

**SALMAN NOMAN ENTERPRISES LIMITED**

**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**

AS AT SEPTEMBER 30, 2017

	<b>Un-audited</b>	<b>Audited</b>
	<b>September 30,</b>	<b>June 30,</b>
	<b>2017</b>	<b>2017</b>
	<b>-----Rupees-----</b>	
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Authorized capital		
10,000,000 (June 30, 2017: 10,000,000) ordinary shares of Rs.10/- each	100,000,000	100,000,000
Issued, subscribed and paid-up capital	44,670,360	44,670,360
Accumulated loss	(545,680,539)	(499,445,440)
	(501,010,179)	(454,775,080)
<b>SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT</b>	335,619,538	338,706,459
<b>NON CURRENT LIABILITIES</b>		
Long term financing	61,669,746	65,257,746
Long term loans from directors and others	138,683,905	138,683,905
Liabilities against assets subject to finance lease	16,331,728	18,241,689
Deferred liabilities	5,648,309	4,085,732
<b>CURRENT LIABILITIES</b>		
Trade and other payables	457,950,071	454,332,152
Accrued markup/interest	101,550,880	91,155,869
Short term borrowing	178,254,061	178,157,275
Current portion of long term borrowings	203,024,181	197,526,220
Provision for taxation	8,693,760	7,879,537
	949,472,954	929,051,053
<b>CONTINGENCIES AND COMMITMENTS</b>	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,006,416,001</b>	<b>1,039,251,504</b>
<b>ASSETS</b>		
<b>NON CURRENT ASSETS</b>		
Property, plant and equipment	752,470,445	761,062,187
Long term deposits	16,467,060	16,467,060
<b>CURRENT ASSETS</b>		
Stores, spare parts and loose tools	40,161,283	42,613,726
Stock in trade	143,655,878	151,679,639
Trade debts-Unsecured (Considered good)	4,132,541	4,491,374
Loans and advances	12,026,343	11,780,811
Trade deposits and short term prepayments	2,215,245	2,282,519
Other receivables	-	-
Tax refunds due from Government	34,785,334	34,529,010
Cash and bank balances	501,871	14,345,177
	237,478,496	261,722,257
<b>TOTAL ASSETS</b>	<b>1,006,416,001</b>	<b>1,039,251,504</b>

*The annexed notes form an integral part of these condensed interim financial statements*

Lahore:

Dated: October 31,2017

CHIEF EXECUTIVE

DIRECTOR

**SALMAN NOMAN ENTERPRISES LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2017**

	Note	Q u a r t e r e n d e d	
		September 30, 2017	September 30, 2016
		-----Rupees-----	
Sales - net		81,341,657	229,213,921
Cost of sales	4	(113,072,194)	(256,591,982)
<b>Gross profit / (loss)</b>		<b>(31,730,538)</b>	<b>(27,378,062)</b>
Other operating income		-	-
Distribution cost		(66,692)	(133,385)
Administrative expenses		(4,229,958)	(6,612,034)
Other operating expenses		(293,278)	(6,000)
Finance cost		(10,423,376)	(11,453,325)
<b>Profit / (loss) before taxation</b>		<b>(46,743,842)</b>	<b>(45,582,805)</b>
Taxation		(814,223)	(2,296,425)
<b>Profit / (loss) for the period</b>		<b>(47,558,065)</b>	<b>(47,879,230)</b>
<b>Earnings / (loss) per share - basic and diluted</b>		<b>- 11.39</b>	<b>- 11.47</b>

*The annexed notes form an integral part of these condensed interim financial statements*

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2017**

	Q u a r t e r e n d e d	
	September 30, 2017	September 30, 2016
		-----Rupees-----
Profit / (loss) for the period	(47,558,065)	(47,879,230)
<b>Other comprehensive income for the year</b>		
<b>Item that will not be reclassified to profit and loss account:</b>		
Remeasurement on staff retirement benefits	-	-
Impact of deferred tax	-	-
Other comprehensive income for the period	-	-
	<b>(47,558,065)</b>	<b>(47,879,230)</b>

*The annexed notes form an integral part of these condensed interim financial statements*

**Lahore:**

**Dated: October 31,2017**

**CHIEF EXECUTIVE**

**DIRECTOR**

**SALMAN NOMAN ENTERPRISES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2017**

	Issued, subscribed and paid up capital	Unappropriated profits	Total
	<i>Rupees</i>		
<b>Balance as at June 30, 2016</b>	<b>44,670,360</b>	<b>(363,511,941)</b>	<b>(318,841,581)</b>
Total comprehensive profit for the period	-	(47,879,230)	(47,879,230)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of tax	-	1,392,596	1,392,596
<b>Balance as at September 30, 2016</b>	<b>44,670,360</b>	<b>(409,998,576)</b>	<b>(365,328,216)</b>
Total comprehensive loss for the period	-	(101,051,829)	(101,051,829)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of tax	-	11,604,965	11,604,965
<b>Balance as at June 30, 2017</b>	<b>44,670,360</b>	<b>(499,445,440) -</b>	<b>454,775,080.12</b>
Total comprehensive profit for the period	-	(47,558,065)	(47,558,065)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of tax	-	1,322,966	1,322,966
<b>Balance as at September 30, 2017</b>	<b>44,670,360</b>	<b>(545,680,539)</b>	<b>(501,010,179)</b>

*The annexed notes form an integral part of these condensed interim financial statements*

**Lahore:**

**Dated: October 31, 2017**

**CHIEF EXECUTIVE**

**DIRECTOR**

**SALMAN NOMAN ENTERPRISES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2017**

	Quarter ended	
	September 30, 2017	September 30, 2016
	-----Rupees-----	
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit / (loss) before tax	(46,743,842)	(45,582,805)
Depreciation on property, plant and equipment	8,591,742	9,096,288
Provision for staff retirement benefits - gratuity	3,089,118	3,476,784
Finance cost	10,423,376	11,453,325
Exchange loss on revaluation of supplier credit	287,778	-
<b>Profit / (loss) before working capital changes</b>	<b>(24,351,828)</b>	<b>(21,556,409)</b>
<b>Changes in working capital</b>		
<b>(Increase) / Decrease in current assets</b>		
Stores, spare parts and loose tools	2,452,443	992,123
Stock in trade	8,023,761	16,199,039
Trade debts	358,833	(2,624,321)
Loans and advances	(245,532)	(1,114,556)
Trade deposits and short term prepayments	67,274	(2,074,051)
Other receivables	-	183,900
Tax refund due from Government	-	(2,254,330)
<b>Increase / (Decrease) in current liabilities</b>		
Trade and other payables	1,541,041	13,215,812
	12,197,821	22,523,615
<b>Cash (used) / generated from operations</b>	<b>(12,154,007)</b>	<b>967,206</b>
Finance cost paid	(28,365)	(1,187,329)
Staff retirement benefits - gratuity paid	(1,526,541)	(2,798,600)
Income taxes (paid) / refunded	(231,179)	(214,700)
Dividend paid	-	-
	(1,786,085)	(4,200,628)
<b>Net cash (used) / generated from operating activities</b>	<b>(13,940,092)</b>	<b>(3,233,422)</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	-
<b>Net cash used in investing activities</b>	<b>-</b>	<b>-</b>
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
<i>Increase in:</i>		
<i>Payments for:</i>		
Liabilities against assets subject to finance lease	-	(500,000)
Short term borrowings - net	96,786	(3,515,352)
<b>Net cash (used) / generated from financing activities</b>	<b>96,786</b>	<b>(4,015,352)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(13,843,306)</b>	<b>(7,248,774)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>14,345,177</b>	<b>11,994,447</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>501,871</b>	<b>4,745,673</b>

*The annexed notes form an integral part of these condensed interim financial statements*

Lahore:

Dated: October 31, 2017

CHIEF EXECUTIVE

DIRECTOR

**SALMAN NOMAN ENTERPRISES LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2017**

**1 GENERAL**

- 1.1 The accounting policies adopted for the preparation of these interim financial statements are consistent with those applied in the preparation of the proceeding annual published financial statements of the company for the year ended June 30, 2017.
- 1.2 The financial statement are un-audited and are being submitted to shareholders as required by SRO 746(1)20 dated November 05, 2001 of Securities & Exchange Commission.
- 1.3 Comparative figures have been rearranged wherever necessary for the purpose of comparison.

**2 SIGNIFICANT ACTIVITIES SINCE JUNE 30, 2017 AFFECTING FINANCIAL STATEMENT**

There are no other significant developments since June 30, 2017 affecting financial statements.

**3 CONTINGENCIES AND COMMITMENTS**

**CONTINGENCIES:-** There are no changes in contingencies since June 30, 2017

**COMMITMENTS:-** Letter of credit for capital expenditure Rs. Nil  
 Letter of credit for other than capital expenditure Rs. -

<b>Quarter ended</b>	
<b>September 30, 2017</b>	<b>September 30, 2016</b>
-----Rupees-----	

**4 COST OF GOODS SOLD**

Raw Material consumed	52,730,549	164,918,377
Packing Material	2,152,641	3,921,069
Stores & Spares	7,388,698	12,666,341
Salaries, Wages & Benefits	13,763,765	27,527,523
Fuel & Power	19,407,670	38,815,340
Insurance	527,594	1,055,188
Depreciation	8,519,211	8,969,058
Repair & Maintenance	425,325	733,182
Other Manufacturing Overheads	998,652	1,937,677
	105,914,104	260,543,754
<b>Work in process</b>		
Opening stock	7,769,060	16,012,217
Closing stock	(6,861,864)	(15,356,327)
	907,196	655,890
Cost of goods manufactured	106,821,300	261,199,644
<b>Finished goods</b>		
Opening stock	21,812,363	13,121,694
Closing stock	(15,561,469)	(17,729,356)
	6,250,894	(4,607,662)
	113,072,194	256,591,982

**5 DATE OF AUTHORIZATION**

These financial statements were approved by the Board of Directors and authorized for issue on October 31, 2017.

**Lahore:**  
**Dated: October 31, 2017**

**CHIEF EXECUTIVE**

**DIRECTOR**