



Quarterly  
Accounts  
(UN-AUDITED)  
As at 30<sup>th</sup> September, 2021  
(1<sup>st</sup> Quarter)

**SANA Industries Limited**

33-D-2, Block 6, P.E.C.H.S., Shahrah-e-Faisal, Karachi-75400  
Phone: 021-34322556-9 Email: [info@sana-industries.com](mailto:info@sana-industries.com)

## CONTENTS

Company Information	2
Directors' Report alongwith annexures	3
Interim condensed unconsolidated Balance Sheet	6
Interim condensed unconsolidated Profit and Loss account	7
Interim condensed unconsolidated Statement of Comprehensive Income	8
Interim condensed unconsolidated Statement of Changes in Equity	9
Interim condensed unconsolidated Cash flow statement	10
Unconsolidated notes to the Accounts	11
Interim condensed consolidated Balance Sheet	15
Interim condensed consolidated Profit and Loss account	16
Interim condensed consolidated Statement of Comprehensive Income	17
Interim condensed consolidated Statement of Changes in Equity	18
Interim condensed consolidated Cash flow statement	19
Consolidated notes to the Accounts	20

## COMPANY INFORMATION

### Board of Directors

Mr.Mohammed Younus Nawab	- Director
Hafiz Mohammed Irfan Nawab	- Chief Executive
Mr.Ibrahim Younus	- Chairman
Mr.Muhammad Faizanullah	- Director
Mr.Ismail Younus	- Director
Ms.Areej Rafique	- Director
Mr.Muhammad Ashfaq	- Director

### H.R. & Remuneration Committee

Ms.Areej Rafique	- Chairman
Mr.Syed Amjad Ahmad	- Secretary
Mr.Muhammad Faizanullah	- Member
Mr.Ismail Younus	- Member

### Audit Committee

Mr.Muhammad Ashfaq	- Chairman
Mr.Syed Amjad Ahmad	- Secretary
Mr.Ismail Younus	- Member
Mr.Muhammad Faizanullah	- Member

### C.F.O./Company Secretary

Mr.Saad Bin Hilal	-Chief Financial Officer
Mr.Abdul Hussain Antaria	-Company Secretary

### Registered Office

33-D-2, Block 6, P.E.C.H.S
P.O.Box No.10651,
Karachi - 75700
Phone : 32561728 - 29
Fax : 32570833
E-mail : info@sanaindustries.com

### Mills

B-186, Hub Industrial Trading Estate,
Hub Chowki, District Lasbela,
Balochistan.
Phone : 0853-363443 - 44
Fax : 0853-363422

### Auditors

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants
Plot No. 180,
Block-A S.M.C.H.S.
Karachi.
Phone : 34549345-9
Fax : 34548210

### Legal Advisors

Zaki & Co.,
Advocates
21-A, Wahab Arcade,
M.A.Jinnah Road,
Karachi.
Phone : 32628998 / 32628999

### Bankers

Habib Metropolitan Bank Limited
Islamic Banking Branch,
Jodia Bazar,
Karachi.
Phone : 32432528 - 30
Fax : 32432527

### Share Registrars

CDC Share Registrar Service Limited
CDC House, 99-B, Block B, S.M.C.H.S.,
Karachi.
Phone : 111-111-500
Fax : 34326027

Website for financial data - <http://www.sana-industries.com/>

## DIRECTORS' REPORT

The Directors take pleasure in submitting the un-audited accounts, for the First Quarter ended 30th September, 2021, as required by the Securities and Exchange Commission of Pakistan, vide Circular No.2 (52) SE/2001 dated 5/11/2001.

The results of the First quarter have shown an increase as compared to the 1<sup>st</sup> quarter of last year. The unconsolidated Gross Profit enhanced by 34.29 million or 64.95%. The unconsolidated Net profit before tax of Rs.32.07 million for the previous corresponding quarter has enhanced to Rs.50.53 million, depicting an uplift of 57.57%.

In order to facilitate our Shareholders, following comparisons of operating and financial data are annexed:

- |   |         |
|---|---------|
| (a) Comparison with previous quarter (consolidated)                   | Annex-A |
| (b) Comparison with corresponding quarter of last year (consolidated) | Annex-B |

## FUTURE PROSPECTS

The future outlook looks stable and local demand is expected to remain strong. The management is taking measures to achieve technological upgradation thereby increasing production capacity and sales.

## DIVIDEND

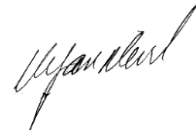
The directors have decided to skip payment of any interim dividend for consolidation with the final dividend.

No bonus issue has been announced during the period.

## PERSONNEL

We would like to place on record our deepest gratitude to all stakeholders (internal/ external), banks, financial institutions, relevant ministries and regulators for their continuous support towards the growth of the company. We acknowledge the hard work, devotion and loyalty of the staff and workers without whom continued success could not have been achieved. We look forward to the same devotion and cooperation in the years to come.

On behalf of the Board



(Mohammed Irfan Nawab)  
Chief Executive.

Karachi: 28<sup>th</sup> October, 2020.

## ڈائریکٹرز کی رپورٹ

ڈائریکٹرز 30 ستمبر 2021 کو ختم ہونے والی پہلی سہ ماہی کے لئے سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے سرکلر نمبر SE/2001(52) تاریخ 05/11/2001 کے مطابق غیر آڈٹ شدہ اکائونٹس جمع کرانے میں خوشی محسوس کرتے ہیں۔

پہلی سہ ماہی کے نتائج میں گزشتہ سال کی پہلی سہ ماہی کے مقابلے میں اضافہ ظاہر ہوا ہے۔ غیر مستحکم مجموعی منافع میں 34.29 ملین روپے یا 64.95 فیصد اضافہ ہوا۔ گزشتہ اسی سہ ماہی کے لئے 32.07 ملین روپے قبل از ٹیکس غیر مستحکم خالص منافع بڑھ کر 50.53 ملین روپے ہو گیا ہے جو 57.57 فیصد ترقی کی عکاسی کرتا ہے۔

ہمارے شیئر ہولڈرز کی سہولت کے لیے، آپریٹنگ اور مالیاتی ڈیٹا کے مندرجہ ذیل موازنہ کو منسلک کیا گیا ہے۔

Annexure-A	(a) گزشتہ سہ ماہی کے ساتھ موازنہ (مستحکم)
Annexure-B	(b) گزشتہ سال کی اسی سہ ماہی کے ساتھ موازنہ (مستحکم)

### مستقبل کے امکانات

مستقبل کا نقطہ نظر مستحکم نظر آتا ہے اور توقع ہے کہ مقامی طلب مضبوط رہے گی۔ انتظامیہ تکنیکی جدت کے حصول کے لئے اقدامات کر رہی ہے جس سے پیداواری صلاحیت اور فروخت میں اضافہ ہو رہا ہے۔

### ڈیویڈنڈ

ڈائریکٹرز نے حتمی ڈیویڈنڈ کے ساتھ استیقام کے لئے کسی بھی عبوری ڈیویڈنڈ کی ادائیگی چھوڑنے کا فیصلہ کیا ہے۔

حالیہ عرصے کے دوران بونس کے کسی اجراء کا اعلان نہیں کیا گیا۔

### کارکنان

ہم کمپنی کی ترقی میں مسلسل معاونت کے لئے تمام اسٹیک ہولڈرز (اندرونی بیرونی)، بینکوں، مالیاتی اداروں، متعلقہ وزارتوں اور ریگولیٹرز کے دلی شکر گزار ہیں۔ ہم عملے اور کارکنوں کی محنت، دیانتداری اور وفاداری کا اعتراف کرتے ہیں جن کے بغیر مسلسل کامیابی کا حصول ناممکن تھا۔ ہم آنے والے برسوں میں اسی دیانتداری اور تعاون کے منتظر ہیں۔

منجانب بورڈ

(محمد عرفان نواب)

چیف ایگزیکٹو

کراچی: 28 اکتوبر 2021

**Consolidated comparison with previous quarter**
**Annexure A**

Covering period FROM TO	01-July-2021 30-Sep-2021	01-Apr-2021 30-Jun-2021	VARIATION	
			Amount	Percentage
Turnover - net	846.49	898.63	(52.14)	-5.80%
Cost of Sales	748.62	768.76	(20.14)	-2.62%
Gross Profit	97.87	129.87	(32.00)	-24.64%
G.P.Rate to Sales	11.56%	14.45%		-2.89%
Administrative, Selling, Financial & Other expenses	60.80	79.24	(18.45)	-23.28%
Other income	1.28	7.81	(6.53)	-83.56%
Operating Profit before tax	38.36	58.44	(20.08)	-34.37%
Operating Profit to sales ratio	4.53%	6.50%		
Earning per share (before tax)	3.49	6.61	(3.12)	-47.20%


**Consolidated comparison with corresponding quarter of last year**
**Annexure B**


Covering period FROM TO	01-July-2021 30-Sep-2021	01-July-2020 30-Sep-2020	VARIATION	
			Amount	Percentage
Turnover - net	846.49	555.30	291.19	52.44%
Cost of Sales	748.62	483.54	265.08	54.82%
Gross Profit	97.87	71.76	26.11	36.38%
G.P.Rate to Sales	11.56%	12.92%		
Administrative, Selling, Financial & Other expenses	60.80	42.57	18.23	42.83%
Other income	1.28	2.22	(0.93)	-42.11%
Operating Profit before tax	38.36	31.41	6.95	22.11%
Operating Profit to sales ratio	4.53%	5.66%		
Earning per share (before tax)	3.49	3.66	(0.17)	-4.64%


**SANA INDUSTRIES LIMITED**  
**UNCONSOLIDATED INTERIM CONDENSED BALANCE SHEET**  
**AS AT 30 SEPTEMBER 2021 (UN-AUDITED)**

	NOTE	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
		----- (Rupees) -----	
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	4	311,326,665	321,243,043
Right-of-use asset		22,972,113	23,970,900
Investment property		49,626,785	52,239,813
Investment in subsidiary		94,999,990	94,999,990
Long term deposits	5	2,756,051	2,756,051
Deferred tax assets		14,951,135	13,360,749
		-----	-----
		496,632,739	508,570,546
<b>CURRENT ASSETS</b>			
Stock-in-trade	6	242,570,591	240,450,223
Stores and spares		9,357,758	6,697,215
Trade debts- unsecured, considered good		516,527,969	441,291,605
Loans and advances		19,189,674	35,758,481
Deposits and pre-payments		6,704,056	1,940,484
Short term investments		40,722,832	26,722,832
Other receivables		60,882,283	44,803,027
Tax refunds due from government	7	105,570,067	80,600,473
Cash and bank balances		69,894,149	98,496,842
		-----	-----
		1,071,419,379	976,761,182
<b>TOTAL ASSETS</b>			
		-----	-----
		1,568,052,118	1,485,331,728
<b>EQUITY AND LIABILITIES</b>			
<b>CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
20,000,000 (2021: 20,000,000) ordinary shares of Rs 10 each		200,000,000	200,000,000
		-----	-----
<b>Issued, subscribed and paid-up capital</b>			
		110,000,000	110,000,000
<b>Reserves</b>			
		445,372,373	402,806,923
		-----	-----
<b>Shareholder's equity</b>			
		555,372,373	512,806,923
<b>NON CURRENT LIABILITIES</b>			
Lease liability		28,024,321	24,774,275
Long term financing	8	24,691,235	35,652,805
Deferred liabilities	9	107,247,319	105,536,566
		-----	-----
		159,962,875	165,963,646
<b>CURRENT LIABILITIES</b>			
Trade and other payables		233,687,771	125,198,792
Advances from Customers		17,879,210	66,516,216
Accrued profit		9,504,780	9,381,038
Loans from directors and associates		6,660,000	6,660,000
Current maturity of lease liability		2,136,143	5,708,856
Current portion of long term loans from a banking company	8	60,393,708	63,625,801
Current maturity of deferred government grant		921,672	1,786,286
Unclaimed dividend		1,877,676	1,877,676
Short Term islamic finance	10	519,655,910	525,806,494
Taxation - net	7	-	-
		-----	-----
		852,716,870	806,561,158
<b>CONTINGENCIES AND COMMITMENTS</b>			
	11	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>			
		-----	-----
		1,568,052,118	1,485,331,728

The annexed notes from 1 to 16 form an integral part of these financial statements.

  
-----  
Chief Executive

  
-----  
Director


  
-----  
Chief Financial Officer

**SANA INDUSTRIES LIMITED**  
**UNCONSOLIDATED INTERIM CONDENSED PROFIT AND LOSS ACCOUNT**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

	NOTE	September 30, 2021	September 30, 2020
		----- Rupees -----	
Gross Turnover		<b>741,909,130</b>	571,292,483
<b>less</b>			
Sales tax		<b>(111,618,113)</b>	(87,338,534)
Commisions and discounts		-	(41,293.00)
Net Turnover		<b>630,291,017</b>	483,912,656
Cost of sales	12	<b>(543,201,349)</b>	(431,115,603)
Gross profit		<b>87,089,668</b>	52,797,053
Selling and distribution expenses		<b>(4,710,441)</b>	(4,577,383)
Administrative expenses		<b>(16,668,648)</b>	(13,057,347)
Other operating expenses		<b>(4,027,866)</b>	(2,280,822)
Other operating income		<b>887,259</b>	1,869,436
Operating profit		<b>62,569,974</b>	34,750,937
Rental Income		<b>6,197,821</b>	5,119,014
Finance cost		<b>(18,239,087)</b>	(7,802,618)
Profit/(Loss) for the period before taxation		<b>50,528,707</b>	32,067,333
Provision for taxation - current		<b>(9,629,692)</b>	(8,474,779)
- deferred (current)		<b>1,590,385</b>	6,591,390
		<b>(8,039,308)</b>	(1,883,389)
Profit after taxation		<b>42,489,400</b>	30,183,944
Earning per share	13	<b>3.86</b>	3.51

The annexed notes from 1 to 16 form an integral part of these financial statements.

  
-----  
Chief Executive

  
-----  
Director


  
-----  
Chief Financial Officer

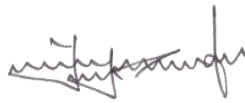



**SANA INDUSTRIES LIMITED**  
**UNCONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

	September 30, 2021	September 30, 2020
	----- Rupees -----	
Net profit for the period	42,489,400	30,183,944
Other comprehensive income	-	-
	-----	-----
	<b>42,489,400</b>	<b>30,183,944</b>
	=====	=====

The annexed notes from 1 to 16 form an integral part of these financial statements.

  
-----  
Chief Executive

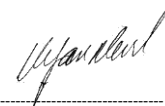
  
-----  
Director

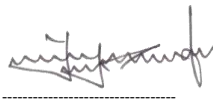
  
-----  
Chief Financial Officer

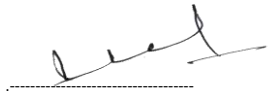
**SANA INDUSTRIES LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021**

	Issued, subscribed and paid-up capital	REVENUE RESERVES			Sub Total	Total
		General reserve	Share Premium	Un- appropriated profit		
Balance as at July 01, 2020	85,937,500	132,500,000	-	127,064,475	259,564,475	345,501,975
Profit after taxation for the first quarter ended September 30, 2020	-	-	-	30,183,943	30,183,943	30,183,943
Balance as at September 30, 2020	85,937,500	132,500,000	-	157,248,418	289,748,418	375,685,918
<b>Balance as at July 01, 2021</b>	<b>110,000,000</b>	<b>132,500,000</b>	<b>96,250,000</b>	<b>174,132,974</b>	<b>402,882,974</b>	<b>512,882,974</b>
<b>Profit after taxation for the first quarter ended September 30, 2020</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>42,489,400</b>	<b>42,489,400</b>	<b>42,489,400</b>
<b>Balance as at September 30, 2021</b>	<b>110,000,000</b>	<b>132,500,000</b>	<b>96,250,000</b>	<b>216,622,373</b>	<b>445,372,373</b>	<b>555,372,373</b>

The annexed notes from 1 to 16 form an integral part of these financial statements.

  
 Chief Executive

  
 Director

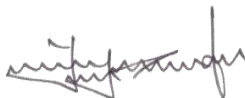
  
 Chief Financial Officer


**SANA INDUSTRIES LIMITED**  
**UNCONSOLIDATED INTERIM CONDENSED CASH FLOW STATEMENT**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

	NOTE	September 30, 2021	September 30, 2020
		----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net profit/(loss) before taxation		50,528,707	32,067,333
Add/(Less): Adjustments for:			
Depreciation		20,784,417	20,383,095
Loss/(Gain) on disposal of fixed assets		-	(920,000)
Profit on PLS account		(196,346)	(199,217)
Provision for WPPF		2,727,829	1,461,457
Provision for gratuity		2,408,175	2,334,558
Workers' welfare fund		1,300,037	819,365
Finance cost		18,239,087	7,802,618
		-----	-----
Cash provided by operating activities before working capital changes		95,791,906	63,749,209
(Increase)/decrease in current assets	14	(78,912,509)	(124,882,339)
Increase/(decrease) in current liabilities	14	27,916,982	58,633,359
		-----	-----
		44,796,379	(2,499,771)
Finance cost		(17,809,616)	(26,211,386)
Staff benefits		(670,671)	(317,352)
Gratuity Paid		(253,726)	(121,907)
Taxes paid		(8,043,085)	(5,936,019)
		-----	-----
Net cash inflow from operating activities		18,019,280	(35,086,435)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure incurred		(3,051,668)	(12,118,016)
Profits received on bank accounts		196,346	199,217
Short term investment		(14,000,000)	-
Proceeds from sale of fixed assets		-	920,000
Net cash used in investing activities		(16,855,322)	(10,998,799)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipts / (Re-payment) of Short term Islamic finance		(6,150,584)	7,058,659
Receipts / (Re-payment) of Diminishing Mushareqa		(14,193,662)	29,523,379
Repayment of lease liability (principal repayment)		(1,414,050)	(857,000)
Repayment of loan against SBP Refinance facility for payment of wages and salaries		(8,008,355)	-
Loan re-payment to related parties		-	(2,500,000)
Dividends paid		-	(23,892)
Net cash inflow from/(used in) financing activities		(29,766,652)	33,201,146
		-----	-----
Net (decrease)/increase in cash and cash equivalents		(28,602,693)	(12,884,088)
Cash and cash equivalents at beginning of the period		98,496,842	53,312,333
		-----	-----
Cash and cash equivalents at end of the period		69,894,149	40,428,245
		=====	=====

The annexed notes from 1 to 16 form an integral part of these financial statements.

  
-----  
Chief Executive

  
-----  
Director

  
-----  
Chief Financial Officer

**SANA INDUSTRIES LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

**1. NATURE OF BUSINESS**

The Company was incorporated in Pakistan as a public limited Company under the Companies Ordinance, 1984. The shares of the Company are quoted on the Karachi, Lahore and Islamabad Stock Exchanges. The Company is principally engaged in the manufacturing and sale of man-made blended yarn at Hub Industrial Trading Estate, Hub Chowki, and a "compartmentalized cold store" located at Karachi. The registered office of the Company is located at 32-D-2, block -6, P.E.C.H.S Karachi, Pakistan.

**2. BASIS FOR PREPARATION OF THE ACCOUNTS**

These financial statements are unaudited and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" as applicable in Pakistan.

**3. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of these financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended June 30, 2021.

Expenses are shared amongst the segments on the basis of allocation methods as deemed appropriate by the management.

	<b>September 30, 2021 (Un-audited)</b>	<b>June 30, 2021 (Audited)</b>
	----- (Rupees) -----	
<b>4. TANGIBLE FIXED ASSETS</b>		
Net book value (NBV) at the beginning of the period	<b>321,243,043</b>	355,849,999
Add: Additions to tangible fixed assets	<b>3,051,668</b>	37,937,546
Less: Disposals during the period (NBV)	-	6,384,157
Depreciation charged during the period	<b>17,172,598</b>	66,160,345
	<b>17,172,598</b>	72,544,502
Net book value (NBV) at the closing of the period	<b>307,122,113</b>	321,243,043
Capital work-in-progress	<b>4,204,552</b>	-
	<b>311,326,665</b>	321,243,043
	=====	=====

**5. INVESTMENTS**

**5.1 Investment in Sana Logistics (Private) Limited**

As at September 30, 2021, the Company held 3,500,000 (June 2021: 3,500,000) ordinary shares of M/s. Sana Logistics (Private) Limited (SLPL) which gives the Company 70% (2021: 70%) voting power in SLPL. The principal business activity of SLPL is to warehousing services to its customers, who may have specialized requirements with respect to storage temperatures, environment, handling of goods while adhering to all the best practices and compliant to modern day warehousing management technique. The registered office of SLPL is situated at 33-D-2, Block 6, P.E.C.H.S, Karachi.

**5.2 Investment in Sana Distributors (Private) Limited**

As at September 30, 2021, the Company held 5,999,999 ( June 2021: 5,999,999) ordinary shares of M/s. Sana Distributors (Private) Limited (SDPL) which gives the Company 99.99% (2021: 99.99%) voting power in SDPL. The principal business activity of SDPL is the distribution of lubricants and allied items and to act as general traders. The registered office of SDPL is situated at 33-D-2, Block 6, P.E.C.H.S, Karachi.

	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
	----- (Rupees) -----	
<b>6. STOCK-IN-TRADE</b>		
Raw and packing material		
- in hand	112,030,873	146,124,338
- in transit	40,314,338	8,686,960
	-----	-----
	152,345,211	154,811,298
Work-in-process	15,526,954	13,904,366
Finished goods	73,268,151	70,631,209
Waste stock	1,430,275	1,103,350
	-----	-----
	242,570,591	240,450,223
	=====	=====
<b>7. TAXATION - NET</b>		
Advance income tax	35,732,203	27,689,118
Provision for Taxation	(9,629,692)	(31,934,991)
Tax refunds due from government	79,467,556	84,846,345
	-----	-----
	105,570,067	80,600,472
	=====	=====
<b>8. NON CURRENT LIABILITY - secured</b>		
Diminishing Mushreka from a commercial bank	49,053,271	56,279,551
Financing under SBP Refinance Scheme for 'Payment of Salaries and Wages	36,031,672	42,999,055
	-----	-----
	85,084,943	99,278,606
Less: Current portion	(60,393,708)	(63,625,801)
	-----	-----
	24,691,235	35,652,805
	=====	=====
<b>9. DEFERRED LIABILITIES</b>		
Provision for compensated absences	161,144	831,815
Deferred government grant	776,033	575,113.40
Staff retirement benefits	37,091,692	34,683,517
Provision for Gas Infrastructure Development Cess	69,218,450	69,446,121
	-----	-----
	107,247,319	105,536,566
	=====	=====

<b>10. SHORT-TERM ARRANGEMENT - secured</b>			
From commercial banks		<b>519,655,910</b>	525,806,494
		=====	=====
<b>11 CONTINGENCIES AND COMMITMENTS</b>			
<b>11.1 Contingencies</b>			
There were no major changes in the contingencies as reported in the financial statements for the year ended June 30, 2021.			
<b>11.2 Commitments</b>			
Custom duty and income tax on stock in transit		<b>9,663,692</b>	5,018,520
		=====	=====
Letter of gurantee issued by a commercial bank		<b>31,611,015</b>	29,376,305
		=====	=====
Irrevocable letter of credits		<b>369,405,586</b>	351,347,589
		=====	=====
		<b>September 30,</b>	September 30,
		<b>2021</b>	2020
		----- Rupees -----	
<b>12 COST OF SALES</b>			
Opening stock finished goods and waste		<b>71,734,559</b>	94,020,268
Cost of goods manufactured		<b>546,165,216</b>	396,497,911
Closing stock finished goods and waste		<b>(74,698,426)</b>	(59,402,576)
		-----	-----
		<b>543,201,349</b>	431,115,603
		=====	=====
<b>13 EARNING PER SHARE - BASIC AND DILUTED</b>			
Profit after taxation	Rupees	<b>42,489,400</b>	30,183,944
Issued ordinary shares		<b>11,000,000</b>	8,593,750
Basic and diluted earnings per share	Rupees	<b>3.86</b>	3.51
		=====	=====
<b>14 WORKING CAPITAL CHANGES</b>			
<b>Decrease/(Increase) in current assets</b>			
Stock-in-trade		<b>(2,120,368)</b>	10,154,075
Stores and spares		<b>(2,660,543)</b>	(1,105,314)
Trade debts		<b>(75,236,366)</b>	(128,615,359)
Advances		<b>16,568,807</b>	8,651,287
Deposits and pre-payments		<b>(4,763,572)</b>	(5,203,755)
Other receivables		<b>(10,700,466)</b>	(8,763,273)
		-----	-----
		<b>(78,912,509)</b>	(124,882,339)
		=====	=====
<b>Increase/(decrease) in current liabilities</b>			
Trade and other payables		<b>27,916,982</b>	58,633,359
		=====	=====

**15 TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise associated companies, staff benefit funds, directors and key management personnel. The transactions with related parties are as follows:

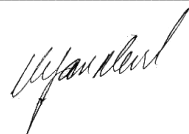
<b>Relationship</b>	<b>Nature of transaction</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
		----- Rupees -----	
Broowings from Directors and family member		-	3,250,000
Repayment of broowings from Directors and family member		-	5,750,000
Rent paid to director's family members		<b>1,414,050</b>	857,000
		=====	=====
		<b>September 30, 2021</b>	<b>June 30, 2021</b>
		<b>(Un-audited)</b>	<b>(Audited)</b>
		----- (Rupees) -----	
Receivable from Subsidiaries		<b>52,255,818</b>	42,091,222
		=====	=====

**16. GENERAL**


16.1 These financial statements were authorised for issue by the Board of Directors on 28th October, 2021.

16.2 Certain corresponding figures have been re-arranged wherever necessary for the purpose of comparison.

---



Chief Executive



Director

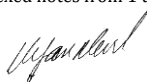


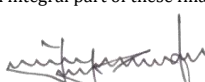
Chief Financial Officer

**SANA INDUSTRIES LIMITED**  
**CONSOLIDATED INTERIM CONDENSED BALANCE SHEET (UN-AUDITED)**  
**AS AT 30 SEPTEMBER 2021 (UN-AUDITED)**

	NOTE	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
		----- (Rupees) -----	
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	4	490,409,226	507,994,328
Right-of-use assets		56,442,321	61,089,070
Long term deposits		2,756,051	2,756,051
Deferred tax asset - net		23,409,233	27,299,528
		-----	-----
		573,016,830	599,138,977
<b>CURRENT ASSETS</b>			
Stock-in-trade	5	292,737,355	286,554,036
Stores and spares		9,357,758	6,697,215
Short term investments		49,272,832	26,722,837
Trade debts		694,331,312	639,494,065
Loans and advances		19,960,068	36,883,156
Trade deposits and short term prepayments		8,357,341	2,811,491
Other receivables		29,739,930	16,783,402
Tax refunds due from government		184,931,317	126,242,288
Cash and bank balances		92,289,578	130,132,866
		-----	-----
		1,380,977,491	1,272,321,356
<b>TOTAL ASSETS</b>			
		-----	-----
		1,953,994,321	1,871,460,333
<b>EQUITY AND LIABILITIES</b>			
<b>CAPITAL AND RESERVES</b>			
Authorized share capital		200,000,000	200,000,000
		-----	-----
Issued, subscribed and paid-up capital		110,000,000	110,000,000
Reserves		442,613,198	414,202,450
		-----	-----
Equity attributable to the shareholders of holding company		552,613,198	524,202,450
Non controlling Interest	6	48,740,579	45,372,567
		-----	-----
Total equity		601,353,777	569,575,017
<b>NON CURRENT LIABILITIES</b>			
Long term financing	7	33,950,049	51,742,922
Lease liability		58,230,509	53,339,874
Deferred liabilities	8	107,590,917	105,791,292
		-----	-----
		199,771,475	210,874,088
<b>CURRENT LIABILITIES</b>			
Trade and other payables		357,962,369	273,956,067
Advances from Customers		17,879,210	24,005,624
Accrued profit		9,714,201	9,967,323
Loans from directors and associates		60,665,000	49,256,135
Current portion of long term loans from a banking company	7	107,154,890	117,990,269
Current maturity of lease liability		18,088,121	24,925,670
Current maturity of deferred government grant		2,202,584	3,291,953
Unclaimed dividend		1,877,676	1,877,677
Short term Islamic finance	9	577,325,018	585,740,510
Taxation - net		-	-
		-----	-----
		1,152,869,069	1,091,011,228
<b>CONTINGENCIES AND COMMITMENTS</b>			
	10	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>			
		-----	-----
		1,953,994,321	1,871,460,333
		=====	=====

The annexed notes from 1 to 15 form an integral part of these financial statements.

  
-----  
Chief Executive

  
-----  
Director

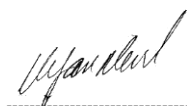
  
-----  
Chief Financial Officer

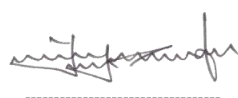


**SANA INDUSTRIES LIMITED**  
**CONSOLIDATED INTERIM CONDENSED PROFIT AND LOSS ACCOUNT**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

	NOTE	September 30, 2021	September 30, 2020
		----- Rupees -----	
Gross Turnover		1,046,834,076	651,852,577
<b>less</b>			
Sales tax		(154,351,291)	(96,507,497)
Commissions / returns and discounts		(45,991,678)	(41,293.00)
		846,491,107	555,303,787
Cost of sales	11	(748,619,285)	(483,541,627)
Gross profit		97,871,822	71,762,160
Selling and distribution expenses		(7,737,823)	(5,055,353)
Administrative expenses		(26,218,915)	(23,060,176)
Other operating expenses		(4,027,866)	(2,280,822)
Other operating income		1,284,323	2,218,716
Operating profit		61,171,542	43,584,525
Finance cost		(22,813,620)	(12,171,664)
Profit/( Loss) for the period before taxation		38,357,922	31,412,861
Provision for taxation - current		(12,497,115)	(10,871,062)
- deferred (current)		5,917,953	7,466,624
		(6,579,162)	(3,404,438)
Profit after taxation		31,778,760	28,008,423
Attributable to:			
- Shareholders of the Holding Company		28,410,748	28,670,677
- Non - controlling interest		3,368,012	(662,253)
		31,778,760	28,008,423
Earning per share	12	2.58	3.34

The annexed notes from 1 to 15 form an integral part of these financial statements.

  
-----  
Chief Executive

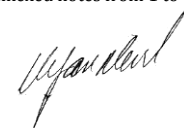
  
-----  
Director

  
-----  
Chief Financial Officer

**SANA INDUSTRIES LIMITED**  
**CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

	<b>September 30, 2021</b>	September 30, 2020
	----- Rupees -----	
Net profit for the period	<b>31,778,760</b>	28,008,423
Other comprehensive income	-	-
Total comprehensive income for the period	<b>31,778,760</b>	28,008,423
	=====	=====
Attributable to		
Owners Equity	<b>28,410,748</b>	28,670,677
Non-controlling interest	<b>3,368,012</b>	(662,253)
	<b>31,778,760</b>	28,008,423
	=====	=====

The annexed notes from 1 to 15 form an integral part of these financial statements.



Chief Executive



Director

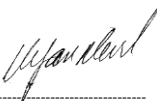


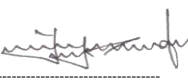
Chief Financial Officer

**SANA INDUSTRIES LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021**

	Issued, subscribed and paid-up capital	REVENUE RESERVES			Sub Total	Total equity attributable to the shareholders of Holding Company	Non-controlling interest
		General reserve	Share Premium	Un- appropriated profit			
Balance as at July 01, 2020	85,937,500	132,500,000		163,594,422	296,094,422	382,031,922	39,362,086
Profit after taxation for the first quarter ended September 30, 2020	-	-		28,670,677	28,670,677	28,670,677	-
Non-controlling interest arising on a business combination	-	-				-	(662,253)
Balance as at September 30, 2020	85,937,500	132,500,000	-	192,265,099	324,765,099	410,702,599	38,699,833
<b>Balance as at July 01, 2021</b>	<b>110,000,000</b>	<b>132,500,000</b>	<b>96,250,000</b>	<b>185,452,450</b>	<b>414,202,450</b>	<b>524,202,450</b>	<b>45,372,567</b>
Profit after taxation for the first quarter ended September 30, 2021	-	-		28,410,748	28,410,748	28,410,748	-
Non-controlling interest arising on a business combination	-	-	-	-	-	-	3,368,012
Balance as at September 30, 2021	110,000,000	132,500,000	96,250,000	213,863,198	442,613,198	552,613,198	48,740,579

The annexed notes from 1 to 15 form an integral part of these financial statements.

  
 Chief Executive


  
 Director


  
 Chief Financial Officer

**SANA INDUSTRIES LIMITED**  
**CONSOLIDATED INTERIM CONDENSED CASH FLOW STATEMENT**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

	NOTE	September 30, 2021	September 30, 2020
		----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net profit/(loss) before taxation		38,357,922	31,412,861
<b>Add/(Less): Adjustments for:</b>			
Depreciation		29,815,811	28,948,915
Loss/(Gain) on disposal of fixed assets		-	(920,000)
Profit on PLS account		(377,859)	(214,257)
Provision for WPPF		2,727,829	1,461,457
Provision for gratuity		2,408,175	2,334,558
Workers' welfare fund		1,300,037	819,365
Finance cost		22,813,620	14,869,906
		-----	-----
Cash provided by operating activities before working capital changes		97,045,535	78,712,806
		-----	-----
(Increase)/decrease in current assets	13	(80,714,174)	(99,622,749)
Increase/(decrease) in current liabilities	13	36,622,718	53,188,094
		-----	-----
		52,954,078	32,278,151
		-----	-----
Finance cost		(23,217,583)	(33,371,910)
Staff benefits		(670,671)	(317,352)
Gratuity Paid		(253,726)	(121,907)
Taxes paid		(11,100,651)	(9,571,324)
		-----	-----
Net cash inflow from operating activities		17,711,447	(11,104,343)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure incurred		(3,379,407)	(13,659,535)
Profits received on bank accounts		381,172	226,885
Short term investment		(14,000,000)	-
Proceeds from sale of fixed assets		-	920,000
Net cash used in investing activities		(16,998,234)	(12,512,651)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipts / (Re-payment) of Short term Islamic finance		(8,415,493)	7,058,659
Receipts / (Re-payment) of Diminishing Mushareqa		(20,170,907)	32,173,662
Repayment of loan against SBP Refinance facility for payment of wages and salaries		(13,879,771)	-
Payments of long-term liability		(2,794,489)	(4,737,481)
Repayment of lease liability (principal repayment)		(4,704,706)	(3,033,390)
Dividends paid		-	(23,892)
Loan re-payment to related parties		11,408,865	(17,500,000)
Net cash inflow from/(used in) financing activities		(38,556,501)	13,937,558
		-----	-----
Net (decrease)/increase in cash and cash equivalents		(37,843,289)	(9,679,436)
Cash and cash equivalents at beginning of the period		130,132,866	61,711,634
		-----	-----
Cash and cash equivalents at end of the period		92,289,577	52,032,198
		=====	=====

The annexed notes from 1 to 15 form an integral part of these financial statements.

  
-----  
Chief Executive

  
-----  
Director

  
-----  
Chief Financial Officer

**SANA INDUSTRIES LIMITED**  
**NOTES TO THE CONSOLIDATED INTERIM CONDENSED FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2021 (UN-AUDITED)**

**1. THE GROUP AND ITS OPERATIONS**

The group consist of Sana Industries Ltd. ("The Holding Company") and its subsidry companies Sana Logistics Pvt Ltd and Sana Distributors PvtLtd. Brief profile of Holding company and Subsidiary Company are as follows;

**Sana Industries Limited (The Holding Company)**

Sana Industries Limited (the Company) was incorporated in Pakistan as a public limited Company under the Companies Ordinance,

**1.2 The geographical location and address of company's business units, including plant are as under:**

- The registered office of the Parent Company is situated at 33-D-2, Block 6, P.E.C.H.S., Karachi, Pakistan.
- 'The Parent Company's manufacturing plant / mill is located at Hub trading estate, situated at Tehsil Hub, District Lasbela, Balochistan.

**1.3 These condensed interim consolidated financial statements comprise of the Parent Company and its subsidiary company**

<i>Name of subsidiary company</i>	<b><i>Effective % shareholding</i></b>
- Sana Logistics (Private) Limited	<u>70.00%</u>
- Sana Distributors (Private) Limited	<u>99.99%</u>

**1.4 Sana Logistics Private Limited (The Subsidiary Company)**

Sana Logistics Private Limited (the subsidiary Company) was incorporated in Pakistan as a private limited Company under the Companies Ordinance, 1984. The principle activity of the subsidiary company is to provide services in respect of Dry Storage through "compartmentalized store project.

**1.5 Sana Distributors Private Limited (The Subsidiary Company)**

Sana Distributors Private Limited (the subsidiary Company) was incorporated in Pakistan as a private limited Company under the Companies Ordinance, 1984. The principle activity of the subsidiary company is to solely distribute lubricant products all over Karachi.

**2. STATEMENT OF COMPLIANCE**

This Condensed interim consolidated financial information has been prepared in accordance with the requirements of International Accounting Standard 34 (Interim Financial Reporting) as notified under the Companies Act, 2017; and has been reviewed by the external auditors as required by the Code of Corporate Governance.

This condensed interim consolidated financial information does not include all the information required for preparation of full financial information and should be read in conjunction with the preceding published annual financial statements for the year ended June 30, 2021.

The comparative balance sheet presented in this condensed interim consolidated financial information as at September 30, 2021 has been extracted from audited financial statements of the company holding company for the year ended June 30, 2021, whereas the comparative profit and loss account, statements of changes in equity and cash flow statements for the first quarter ended September 30, 2021 have been subjected to review but not audit.

**3. ACCOUNTING POLICIES**

The accounting policies adopted for the preparation of this condensed interim consolidated financial information are the same as those applied in the preparation of the preceding published annual financial statements of the company for the year ended June 30, 2021.

**4. ESTIMATES AND JUDGMENTS**

The significant judgment, estimates and assumptions used by the management in preparation of this condensed interim consolidated financial information are the same as those applied to the preceding published annual financial statements of the company for the year ended June 30, 2021.

	<b>September 30, 2021 (Un-audited)</b>	June 30, 2021 (Audited)
	----- (Rupees) -----	
<b>4. TANGIBLE FIXED ASSETS</b>		
Net book value (NBV) at the beginning of the period	504,719,654	563,346,992
Add: Additions to tangible fixed assets	3,379,407	44,942,384
Less: Disposals during the period (NBV)	-	6,384,157
Depreciation charged during the period	<u>25,169,061</u>	<u>97,185,565</u>
	25,169,061	103,569,722
Net book value (NBV) at the closing of the period	<u>482,930,000</u>	504,719,654
Capital work-in-progress	7,479,226	3,274,674
	<u>490,409,226</u>	507,994,328
	=====	=====

	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
	----- (Rupees) -----	
<b>5. STOCK-IN-TRADE</b>		
Raw and packing material		
- in hand	112,030,873	146,124,338
- in transit	40,314,338	8,686,960
	-----	-----
	152,345,211	154,811,298
Work-in-process	15,526,954	13,904,366
Finished goods	123,434,915	116,735,022
Waste stock	1,430,275	1,103,350
	-----	-----
	292,737,355	286,554,036
	=====	=====
<b>6. INVESTMENTS</b>		
<b>Non-Controlling Interest</b>		
Share of NCI (opening)	45,372,567	39,362,086
Share in Profit / (Loss)	3,368,012	6,010,481
	-----	-----
	48,740,579	45,372,567
	=====	=====
<b>7. LONG TERM FINANCING</b>		
Diminishing musharaka	70,760,827	84,131,397
Islamic Auto Finance	2,374,609	2,535,425
Financing under SBP Refinance Scheme for Payment of Salaries and Wages	65,645,105	77,947,481
	-----	-----
	138,780,541	164,614,303
Less: Current portion	(104,830,491)	(112,871,381)
	-----	-----
	33,950,049	51,742,922
	=====	=====
<b>8 DEFERRED LIABILITIES</b>		
Deferred government grant	808,082	829,839
Provision for compensated absences	161,144	831,815
Gas infrastructure development cess	69,218,450	69,446,121
Staff retirement benefits	37,403,241	34,683,517
	-----	-----
	107,590,917	105,791,292
	=====	=====

<b>9. SHORT-TERM ISLAMIC FINANCE - secured</b>		
From commercial banks	519,655,910	585,740,510
	=====	=====
<b>10. CONTINGENCIES AND COMMITMENTS</b>		
<b>10.1 Contingencies</b>		
There were no major changes in the contingencies as reported in the financial statements for the year ended June 30, 2021.		
<b>10.2 Commitments</b>		
Custom duty and income tax on stock in transit	9,663,692	-
	=====	=====
Letter of gurantee issued by a commercial bank	31,611,015	29,376,305
	=====	=====
Irrevocable letter of credits	369,405,586	351,347,589
	=====	=====
	<b>September 30,</b>	<b>September 30,</b>
	<b>2021</b>	<b>2020</b>
	----- Rupees -----	
<b>11. COST OF SALES</b>		
Opening stock finished goods and waste	71,734,559	94,020,268
Cost of goods manufactured	751,583,152	448,923,935
Closing stock finished goods and waste	(74,698,426)	(59,402,576)
	-----	-----
	748,619,285	483,541,627
	=====	=====
<b>12. EARNING PER SHARE - BASIC AND DILUTED</b>		
Profit after taxation attributable to shareholders of the holding company	Rupees 28,410,748	28,670,677
Issued ordinary shares	11,000,000	8,593,750
Basic and diluted earnings per share	Rupees 2.58	3.34
	=====	=====



**13. WORKING CAPITAL CHANGES**

**Decrease/(Increase) in current assets**

Stock-in-trade	(6,183,319)	10,154,075
Stores and spares	(2,660,543)	(1,105,314)
Trade debts	(54,837,247)	(98,892,020)
Advances	16,923,088	6,335,658
Deposits and pre-payments	(5,545,850)	(5,203,755)
Other receivables	(12,956,528)	(3,176,497)
Sales tax refundable	(15,453,774)	(7,734,896)
	-----	-----
	<b>(80,714,174)</b>	<b>(99,622,749)</b>
	=====	=====

**Increase/(decrease) in current liabilities**

Trade and other payables	36,622,718	53,188,094
	=====	=====

**14. TRANSACTIONS WITH RELATED PARTIES**

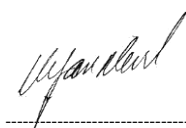
The related parties comprise associated companies, staff benefit funds, directors and key management personnel. The transactions with related parties are as follows:

<b>Relationship</b>	<b>Nature of transaction</b>		
Broowings from Directors and family member		16,520,000	17,000,000
Repayment of broowings from Directors and family member		5,111,135	34,500,000
Rent paid to director's family members		1,977,572	2,142,500
		=====	=====

**15. GENERAL**

15.1 These financial statements were authorised for issue by the Board of Directors on 28th October, 2021.

15.2 Certain corresponding figures have been re-arranged wherever necessary for the purpose of comparison.



Chief Executive



Director



Chief Financial Officer