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COMPANY INFORMATION

BOARD OF DIRECTORS

Chairman	SHAHARYAR ALI KHAN
Chief Executive Officer	SHAHZAD ALI KHAN
Directors	NAWABZADA WAJAHAT ALI KHAN CHAUDHERY MUHAMMAD HAMAYUN AHSAN –UD-DIN Nawabzadi Begum Shamim Shafqat SAFDAR IQBAL KHAN

BOARD OF AUDIT COMMITTEE

Chairman	SAFDAR IQBAL KHAN
Member	NAWABZADA WAJAHAT ALI KHAN
Member	SHAHARYAR ALI KHAN

BOARD OF HR & REMUNERATION COMMITTEE

Chairman	NAWABZADA WAJAHAT ALI KHAN
Member	AHSAN U DIN
Member	SAFDAR IQBAL KHAN

CHIEF FINANCIAL OFFICER/ COMPANY SECRETARY

KHAWAJA NADEEM ABBAS

EXTERNAL AUDITORS

ASLAM MALIK & CO
Chartered Accountants.

MANAGER ACCOUNTS

AKHTAR ALI

LEGAL ADVISORS

BARRIESTER KHURRAM RAZA

BANKERS

SILK BANK LIMITED
THE BANK OF PUNJAB
MUSLIM COMMERCIAL BANK LTD

REGISTRARS & SHARE TRANSFER OFFICE

CORP LINK PRIVATE LIMITED.
Wings Arcade, 1-k, Commercial Model Town
LAHORE.
Tel # 042-35839182

REGISTERED HEAD OFFICE

2-TIPU BLOCK, NEW GARDEN TOWN
LAHORE. 042-35831991-35831981
Fax # 042-35831982

FACTORY

27/W-B LUDDAN ROAD,
VEHARI.

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of the Shareholders of the Company will be held at its Registered Office 2-Tipu Block New Garden Town, Lahore on Monday October 31, 2016 at 11:00 A.M. to transact the following business:

1. To confirm the minutes of last Annual General Meeting.
2. To receive, consider & adopt the Audited Accounts of the company for the year ended June 30, 2016 together with the Auditors' and Directors' Report thereon.
3. To declare of a dividend
4. To appoint Auditors for next year & fix their remuneration. The present Auditors M/s Aslam Malik & Co. Chartered Accountants retire & being eligible for re-appointment, have offered themselves for re-appointment.
5. To consider any other business with the permission of the Chair.

BY ORDER OF THE BOARD

Lahore
October 08, 2016

KHAWAJA NADEEM ABBAS
COMPANY SECRETARY

NOTES:

1. The Share Transfer Book of the Company will remain closed for transaction from October 28, 2016 to November 3, 2016.
2. A member entitled to attend, speak & vote may appoint another member as proxy to attend, speak & vote on his/her behalf. Proxies in order to be effective must be received at the registered office & notice of his/her intention, not later than 48 hours before the meeting.
3. Members whose shares are deposited with Central Depository Company of Pakistan Limited are requested to bring original computerized ID card along with the participants ID number and their account number in Central Depository Company of Pakistan Limited to facilitate identification at the time of annual general meeting. In case of proxy, an attested copy of proxy's identity card, account and participant's ID number be enclosed. In case of corporate entity, the board of directors resolution/ Power of attorney with the specimen signature of the nominee shall be produced at the time of meeting (unless it has been provided earlier or the corporate entity has appointed a proxy).
4. Members are requested to notify change in their address, if any.
5. Attested copies of CNIC of the passport of the beneficial owner and the proxy shall be furnished with the proxy form.

6. In case of corporate entity, the board of Directors resolution /power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the company.
7. The proxy shall produce his original CNIC or original passport at the time of the meeting.

For Attending the Meeting:

- i. In case of individuals, the account holder or sub-account holder and /or the person whose securities are in group account and their registration details are uploaded as per the regulations, shall authenticate his identity by showing his original national identity card or original passport at the time of attending the meeting.
- ii. In case of corporate entity, the Board of Directors resolution/power of attorney with specimen signature of the nominee shall be produced (unless it has provided earlier) at the time of the meeting.

For Appointing Proxies:

- i. In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are uploaded as per the regulations, shall submit the proxy form as per above requirement.
- ii. Two persons whose names, addresses and NIC number shall be mentioned on the proxy form to witness the same.
- iii. Attested copies of NIC or the passport of the beneficial owner and the proxy shall be furnished with the proxy form.
- iv. The proxy shall produce his original NIC or original passport at the time of the meeting.
- v. In case of corporate entity, the Board of Directors resolution/power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the company.

DIRECTOR'S REPORT TO THE MEMBERS

The Directors of the Company have pleasure in presenting Annual Report and the Audited Financial Statements of the Company for the year ended June 30, 2016

1. Financial Results

The company achieved the following operating results during the year under review.

	<u>2016</u> (Rs.'000s)	<u>2015</u> (Rs.'000s)
Profit before taxation	15,759	3,272
Taxation	5,222	12,370
Profit/ (Loss) after taxation	10,537	(9,098)
E.P.S.-Basic and Diluted	1.86	(1.61)

We are aware of the fact that time ahead is still tough and we are working hard with our professional and hard working team to meet the challenges.

2. Review of Operations

During the year under review total production of Washed Oil was 7,012 M.Tons, Meal and Soap was 25,423 M. Tons as compared to last year's Washed Oil were 10,469 M.Tons, Meal & Soap 19,300 M.Tons respectively.

Sales for the year of Washed Oil were 5,374 M.Tons & Meal and Soap 19,606 M. Tons as compared to last year's 10,543/- M.Tons & 18,757/- M.Tons respectively.

Due to the global economic recession and domestic uncertainty and the law & order situation during the fiscal year 2015-2016, our sales decreased from Rs. 1,837.062 millions to Rs. 1,421.340 millions. Drastic decrease in oil prices in local market and slump in crude oil in international market was also the reasons of reduction in sale. Keeping in view all the economic and general obstacles the management is quite happy to earned net profit after tax for Rs. 10,536 Millions during the year. The management of your company has done well to retain its share of the market. They have also put their best efforts to control the financial as well as operational cost by using efficient fund management policy.

3. Summary of Key Operating and Financial Data of Seven Years

Summary of key operating and financial results for last seven years is included in the financial results for the year under review.

	2010	2011	2012	2013	2014	2015	2016
Sales	1,225,234,901	1,623,310,115	2,397,217,503	2,298,702,24	1,528,661,058	1,837,061,912	1,421,340,266
Cost of Goods Sold	1,148,891,937	1,508,464,916	2,282,207,405	2,177,613,704	1,435,275,470	1,746,878,928	1,319,820,100
Gross Profit	76,342,964	114,845,199	115,010,098	121,088,420	93,385,588	90,182,984	101,520,166
Operating Profit	62,257,942	97,937,711	95,570,787	102,812,444	69,260,876	67,146,549	70,515,865
Profit Before Tax	15,137,334	62,893,332	52,306,242	55,747,557	31,920,290	3,271,499	15,759,125
Profit After Tax	13,060,466	38,843,980	40,812,505	45,915,551	24,347,914	(9,098,091)	10,536,643
Paid Up Capital	56,584,000	56,584,000	56,584,000	56,584,000	56,584,000	56,584,000	56,584,000
Current Assets	518,445,970	497,653,061	587,948,542	767,729,585	600,257,189	928,070,722	1,028,704,761
Current Liabilities	296,510,403	327,236,130	380,334,918	524,387,797	320,313,973	662,299,145	727,933,015

4. Dividend

The Board of Directors has recommended Cash dividend 10% (2015: Nil).

5. Auditors

The present auditors M/s. Aslam Malik & Co., Chartered Accountants, retire and being eligible offers themselves for reappointment for year ending June 30, 2017.

6. No. Of Board Meetings Held

Five Board meetings were held during the year ended June 30, 2016. Attendance by each director is appended hereunder;

Name of Directors	Meetings Attended
SHAHZAD ALI KHAN	5
NAWABZADA WAJAHAT ALI KHAN	3
CHAUDHERY MUHAMMAD HAMAYUN	4
AHSAN –UD-DIN	3
NAWABZADI BEGUM SHAMIM SHAFQAT	4
SAFDAR IQBAL KHAN	4
SHAHARYAR ALI KHAN	4

Leave of absence was granted to Directors who could not attend any of the Board meetings.

7. Audit Committee

The Board, in compliance with the Code of Corporate Governance has set up an audit committee comprising of the following members;

Safdar Iqbal Khan	Chairman
Nawabzada Wajahat ali Khan	Member
Shaharyar Ali Khan	Member

8. HR & Remuneration Committee

The Board, in compliance with the Code of Corporate Governance has set up an audit committee comprising of the following members;

Nawabzada Wajahat Ali Khan	Chairman
Ahsan u Din	Member
Safdar Iqbal Khan	Member

9. Outstanding Statutory Payments:

There is no outstanding statutory payment, due on account of taxes, duties, levies and charges except for routine nature.

10. Pattern of Shareholding

Pattern of shareholding as on June 30, 2016 is annexed.

11. Director's Statement

The Directors of the Company have reviewed the Code of Corporate Governance and are pleased to confirm that company has complied with the provisions set out by the Securities and Exchange Commission of Pakistan (SECP) and there is no material departure from the best practices as detailed in the listing regulations of the stock exchanges in Pakistan.

- a. The financial statements prepared by the management present a true and fair state of affairs of the company.
- b. Proper books of accounts have been maintained.
- c. Appropriate accounting policies have been consistently applied in preparation of the financial statements and accounting estimates are based on reasonable and prudent judgment.
- d. International Accounting Standards, as applicable in Pakistan, have been followed in the preparation of financial statement and any departure there from has been adequately disclosed.

- a. The system of internal control is sound in design and has been effectively implemented and monitored.
- b. The current assets have increased the current liabilities by Rs. 300.772 M and the shareholders equity is in the positive.
- c. There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations.

12. Social Responsibilities

The management of the company has been mindful of its Social Responsibilities towards the environment and is determined to control the effects of our operations on the environment and comply with the environment legislation for pollution control in order to promote a better and ecological friendly future in Pakistan.

13. Future Prospect

We expect to continue our good performance and Inshallah, will overcome all these problems by hard working, timely decision of management and team work. We hope that in the year 2016-17 we will present better financial position. Globally tendency of oil seed prices are going upward which help us to sell our current finished product on better rates. We further expect that the quality of local seed crop will improve further and we attained better yield in the next financial year.

14. Acknowledgement

It is our privilege to share with you our deep appreciation for the untiring efforts and dedication shown by Company employees, during the course of the year.

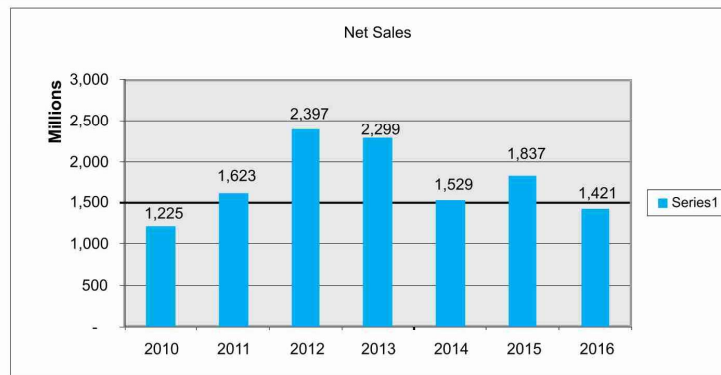
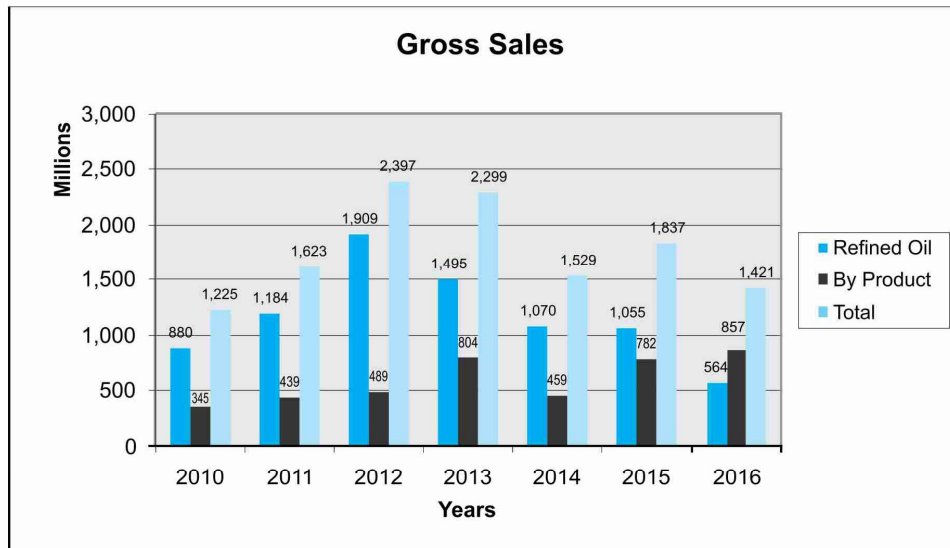
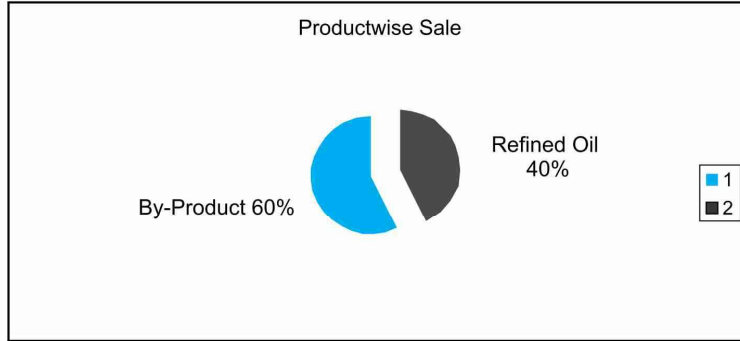
We would also like to thank our valued distributors, suppliers, financiers and shareholders for their cooperation and the trust reposed in our Company.

On behalf of the Board

Lahore
October 6, 2016

Shahzad Ali Khan
Chief Executive

STATISTICAL PERFORMANCE CHART AND GRAPHS



STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

Name of Company	S.S. Oil Mills Limited
Year Ended	June 30, 2016

This statement is being presented to comply with the Code of Corporate Governance contained in Regulation No. 5.19 of Listing Regulations of Pakistan Stock Exchange Limited for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of corporate governance.

The Company has applied the principles contained in CCG in the following manner:

- The Company encourages representation of independent non-executive directors and directors representing minority interests on the Board of Directors. At present the Board includes :

Category	Name
Independent Directors	Safdar Iqbal Khan
Executive Directors	Shahzad Ali Khan (Chief Executive)
Non Executive Directors	Shaharyar Ali Khan
	Ch. Muhammad Humayun
	Nawabzadi Begum Shamim Shafqat
	Ahsan u Din
	Nawabzada Wajahat Ali Khan

- The directors have confirmed that none of them is serving as a director in more than seven listed companies, including this Company (excluding the listed subsidiaries of listed holding companies where applicable).
- All the resident directors of the Company are registered as taxpayer and None of them has defaulted in payment of any loan to a banking company, a DFI or an NBFIs or, being a member of a stock exchange, has been declared as a defaulter by that stock exchange.
- No causal vacancy occurred in the board during the period.
- The Company has prepared a "Code of Conduct" and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
- The Board has developed a Vision/Mission Statement, overall corporate strategy and significant policies of the Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.
- All the powers of the Board have been duly exercised and decisions on material transactions, including appointment and determination of remuneration and

terms and conditions of employment of the CEO, other executive and non executive directors, have been taken by board in accordance with the Articles of Association of the Company.

8. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose and the Board met at least once in every quarter. Written Notices of the Board Meetings, along with agenda and working papers, were circulated at least seven days before the meetings. The minutes of the meetings were appropriately recorded and circulated.
9. No Director has participated in the training program required as per CCG. However in the current year the compliance of the said requirement will be ensured.
10. During the year no new appointment of CFO, Company Secretary and Head of Internal Audit was approved by the Board, including their remuneration and terms and conditions of employment.
11. The Director's Report for this year has been prepared in compliance with the requirements of the CCG and fully describes the salient matters required to be disclosed.
12. The financial statements of the Company were duly endorsed by CEO and CFO before approval of the Board.
13. The Directors, CEO and Executives do not hold any interest in the shares of the Company other than that disclosed in the pattern of shareholding.
14. The Company has complied with all the corporate and financial reporting requirements of the CCG.
15. The Board has formed an Audit Committee. It comprises three members, of whom two are non-Executive directors and the chairman of Committee is an independent director.
16. The meetings of the Audit committee were held at least once every quarter prior to approval of interim and final results of the company and as required by the CCG. The terms of reference of the committee have been formed and advised to the committee for compliance.
17. The Board has formed a Human Resource and Remuneration Committee. It comprises of three members, of whom two members including the chairman are non-executive director.
18. The Board has set-up an effective internal audit function which is considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the company.
19. The statutory auditors of the Company have confirmed that they have given a satisfactory rating under the quality control review program of the ICAP, that they or any of the partners of the firm, their spouses and minor children do not hold

shares of the company and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by ICAP.

20. The statutory auditors or the persons associated with them have not been appointed to provide other service except in accordance with the listing regulations and the auditors have confirmed that they have observed IFAC guidance in this regard.
21. The "closed period" prior to the announcement of interim/final results, and business decisions, which may materially affect the market price of the company's securities was determined and intimated to directors, employees and stock exchanges.
22. Material /price sensitive information has been disseminated among all market participants at once through stock exchange.
23. We confirm that all other material principles enshrined in the CCG have been complied with.

For S.S OIL MILLS LTD

Lahore:
October 6, 2016

SHAHZAD ALI KHAN
Chief Executive

AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed Balance Sheet of **M/S S.S OIL MILLS LIMITED** as at **June 30, 2016** and the related Profit and Loss Account, Statement of Comprehensive Income, Cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

It is the responsibility of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

- a. In our opinion, proper books of accounts have been kept by the company as required by Companies Ordinance, 1984;
- b. In our opinion:
 - i. The Balance Sheet and Profit and Loss Account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied;
 - ii. The expenditure incurred during the year was for the purpose of the company's business; and
 - iii. The business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the company;
- c. In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet, profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity together with the notes forming part thereof confirm with approved accounting standards as applicable in Pakistan, and give the information required by the Companies Ordinance, 1984, in the manner so required and respectively give a true and fair view of the state of the company's affairs as at June 30, 2016 and of the profit, total comprehensive income, cash flows and its changes in equity for the year then ended; and
- d. In our opinion, no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

Place: Lahore
Date: October 6, 2016

(Aslam Malik & Co.)
Chartered Accountants
Mohammad Aslam Malik

REVIEW REPORT TO THE MEMBERS ON STATEMENT OF COMPLIANCE WITH BEST PRACTICES OF CODE OF CORPORATE GOVERNANCE

We have reviewed the Statement of Compliance with the best practices contained in the Code of Corporate Governance (“the Code”) for the year ended June 30, 2016 prepared by the Board of Directors of **S.S. OIL MILLS LIMITED (“the Company”)** to comply with the Code contained in the Regulations of Pakistan Stock Exchange Limited, where the Company is listed.

The responsibility for compliance with the Code of Corporate Governance is that of the Board of Directors of the Company. Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement of Compliance reflects the status of the Company's compliance with the provision of the Code and report if it does not and to highlight any non-compliance with the requirements of the code. A review is limited primarily to inquiries of the Company personnel and review of various documents prepared by the company to comply with the Code.

As part of our audit of financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors statement on internal control covers all risks and controls, or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Code requires the company to place before the Audit Committee, and upon recommendation of Audit Committee, place before the Board of Directors for their review and approval its related party transactions distinguishing between transactions carried out on terms equivalent to those that prevail in arm's length transactions and transactions which are not executed at arm's length price and recording proper justification for using such alternate pricing mechanism. We are only required and have ensured compliance of this requirement to the extent of approval of related party transactions by the board of directors upon recommendation of the audit committee. We have not carried out any procedures to determine whether the related party transactions were undertaken at arm's length price or not.

Based on our review, except for the departure disclosed in note 9 nothing has come to our attention, which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the best practices contained in the Code as applicable to the company for the year ended 30 June 2016.

Lahore
October 6, 2016

(Aslam Malik & Co.)
Chartered Accountants
Mohammad Aslam Malik

BALANCE SHEET AS ON JUNE 30, 2016

EQUITY & LIABILITIES	Note	30-Jun-16	30-Jun-15
		Rupees	Rupees
SHARE CAPITAL AND RESERVES			
Authorised			
7,000,000 Ordinary Shares of Rs. 10 each		70,000,000	70,000,000
Issued, Subscribed and Paid up	5	56,584,000	56,584,000
Accumulated Profit		386,249,579	346,393,988
		442,833,579	402,977,988
Surplus on Revaluation of Fixed Assets	6	217,903,873	236,058,391
-Net of Deferred tax			
		660,737,452	639,036,379
NON-CURRENT LIABILITIES			
Deferred Liabilities	28	114,368,351	134,431,663
		114,368,351	134,431,663
CURRENT LIABILITIES			
Loan from Directors and Associates	7	20,837,014	20,837,014
Short Term Borrowings	8	636,357,855	563,209,831
Creditors, Accrued and other Liabilities	9	60,067,382	65,857,206
Markup Accrued		10,670,764	12,395,093
		727,933,015	662,299,145
Contingencies and Commitments	10		
		1,503,038,818	1,435,767,188

The annexed notes 1 to 35 form an integral part of these financial statements.

Lahore:
October 6, 2016

Chief Executive

ASSETS	Note	30-Jun-16 Rupees	30-Jun-15 Rupees
NON-CURRENT ASSETS			
Fixed Assets - Tangible			
Operating Fixed Assets	11	470,990,407	493,429,246
Capital Work-in -Progress	12	-	10,923,570
Long Term Deposits	13	3,343,650	3,343,650
		474,334,057	507,696,466
CURRENT ASSETS			
Stores & Spares	14	25,067,775	20,314,634
Stocks in Trade	15	645,873,075	320,438,161
Trade Debtors	16	204,178,549	249,979,444
Advances, Deposits, Prepayments and Other Receivables	17	131,562,468	305,595,215
Cash and Bank Balances	18	22,022,894	31,743,269
		1,028,704,761	928,070,722
		1,503,038,818	1,435,767,188

Director

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2016**

PARTICULARS	Note	30-Jun-16 Rupees	30-Jun-15 Rupees
Sales - Net	19	1,421,340,266	1,837,061,912
Less: Cost of Goods Sold	20	1,319,820,100	1,746,878,928
Gross Profit		101,520,166	90,182,984
Administrative and General Expenses	21	19,195,574	16,768,567
Selling & Distribution Costs	22	11,808,727	6,267,868
		31,004,301	23,036,435
Operating Profit		70,515,865	67,146,549
Other Income	23	1,751,411	1,583,868
		72,267,276	68,730,417
Financial Costs	24	55,340,181	65,216,454
Other Expenses	25	1,167,970	242,464
		56,508,151	65,458,918
Net Profit for the Year Before Taxation		15,759,125	3,271,499
Taxation	26	5,222,482	12,369,591
Profit / (Loss) for the Year After Taxation		10,536,643	(9,098,092)
Earning per Share (Rs. / Share) Basic and Diluted	27	1.86	(1.61)

The annexed notes 1 to 35 form an integral part of these financial statements.

Lahore:
October 6, 2016

Chief Executive

Director

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2016**

	30-Jun-16 Rupees	30-Jun-15 Rupees
Profit / (Loss) after Taxation	10,536,643	(9,098,092)
<i>Items that cannot be reclassified to Profit or Loss</i>		
Remeasurement of defined benefit plan	504,931	915,478
Revaluation Surplus	-	142,831,600
Total Comprehensive Income	<u><u>11,041,574</u></u>	<u><u>134,648,986</u></u>

The annexed notes 1 to 35 form an integral part of these financial statements.

Lahore:
October 6, 2016

Chief Executive

Director

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2016

	30-Jun-16 Rupees	30-Jun-15 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before taxation	15,759,125	3,271,499
Adjustment for:		
Provision for Depreciation	41,271,915	23,906,441
Finance Cost	55,340,181	65,216,454
Other Expenses (WPPF & WWF)	1,167,970	242,464
Profit in Disposal of Vehicle	(803,079)	-
Gratuity	1,182,036	1,521,691
	<u>98,159,023</u>	<u>90,887,051</u>
Profit before working capital changes	113,918,148	94,158,550
(Increase)/decrease in current assets		
Stores and spares	(4,753,141)	(5,433,340)
Stock in trade	(325,434,914)	(295,897,191)
Trade debtors	45,800,895	(175,102,817)
Income Tax Refund Received	-	47,768,438
Advances, deposits, prepayments & Other Receivables	127,153,113	110,049,143
	<u>(157,234,047)</u>	<u>(318,615,767)</u>
Increase/ (Decrease) in current liabilities	(6,715,329)	(2,506,747)
	<u>(163,949,376)</u>	<u>(321,122,514)</u>
Taxes Paid - net	32,666,231	(21,447,560)
W.W.F. Paid	(66,765)	(651,434)
W.P.P.F. Paid	(175,698)	(1,714,301)
Gratuity Paid	(1,090,000)	(603,100)
Financial Charges Paid	(57,064,510)	(56,324,882)
	<u>(25,730,742)</u>	<u>(80,741,277)</u>
Net Cash used in Operating Activities	(75,761,971)	(307,705,242)
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed Assets Purchased	(19,179,997)	(61,538)
Long Term Deposits	-	1,681,000
Sales Proceed of Vehicle Disposal	1,150,000	-
Capital Work in Progress	10,923,570	(4,680,000)
Net Cash used in Investing Activities	(7,106,427)	(3,060,538)
CASH FLOW FROM FINANCING ACTIVITIES		
Net Increase in Short term loans	73,148,024	316,886,606
Net Cash generated from Financing Activities	73,148,024	316,886,606
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENT	(9,720,375)	6,120,826
Cash & Cash Equivalents at the beginning of the Year	31,743,269	25,622,443
Cash & Cash Equivalents at the end of the Year A	22,022,894	31,743,269

A *Cash & Cash Equivalents include cash and bank balances as stated in Note 18
The annexed notes 1 to 35 form an integral part of these financial statements.*

Lahore:
October 6, 2016

Chief Executive

Director

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2016

Particulars	Share Capital (Rupees)	Accumulated Profit(Loss) (Rupees)	Revaluation Surplus (Rupees)	Equity (Rupees)
Balance as on June 30, 2014	56,584,000	347,977,513	98,974,787	503,536,300
Total Comprehensive Loss for the year		(8,182,614)		(8,182,614)
Revaluation during the year-Net of Deferred Tax		-	142,831,600	142,831,600
Transferred from surplus on revaluation of Fixed Assets -Current Year		6,599,088	(5,747,996)	851,092
Balance as at June 30, 2015	56,584,000	346,393,988	236,058,391	639,036,379
Total Comprehensive Income for the year	-	11,041,574	-	11,041,574
Transferred from surplus on revaluation of Fixed Assets -Net of Deferred Tax	-	28,814,016	(18,154,518)	10,659,498
Balance as at June 30, 2016	56,584,000	386,249,579	217,903,873	660,737,452

The annexed notes 1 to 35 form an integral part of these financial statements.

Lahore:
October 6, 2016

Chief Executive

Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2016

1 The Company and its operation

S.S. OIL MILLS LTD (The Company) was incorporated in Pakistan in August 21, 1990 as a Public Limited Company under the companies ordinance, 1984. The shares of the company are quoted on Pakistan Stock Exchange Limited. The registered office of the company is situated at 2-Tipu Block, New Garden Town, Lahore, Pakistan. The company is engaged in Solvent Extraction (Edible Oil, Meal). The principal object of the company is to carry on the business of extracting, refining, processing and sale of semi refined washed oil and meal on competitive prices.

2 Basis Of Preparation

2.1 Statement of Compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved Accounting Standards comprise of such international financial reporting standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under Ordinance, 1984. Wherever the requirements of the Companies Ordinance, 1984 or directives issued by Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Companies Ordinance, 1984 or the requirements of the said directives shall prevail.

2.2 Adoption of New And Revised Standards And Interpretations

The following are the standards, amendments & interpretations which have been issued but are not yet effective for the current financial year and have not been early adopted by the Company.

	Description	Effective for annual periods beginning on or after
IFRS 5	Non-current Assets Held for Sale and Discontinued Operations (Amendments)	July 01, 2016
IFRS 7	Financial Instruments: Disclosures (Amendments)	July 01, 2016
IFRS 11	Joint Arrangements (Amendments)	January 01, 2017
IFRS 14	Regulatory Deferral Accounts	January 01, 2016
IFRS 15	Revenue from Contracts with Customers	January 01, 2018
IFRS 16	Leases	January 01, 2019
IAS 1	Presentation of Financial Statements (Amendments)	January 01, 2016
IAS 7	Statement of Cash Flows (Amendments)	January 01, 2017
IAS 12	Income Taxes (Amendments)	January 01, 2017
IAS 16	Property, Plant and Equipment (Amendments)	January 01, 2016
IAS 19	Employee Benefits (Amendments)	January 01, 2016
IAS 27	Separate Financial Statements (Amendments)	January 01, 2016
IAS 28	Investment in Associates and Joint Ventures (Amendments)	January 01, 2016
IAS 34	Interim Financial Reporting (Amendments)	January 01, 2016
IAS 38	Intangible Assets (Amendments)	January 01, 2016
IAS 41	Agriculture (Amendments)	January 01, 2016

The management anticipates that adoption of above standards, amendments and interpretations in future periods will have no material impact on the Company's financial statements other than in presentation / disclosures.

Further, the following new standards and interpretations have been issued by the International Accounting Standards Board (IASB), which are yet to be notified by the Securities and Exchange Commission of Pakistan (SECP), for the purpose of their applicability in Pakistan:

IFRS 1	First-time Adoption of International Financial Reporting Standards
IFRS 9	Financial Instruments: Classification and Measurement

The following interpretations issued by the IASB have been waived off by SECP:

IFRIC 4	Determining whether an arrangement contains lease
IFRIC 12	Service concession arrangements

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements is in conformity with the approved accounting standards and requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The areas where various assumptions and estimates are significant to the Company's financial statements or where judgments were exercised in application of accounting policies are as follows:

Financial instruments

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques based on assumptions that are dependent on conditions existing at balance sheet date.

Useful lives, patterns of economic benefits and impairments

Estimates with respect to residual values and useful lives and pattern of flow of economic benefits are based on the analysis of the management of the Company. Further, the Company reviews the value of assets for possible impairment on an annual basis. Any change in the estimates in the future might affect the carrying amount of respective item of property, plant and equipment, with a corresponding effect on the depreciation charge and impairment.

Inventories

Net realizable value of inventories is determined with reference to currently prevailing selling prices less estimated expenditure to make sales.

Taxation

In making the estimates for income tax currently payable by the Company, the management takes into account the current income tax law and the decisions of appellate authorities on certain issues in the past.

Provision for doubtful debts

The Company reviews its receivable against any provision required for any doubtful balances on an ongoing basis. The provision is made while taking into consideration expected recoveries, if any.

Estimates and Judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

4 Summary of significant accounting policies.

4.1 Accounting Convention:

These financial statements have been prepared under the historical cost convention except for recognition of certain staff retirement benefit at present values as referred to in note 4.7 and certain financial instruments that have been accounted for on the basis of their fair values as referred to in note # 4.15.

4.2 Tangible Fixed Assets and Depreciation:

(a)

Owned Assets

Building, Plant and machinery are stated at revalued amount less accumulated depreciation. Freehold land is carried at revalued amounts. All other operating assets are stated at cost less accumulated depreciation except capital work-in-progress which is stated at cost.

Borrowing costs during the erection period are capitalized as part of historical cost of the related assets.

Depreciation is charged on operating assets applying reducing balance method to write off the cost over remaining useful life of assets. Rates of depreciation are stated in Note No. 11.

Depreciation is charged on from the month in which an asset is acquired or capitalized while no depreciation is charged from the month in which an asset is disposed off.

Gains / (Losses) on disposal of operating assets are included in income currently. Normal maintenance and repairs are charged to income as and when incurred. Major renewals and replacements are capitalized.

(b) Lease hold Assets

The company is lessee.

Leases where the company has substantially all the risks and rewards of ownership are classified as finance lease. At inception finance leases are capitalized at the lower of present value of minimum lease payments under the lease agreements and the fair value of assets. The related rental obligations, net of finance charges, are included in liabilities against assets subject to finance lease. The liability are classified as current and long term depending upon the timing of the payment. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the balance outstanding. The interest element of the rental is charged to profit over the lease term.

4.3 Capital Work In Progress

All costs / expenditure connected with specific assets are collected under this head until completion of assets. These are transferred to specific assets as and when assets are available for use.

4.4 Stores & Spares

These are valued at lower of moving average cost and net realizable value. Items in transit are valued at cost comprising invoice value plus incidental charges paid thereon.

4.5 Stock in Trade

Basis of valuation are as follows:

Particulars	Mode of Valuation
Raw Materials	At lower of annual average cost and net realizable value
Work in Process	At cost
Finished Goods	At lower of cost and net realizable value
By products	At net realizable value

Cost in relation to work in process and finished goods represents the annual average manufacturing cost which consists of prime cost and appropriate manufacturing overheads.

Net realizable value signifies the selling price in the ordinary course of business less cost necessary to be incurred to effect such sale.

4.6 Cash & Cash Equivalents

Cash & cash equivalents are carried in the Balance Sheet at cost.

For the purpose of statement of cash flow, cash and cash equivalents comprise of cheques in hand, cash and bank balances.

4.7 Staff Retirement Benefits

The company operates an un-funded gratuity scheme for all its employees. Provision is made annually to cover the liability under the scheme.

4.8 Taxation

- Current

The charge for current taxation is based on taxable income at the current tax rates after taking into account applicable tax credits and rebates, if any. The charge for current tax also includes adjustments, where considered necessary, to provision for taxation made in previous years arising from assumptions from assessments framed during the year for such years.

- Deferred

Deferred tax is accounted for using the Balance Sheet Method liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax basis used in computation of the taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets, as required by IAS 12 (Income Taxes) are recognized.

4.9 Related Party Transactions

All transactions with related parties are made at arm's length prices determined in accordance with comparable uncontrolled price method.

4.10 Revenue Recognition

Revenue is recognized when it is probable that the economic benefits will flow to the company and the revenue can be measure reliably. Sales are recorded on dispatch of goods and invoices raised to customers.

Profit on bank balances are recognized on a time proportion basis on the on the principal amount outstanding and at the applicable rate.

4.11 Foreign Currency Translations

Translations in foreign Currencies are accounted for in Pak Rupees at the exchange rate prevailing at the date of translations. Assets & Liabilities denominated in Foreign Currencies are translated into Pak Rupees at the exchange rates prevailing on the Balance Sheet except for those covered by forward contracts if any.

4.12 Trade Debts and other receivables

Trade Debts and other receivables are carried at invoices value, which approximates fair value less provision for impairment. A provision for impairment of trade debts and other receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivable. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy of financial reorganization, and default or delinquency in payments are considered indicators that the trade receivable is impaired. Debts, considered irrecoverable, are written off, as and when identified.

4.13 Borrowing Costs

Borrowings Cost incurred on finances obtained for the acquisition of fixed assets are capitalized up to the date of commissioning of the respective assets. All other borrowing costs are taken to profit and loss account.

4.14 Provisions

Provisions are recognized when the company has a present, legal or constructive obligation as a result of part events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate of the amount can be made. Provision are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

4.15 Financial Instruments

4.15.1 Financial Assets

The company classifies its financial assets in the following categories; at fair value through profit or loss, loans and receivables, available-for-sale and held to maturity. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at the time of initial recognition.

- a) Financial assets at fair value through profit or loss. Financial assets at fair value through profit or loss are financial assets held for trading and financial assets designated upon initial recognition as at fair value through profit and loss. A financial asset is classified as held for trading if acquired principally for the purpose of selling in the short term. Assets in this category are classified as current assets.
- b) Loans and receivables. Loans and receivables are non-derivation financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities for greater than twelve months after the balance sheet date, which are classified as non-current assets. Loans and receivables are classified as trade debts, loans and advances, deposits, other receivables and profit receivable from banks in the Balance Sheet.
- c) Available-for-sale financial assets. Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within twelve months from the Balance Sheet date. Available-for-sale financial assets are classified as short term investments in balance Sheet.

Changes in fair value of securities classified as available-for-sale are recognised in equity.

4.15.2 Financial Liabilities

All financial liabilities are recognised at the time when the company becomes a party to the contractual provisions of the instruments.

All the financial liabilities are derecognised when the obligation under the liability is discharged or cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange and modification is treated as a derecognised in the profit & loss account.

4.15.3 Off-setting of financial assets and financial liabilities.

A financial asset and a financial liability is offset and the net amount is reported in the financial statements if the company has a legally enforceable right to set-off the transaction and also intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

4.16 Financial Expenses

Financial expenses are recognised using the effective interest rate method and comprise foreign currency losses and interest expenses on bank borrowings.

4.17 Impairment of Assets

The Management assesses at each Balance Sheet date whether there is any indication that an asset is impaired. If any such indication exists, the management estimates the recoverable amount of the asset. If the recoverable amount of the asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount by charging the impairment loss against income for the year.

These are stated at cost which represents the Fair Value of consideration given.

4.18 Trade and Other Payable

Trade and other payables are measured at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the company.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

		30-Jun-16	30-Jun-15
		Rupees	Rupees
5 Issued, Subscribed and paid up Capital			
5,018,400 (2015: 5,018,400) ordinary shares of Rs. 10/- fully paid in cash		50,184,000	50,184,000
640,000 (2015: 640,000) Ordinary shares of Rs. 10/- each issued for consideration other than cash		6,400,000	6,400,000
		<u>56,584,000</u>	<u>56,584,000</u>
6 Surplus on Revaluation of Fixed Assets - Net of Deferred Tax			
Surplus on Revaluation Opening Balance		312,995,798	106,074,773
Add:- Assets Revalued during the year		-	213,520,112
Transferred to unappropriated profit in respect of incremental depreciation charged during the year - net of deferred tax		(18,154,518)	(5,747,996)
Related deferred tax liability of incremental depreciation charged during the year		(10,659,498)	(851,092)
Surplus on Revaluation of Fixed Assets		<u>284,181,782</u>	<u>312,995,798</u>
Less: related Deferred Tax Liability			
-revaluation as at July 1		76,937,407	7,099,986
-revaluation recognized during the year		-	70,688,512
-incremental depreciation charged during the year transferred to Profit and Loss account		(10,659,498)	(851,092)
		<u>66,277,909</u>	<u>76,937,407</u>
		<u>217,903,873</u>	<u>236,058,391</u>
7 Loan from Directors and Associates	7.1	20,837,014	20,837,014
		<u>20,837,014</u>	<u>20,837,014</u>
7.1 This amount represents interest free loan received from directors and associates and repayable on demand.			
8 Short Term Borrowings			
Short Term Financing - Secured	8.1	636,357,855	563,209,831
		<u>636,357,855</u>	<u>563,209,831</u>
8.1 Short Term Financing - Secured			
BOP - Running Finance		40,701,082	49,119,082
-FIM		191,127,000	206,625,700
SILK BANK LTD- FIM		-	54,529,232
BANK ALFALAH LTD- FIM		191,806,432	-
NIB BANK LTD- FIM		-	124,317,900
SONERI BANK LTD- FIM		212,723,341	128,617,917
		<u>636,357,855</u>	<u>563,209,831</u>

These finances have been obtained on mark up basis from commercial banks against aggregate sanctioned limit of Rs. 1,625/- Million (2015: Rs. 1,300/- Million).

The rate of mark up of BOP is 3 months KIBOR Ask side rate + 150 bps

Mark up Rate of FIM facility provided by SILK Bank Limited for Rs. 400 (M) is 3 month Kibor +200 bps.

Mark up Rate of FIM facility provided by Soneri Bank Limited for Rs. 400 (M) is 3 month Kibor + 1.25 bps.

Mark up Rate of FIM facility provided by Samba Bank for Rs. 275 (M) is 3 month Kibor + 1.25 bps.

Mark up Rate of FIM facility provided by Bank Alfalah for Rs. 325 (M) is 3 month Kibor + 1.25 bps.

These are secured by pledge/hypothecation of Stocks, first charge on fixed/current assets of the company and promissory notes.

	30-Jun-16	30-Jun-15
	Rupees	Rupees
9 Creditors, Accrued and Other Liabilities		
Creditors	24,674,633	21,617,915
Accrued liabilities	8,351,945	9,842,635
Advances from Customers	23,607,919	32,537,196
Withholding Tax Payable	2,264,915	1,616,997
Workers Welfare Fund Payable	321,615	66,765
Workers Profit Participation Fund Payable	846,355	175,698
	9.1	
	<u>60,067,382</u>	<u>65,857,206</u>
9.1 Workers Profit Participation Fund Payable		
Balance as on July 01, 2015	175,698	2,993,961
Contribution due for the year	846,355	175,698
	<u>1,022,053</u>	<u>3,169,659</u>
Payments made during the year	175,698	2,993,961
Balance as on June 30, 2016	<u>846,355</u>	<u>175,698</u>
10 Contingencies and Commitments		
10.1 Contingencies		
NIL		
10.2 Commitments		
a) The company has commitments against letter of credit issued in the normal course of business amounting to Rs. 407,461,950/-(\$ 3,880,590/-) (2015 Rs. 213,900,100/-(\$ 2,076,700/-)) in favour of foreign suppliers for raw material.		
b) Letter of Guarantee issued in favour of SNGPL Rs. 21.00 million (2015: Rs. 21.00 millions) and Commissioner Inland Revenue Rs. Nil (2015: Rs. 21.00 millions).		
11 Operating Fixed Assets		
(As annexed)		
11.1 No asset was sold to Chief Executive, Directors, Executives and Shareholders during the year.		
11.2 These below mentioned balances represents the value of Fixed Assets subsequent to revaluation on 30th June 2015 through an independent evaluator M/s. Anderson Consulting Pvt. Ltd.		

11 OPERATING FIXED ASSETS - 2016

PARTICULARS	C O S T				Rate %	D E P R E C I A T I O N				W.D.V. As at June-30, 2016
	As at July 1, 2015	Addition (Deletion)	Revaluation of Fixed Assets	As at June-30, 2016		As at July 1, 2015	Adjustment	Normal Charge for the Year	As at June-30, 2016	
Land-freehold	42,287,500	-	-	42,287,500	-	-	-	-	42,287,500	
Buildings	150,958,851	-	-	150,958,851	5	54,021,051	4,846,890	58,867,941	92,090,910	
Plant and machinery	557,386,198	17,101,437	-	574,487,635	10	213,985,834	34,482,548	248,468,382	326,019,253	
Electric Installation	12,184,613	52,000	-	12,236,613	10	8,135,154	405,813	8,540,967	3,695,646	
Office Equipment	1,796,810	-	-	1,796,810	10	1,440,187	35,662	1,475,849	320,961	
Furniture and Fixtures	660,429	-	-	660,429	10	554,064	10,637	564,701	95,728	
Tools and equipment	2,464,861	-	-	2,464,861	10	2,160,208	30,465	2,190,673	274,188	
Vehicles	21,108,265	2,026,560	-	21,607,825	20	15,532,051	1,392,541	15,744,513	5,863,312	
		(1,527,000)	-				(1,180,079)			
Tractor & Trailers	1,735,590	-	-	1,735,590	20	1,472,276	32,663	1,504,939	210,651	
Fire fighting equipment	668,923	-	-	668,923	10	588,432	8,049	596,481	72,442	
Arms & Ammunition	221,375	-	-	221,375	10	180,608	4,077	184,685	36,690	
Tarpaulines	100,000	-	-	100,000	10	74,304	2,570	76,874	23,126	
Total Free Hold Assets	791,573,415	17,652,997	-	809,226,412		298,144,169	41,271,915	338,236,085	470,990,407	
2016	791,573,415	17,652,997	-	809,226,412		298,144,169	41,271,915	338,236,085	470,990,407	

OPERATING FIXED ASSETS - 2015

PARTICULARS	C O S T				Rate %	D E P R E C I A T I O N				W.D.V. As at June-30, 2015
	As at July 1, 2014	Addition (Deletion)	Revaluation of Fixed Assets	As at June-30, 2015		As at July 1, 2014	Adjustment	Normal Charge for the Year	As at June-30, 2015	
Land-freehold	42,075,000	-	(687,500)	42,287,500	-	-	-	-	42,287,500	
Buildings	109,225,651	-	41,733,200	150,958,851	10	51,115,546	2,905,505	54,021,051	96,937,800	
Plant and machinery	384,911,786	-	172,474,412	557,386,198	10	194,994,062	18,991,772	213,985,834	343,400,364	
Electric Installation	12,123,075	61,538	-	12,184,613	10	7,687,493	447,661	8,135,154	4,049,459	
Office Equipment	1,796,810	-	-	1,796,810	10	1,400,562	39,625	1,440,187	356,623	
Furniture and Fixtures	660,429	-	-	660,429	10	542,246	11,818	554,064	106,365	
Tools and equipment	2,464,861	-	-	2,464,861	10	2,126,358	33,850	2,160,208	304,653	
Vehicles	21,108,265	-	-	21,108,265	20	14,137,998	1,394,053	15,532,051	5,576,214	
Tractor & Trailers	1,735,590	-	-	1,735,590	20	1,406,447	65,829	1,472,276	263,314	
Fire fighting equipment	668,923	-	-	668,923	10	579,489	8,943	588,432	80,491	
Arms & Ammunition	221,375	-	-	221,375	10	176,078	4,530	180,608	40,767	
Tarpaulines	100,000	-	-	100,000	10	71,449	2,855	74,304	25,696	
Total Free Hold Assets	577,991,765	61,538	213,520,112	791,573,415		274,237,728	23,906,441	298,144,169	493,429,246	
2015	577,991,765	61,538	213,520,112	791,573,415		274,237,728	23,906,441	298,144,169	493,429,246	

11.3 Had there been no revaluation, the net book value of land, building and machinery as on 30-06-2016 would have been Rs. 263.121 million (2015: Rs. 272.305 million).

11.4 Depreciation for the year has been allocated as under

	2016 Rupees	2015 Rupees
Cost of Goods Sold / Manufacturing	39,820,949	22,447,472
Administrative / General	1,450,966	1,458,969
	<u>41,271,915</u>	<u>23,906,441</u>

11.5 Detail of disposal of operating assets

Description of Assets	Cost	Accumulated Depreciation	Written Down Value	Sale Proceed	Mode of Disposal	Particulars of Buyers
Toyota Corolla	1,527,000	1,180,079	346,921	1,150,000	Negotiation	Javed Akhter

	30-Jun-16	30-Jun-15
	Rupees	Rupees
12 Capital Work in Progress		
Building on Freehold Land		
Opening Balance	10,923,570	6,243,570
Add: Addition during the year		
Plant & Machinery	6,177,867	4,680,000
Civil Works	-	-
	17,101,437	10,923,570
Less: Capitalized During the Year	(17,101,437)	-
	-	10,923,570
13 Long Term Deposits		
LESCO (WAPDA)	1,218,650	1,218,650
LETTER OF GUARANTEE MARGIN (SNGPL)	2,100,000	2,100,000
SECURITY DEPOSIT - CDC	25,000	25,000
	3,343,650	3,343,650
14 Stores and Spares	25,067,775	20,314,634
14.1 There are no stores and spares held for specific capitalization.		
15 Stock in Trade		
Raw Material - Seed	107,720,157	281,772,587
Finished Goods	538,152,918	38,665,574
	645,873,075	320,438,161
16 Trade Debtors		
These are unsecured but considered good.	204,178,549	249,979,444
17 Advances, Deposits, Prepayments and Other Receivables		
Advances:		
Employees	23,022	52,000
Suppliers/Contractor	991,833	3,151,379
Prepayments		
Advance Against Import	807,299	733,497
Letter Of Guarantee Margin (Commissioner IR)	-	21,000,000
Stock In Transit	-	83,053,282
Prepaid Insurance	-	1,504,448
Sales Tax Advance	109,104,911	128,943,672
Income Tax	15,777,603	62,657,237
L/C Margin	4,857,800	4,499,700
	131,562,468	305,595,215
17.1 These are unsecured but are considered good.		
18 Cash and Bank balances		
These balances were held at different banks:		
On Profit and Loss Accounts	21,201,990	23,336,760
On Current Accounts	215,376	8,225,224
	21,417,366	31,561,984
Cash in Hand	605,528	181,285
	22,022,894	31,743,269

		30-Jun-16	30-Jun-15
		Rupees	Rupees
19 Sales			
Refined Oil		588,509,788	1,195,096,091
By Products		939,543,805	803,886,479
		<u>1,528,053,593</u>	<u>1,998,982,570</u>
Less: Sales Tax		106,713,327	161,920,658
Net sales		<u>1,421,340,266</u>	<u>1,837,061,912</u>
20 Cost of Sales			
Raw material consumed	20.1	1,564,511,163	1,523,368,392
Freight Seed, Loading Unloading & Other Expenses.		102,266,039	100,262,182
Direct Material Consumed		16,151,893	19,707,193
Stores and Spares Consumed		6,272,289	8,374,094
Salaries and Benefits		27,851,466	24,848,625
Power, Fuel and Other expenses		58,482,531	56,593,277
Repair & Maintenance		2,316,501	3,403,085
Insurance & Others		1,634,613	1,999,211
Depreciation	11.4	39,820,949	22,447,472
Cost of Goods Manufactured		<u>1,819,307,444</u>	<u>1,761,003,532</u>
Add: Opening Stock of Finished Goods		38,665,574	24,540,970
Cost of Goods Available for Sale		1,857,973,018	1,785,544,502
Less: Closing Stock of Finished Goods		(538,152,918)	(38,665,574)
Cost of Goods Sold		<u>1,319,820,100</u>	<u>1,746,878,928</u>
20.1 Raw Material Consumed			
Opening Stocks		281,772,587	-
Purchases during the year		<u>1,390,458,733</u>	<u>1,805,140,979</u>
		1,672,231,320	1,805,140,979
Less: Closing Stocks		107,720,157	281,772,587
		<u>1,564,511,163</u>	<u>1,523,368,392</u>
21 Administrative and General Expenses			
Salaries and Benefits		10,218,112	8,826,829
Electricity, Gas and Water Bills		899,382	1,321,812
Communications		589,763	458,535
Printing and Stationery		291,484	333,878
Travelling, Conveyance & Other Expenses		116,354	143,049
Vehicles Running Expenses		1,342,193	1,357,598
Repair and Maintenance		844,825	154,640
Legal and Professional Charges		351,462	490,337
Entertainment Expenses.		560,297	415,098
Fee and Subscription		1,343,398	793,170
Advertisement		123,603	73,000
Misc. Expenses		563,735	441,652
Depreciation	11.4	1,450,966	1,458,969
Audit Fee		<u>500,000</u>	<u>500,000</u>
		<u>19,195,574</u>	<u>16,768,567</u>

	30-Jun-16	30-Jun-15
	Rupees	Rupees
22 Selling and Distribution Expenses		
Freight, Forwarding and Shortage/Claims	11,808,727	3,456,589
Commission and Other expenses	-	2,811,279
	<u>11,808,727</u>	<u>6,267,868</u>
23 Other Income		
Profit on Bank Deposits	948,332	1,583,868
Profit on Disposal of Vehicle	803,079	-
	<u>1,751,411</u>	<u>1,583,868</u>
24 Financial Expenses		
Mark up on Short Term Bank Borrowings	54,190,257	64,161,609
Bank Charges	1,149,924	1,054,845
	<u>55,340,181</u>	<u>65,216,454</u>
25 Other Expenses		
Worker's Profit Participation Fund	846,355	175,698
Worker Welfare's Fund	321,615	66,765
	<u>1,167,970</u>	<u>242,464</u>
26 Taxation		
Current Year	14,213,403	18,370,619
Deferred Tax	(8,990,921)	(6,001,028)
	<u>5,222,482</u>	<u>12,369,591</u>
27 Earning per share-Basic and Diluted		
Profit / (Loss) after Taxation	10,536,643	(9,098,092)
weighted Average No. of Shares in Issue	5,658,400	5,658,400
	<u>1.86</u>	<u>(1.61)</u>
28 Deferred Liabilities		
Deferred Tax Credits Arising Due to:-		
Accelerated Depreciation on Fixed Assets	28.1 41,816,456 -	50,807,377
Surplus on Revaluation of Fixed Assets	66,277,909 -	76,937,406
	108,094,365 -	127,744,782
Gratuity:-	28.2 6,273,986	6,686,881
	114,368,351	134,431,663
28.1 Accelerated Depreciation on Fixed Assets		
Opening Balance	50,807,377	56,808,405
For the Year	(8,990,921)	(6,001,028)
Closing Balance	<u>41,816,456</u>	<u>50,807,377</u>
28.2 Staff Gratuity-Defined Benefit Plan		

Company operates unfunded gratuity scheme for its employees that pays a lump sum gratuity to members on leaving company's service after completion of one year of continuous service. The future contribution rates of the scheme include allowances for deficit and surplus. Projected unit credit method based on the following significant assumptions is used for valuation of this scheme. The latest actuarial valuation was carried out by M/S Nauman Associates as on June 30, 2016.

	30-Jun-16 Rupees	30-Jun-15 Rupees
The amounts recognized in financial statements are determined as follows :-		
28.2.1 Reconciliation of amount recognised in the balance sheet		
Present value of defined benefit obligation	5,746,986	6,159,881
Benefits payables	527,000	527,000
Balance sheet liability/(asset)	<u>6,273,986</u>	<u>6,686,881</u>
28.2.2 Movement in liability recognized in the balance sheet		
Present values of defined benefit obligation	6,159,881	6,156,768
current service cost	634,585	745,875
interest cost on define benefit obligation	547,451	775,816
Benefit payments	(1,090,000)	(603,100)
Remeasurements:		
Actuarial(gain/Loss) from changes in financial assumptions	(9,523)	-
Experience adjustments	(495,408)	(915,478)
	<u>5,746,986</u>	<u>6,159,881</u>
28.2.3 The amounts recognized in the profit and loss account are as follows		
Current service cost	634,585	745,875
Interest cost	547,451	775,816
	<u>1,182,036</u>	<u>1,521,691</u>
28.2.4 Total Remeasurements chargeable in other comprehensive income		
Actuarial(gain/Loss) from changes in financial assumptions	9,523	-
Experience adjustments	495,408	915,478
	<u>504,931</u>	<u>915,478</u>
28.2.5 Allocation of charge for the year		
Cost of sales	1,087,473	1,399,956
Administrative expenses	94,563	121,735
	<u>1,182,036</u>	<u>1,521,691</u>
28.2.6 The principal actuarial assumptions used were as follows		
Discount rate	9.75%	13.25%
Expected rate of increase in salary	7.25%	12.25%
Average expected remaining working life of employees	7 Years	7 Years

29 Fair Value of Financial Instruments

Fair value of all financial assets and financial liabilities are estimated to approximate their respective carrying values.

30 Financial Instruments & Related Disclosures

30.1 Interest / Mark Up rate risk exposure

The Company's exposure to interest/mark up rate risk on its financial assets and liabilities of 30 June, 2016 is summarized as follows

	Mark Up Bearing One			Non Mark Up Bearing	Total Rupees 2016
	Rate Of Profit	Month To One Year	More Than One Year		
Financial Assets					
Long Term Deposits	-	-	-	3,343,650	3,343,650
Trade Debtors	-	-	-	204,178,549	204,178,549
Advances, Deposits & Prepayments	-	-	-	131,562,468	131,562,468
Cash In Hand & Bank	6.50%	21,201,990	-	820,904	22,022,894
Total:	-	21,201,990	-	339,905,572	361,107,562
Financial Liabilities					
Short Term Finances	3 Month KIBOR +				
150 to 200 bps		636,357,855	-	-	636,357,855
Creditors, Accrued & Other Payables		-	-	60,067,382	60,067,382
Total:		636,357,855	-	60,067,382	696,425,237
On Balance Sheet Gap 2016		(615,155,865)	-	279,838,190	(335,317,675)
On Balance Sheet Gap 2015		(539,873,071)	-	501,467,612	(38,405,460)

- (a) On balance sheet gap represents the net amounts of on-balance sheet items.
 (b) Effective rates of mark up on financial Assets and Financial Liabilities are as follows.

Financial Assets	
Bank Balances (Deposits Accounts)	6.50%
Financial Liabilities	
Short Term Finances	8.25 % to 12.25 %

30.2 Concentration of credit risk

Credit risk represents the accounting loss that would be recognized at the reporting date if counter parties fail to perform as Contracted. The company attempts to control credit risks by monitoring credit exposures, limiting transactions with specific customers and continuing assessment of credit worthiness of the customers. Out of the aggregate financial assets of Rs. 357,763,911/- (2015 Rs. 587,317,928/-) the financial assets which may subject to credit risk amounts to Rs. 204,178,549/- (2015 Rs. 249,979,444)

31 Remuneration of Chief Executive, Directors and Executives

	Chief Executive		Directors		Executives	
	2016	2015	2016	2015	2016	2015
No. of Persons	1	1	1	1	1	1
Remuneration	1,206,000	1,206,000	1,206,000	1,206,000	640,000	607,000
House Rent	54,000	54,000	54,000	54,000	288,000	273,000
Utilities	54,000	54,000	54,000	54,000	32,000	30,000
	1,800,000	1,800,000	1,800,000	1,800,000	960,000	910,000

31.1 Chief Executive is also provided with free use of company maintained car and reimbursement of residential utility bills.

32 PLANT CAPACITY AND ACTUAL PRODUCTION

		2016		2015	
		Assessed Capacity	Actual Production	Assessed Capacity	Actual Production
Seed Crushing	M. Tons	90,000	34,165	90,000	30,304
		90,000	34,165	90,000	30,304

32.1 Under utilization of capacity is mostly attributable to shortage of Power (Electricity) and over all economic recession in country.

33 SUBSEQUENT EVENT

There are no subsequent events occurring after the balance sheet date.

34 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorize for issue on October 06, 2016 by the board of directors of the company.

35 GENERAL

- 34.1 Number of permanent employees as at June 30, 2016 was 122 (2015:122) and average number of employees during the year was 123 (2015:120).
 34.2 Figures have been rounded off to nearest rupee.

Lahore:
October 6, 2016

Chief Executive

Director

THE COMPANIES ORDINANCE 1984
(Section 236(1) and 464)
PATTERN OF SHAREHOLDING

FORM 34

Categories of Shareholding required under Code of Corporate Governance (CCG)
As on June 30, 2016

1. Incorporation Number
2. Name of the Company **S.S. Oil Mills Limited**
3. Pattern of holding of the shares held by the shareholders as at **30-06-2016**

4. No. of Shareholders	-----Shareholding-----		Total Shares Held
	From	To	
106	1	100	8,293
847	101	500	400,055
38	501	1000	36,514
85	1001	5000	237,836
17	5001	10000	145,500
5	10001	15000	58,500
3	15001	20000	51,600
4	20001	25000	90,800
2	25001	30000	54,700
1	35001	40000	35,400
1	45001	50000	46,500
1	80001	85000	82,800
1	85001	90000	90,000
1	95001	100000	100,000
1	100001	105000	102,700
1	110001	115000	113,602
1	155001	160000	156,500
1	180001	185000	180,100
1	545001	550000	549,300
1	780001	785000	785,000
1	1145001	1150000	1,150,000
1	1180001	1185000	1,182,700
1120			5,658,400

5. Categories of shareholders	Share held	Percentage
5.1 Directors, Chief Executive Officers, and their spouse and minor children	2,424,700	42.8513%
5.2 Associated Companies, undertakings and related parties.	785,000	13.8732%
5.3 NIT and ICP	0	0.0000%
5.4 Banks Development Financial Institutions, Non Banking Financial Institutions.	28,700	0.5072%
5.5 Insurance Companies	0	0.0000%
5.6 Modarabas and Mutual Funds	336,600	5.9487%
5.7 Share holders holding 10% or more	3,117,700	55.0986%
5.8 General Public a. Local b. Foreign	1,909,200 0	33.7410% 0.0000%
5.9 Others (to be specified) Joint Stock Companies Foreign Companies	56,000 118,200	0.9897% 2.0889%

6. Signature of Company Secretary
7. Name of Signatory
8. Designation **Company Secretary**
9. NIC Number
10. Date **30 06 2016**

Sr. No.	Name	No. of Shares Held	Percentage
---------	------	--------------------	------------

Associated Companies, Undertakings and Related Parties (Name Wise Detail):

1 SIKANDAR COMMODITIES (PVT) LIMITED. 785,000 13.8732%

Mutual Funds (Name Wise Detail)

1 CDC - TRUSTEE AKD OPPORTUNITY FUND (CDC) 156,500 2.7658%
2 GOLDEN ARROW SELECTED STOCKS FUND LIMITED (CDC) 180,100 3.1829%

Directors and their Spouse and Minor Children (Name Wise Detail):

1 NAWABZADA SHAHZAD ALI KHAN 1,182,700 20.9017%
2 NAWABZADA SHAHARYAR ALI KHAN 1,150,000 20.3238%
3 MRS. SHAMIN SHAFQUAT 90,000 1.5906%
4 CHAUDHRY MOHAMMAD HUMAYUN 500 0.0088%
5 MR. AHSANUDDIN 500 0.0088%
6 MR. SAFDAR IQBAL KHAN 500 0.0088%
7 MR. WAJAHAT ALI KHAN 500 0.0088%

Executives:

- -

Public Sector Companies & Corporations:

- -

Banks, Development Finance Institutions, Non Banking Finance

28,700 0.5072%

Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:

Shareholders holding five percent or more voting interest in the listed company (Name Wise Detail)

1 NAWABZADA SHAHZAD ALI KHAN 1,182,700 20.9017%
2 NAWABZADA SHAHARYAR ALI KHAN 1,150,000 20.3238%
3 SIKANDAR COMMODITIES (PVT) LIMITED. 785,000 13.8732%
4 NAWABZADA SHAFQUAT ALI KHAN 549,300 9.7077%

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:

S.No NAME SALE PURCHASE
NIL

FORM OF PROXY

I/We-----
of-----being a member of S.S OIL MILLS LIMITED and holding-----
---- ordinary shares as per Share Register Folio No-----hereby appoint Mr.-----
----- of-----or failing him Mr.-----
---of----- as my /our proxy in my/our absence to attend and vote
for me/us and on my/our behalf at the Annual General Meeting of the
Company to be held on 31st October, 2016 at 2-Tipu Block, Garden Town Lahore
and at any adjournment thereof.

Signed this -----day of -----2016.

Witnesses:

1. Signature: _____
Name: _____

Address: _____
NIC or
Passport No. _____

Signature on
Rupees Five
Revenue Stamp

The Signature should agree
with the specimen registered
with the Company.

2. Signature: _____
Name: _____

Address: _____
CNIC or
Passport No. _____

Note:

Proxies in order to be effective must be received at the Company's registered office not less than 48 hours before the meeting. No person shall be appointed a proxy who is not member of the Company qualified to vote except that a corporation being a member may appoint as proxy a person who is not a member.

CDC Shareholders and their Proxies are each requested to attach an attested photocopy to their National Identity Card or Passport with this proxy form before submission to the Company.