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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 HUMAYUN 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 SECRETAY	ATTIQ UR RAHMAN
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EXTERNAL AUDITORS	ASLAM MALIK & CO Chartered Accountants.
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MANAGER ACCOUNTS	AKHTAR ALI
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LEGAL ADVISORS	BARRISTER KHURRAM RAZA
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BANKERS	SILK BANK LIMITED THE BANK OF PUNJAB Bank Alfalah LTD
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REGISTRARS & SHARE TRANSFER OFFICE	CORP LINK PRIVATE LIMITED, Wings Arcade, 1-k, Commercial Model Town LAHORE. Tel # 042-35839182
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REGISTERED HEAD OFFICE	2-TIPU BLOCK, NEW GARDEN TOWN LAHORE. 042-35831991-35831981 Fax # 042-35831982
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FACTORY	27/W-B LUDDAN ROAD, VEHARI.
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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 Tuesday October 31, 2017 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, 2017 together with the Auditors' and Directors' Report thereon.
3. To approve 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, 2017

ATTIQ UR RAHMAN
COMPANY SECRETARY

NOTES:

1. The Share Transfer Books of the Company will remain closed for transaction from October 28, 2017 to November 3, 2017.
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.
8. Members who have not submitted their CNIC with the company are required to submit their valid CNIC for dispatch of dividend warrants.

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, 2017

1. Financial Results

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

	<u>2017</u> (Rs.'000s)	<u>2016</u> (Rs.'000s)
Profit before taxation	38,094	15,759
Taxation	17,313	5,222
Profit after taxation	20,781	10,537
E.P.S. - Basic and Diluted	3.67	1.86

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 12,395 M.Tons, Meal and Soap was 26,197 M. Tons as compared to last year's Washed Oil were 7,012 M.Tons, Meal & Soap 25,423 M.Tons respectively.

Sales for the year of Washed Oil were 12,511 M.Tons & Meal and Soap 29,738 M. Tons as compared to last year's 5,374/- M.Tons & 19,606/- M.Tons respectively.

During the year under review our sales have increased by 88.14%. This increase is mainly due to new plant operation. Keeping in view all the economic and general obstacles and increased prices of raw material the management is quite happy to earned net profit after tax for Rs. 20,781 Millions during the year. The management of your company has done well to capture the additional share of the market to cover its enhanced production. 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.

	2011	2012	2013	2014	2015	2016	2017
Sales	1,623,310,115	2,397,217,503	2,298,702,24	1,528,661,058	1,837,061,912	1,421,340,266	2,674,122,680
Cost of Goods Sold	1,508,464,916	2,282,207,405	2,177,613,704	1,435,275,470	1,746,878,928	1,319,820,100	2,543,101,055
Gross Profit	114,845,199	115,010,098	121,088,420	93,385,588	90,182,984	101,520,166	131,021,625
Operating Profit	97,937,711	95,570,787	102,812,444	69,260,876	67,146,549	70,515,865	91,934,797
Profit Before Tax	62,893,332	52,306,242	55,747,557	31,920,290	3,271,499	15,759,125	38,094,460
Profit After Tax	38,843,980	40,812,505	45,915,551	24,347,914	(9,098,091)	10,536,643	20,781,498
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	497,653,061	587,948,542	767,729,585	600,257,189	928,070,722	1,028,704,761	1,384,709,725
Current Liabilities	327,236,130	380,334,918	524,387,797	320,313,973	662,299,145	727,933,015	1,070,407,139

4. Dividend

The Board of Directors has recommended Cash dividend 15% (2016:10%).

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, 2018.

6. No. Of Board Meetings Held

Five Board meetings were held during the year ended June 30, 2017. Attendance by each director is appended hereunder;

Name of Directors	Meetings Attended
SHAHZAD ALI KHAN	4
NAWABZADA WAJAHAT ALI KHAN	4
CHAUDHERY MUHAMMAD HAMAYUN	3
AHSAN-UD-DIN	4
NAWABZADI BEGUM SHAMIM SHAFQAT	4
SAFDAR IQBAL KHAN	3
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, 2017 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.

- e. The system of internal control is sound in design and has been effectively implemented and monitored.
- f. The current assets have increased the current liabilities by Rs. 314.303 M and the shareholders equity is in the positive.
- g. 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 2017-18 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.

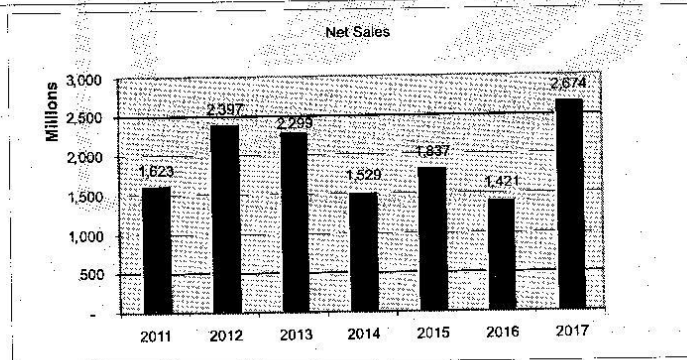
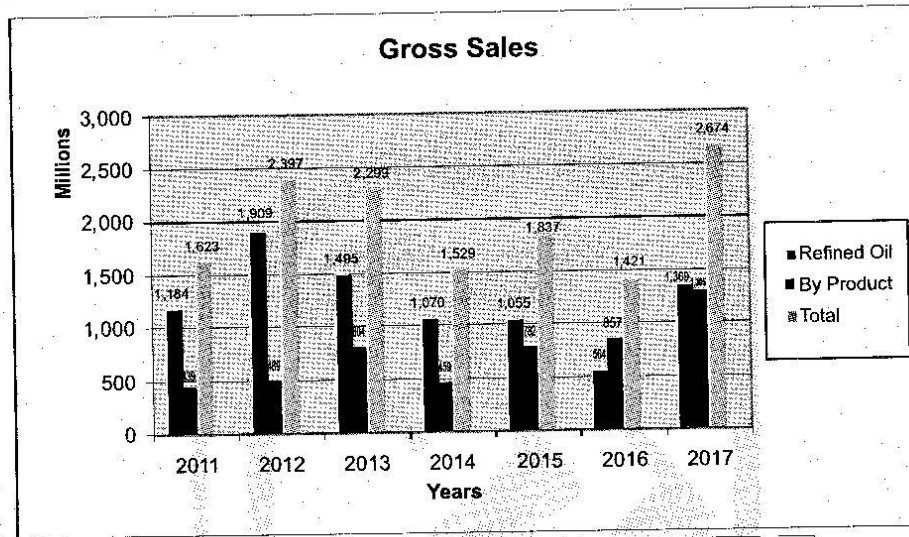
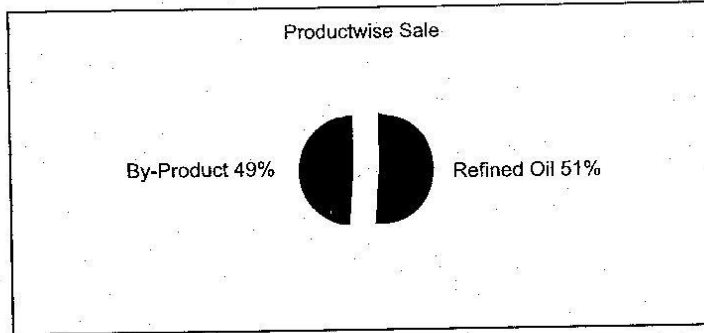
We would also like to thank our valued distributors, suppliers, financiers and shareholders for their cooperation and the trust reposed in our Company.

On behalf of the Board


Shahzad Ali Khan
Chief Executive

Lahore
October 5, 2017

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, 2017

This statement is being presented to comply with the Code of Corporate Governance (CCG) contained in Regulation No. 5.19.24 of the Rule Book 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:

1. The Company encourages representation of independent, non-executive directors and directors representing minority interests on its 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 Shafaqat
	Ahsan u Din
	Nawabzada Wajahat Ali Khan

The independent director meet the criteria of independence under clause 5.19.1 (b) of the CCG.

2. 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).
3. 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.
4. No causal vacancy occurred in the board during the period.
5. 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.
6. 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.
7. 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. The Board approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment, as determined by the CEO.
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 also 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 been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (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 guidelines 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. The Company has been compliant with the requirements relating to maintenance of register of persons having access to inside information by designated senior management officer in a timely manner and maintained proper record including basis for inclusion or exclusion of names of persons from the said list.
24. We confirm that all other material principles enshrined in the CCG have been complied with.

Lahore:
October 5, 2017

For S.S OIL MILLS LTD


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, 2017 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 repealed 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 the repealed 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 repealed 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 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 conform with approved accounting standards as applicable in Pakistan; and, give the information required by the repealed 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, 2017 and of the Profit, total comprehensive income, cash flows and its changes in equity for the year then ended; and
- (d) In our opinion Zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the Company and deposited in the Central Zakat Fund established under Section 7 of that Ordinance.

Place: Lahore
Date: October 5, 2017



Aslam Malik
(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, 2017 prepared by the Board of Directors of S. S. Oil Mills Limited ("the Company") to comply with the requirements of, Rule Book of Pakistan Stock Exchange Limited Chapter 5, Clause 5.19.24(b) of the Code of Corporate Governance, 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 provisions 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's 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 the 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 June 30, 2017.

Lahore
October 5, 2017



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

BALANCE SHEET AS ON JUNE 30, 2017

EQUITY & LIABILITIES	Note	30-Jun-17 Rupees	30-Jun-16 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			
Accumulated Profit	5	56,584,000	56,584,000
		427,329,428	386,249,579
		483,913,428	442,833,579
Surplus on Revaluation of Fixed Assets			
-Net of Deferred tax	6	201,468,803	217,903,873
		685,382,231	660,737,452
NON-CURRENT LIABILITIES			
DEFERRED LIABILITIES			
	28	94,854,753	114,368,351
		94,854,753	114,368,351
CURRENT LIABILITIES			
Loan from Directors and Associates	7	20,837,014	20,837,014
Short Term Borrowings	8	984,178,142	636,357,855
Creditors, Accrued and other Liabilities	9	54,096,466	60,067,382
Markup Accrued		11,295,517	10,670,764
		1,070,407,139	727,933,015
Contingencies and Commitments			
	10		
		1,850,644,123	1,503,038,818

The annexed notes 1 to 34 form an integral part of these financial statements

Lahore:
October 5, 2017


Chief Executive

ASSETS	Note	30-Jun-17 Rupees	30-Jun-16 Rupees
NON-CURRENT ASSETS			
Fixed Assets - Tangible			
Operating Fixed Assets	11	462,590,748	470,990,407
Capital Work-in-Progress	12		
LONG TERM DEPOSITS	13	3,343,650	3,343,650
		465,934,398	474,334,057
CURRENT ASSETS			
Stores & Spares	14	29,309,065	25,067,775
Stocks in Trade	15	844,120,682	645,873,075
Trade Debtors	16	347,299,172	204,178,549
Advances, Deposits, Prepayments and Other Receivables	17	142,745,143	131,562,468
Cash and Bank Balances	18	21,235,663	22,022,894
		1,384,709,725	1,028,704,761
		1,850,644,123	1,503,038,818

M. H. ... Director

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2017**

PARTICULARS	Note	30-Jun-17 Rupees	30-Jun-16 Rupees
Sales - Net	19	2,674,122,680	1,421,340,266
Less: Cost of Goods Sold	20	2,543,101,055	1,319,820,100
Gross Profit		131,021,625	101,520,166
Administrative and General Expenses	21	24,839,741	19,195,574
Selling & Distribution Costs	22	14,247,087	11,808,727
		39,086,828	31,004,301
Operating Profit		91,934,797	70,515,865
Other Income	23	403,539	1,751,411
		92,338,336	72,267,276
Financial Costs	24	51,420,549	55,340,181
Other Expenses	25	2,823,327	1,167,970
		54,243,876	56,508,151
Net Profit for the Year Before Taxation		38,094,460	15,759,125
Taxation	26	17,312,962	5,222,482
Profit for the Year After Taxation		20,781,498	10,536,643
Earning per Share (Rs. / Share) Basic and Diluted	27	3.67	1.86

The annexed notes 1 to 34 form an integral part of these financial statements

Lahore:
October 5, 2017

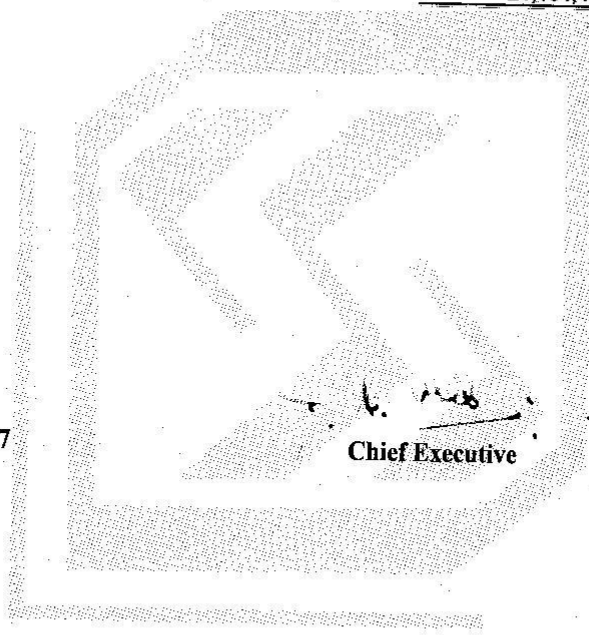
Chief Executive

Director

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2017**

	30-Jun-17 Rupees	30-Jun-16 Rupees
Profit after Taxation	20,781,498	10,536,643
<i>Items that cannot be reclassified to Profit or Loss</i>		
Remeasurement of defined benefit plan	372,997	504,931
Total Comprehensive Income	21,154,495	11,041,574

Lahore:
October 5, 2017



[Signature]
Chief Executive

[Signature]
Director

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2017**

	30-Jun-17 Rupees	30-Jun-16 Rupees
CASH FLOW FROM OPERATING ACTIVITIES	38,094,460	15,759,125
Net Profit before taxation		
Adjustment for:		
Provision for Depreciation	39,129,221	41,271,915
Finance Cost	51,420,549	55,340,181
Other Expenses (WPPF & WWF)	2,823,327	1,167,970
Profit in Disposal of Vehicle	-	(803,079)
Gratuity	1,034,348	1,182,036
	94,407,446	98,159,023
	132,501,905	113,918,148
Profit before working capital changes		
(Increase)/decrease in current assets		
Stores and spares	(4,241,290)	(4,753,141)
Stock in trade	(198,247,607)	(325,434,914)
Trade debtors	(143,120,623)	45,800,895
Advances, deposits, prepayments & Other Receivables	(10,632,848)	127,153,113
	(356,242,368)	(157,234,047)
	(7,626,273)	(6,715,329)
Increase/ (Decrease) in current liabilities		
Taxes Paid - net	(363,868,642)	(163,949,376)
W.W.F. Paid	(27,291,054)	32,666,231
W.P.P.F. Paid	(321,615)	(66,765)
Gratuity Paid	(846,355)	(175,698)
Dividend Paid	(1,598,000)	(1,090,000)
Financial Charges Paid	(5,658,400)	-
	(50,795,796)	(57,064,510)
	(86,511,220)	(25,730,742)
	(317,877,955)	(75,761,971)
Net Cash from Operating Activities		
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed Assets Purchased	(30,729,562)	(19,179,997)
Sales Proceed of Vehicle Disposal	-	1,150,000
Capital Work in Progress	-	10,923,570
	(30,729,562)	(7,106,427)
CASH FLOW FROM FINANCING ACTIVITIES		
Net Increase in Short term loans	347,820,287	73,148,024
	347,820,287	73,148,024
	(787,231)	(9,720,375)
	22,022,894	31,743,269
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENT		
Cash & Cash Equivalents at the beginning of the Year	21,235,663	22,022,894
Cash & Cash Equivalents at the end of the Year		

Cash & Cash Equivalents include cash and bank balances as stated in Note 18
The annexed notes 1 to 34 form an integral part of these financial statements.

Lahore:
October 5, 2017

Chief Executive

Director

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2017**

Particulars	Share Capital (Rupees)	Accumulated Profit(Loss) (Rupees)	Revaluation Surplus (Rupees)	Equity (Rupees)
Balance as on 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 -Current Year		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
Total Comprehensive Income for the year		21,154,495		21,154,495
Dividend Paid for the year Ended June 30, 2016		(5,658,400)		(5,658,400)
Transferred from surplus on revaluation of Fixed Assets -Net of Deferred Tax		25,583,754	(16,435,070)	9,148,685
Balance as at June 30, 2017	56,584,000	427,329,428	201,468,803	685,382,231

The annexed notes 1 to 34 form an integral part of these financial statements

Lahore:
October 5, 2017

Chief Executive

Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

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 repealed companies ordinance, 1984. The shares of the company are quoted on Karachi and Lahore Stock Exchanges. 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

During the year, the Companies Act 2017 (the Act) has been promulgated, however, Securities and Exchange Commission of Pakistan vide its circular no. 17 of 2017 dated July 20, 2017 communicated that the Commission has decided that the companies whose financial year closes on or before June 30, 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. Accordingly 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 repealed Companies Ordinance, 1984, provisions of and directives issued under the repealed Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the repealed Companies Ordinance, 1984 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 2	Classification and Measurement of Share Based Payment Transactions (Amendment)	January 01, 2018
IFRS 10	Consolidated Financial Statements and IAS 28 Investment in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Not yet finalized
IAS 7	Statement of Cash Flows (Amendment)	January 01, 2017
IAS 12	Income Taxes (Amendments) Recognition of Deferred Tax Assets for Unrealized losses	January 01, 2017
IFRS 4	Insurance Contracts: Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts - (Amendments)	January 01, 2018
IFRIC 22	Foreign currency transactions and advance	January 01, 2018
IFRIC 23	Uncertainty over Income Tax treatment	January 01, 2019

The Company expects that the adoption of the above standards and amendments will not have any material impact on the Company's financial statements in the period of initial application.

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:

		Effective date beginning on or after
IFRS 9	Financial Instruments: Classification and Measurement	January 01, 2018
IFRS 14	Regulatory Deferral Accounts	January 01, 2018
IFRS 15	Revenue from Contracts with the Customers	January 01, 2018
IFRS 16	Leases	January 01, 2019
IFRS 17	Insurance Contracts	January 01, 2021

The Company expects that above new standards will not have any material impact on the Company's financial statements in the period of initial application.

Standards, amendments and interpretations adopted during the year

The accounting policies adopted in the preparation of these unconsolidated financial statements are consistent with those of the previous financial year except as follows:

New Standards

The Company has adopted the following revised standards and amendments of IFRSs which became effective for the current year:

IFRS 10	Consolidated Financial Statements: IFRS 12 Disclosure of Interests in Other Entities and IAS 27 Separate Financial Statements: Investment Entities: Applying the Consolidation Exception (Amendment)
IFRS 11	Joint Arrangements: Accounting for Acquisition of Interest in Joint Operation (Amendment)
IFRS 1	Presentation of Financial Statements: Disclosure Initiative (Amendment)
IAS 16	Property, Plant and Equipment and IAS 38 Intangible Assets: Clarification of Acceptable Method of Depreciation and Amortization (Amendment)
IAS 14	Property, Plant and Equipment: IAS 41 Agriculture - Agriculture: Sector Plants (Amendment)
IAS 27	Separate Financial Statements: Equity Method in Separate Financial Statements (Amendment)

Annual Improvements to IFRSs 2012-2014 Cycle

IFRS 5 Non-current Assets Held for Sale and Discontinued Operations - Changes in methods of disposal

IFRS 7 Financial Instruments: Disclosures - Servicing contracts

IFRS 7 Financial Instruments: Disclosures - Applicability of the offsetting disclosures to condensed interim financial statements

IAS 19 Employee Benefits - Discount rate: regional market issue

IAS 34 Interim Financial Reporting - Disclosure of information 'elsewhere in the interim financial report'

The adoption of the above revised standards, amendments and improvements does not have any material effect on these financial statements.

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:

owned
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. 12.

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.

(a) 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 least 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 as referred to in note # 7. 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 or 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 past 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 instrument.

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.

4.19 Dividend and other appropriations

Dividend distribution to the Company's shareholders is recognized as a liability in the Company's financial statements in the period in which the dividends are declared and other appropriations are recognized in the period in which these are approved by the Board of Directors.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2017**

		30-Jun-17	30-Jun-16
		Rupees	Rupees
5 Issued, Subscribed and paid up Capital			
5,018,400 (2016: 5,018,400) ordinary shares of Rs. 10/- fully paid in cash		50,184,000	50,184,000
640,000 (2016: 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		284,181,782	312,995,798
Add:- Assets Revalued during the year			
Transferred to unappropriated profit in respect of incremental depreciation charged during the year - net of deferred tax		(16,435,070)	(18,154,518)
Related deferred tax liability of incremental depreciation charged during the year		(9,148,685)	(10,659,498)
Surplus on Revaluation of Fixed Assets		<u>258,598,027</u>	<u>284,181,782</u>
Less: related Deferred Tax Liability - revaluation as at July 1		66,277,909	76,937,407
-incremental depreciation charged during the year transferred to Profit and Loss account		(9,148,685)	(10,659,498)
		<u>57,129,224</u>	<u>66,277,909</u>
		<u>201,468,803</u>	<u>217,903,873</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	984,178,142	636,357,855
		<u>984,178,142</u>	<u>636,357,855</u>
8.1 Short Term Financing - Secured			
BOP - Running Finance		42,566,216	40,701,082
-FIM		246,851,066	191,127,000
SILK BANK LTD- FIM		113,081,660	-
BANK ALFALAH LTD- FIM		294,777,902	191,806,432
SAMBA BANK LTD- FIM		165,161,817	-
SONERI BANK LTD- FIM		121,739,481	212,723,341
		<u>984,178,142</u>	<u>636,357,855</u>

These finances have been obtained on mark up basis from commercial banks against aggregate sanctioned limit of Rs. 1,275/- Million (2016: Rs. 1,625/- Million).

The rate of mark up of BOP is 3 months KIBOR Ask side rate + 1.35 bps

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

Mark up Rate of FIM facility provided by Soneri Bank Limited for Rs. 200 (M) is 3 month Kibor + 1.50 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. 300 (M) is 3 month Kibor + 1.25 bps.

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

		30-Jun-17	30-Jun-16
		Rupees	Rupees
9 Creditors, Accrued and Other Liabilities			
Creditors		28,442,281	24,674,633
Accrued liabilities		6,491,770	8,351,945
Advances from Customers		10,449,234	23,607,919
Withholding Tax Payable		3,454,870	2,264,915
Dividend Payable		434,984	-
Workers Welfare Fund Payable		777,438	321,615
Workers Profit Participation Fund Payable	9.1	2,045,889	846,355
		<u>54,096,466</u>	<u>60,067,382</u>
9.1 Workers Profit Participation Fund			
Balance as on July 01, 2016		846,355	175,698
Contribution due for the year		2,045,889	846,355
		<u>2,892,244</u>	<u>1,022,053</u>
Payments made during the year		846,355	175,698
		<u>2,045,889</u>	<u>846,355</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. 407,976,660/- (\$3,885,490 /-) (2016 Rs. 407,461,950/- (\$ 3,880,590/-)) in favour of foreign suppliers for raw material.			
b) Letter of Guarantee issued in favour of SNGPL Rs. 21.00 million (2016: Rs. 21.00 millions).			
11 Operating Fixed Assets	11.1&11.2	<u>462,590,748</u>	<u>470,990,407</u>
(As per fixed assets schedule attached.)	11.3		
11.1 No asset was sold to Chief Executive, Directors, Executives and Shareholders during the year.			
11.2 These represents the value of Fixed Assets subsequent to revaluation on 30th June 2015 through an independent evaluator M/s. Anderson Consulting Pvt. Ltd.			

11.3 OPERATING FIXED ASSETS - 2017

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, 2017
	As at July 1, 2016	Addition/ (Deduction)	Revaluation of Fixed Assets	As at June-30, 2017		As at July 1, 2017	Adjustment	Normal Charge for the Year	
Land-freehold	42,287,500			42,287,500					42,287,500
Buildings	150,958,851			150,958,851	5	58,867,941	4,634,546	63,472,487	87,486,365
Plant and machinery	574,487,635	29,248,313		603,735,948	10	248,468,382	32,845,661	281,314,044	322,421,904
Electric installation	12,236,613	597,985		12,834,598	10	8,540,967	374,548	8,915,515	3,919,083
Office Equipment	1,796,810			1,796,810	10	1,475,849	32,096	1,507,945	288,865
Furniture and fixtures	660,429	89,500		749,929	10	564,701	10,152	574,853	155,076
Tools and equipment	2,464,861	512,744		3,277,605	10	2,190,673	34,200	2,224,873	1,053,732
Vehicles	21,607,825			21,607,825	20	5,744,515	172,662	5,917,177	4,690,650
Tractor & Trailers	1,735,590			1,735,590	20	1,524,939	42,130	1,567,069	168,521
Fire fighting equipment	668,923			668,923	10	596,481	7,244	603,725	65,198
Arms & Ammunition	221,375			221,375	10	184,685	3,669	188,354	33,021
Tools	100,000			100,000	10	76,874	2,313	79,187	20,813
Total Free Hold Assets	809,224,412	30,729,562		839,953,974		338,236,005		39,129,221	377,365,227
2017	809,224,412	30,729,562		839,953,974		338,236,005		39,129,221	377,365,227

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/ (Deduction)	Revaluation of Fixed Assets	As at June-30, 2016		As at July 1, 2015	Adjustment	Normal Charge for the Year	
Land-freehold	42,287,500			42,287,500					42,287,500
Buildings	150,958,851			150,958,851	5	54,221,051	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	300,961
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	21,607,825	2,026,560		21,607,825	20	15,532,051	1,292,541	15,744,513	5,863,312
Tractor & Trailers	1,735,590			1,735,590	20	1,472,276	52,663	1,524,939	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	180,606	4,077	184,685	36,690
Tools	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	338,234,005
2016	791,573,415	17,652,997		809,226,412		298,144,169		41,271,915	338,234,005

11.3.1 Had there been no revaluation, the net book value of land, building and machinery as on 30-06-2017 would have been Rs. 268,370 million (2016: Rs. 263,121 million)

11.3.2 Depreciation for the year has been allocated as under

	2017 Rupees	2016 Rupees
Cost of Goods Sold / Manufacturing	37,903,397	39,820,949
Administrative / General	1,225,824	1,450,966
	39,129,221	41,271,915

12 Capital Work in Progress

Building on Freehold Land
 Opening Balance
 Add: Addition during the year
 Plant & Machinery

 Less: Capitalized During the Year

30-Jun-17	30-Jun-16
Rupees	Rupees
	10,923,570
	6,177,867
	17,101,437
	(17,101,437)
	-

13 Long Term Deposits

LESCO (WAPDA)
 LETTER OF GUARANTEE MARGIN (SNGPL)
 SECURITY DEPOSIT - CDC

1,218,650	1,218,650
2,100,000	2,100,000
25,000	25,000
3,343,650	3,343,650

14 Stores and Spares

There are no stores and spares held for specific capitalization.

29,309,065	25,067,775
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15 Stock in Trade

Raw Material - Seed
 Finished Goods
 Stock in Transit

346,088,384	107,720,157
273,343,342	538,152,918
224,668,956	-
844,100,682	645,873,075

16 Trade Debtors

These are unsecured but considered good

347,299,172	204,178,549
-------------	-------------

17 Advances, Deposits, Prepayments and Other Receivables

Advances:
 Employees
 Suppliers/Contractor

41,022	23,022
6,391,954	991,833

Prepayments
 Advance Against Import
 Prepaid Insurance
 Sales Tax Advance
 Income Tax
 L/C Margin

417,620	807,299
113,498	-
119,453,619	109,104,911
16,327,430	15,777,603
-	4,857,800
142,745,143	131,562,468

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
 On Current Accounts

 Cash in Hand

13,240,967	21,201,990
7,800,151	215,376
21,041,118	21,417,366
194,545	605,528
21,235,663	22,022,894

		30-Jun-17	30-Jun-16
		Rupees	Rupees
19 Sales			
Refined Oil		1,499,187,027	588,509,788
By Products		1,408,266,625	939,543,805
		<u>2,907,453,652</u>	<u>1,528,053,593</u>
Less: Sales Tax		233,330,972	106,713,327
Net sales		<u>2,674,122,680</u>	<u>1,421,340,266</u>
20 Cost of Sales			
Raw material consumed	20.1	1,920,526,962	1,564,511,163
Freight Seed, Loading Unloading & Other Expenses		142,518,217	102,266,039
Direct Material Consumed		<u>31,247,512</u>	<u>16,151,893</u>
Stores and Spares Consumed		9,401,876	6,272,289
Salaries and Benefits		36,995,196	27,851,466
Power, Fuel and Other expenses		85,117,829	58,482,531
Repair & Maintenance		11,735,129	2,316,501
Insurance & Others		2,865,361	1,634,613
Depreciation	11.3.2	<u>37,903,397</u>	<u>39,820,949</u>
Cost of Goods Manufactured		<u>2,278,311,479</u>	<u>1,819,307,444</u>
Add: Opening Stock of Finished Goods		538,152,918	38,665,574
Cost of Goods Available for Sale		<u>2,816,464,397</u>	<u>1,857,973,018</u>
Less: Closing Stock of Finished Goods		<u>(273,363,342)</u>	<u>(538,152,918)</u>
Cost of Goods Sold		<u>2,543,101,055</u>	<u>1,319,820,100</u>
20.1 Raw Material Consumed			
Opening Stocks		107,720,157	281,772,587
Purchases during the year		<u>2,158,895,188</u>	<u>1,390,458,733</u>
		<u>2,266,615,345</u>	<u>1,672,231,320</u>
Less: Closing Stocks		<u>346,088,384</u>	<u>107,720,157</u>
		<u>1,920,526,962</u>	<u>1,564,511,163</u>
21 Administrative and General Expenses			
Salaries and Benefits		10,813,684	10,218,112
Electricity, Gas and Water Bills		2,445,424	899,382
Communications		617,698	589,763
Printing and Stationery		377,623	291,484
Travelling, Conveyance & Other Expenses		760,345	116,354
Vehicles Running Expenses		2,077,197	1,342,193
Repair and Maintenance		2,010,744	844,825
Legal and Professional Charges		402,000	351,462
Entertainment Expenses		1,147,578	560,297
Fee and Subscription		1,268,075	1,343,398
Advertisement		120,340	123,603
Miscellaneous Expenses		1,073,209	563,735
Depreciation	11.3.2	<u>1,225,824</u>	<u>1,450,966</u>
Audit Fee		500,000	500,000
		<u>24,839,741</u>	<u>19,195,574</u>

		30-Jun-17	30-Jun-16
		Rupees	Rupees
22 Selling and Distribution Expenses			
Freight, Forwarding and Shortage/Claims		11,979,573	11,808,727
Commission and Other expenses		2,267,514	-
		<u>14,247,087</u>	<u>11,808,727</u>
23 Other Income			
Profit on Bank Deposits		403,539	948,332
Profit on Disposal Vehicle		403,539	803,079
		<u>403,539</u>	<u>1,751,411</u>
24 Financial Expenses			
Mark up on Short Term Bank Borrowings		49,149,965	54,190,257
Bank Charges		2,250,584	1,149,924
		<u>51,420,549</u>	<u>55,340,181</u>
25 Other Expenses			
Worker's Profit Participation Fund		2,045,887	846,355
Worker Welfare's Fund		777,438	321,615
		<u>2,823,327</u>	<u>1,167,970</u>
26 Taxation			
Current Year		26,741,227	14,213,403
Deferred Tax		(8,428,265)	(8,990,921)
		<u>17,312,962</u>	<u>5,222,482</u>
27 Earning per share-Basic and Diluted			
Profit after Taxation		20,781,488	10,536,643
weighted Average No. of Shares in Issue		5,658,400	5,658,400
		<u>3.67</u>	<u>1.86</u>
28 Deferred Liabilities			
Deferred Tax Credits Arising Due to:-	28.1	<u>32,388,191</u>	41,816,456
Accelerated Depreciation on Fixed Assets		57,129,724	66,277,909
Surplus on Revaluation of Fixed Assets		89,517,415	108,094,364
		<u>5,337,338</u>	6,273,986
Gratuity:-	28.2	<u>94,854,753</u>	114,368,350
28.1 Accelerated Depreciation on Fixed Assets			
Opening Balance		41,816,456	50,807,377
For the Year		(9,428,265)	(8,990,921)
Closing Balance		<u>32,388,191</u>	41,816,456
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, 2017.

The amounts recognized in financial statements are determined as follows :-

	30-Jun-17 Rupees	30-Jun-16 Rupees
28.2.1 Reconciliation of amount recognised in the balance sheet		
Present value of defined benefit obligation	4,810,338	5,746,986
Benefits payables	527,000	527,000
Balance sheet liability/(asset)	5,337,338	6,273,986
28.2.2 Movement in liability recognized in the balance sheet		
Present values of defined benefit obligation	5,746,986	6,159,881
current service cost	675,619	634,585
interest cost on define benefit obligation	358,729	547,451
Benefit due but not paid (payables)		
Benefit payments	(1,598,000)	(1,090,000)
Remeasurements:		
Actuarial(gain/Loss) from changes in financial assumptions	1,891	(9,523)
Experience adjustments	(374,888)	(495,408)
28.2.4	4,810,338	5,746,986
28.2.3 The amounts recognized in the profit and loss account are as follows		
Current service cost	675,619	634,585
Interest cost	358,729	547,451
	1,034,348	1,182,036
28.2.4 Total Remeasurements chargeable in other comprehensive income		
Actuarial(gain/Loss) from changes in financial assumptions	1,891	9,523
Experience adjustments	(374,888)	(495,408)
	(372,997)	504,931
28.2.5 Allocation of charge for the year		
Cost of sales	951,600	1,087,473
Administrative expenses	82,748	94,563
	1,034,348	1,182,036
28.2.6 The principal actuarial assumptions used were as follows		
Discount rate	7.25%	13.25%
Expected rate of increase in salary	6.75%	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, 2017 is summarized as follows:

	Rate Of Profit	Mark Up Bearing One Month To One	More Than One Year	Non Mark Up Bearing	Total Rupees 2017
Financial Assets					
Long Term Deposits	-	-	-	3,343,650	3,343,650
Trade Debtors	-	-	-	347,299,172	347,299,172
Advances, Deposits & Prepayments	-	-	-	142,745,143	142,745,143
Cash In Hand & Bank	3.75%	13,240,967	-	7,994,696	21,235,663
Total:		13,240,967		501,382,662	514,623,629
Financial Liabilities					
Long term Loans					
Short Term Finances	3 Month KIBOR + 125 to 200 bps	984,178,142	-	-	984,178,142
Creditors, Accrued & Other Payables	-	-	-	54,096,466	54,096,466
Total:		984,178,142		54,096,466	1,038,274,609
On Balance Sheet Gap 2017		(970,937,175)	-	447,286,195	(523,650,980)
On Balance Sheet Gap 2016		(615,155,865)	-	279,739,190	(335,317,675)

- (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)	3.75%
Financial Liabilities	
Long Term Loans	N.A
Short Term Finances	7.25 % to 8.50 %

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. 511,279,978/- (2016 Rs. 357,743,911/-) the financial assets which may subject to credit risk amounts to Rs. 347,299,173/- (2016 Rs. 204,178,549/-)

31 REMUNERATION OF Chief Executive, Directors and Executives

	Chief Executive		Directors (Non Executive)		Executives	
	2017	2016	2017	2016	2017	2016
No. of Persons	1	1	1	1	1	1
Remuneration	1,206,000	1,206,000	1,206,000	1,206,000	680,000	640,000
House Rent	540,000	540,000	540,000	540,000	306,000	288,000
Utilities	54,000	54,000	54,000	54,000	34,000	32,000
	1,800,000	1,800,000	1,800,000	1,800,000	1,020,000	960,000

- 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

	M. Tons	2017		2016	
		Assessed Capacity	Actual Production	Assessed Capacity	Actual Production
Seed Crushing		90,000	39,962	90,000	34,165
		90,000	39,962	90,000	34,165

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

33 EVENT AFTER THE REPORTING DATE

The Board of Directors of the Company have proposed a final dividend for the year ended June 30, 2017 of Rs 1.50 (2016: Rs 1.00) per share at their meeting held on October 05, 2017 for approval of members at the Annual General Meeting to be held on October 31, 2017. These financial statements do not reflect this dividend payable

34

- 34.1 Number of permanent employees as at June 30, 2017 was 118 (2016:120) and average number of employees during the year was 119 (2016:120).
 34.2 Figures have been rounded off to nearest rupee.

Lahore:
 October 5, 2017

Chief Executive

Director

S.S. OIL MILLS LTD.

Annual Report 2017

THE COMPANIES ORDINANCE 1984
(Section 236(1) and 454)
PATTERN OF SHAREHOLDING

FORM 34

Categories of Shareholding required under Code of Corporate Governance (CCG)
As on June 30, 2017

1. Incorporation Number:

2. Name of the Company:

3. Pattern of holding of the shares held by the shareholders as at:

4. No. of Shareholders	Shareholding		Total Shares Held
	From	To	
115	1	100	8,121
783	101	500	369,954
34	501	1000	33,067
72	1001	5000	208,546
18	5001	10000	146,910
6	10001	15000	77,500
3	15001	20000	51,100
2	20001	25000	46,800
2	25001	30000	53,900
1	30001	35000	34,500
1	35001	40000	35,300
1	40001	45000	47,500
1	45001	50000	47,500
1	50001	60000	57,500
1	75001	80000	78,800
1	85001	90000	90,000
1	95001	100000	100,000
1	100001	105000	102,700
1	110001	115000	113,600
1	150001	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
1050			5,638,400

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.	27,900	0.4931%
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	3,177,700	56.0986%
5.8 General Public	1,868,600	33.0235%
a. Local	0	0.0000%
b. Foreign		
5.9 Others (to be specified)	101,500	1.7934%
Joint Stock Companies	114,100	2.0165%
Foreign Companies		

6. Signature of Company Secretary:

7. Name of Signatory:

8. Designation:

9. NIC Number:

10. Date:

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. SHAMIM 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 Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:	27,900	0.4931%
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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	