

# SUHAIL JUTE MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2020 (UN-AUDITED)

	Nine months ended (UN-AUDITED) 31.03.2020 Rupees	Year ended (AUDITED) 30.06.2019 Rupees
<b>SHARE CAPITAL AND RESERVES</b>		
Share capital	43,328,190	43,328,190
Reserves	(834,399,318)	(804,242,575)
Surplus on revaluation of fixed assets	1,335,689,105	1,338,470,742
Merger reserve	196,362,085	196,362,085
	<b>740,980,063</b>	<b>773,918,442</b>
<b>LIABILITIES</b>		
Staff retirement benefits	6,323,910	6,323,910
Short term borrowings	192,185,922	190,215,865
Trade and other payables	177,105,591	170,072,639
Unclaimed dividend	384,359	384,359
Loan from directors	203,689,955	185,418,953
Accrued markup	54,086,276	54,086,276
	<b>633,776,012</b>	<b>606,502,002</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		
	<b>1,374,756,077</b>	<b>1,380,420,444</b>
<b>ASSETS</b>		
Cash and bank balances	1,480,124	279,980
Short term investment	-	3,752,309
Advances deposits and prepayments	5,552,188	5,413,825
Stores and spare parts	1,922,629	1,922,629
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	1,364,524,265	1,367,774,830
	<b>1,374,756,077</b>	<b>1,380,420,444</b>

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

Rawalpindi

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

# SUHAIL JUTE MILLS LIMITED

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT FOR THE NINE MONTHS ENDED MARCH 31, 2020 (UN-AUDITED)

	Nine months ended		Quarter ended	
	31.03.2020 Rupees	31.03.2019 Rupees	31.03.2020 Rupees	31.03.2019 Rupees
SALES	-	-	-	-
COST OF SALES	-	-	-	-
GROSS LOSS	-	-	-	-
ADMINISTRATIVE EXPENSES	(27,529,889)	(25,253,635)	(9,007,421)	(8,755,684)
FINANCE COST	(5,408,490)	(5,119,998)	(1,779,650)	(1,673,947)
OTHER OPERATING INCOME	-	1,175,617	-	-
LOSS BEFORE TAXATION	(32,938,379)	(29,198,016)	(10,787,071)	(10,429,631)
TAXATION	-	-	-	-
NET LOSS AFTER TAXATION	(32,938,379)	(29,198,016)	(10,787,071)	(10,429,631)
(LOSS) PER SHARE	(7.60)	(6.74)	(2.49)	(2.41)

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Rawalpindi



**CHIEF EXECUTIVE**



**DIRECTOR**

# SUHAIL JUTE MILLS LIMITED

## STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED MARCH 31, 2020 (UN-AUDITED)

	Nine months ended		Quarter ended	
	31.03.2020 Rupees	31.03.2019 Rupees	31.03.2020 Rupees	31.03.2019 Rupees
LOSS FOR THE PERIOD AFTER TAXATION	(32,938,379)	(29,198,016)	(10,787,071)	(10,429,631)
OTHER COMPREHENSIVE INCOME				
Actuarial gain on re- measurement of staff benefits	-	-	-	-
<b>TOTAL COMPREHENSIVE (LOSS)</b>	<b>(32,938,379)</b>	<b>(29,198,016)</b>	<b>(10,787,071)</b>	<b>(10,429,631)</b>

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Rawalpindi,



**CHIEF EXECUTIVE**



**DIRECTOR**

# SUHAIL JUTE MILLS LIMITED

## CONDENSED INTERIM CASH FLOW STATEMENT FOR THE NINE MONTHS ENDED MARCH 31, 2020 (UN-AUDITED)

	Nine months ended	
	31.03.2020 Rupees	31.03.2019 Rupees
<b>Cash flows from operating activities</b>		
Loss before taxation	(32,938,379)	(29,198,016)
<b>Adjustments for non cash items</b>		
Gain on sale of motor vehicle	-	(1,175,617)
Depreciation	3,250,565	3,373,691
	(29,687,814)	(26,999,942)
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stores and spare parts	-	(87,638)
Advances, deposits, prepayments and other receivables	(138,363)	
<b>Increase/(decrease) in current liabilities</b>		
Trade and other payables	7,236,817	8,506,106
	7,098,454	8,418,468
	(22,589,360)	(18,581,474)
<b>Cash used in operations</b>		
Taxes paid	(203,865)	(185,176)
<b>Net cash used in operating activities</b>	(22,793,225)	(18,766,650)
<b>Cash flow from investing activities</b>		
Short term investments	3,752,309	(183,228)
Sale proceeds from disposal of motor vehicle		1,220,000
<b>Net cash flow from investing activities</b>	3,752,309	1,036,772
<b>Cash flow from financing activities</b>		
Loan from director	20,241,059	17,656,051
<b>Net cash used in financing activities</b>	20,241,059	17,656,051
<b>Net decrease in cash and cash equivalents</b>	1,200,143	(73,827)
<b>Cash and cash equivalents at the beginning of the year</b>	279,980	227,223
<b>Cash and cash equivalents at the end of the period</b>	1,480,124	153,396

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**CHIEF EXECUTIVE**



**DIRECTOR**

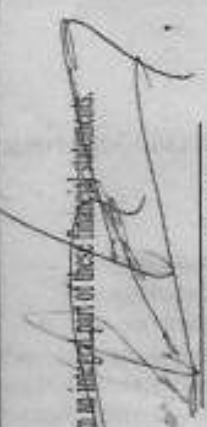


# SUHAIL JUTE MILLS LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED MARCH 31, 2020 (UN-AUDITED)

Particulars	Issued subscribed and paid up Share capital Rupees	Revenue reserve					Surplus on revaluation of fixed assets Rupees	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, 2018	43,328,190	3,300,000	7,490,000	1,251,607	(779,390,522)	(767,268,915)	1,342,300,768	196,362,005	814,722,128
Total comprehensive loss for the year	-	-	-	(40,803,666)	(40,803,666)	(40,803,666)	-	-	(40,803,666)
Effect of incremental depreciation	-	-	-	3,830,025	3,830,025	3,830,025	(3,830,025)	-	-
Balance as at June 30, 2019	43,328,190	3,300,000	7,490,000	1,251,607	(816,364,183)	(804,242,576)	1,338,470,743	196,362,005	773,918,442
Total comprehensive loss for the period	-	-	-	-	(32,938,379)	(32,938,379)	-	-	(32,938,379)
Effect of incremental depreciation	-	-	-	-	2,781,637	2,781,637	(2,781,637)	-	-
Balance as at March 31, 2020	43,328,190	3,300,000	7,490,000	1,251,607	(846,570,925)	(834,399,317)	1,335,689,105	196,362,005	740,900,063

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

  
CHIEF EXECUTIVE

  
DIRECTOR

# SUHAIL JUTE MILLS LIMITED

## SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED MARCH 31, 2020

### 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, Mardan 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.

### 2 BASIS OF PREPERATION

These financial statements are un 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 International 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, 2020 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.

### ACCOUNTING POLICIES

- 4 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, 2019.

### 5 TRADE AND OTHER PAYABLES

	31.03.2020 Rupees	30.06.2019 Rupees
Creditors	22,854,531	22,517,919
Accrued expenses	64,055,402	58,188,129
Security deposits	1,600	1,600
Advance from customers	3,400,000	3,400,000
Workers' profit participation fund	53,149,597	49,815,967
Workers welfare fund	269,503	269,503
Other taxes payable	715,558	976,498
Others	2,937,587	2,679,329
Payable to employee (retirement benefit)	29,721,814	32,223,695
	<u>177,105,591</u>	<u>170,072,639</u>

## SUHAIL JUTE MILLS LIMITED

### 6 SHORT TERM BORROWINGS

	31.03.2020 Rupees	30.06.2019 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	33,376,094	31,406,037
	<u>192,185,922</u>	<u>190,215,865</u>

### 7 PROPERTY PLANT AND EQUIPMENT

	31.03.2020 Rupees	30.06.2019 Rupees
Opening written down value	1,367,774,830	1,372,317,468
Disposal	-	(44,383)
	<u>1,367,774,830</u>	<u>1,372,273,085</u>
Depreciation for the period / year	3,250,565	4,498,255
	<u>1,364,524,267</u>	<u>1,367,774,830</u>

### 8 ADVANCES DEPOSITS PREPAYMENTS AND OTHER RECEIVABLES

	31.03.2020 Rupees	30.06.2019 Rupees
Advances - considered good		
-Employees	279,598	279,598
-Expenses	117,352	18,800
Deposits	501,940	501,940
Prepayments	4,000	175,432
Sarhad Development Authority	2,550,000	2,550,000
Incomet tax withheld	2,091,920	1,888,055
Other receivables	7378	-
	<u>5,552,188</u>	<u>5,413,825</u>



# SUHAIL JUTE MILLS LIMITED

9 CASH AND BANK BALANCES	31.03.2020 Rupees	30.06.2019 Rupees
Cash in hand	52,418	70,393
Cash at banks:		
- in current accounts	1,427,706	209,587
	<u>1,480,124</u>	<u>279,980</u>

## 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 transactions of the Company for the period.*

	31.03.2020 Rupees	30.06.2019 Rupees
Gratuity expense charged	-	643,884
Mr Sohail Farooq Shaikh (Managing Director)		
Loan Received	20,241,059	21,549,978


## 11 DATE OF AUTHIRISATION OF ISSUE

The financial statements are authorised for issue on 29th May, 2020 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.

  
**CHIEF EXECUTIVE**  
**DIRECTOR**



# SUHAIL JUTE MILLS LIMITED

## BRIEF REVIEW

We are pleased to submit the Condensed Interim Financial Information as at, and for the Nine months and Quarter ended 31 March 2020, 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 are being met from the personal resources of the Principal shareholder.

Administrative Expenses rose to RS 10.79 Million for the Quarter as compared to RS 10.43 Million in the corresponding quarter of last year. This resulted in a loss of RS. 2.49 per share as against RS 2.41 per share in the corresponding quarter of last year.

The increase in Costs are due to generally increasing inflationary pressures. Financial Costs also rose in the period under review as compared to the same period last year, due to the prevailing higher level of mark up rates.

With business activity shut-down as a result of measures to combat COVID19, there were no development in our ongoing efforts to dispose off surplus assets so as to generate working capital and pay down liabilities.

Whilst no payout 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.

ON BEHALF OF THE BOARD OF DIRECTORS



SOHAIL FAROOQ SHAIKH  
CHIEF EXECUTIVE

RAWALPINDI, 29 May 2020