

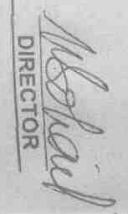
SUHAIL JUTE MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET AS AT SEPTEMBER 30, 2018 (UN-AUDITED)

	(UN-AUDITED) 30.09.2018 Rupees	(AUDITED) 30.06.2018 Rupees
SHARE CAPITAL AND RESERVES		
Share capital	43,328,190	43,328,190
Reserves	(776,489,442)	(767,268,915)
Merger reserve	196,362,085	196,362,085
	(536,799,167)	(527,578,640)
SURPLUS ON REVALUATION OF FIXED ASSETS	1,341,343,261	1,342,300,767
LIABILITIES		
Staff retirement benefits	5,720,034	5,720,034
Short term borrowings	357,762,787	351,467,670
Trade and other payables	161,126,487	158,503,488
Accrued markup	54,086,276	54,086,276
	578,695,584	569,777,468
CONTINGENCIES AND COMMITMENTS		
	1,383,239,679	1,384,499,596
ASSETS		
Cash and bank balances	129,856	227,223
Short term investment	3,555,096	3,523,577
Advances deposits and prepayments	5,149,514	5,216,800
Stores and spare parts	1,937,657	1,937,657
Stock in trade	824,389	824,389
Long term investment	190,000	190,000
Long term security deposits	262,482	262,482
Property, plant and equipment	1,371,190,685	1,372,317,468
	1,383,239,679	1,384,499,596

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


Rawalpindi
CHIEF EXECUTIVE


M. Shaukat
DIRECTOR

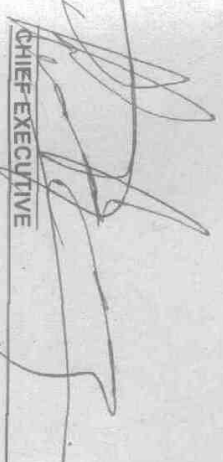
SUHAIL JUTE MILLS LIMITED

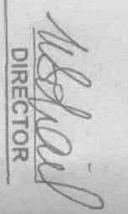
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	30.09.2018 Rupees	30.09.2017 Rupees
SALES	-	-
COST OF SALES	-	-
GROSS LOSS	-	-
ADMINISTRATIVE EXPENSES	(8,454,888)	(9,036,703)
FINANCE COST	(1,723,146)	(980,754)
OTHER OPERATING INCOME	-	36,000
LOSS BEFORE TAXATION	(10,178,034)	(9,981,457)
TAXATION	-	-
NET LOSS AFTER TAXATION	(10,178,034)	(9,981,457)
(LOSS) PER SHARE	(2.72)	(2.67)

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

Rawalpindi


CHIEF EXECUTIVE


M. Shaukat
DIRECTOR

SUHAIL JUTE MILLS LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	30.09.2018 Rupees	30.09.2017 Rupees
LOSS FOR THE PERIOD AFTER TAXATION	(10,178,034)	(9,981,457)
OTHER COMPREHENSIVE INCOME		
Actuarial gain on re-measurement of staff benefits	-	-
TOTAL COMPREHENSIVE (LOSS)	(10,178,034)	(9,981,457)

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

Rawalpindi,

CHIEF EXECUTIVE

DIRECTOR

SUHAIL JUTE MILLS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT FOR THE PERIOD ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	Quarter ended 30.09.2018 Rupees	30.09.2017 Rupees
Cash flows from operating activities		
Loss before taxation	(10,178,034)	(9,981,457)
Adjustments for		
Depreciation	1,126,783	1,828,436
	(9,051,251)	(8,153,021)
Working capital changes (Increase) / decrease in current assets		
Stores and spare parts		
Advances, deposits, prepayments and other receivables	67,286	(226,009)
Increase/(decrease) in current liabilities		
Trade and other payables	2,562,216	2,996,483
Cash used in operations	2,629,502	2,770,474
Taxes paid	(6,421,749)	(5,382,547)
	60,783	47,533
Net cash used in operating activities	(6,360,966)	(5,335,014)
Cash flow from investing activities		
Short term investments	(31,519)	(43,540)
Net cash flow from investing activities	(31,519)	(43,540)
Cash flow from financing activities		
Loan from director	6,295,117	5,038,999
Net cash used in financing activities	6,295,117	5,038,999
Net decrease in cash and cash equivalents	(97,368)	(339,555)
Cash and cash equivalents at the beginning of the year	(158,582,605)	(158,648,303)
Cash and cash equivalents at the end of the period	(158,679,973)	(158,987,858)

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

CHIEF EXECUTIVE

DIRECTOR

SUHAIL JUTE MILLS LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

Particulars	Issued subscribed and paid up Share Rupees	Revenue reserve					Merger reserve Rupees	Total Rupees
		General reserves Rupees	Dividend equilisation reserve Rupees	Fair value reserve Rupees	Accumulated Loss Rupees	Total Rupees		
Balance as at June 30, 2017	37,450,000	3,380,000	7,490,000	1,251,607	(745,251,742)	(733,130,135)	202,240,275	(493,439,860)
Adjustments made for merger								
Shares issued against merger	10,878,190							10,878,190
1,087,819 shares @ Rs. 10 each	(5,000,000)							(5,000,000)
Shares cancelled 500,000 @ Rs. 10 each							(5,878,190)	(5,878,190)
Adjustment against merger reserve					(38,389,475)			(38,389,475)
Total comprehensive loss for the year					4,250,696			4,250,696
Effect of incremental depreciation					(779,390,521)	(761,390,724)	196,362,085	(527,578,640)
Balance as at June 30, 2018	43,328,190	3,380,000	7,490,000	1,251,607	(10,178,034)	(10,178,034)		(10,178,034)
Total comprehensive loss for the period							957,506	957,506
Gain on re-measurement of staff benefits plan							957,506	957,506
Effect of incremental depreciation					(798,611,049)	(770,611,252)	196,362,085	(536,793,168)
Balance as at September 30, 2018	43,328,190	3,380,000	7,490,000	1,251,607	(798,611,049)	(770,611,252)	196,362,085	(536,793,168)

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

CHIEF EXECUTIVE

Suhail
DIRECTOR

SUHAIL JUTE MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2018

1. THE COMPANY AND ITS OPERATIONS

The Company was incorporated as a Public Limited Company under the Companies Act, 1913 (now Companies Act, 2017) with its shares quoted on Pakistan Stock Exchange. The Company is principally engaged in the business of manufacturing of its Jute products.

The Registered Office of the Company is situated at 14-B, Civil Lines, Rawalpindi, while the production facilities are situated at Kabul River Railway Station, Mandan Road, Nowshera KPK.

Pursuant to the approval of the merger of (Colony) Sarhad Textile Mills Limited with, and into, Suhail Jute Mills Limited, the assets and liabilities of (Colony) Sarhad Textile Mills Limited stand merged with those of Suhail Jute Mills Limited. The shares as consideration for the merger have been allotted to the eligible shareholders & creditors of the former (Colony) Sarhad Textile Mills Limited but have not been issued pending final approval from the Companies Registration Office.

2. BASIS OF PREPARATION

These financial statements are un audited and are being submitted to the shareholders as required under section 245 of the Companies Ordinance 1984 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 quarter ended 30 September 2018 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 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, 2018.

SUHAIL JUTE MILLS LIMITED

5. TRADE AND OTHER PAYABLES

	30.09.2018 Rupees	30.06.2018 Rupees
Creditors	23,573,358	23,488,209
Accrued expenses	511,032,313	49,557,883
Security deposits	1,600	1,600
Advances from customers	3,400,000	3,400,000
Workers' profit participation fund	46,774,017	45,748,891
Workers welfare fund	269,503	269,503
Unclaimed dividend	84,359	84,359
Other taxes payable	223,459	219,246
Taxation	500,000	500,000
Others	2,941,397	2,938,864
Payable to employee (retirement benefit)	32,026,482	31,994,983
	161,126,487	158,503,488

6. SHORT TERM BORROWINGS

	30.09.2018 Rupees	30.06.2018 Rupees
Secured from financial institution		
Faysal Bank	128,809,828	128,809,828
Al Baraka Bank	30,000,000	30,000,000
From Director	198,952,959	192,857,942
	357,762,786	351,487,670

7. PROPERTY PLANT AND EQUIPMENT

	30.09.2018 Rupees	30.06.2018 Rupees
Opening written down value	1,372,317,468	1,345,997,035
Disposal	-	(25,732)
Revaluation	1,372,317,468	31,357,198
		1,377,328,501
Depreciation for the period / year	1,126,783	5,011,033
	1,371,190,685	1,372,317,468

8. ADVANCES DEPOSITS PREPAYMENTS AND OTHER RECEIVABLES

	30.09.2018 Rupees	30.06.2018 Rupees
Advances – considered good	279,588	279,588
Employees	68,498	17,304
Expenses	501,940	501,940
Deposit	0	216,322
Prepayments	2,550,000	2,550,000
Sarhad Development Authority	1,714,446	1,646,804
Income tax withheld	35,032	5,032
Other receivables	5,149,514	5,216,800

SUHAIL JUTE MILLS LIMITED

9. CASH AND BANK BALANCES

	30.09.2018 Rupees	30.06.2018 Rupees
Cash in hand	41,811	39,071
Cash at banks: In current accounts	88,045 129,356	188,151 227,222

10. RELATED PARTY TRANSACTIONS

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

	30.09.2018 Rupees	30.06.2018 Rupees
Grauity expense charged Mr Sohail Farooq Shaikh (Managing Director) Loan Received	- 6,295,117	638,737 22,391,880

11. DATE OF AUTHORIZATION OF ISSUE

The financial statements are authorized for issue on October 29, 2018 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.

13. CORRIGENDUM

The rectified form 34 (as of 30 June 2018) is appended to the interim condensed financial information.

CHIEF EXECUTIVE

DIRECTOR

SUHAIL JUTE MILLS LIMITED

BRIEF REVIEW

QUARTER ENDED 30 SEPTEMBER 2018

The Directors are pleased to present the condensed interim financial statements for the quarter ended 30 September 2018, and as at that date.

The Company incurred a loss after taxation of RS. 10.178 Million (loss of RS. 2.72 per share), during the 3 month period under review, as compared to a loss of RS. 9.981 Million (Loss of RS 2.67 per share) in the corresponding period of the previous year. The loss includes Administrative Expenses and accrued Finance Costs of the former (Colony) Sarhad Textile Mills, Ltd the merged entity.

The losses are attributable to the continued shut down of production following the disruption caused by the floods in 2010 whereby the Company was left with outstanding Bank borrowings in the form of working capital financing, without the corresponding current assets that would have enabled the Company to re-commence its production and sales cycle and pay down the working capital financing. Included in the Administrative expenses, is the costs.

The Company is pursuing efforts to restructure its finances subsequent to the Merger and raise financing to re start commercial activity by a sale of surplus assets that have become available following the merger. The inordinate delay in completing the final steps of the merger process continues to impinge upon the management's efforts to implement its intended plans.

The Company has already allotted shares to the shareholders of (Colony) Sarhad Textile Mills Limited as per entitlement and shall issue shares as soon as the Company Registration Office (CRO) issues the approval for the return of allotments. The Company is actively engaged with the CRO to finalize the matter expeditiously.

Shareholders are requested to update their personal information with the Company, at the earliest, to facilitate the speedy issuance of shares.

In view of the extraordinary losses it has not been possible to make any recommendation for a payout and we thank shareholders for their continued patience and support in these very difficult times.

ON BEHALF OF THE BOARD OF DIRECTOR

SOHAIL FAROOQ SHAIKH
CHIEF EXECUTIVE

RAWALPINDI
29th OCTOBER 2018

SUHAIL JUTE MILLS LIMITED

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Categories of Shareholding required under Code of Corporate Governance (CCG)
As on June 30, 2018

Sr.No.	Name	No. of Shares Held	Percentage
Associated Companies, Undertakings and Related Parties (Name Wise Detail):			
1	SURIYYA FAROOQ CHARITABLE FOUNDATION	20,000	0.4616
2	ISMAL FAROOQ INDUSTRIES (PVT.) LIMITED	500	0.0115
Mutual Funds (Name Wise Detail)			
Directors and their Spouse and Minor Children (Name Wise Detail):			
1	MIAN SOHAIL FAROOQ SHAIKH	2,249,937	51.9279
2	MRS. SADDIA MOHSIN	328,439	7.5803
3	MRS. NEELUM SOHAIL	5,869	0.1355
4	MIAN FARUKH HAROON RASHID	519	0.0120
5	MR. SHAHMEER SHAIKH	6,741	0.1556
6	MISS NADIA SHAIKH	5,969	0.1378
7	MR. MAHIR MOHSIN SHAIKH	2,191	0.0506
8	MRS. MEHREEN HAROON RASHID	330,529	7.6285
Executives:			
Public Sector Companies & Corporations:			
Banks, Development Finance Institutions, Non Banking Finance Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:			
		20,673	0.4278
Shareholders holding five percent or more voting interest in the listed company (Name Wise Detail)			
Sr.No.	Name	Holding	Percentage
1	MIAN SOHAIL FAROOQ SHAIKH	2,249,937	51.9279
2	MRS. SHARMEEN AZAM	323,500	7.4663
3	MRS. AMBREEN ZAHID BASHIR	323,300	7.4617
4	MRS. MEHREEN HAROON RASHID	330,529	7.6285
5	MRS. SADDIA MOHSIN	328,439	7.5803

All trades in the shares of the listed company, carried out by its Directors, Executives and their spouses and minor children shall also be disclosed:

Sr.No	NAME	SALE	PURCHASE
	NIL		

SUHAIL JUTE MILLS LIMITED

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PATTERN OF SHAREHOLDING
Pattern of holding of the shares held by the shareholders as at 30-06-2018

No. of Shareholders	Shareholdings		Total Shares Held
	From	To	
1,036	1	100	34,460
188	101	500	57,365
53	501	1,000	41,705
67	1,001	5,000	157,665
17	5,001	10,000	107,132
4	10,001	15,000	43,000
3	15,001	20,000	56,119
2	20,001	25,000	42,400
1	35,001	40,000	39,500
1	55,001	60,000	55,328
1	155,001	160,000	155,298
4	320,001	325,000	1,292,900
1	895,001	900,000	895,437
1	1,350,001	1,355,000	1,354,500
1,378			4,332,809

Categories of shareholders	Share held	Percentage
Directors, Chief Executive Officers, and their spouse and minor children	2,930,194	67.6280%
Associated Companies, undertakings and related parties, (Parent Company)	20,500	0.4731%
NIT and ICP	21,379	0.4934%
Banks Development Financial Institutions, Non Banking Financial Institutions, Insurance Companies	16,845	0.3888%
Modarabas and Mutual Funds	766	0.0177%
Share holders holding 10% or more	2,249,937	51.9279%
General Public	1,333,764	30.7829%
a. Local	0	0.0000%
b. Foreign	0	0.0000%
Others (to be specified)	5,299	0.1223%
1- Joint Stock Companies	1,000	0.0231%
2- Others		