINANCIAL RESULTS FOR THE YEAR ENDED 30 SEPTEMBER 2016**

We are pleased to inform you that the Board of Directors of Shakarganj Limited in their meeting held on 06 January 2017 at Lahore have considered and approved the Annual Audited Accounts of Shakarganj Limited for the year ended 30 September 2016 and the Board of Directors recommended the following:

- (i) **CASH DIVIDEND**  
Nil
- (ii) **BONUS SHARES**  
Nil
- (iii) **RIGHT SHARES**  
Nil
- (iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION**  
Nil
- (v) **ANY OTHER PRICE-SENSITIVE INFORMATION**

Board of Directors has also approved the following:

1. To obtain consent of the shareholders in terms of S.R.O. 470(I)/2016 dated 31 May 2016 issued by Securities and Exchange Commission of Pakistan, for the transmission of the annual reports including annual audited accounts, notices of annual general meetings and other information contained therein of the Company either through CD or DVD or USB;
2. To obtain approval of the shareholders through Special Resolution to alter Articles of Association of the Company to include e-voting provisions as required by the Securities and Exchange Commission of Pakistan.
3. Increase in authorized share capital of the Company and consequent amendments in the Memorandum and Articles of Association subject to the approval of shareholders and other requisite approvals, if any.

The financial results of the Company are attached herewith.

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**Principal Office:**  
10<sup>th</sup> Floor, BOP Tower  
Main Boulevard, Gulberg III  
Lahore - 54600, Pakistan  
Tel: (042) 3578 3801 - 05  
Fax: (042) 3578 3811

**Karachi Office:**  
12<sup>th</sup> Floor, Sidco Avenue Center  
264 – R.A. Lines  
Karachi - 74200, Pakistan  
Tel: (021) 3567 4881 - 85  
Fax: (021) 3568 0476

**Faisalabad Office:**  
Chak Jhumra Road  
Nishatabad  
Faisalabad - 38000, Pakistan  
Tel: (041) 875 2810  
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The auditors' report contains the following observation:

"We draw attention to note 1.2 to the financial statements, which highlights poor operational results of the Company primarily because of insufficient operational liquidity along-with the Company's inability to timely meet its obligation in respect of principal and markup repayments on borrowings from financial institutions. The current liabilities of the Company have exceeded its current assets by Rs. 3,753 million and accumulated losses stand at Rs. 2,035 million. These conditions, along with other matters set forth in note 1.2 indicate the existence of material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. Our opinion is not qualified in respect of this matter."

The Annual General Meeting of the Company will be held on Tuesday, 31 January 2017 at 11.00 am at Qasr-e-Noor, 9-E-2, Main Boulevard, Gulberg-III, Lahore.

The Share Transfer Books of the Company will be closed from 24 January 2017 to 31 January 2017 (both days inclusive). Transfers received at the office of Share Registrar of the Company i.e. CorpTec Associates (Pvt.) Limited, 503-E, Johar Town, Lahore, at the close of business on Monday 23 January 2017 will be treated in time for the purpose of attending the Annual General Meeting.

We will be sending you the copies of printed accounts for distribution amongst the members of the Exchange in due course of time.

Yours sincerely,

Asif Ali  
Company Secretary

Copy to: - Enforcement Department  
**Securities and Exchange Commission of Pakistan**  
NIC Building, Jinnah Avenue  
Blue Area  
Islamabad.

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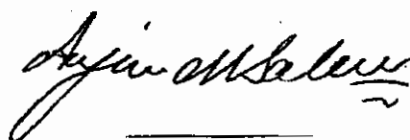
**Shakarganj Limited**  
**Profit and Loss Account**  
*For the year ended 30 September 2016*

	Note	2016 --- (Rupees in thousand) ---	2015
Sales - net	25	4,373,219	6,578,986
Cost of sales	26	(4,668,941)	(6,647,610)
<b>Gross loss</b>		<b>(295,722)</b>	<b>(68,624)</b>
Administrative expenses	27	(222,983)	(258,743)
Distribution and selling costs	28	(55,965)	(174,258)
Other operating expenses	29	(26,551)	(44,034)
Other income	30	460,517	362,513
<b>Loss from operations</b>		<b>(140,704)</b>	<b>(183,146)</b>
Finance cost	31	(182,754)	(238,124)
Share of profit from associates	17.1.1	291,795	378,618
<b>Loss before taxation</b>		<b>(31,663)</b>	<b>(42,652)</b>
Taxation			
- Company		19,028	(46,594)
- Associates		(5,258)	(53,510)
	32	13,770	(100,104)
<b>Loss for the year</b>		<b>(17,893)</b>	<b>(142,756)</b>
			<i>Restated</i>
<b>Loss per share - basic and diluted</b>	Rupees 33	<b>(0.18)</b>	<b>(1.89)</b>

The annexed notes 1 to 44 form an integral part of these financial statements.

KPMG

Lahore



Chief Executive



Chairman

45/128