

**CONDENSED INTERIM FINANCIAL INFORMATION**

**For the Half Year Ended December 31, 2019**

**Un-Audited**

**S.S.OIL MILLS LTD.**

## DIRECTOR'S REPORT TO THE SHAREHOLDERS

The Directors of S. S. Oil Mills Limited feel pleasure in presenting before you the reviewed accounts of the company for the half year ended December 31, 2019.

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

	2019 (Rs. '000s')	2018 (Rs. '000s')
Sales	2,304,240	1,529,714
Gross Profit	176,901	77,451
Net Profit After Tax	28,976	2,836
E.P.S	5.12	0.5

### Review of Operations

During the period under review our sales have increased by 50%. Keeping in view all the economic and general obstacles and increase in financial cost due to increase in mark up rate of short term financing, the management is quite happy to earn net profit after tax for Rs. 28.976 Million during the period. In spite of increase in sales the management has done well to control the selling cost. The increase in financial cost is due to increase in Kibor rate from 10.5% to 13.5%.

The market overview and future out look appears to be quite challenging due to international market scenario and local conditions but your management is quiet confident to overcome all these obstacles by the grace of God and hard work of management, staff and workers.


The Board of Directors once again would like to take this opportunity to thank our customers, suppliers and bankers for their continued support and cooperation towards the progress of the company. We hope that this support would continue in future as well.

We would also like to thank our dedicated and talented team of executives, staff and workers for the hard work put in towards improving the company's performance for the first half. We expect continued effort from our employees to achieve better result in the second half of the year.

For & on behalf of the Board



Shahzad Ali Khan  
Chief Executive



Shaharyar Ali Khan  
Director

Lahore  
February 27, 2020

## شیئر ہولڈرز کو ڈائریکٹر کی رپورٹ

ایس ایس آئل ملز لیمنڈ کے ڈائریکٹران 31 دسمبر 2019 کو ختم ہونے والے نصف سال کے کمپنی کے نظر ثانی شدہ اکاؤنٹس آپ کی خدمت میں پیش کرتے ہیں۔ کمپنی نے زیر جائزہ مدت کے دوران درج ذیل کاروباری نتائج حاصل کیے ہیں۔

2018	2019	
(Rs. '000s )	(Rs. '000s )	
1,529,714	2,304,240	فروخت
77,451	176,901	مجموعی منافع
2,836	28,976	بعد از ٹیکس منافع
0.50	5.12	فی شیئر آمدنی

## کارکردگی کا جائزہ

زیر جائزہ مدت کے دوران ہماری فروخت میں 50% اضافہ ہوا ہے۔ قلیل مدتی قرضہ جات کے مارک اپ ریٹ میں اضافے کی وجہ سے درج ذیل تمام معاشی و غیر معمولی رکاوٹوں اور مالی لاگت میں اضافے کو مد نظر رکھتے ہوئے انتظامیہ بعد از ٹیکس - 28.976 ملین روپے کا خالص منافع کرنے پر کافی مطمئن ہے۔ اس عرصے کے دوران فروخت میں اضافے کے باوجود انتظامیہ نے فروخت لاگت پر قابو پانے کے لیے اچھا کام کیا ہے۔ مالی لاگت میں اضافہ کا بر ریٹ میں % 10.50 سے % 13.50 تک اضافے کی وجہ سے ہے۔

بین الاقوامی مارکیٹ کے مظہر نامے اور مقامی حالات کی وجہ سے مارکیٹ کا جائزہ اور مستقبل کا اندازہ کافی مشکل دکھائی دیتا ہے لیکن آپ کی انتظامیہ اللہ کے فضل و کرم، انتظامیہ، عملے اور کارکنان کی سخت محنت سے ان تمام رکاوٹوں کو دور کرنے کے لیے پراعتماد ہے۔

کمپنی کے ڈائریکٹران ایک ہار پھر اپنے صارفین، سپلائرز اور ٹیکرز کی کمپنی کی ترقی میں مسلسل تعاون پر ان کا شکریہ ادا کرتے ہیں اور امید کرتے ہیں کہ مستقبل میں بھی یہ تعاون جاری رہے گا۔

ہم پہلی ششماہی میں کمپنی کی کارکردگی کو بہتر بنانے کے لیے اپنے ایگزیکٹوز، عملے اور کارکنان کی باصلاحیت ٹیم کا بھی سخت محنت کرنے پر شکریہ ادا کرنا چاہتے ہیں۔ ہم اپنے ملازمین سے توقع کرتے ہیں کہ دو سال کے دوسرے حصے میں بہتر نتائج حاصل کرنے کے لیے مسلسل محنت کریں گے۔

منجانب بورڈ



شہر یار علی خان

ڈائریکٹر



شہزاد علی خان

چیف ایگزیکٹو

لاہور 27 فروری 2020

# INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of S.S Oil Mills Limited

Report on Review of Interim Financial Statements

## Introduction

We have reviewed the accompanying condensed interim statement of financial position of S.S Oil Mills Limited, as at December 31, 2019 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months period ended December 31, 2019 and 2018 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2019.

## Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is **Hafiz Muhammad Ahmad**.

Lahore  
February 27, 2020

(Aslam Malik & Co.)  
Chartered Accountants

# S.S OIL MILLS LIMITED

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at December 31, 2019

CAPITAL & LIABILITIES		31-Dec, 2019	30-Jun, 2019	PROPERTIES & ASSETS		31-Dec, 2019	30-Jun, 2019
	Note	Rupees	Rupees		Note	Rupees	Rupees
		(Unaudited)	(Audited)			(Unaudited)	(Audited)
<b>SHARE CAPITAL AND RESERVES</b>				<b>FIXED ASSETS - TANGIBLE</b>			
<b>Authorized</b>				Operating Fixed Assets			
7,000,000 Ordinary Shares of Rs. 10 each		70,000,000	70,000,000			734,204,656	764,496,735
<b>Issued, Subscribed and Paid up</b>				<b>LONG TERM DEPOSITS</b>			
Accumulated Profit		56,584,000	56,584,000			4,343,650	3,343,650
SURPLUS ON REVALUATION OF FIXED ASSETS		531,863,395	484,565,196				
		413,530,698	428,775,687				
		1,001,978,093	969,924,883				
<b>NON CURRENT LIABILITIES</b>							
Long Term Loan		11,076,000	12,307,000				
<b>DEFERRED LIABILITIES</b>							
		90,361,254	126,398,205				
<b>CURRENT LIABILITIES</b>				<b>CURRENT ASSETS</b>			
Current Portion of Long Term Loan		2,462,000	2,462,000	Stores & Spares		50,776,753	53,494,504
Loan from Directors and Associates		20,837,014	20,837,014	Stocks in Trade	6	663,093,410	688,133,861
Short Term Finances		1,285,112,043	1,255,841,798	Trade Debtors	7	1,091,415,732	900,529,109
Creditors, Accrued and Other Liabilities		140,107,657	58,389,292	Advances, Deposits, Prepayments & Other Receivables		78,490,863	35,778,305
Mark up Accrued		47,580,158	28,039,180	Cash and Bank Balances	8	13,369,628	29,693,881
Unpaid Dividend		1,616,867	1,270,673			1,897,146,386	1,707,629,660
Provision for Taxation		34,563,606	-				
		1,532,279,345	1,366,839,957				
<b>Contingencies and Commitments</b>							
		-	-				
		2,635,694,692	2,475,470,045			2,635,694,692	2,475,470,045

Lahore:

Date: February 27, 2020



Chief Executive



Director



CFO

# S.S OIL MILLS LIMITED

## Condensed Interim Statement of Profit or Loss ( Un-Audited) For the Half Year Ended December 31, 2019

PARTICULARS	3 Months Period Ended		6 Months Period Ended	
	31-Dec, 2019 Rupees	31-Dec, 2018 Rupees	31-Dec, 2019 Rupees	31-Dec, 2018 Rupees
Sales - Net	1,494,234,632	920,552,452	2,304,240,385	1,529,714,675
Less: Cost of Goods Sold	1,402,951,975	888,918,511	2,127,339,018	1,452,263,545
<b>Gross Profit</b>	<b>91,282,657</b>	<b>31,633,941</b>	<b>176,901,367</b>	<b>77,451,130</b>
Administrative and General Expenses	8,200,534	7,197,273	16,647,740	13,978,779
Selling and Distribution Expenses	1,147,254	7,195,077	2,084,448	7,559,363
	9,347,788	14,392,350	18,732,188	21,538,142
<b>Operating Profit</b>	<b>81,934,869</b>	<b>17,241,590</b>	<b>158,169,179</b>	<b>55,912,987</b>
Other Income	247,161	62,977	562,732	268,181
	82,182,031	17,304,567	158,731,911	56,181,168
Financial Charges	61,964,058	24,117,600	122,493,646	54,010,349
<b>Net Profit/(Loss) before Taxation</b>	<b>20,217,972</b>	<b>(6,813,033)</b>	<b>36,238,264</b>	<b>2,170,819</b>
<b>TAXATION</b>				
-Current	22,413,520	11,506,905	34,563,606	19,121,433
-Deferred	(27,832,808)	(19,615,439)	(27,300,983)	(19,786,196)
<b>Net Profit After Taxation</b>	<b>25,637,260</b>	<b>1,295,500</b>	<b>28,975,641</b>	<b>2,835,581</b>
<b>Earning per Share (Rs. / Share)</b>	<b>4.53</b>	<b>0.23</b>	<b>5.12</b>	<b>0.50</b>



Chief Executive



Director



CFO

Lahore:

Date: February 27, 2020

# S. S. OIL MILLS LIMITED

## Condensed Interim Statement of Comprehensive Income

For the Half Year Ended December 31, 2019

PARTICULARS	Note	3 months period ended		6 months period ended	
		31-Dec-19 Rupees	31-Dec-18 Rupees	31-Dec-19 Rupees	31-Dec-18 Rupees
Profit after Taxation		25,637,260	1,295,500	28,975,641	2,835,581
Total Comprehensive Income		<u>25,637,260</u>	<u>1,295,500</u>	<u>28,975,641</u>	<u>2,835,581</u>

Lahore:

Date: February 27, 2020

  
Chief Executive

  
Director

  
CFO

# S.S OIL MILLS LIMITED

## Condensed Interim Cash Flow Statement (un-Audited) For the Half Year Ended December 31, 2019

DESCRIPTION	6 Months Ended 31-Dec, 2019 Rupees	6 Months Ended 31-Dec, 2018 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	36,238,264	2,170,819
Adjustment for non cash transaction:		
Provision for Depreciation	30,292,079	18,986,523
Provision for Finance Charges	122,493,646	54,010,349
	<b>152,785,725</b>	<b>72,996,873</b>
<b>Profit before working capital changes</b>	189,023,989	75,167,691
<b>Movement in working capital</b>		
(Increase)/Decrease in current assets		
Stores and spares	2,717,751	(9,802,323)
Stock in trade	25,040,451	167,309,039
Trade debtors	(190,886,623)	34,769,066
Advances, deposits & prepayments	(1,480,546)	(328,572,856)
	<b>(164,608,967)</b>	<b>(136,297,074)</b>
<b>Increase/(Decrease) in current liabilities</b>	85,762,588	(3,546,999)
	<b>(78,846,379)</b>	<b>(139,844,073)</b>
Taxes Paid	(41,232,012)	(41,406,718)
WPPF Paid	(2,368,849)	(1,803,452)
WWF Paid	(1,329,180)	(985,312)
Dividend Paid	(5,658,400)	(5,658,400)
Financial Charges Paid	(102,952,668)	(45,931,313)
	<b>(153,541,109)</b>	<b>(95,785,196)</b>
<b>Net Cash from Operating Activities</b>	<b>(43,363,499)</b>	<b>(160,461,578)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Long Term Deposit	(1,000,000)	-
Capital Work In Progress	-	(4,500,000)
	<b>(1,000,000)</b>	<b>(4,500,000)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short Term Loan	29,270,245	160,495,434
Long Term Loan	(1,231,000)	-
	<b>28,039,245</b>	<b>160,495,434</b>
<b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENT</b>	(16,324,253)	(4,466,143)
<b>Cash &amp; Cash Equivalents at the beginning of the Period</b>	29,693,881	9,786,190
<b>Cash &amp; Cash Equivalents at the end of the Period</b>	<b>13,369,628</b>	<b>5,320,047</b>



Chief Executive



Director



CFO

Lahore:  
Date: February 27, 2020



# S.S OIL MILLS LIMITED

## Condensed Interim Statement of Changes In Equity (UN-AUDITED) For the Half Year Ended December 31, 2019

Particulars	Share Capital (Rupees)	Accumulated Profit (Rupees)	Revaluation Surplus (Rupees)	Equity (Rupees)
<b>Balance as on June 30, 2018 (Audited)</b>	56,584,000	454,104,687	186,586,037	697,274,724
Dividend for the year ended June 30, 2018 @ Re. 1 per share		(5,658,400)		(5,658,400)
Net Profit for the half year ended December 31, 2018	-	2,835,581	-	2,835,581
Transferred from surplus on revaluation of fixed assets 31-12-2018	-	6,740,566	(7,692,158)	(951,592)
<b>Balance as on December 31, 2018 (Unaudited)</b>	<b>56,584,000</b>	<b>458,022,435</b>	<b>178,893,879</b>	<b>693,500,313</b>
Revaluation during the Year-Net of Deferred Tax	-	-	257,205,566	257,205,566
Net Profit for the 2nd Half June 30, 2019	-	10,534,533	-	10,534,533
Transferred from surplus on revaluation of fixed assets 30-06-2019	-	16,008,229	(7,323,758)	8,684,471
<b>Balance as on June 30, 2019 (Audited)</b>	<b>56,584,000</b>	<b>484,565,196</b>	<b>428,775,687</b>	<b>969,924,883</b>
Dividend for the year ended June 30, 2019 @ Re. 1 per share	-	(5,658,400)	-	(5,658,400)
Net Profit for the Half Year ended December 31, 2019	-	28,975,641	-	28,975,641
Transferred from surplus on revaluation of fixed assets 31-12-2019	-	23,980,957	(15,244,989)	8,735,968
<b>Balance as on December 31, 2019 (Unaudited)</b>	<b>56,584,000</b>	<b>531,863,395</b>	<b>413,530,698</b>	<b>1,001,978,093</b>



Chief Executive



Director



CFO

Lahore:

Date: February 27, 2020

# S. S. OIL MILLS LIMITED

## NOTES TO THE ACCOUNTS

For the Half Year Ended December 31, 2019

### 1 Status and Nature of Business

S.S. OIL MILLS LTD (The Company) was incorporated in Pakistan in August 21, 1990 as a Public Limited Company under the repealed companies ordinance, 1984. The shares of the company are quoted on Pakistan Stock Exchange. 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 Statement of Compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International accounting standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information required for full financial statements and should be read in conjunction with the annual financial statements for the year ended June 30, 2019.

### 3 Changes In Accounting Standards, Interpretations And Pronouncements

#### (a) Standards, interpretations and amendments to published approved accounting standards that are effective and relevant

IFRS 16 "Leases", IFRS 16 replaces the previous lease standard: IAS 17 Leases. It will result in almost all leases being recognised on the balance sheet, as the distinction between operating and finance leases is removed. Under the new standard, an asset (right to use lease item) and lease liability to pay rentals are recognized. The only exception are short term and low value leases.

#### (b) Standards, interpretation and amendments to published approved accounting standards that are effective but not relevant

The other new standards, amendments and interpretations that are mandatory for accounting periods beginning on or after January 1, 2019 are considered not to be relevant for the Company's financial statements and hence have not been detailed here.

### 4 Issued, Subscribed and paid up Capital

5,018,400 ordinary shares of Rs. 10 fully paid in cash  
640,000 Ordinary shares of Rs. 10/- each issued for consideration other than cash

Dec-31 2019 (Rupees)	Jun-19 2019 (Rupees)
50,184,000	50,184,000
6,400,000	6,400,000
<u>56,584,000</u>	<u>56,584,000</u>

### 5 Contingencies and Commitments

#### 5.1 Contingencies

NIL

#### 5.2 Commitments

Letter of Guarantee issued in favour of SNGPL Rs. 21.00 million (June 30, 2019: Rs. 21.00 millions).

		Dec-31 2019	Jun-19 2019
		(Rupees)	(Rupees)
<b>6</b>	<b>Stock in Trade</b>		
	Raw Material - Seed	480,481,111	537,080,215
	Finished Goods	182,612,299	151,053,646
		<u>663,093,410</u>	<u>688,133,861</u>
<b>7</b>	<b>Trade Debtors</b>		
	Due from related Parties	315,883,431	233,772,050
	Others	775,532,301	666,757,059
		<u>1,091,415,732</u>	<u>900,529,109</u>
	7.1 Due from related parties S.S Feed Mills Pvt Ltd	315,883,431	233,772,050

## 8 Cash and Bank balances

These balances were held  
at different banks

On Profit and Loss accounts	10,490,882	2,170,841
On Current Accounts	2,776,993	27,393,748
	<u>13,267,875</u>	<u>29,564,589</u>
In Hand	101,753	129,292
	<u>13,369,628</u>	<u>29,693,881</u>

## 9 Transactions With Related Parties

	3 Months Period Ended		6 Months Period Ended	
	31-Dec, 2019 Rupees	31-Dec, 2018 Rupees	31-Dec, 2019 Rupees	31-Dec, 2018 Rupees
S.S Feed Mills Private Limited Common Directorship				
Sale of Goods	502,155,041	132,259,072	712,411,381	249,839,194

There are no transactions with any key managements personnel other than under the terms of employment.

## 10 Date of Authorzation for issue

These financial statements were authorized for issue on February 27, 2020 by the board of Directors.

## 11 General

Figures have been rounded off to the neaest rupee unless otherwise stated.

Lahore:  
Date: February 27, 2020

  
Chief Executive

  
Director

  
CFO