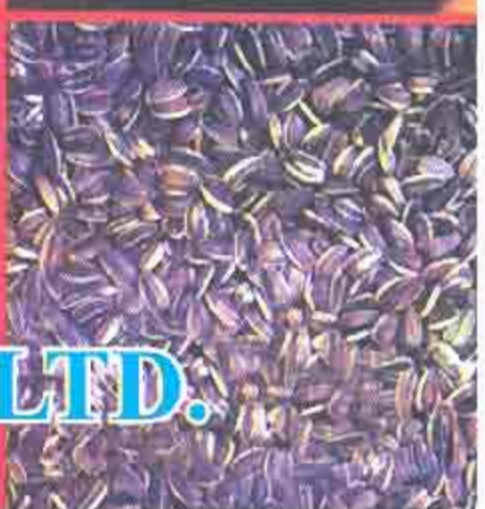
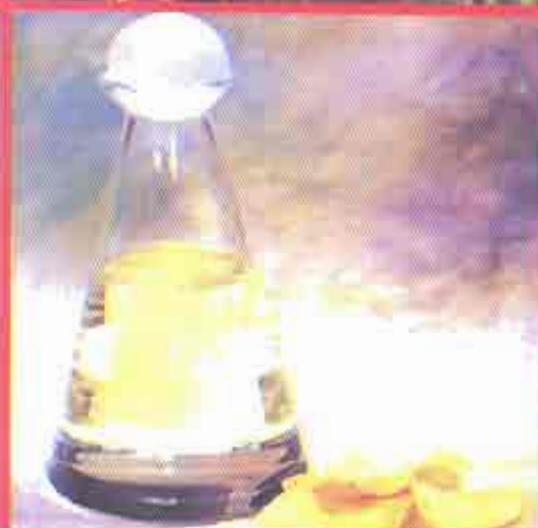


**ANNUAL REPORT  
2009**



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

**TABLE OF CONTENTS**

|  |              |
|--|--------------|
| <b>COMPANY INFORMATION</b>   | <b>1</b>     |
| <b>NOTICE OF ANNUAL GENERAL MEETING</b>                                    | <b>2</b>     |
| <b>DIRECTOR'S REPORT</b>   | <b>4</b>     |
| <b>GRAPHICAL ANALYSIS</b>  | <b>8</b>     |
| <b>STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE</b>       | <b>9</b>     |
| <b>STATEMENT OF COMPLIANCE WITH THE BEST PRACTICES ON TRANSFER PRICING</b> | <b>11</b>    |
| <b>AUDITOR'S REPORT</b>  | <b>12</b>    |
| <b>AUDITORS'S REVIEW ON COMPLIANCE OF CODE OF CORPORATE GOVERNANCE</b>     | <b>13</b>    |
| <b>BALANCE SHEET</b>   | <b>14</b>    |
| <b>PROFIT &amp; LOSS ACCOUNT</b>   | <b>16</b>    |
| <b>CASH FLOW STATEMENT</b>   | <b>17</b>    |
| <b>STATEMENT OF CHANGES IN EQUITY</b>                                      | <b>18</b>    |
| <b>NOTES TO THE FINANCIAL STATEMENTS</b>                                   | <b>19-31</b> |
| <b>PATTERN OF SHAREHOLDINGS</b>  | <b>32</b>    |
| <b>FORM OF PROXY</b>   | <b>33</b>    |



**COMPANY INFORMATION**

**BOARD OF DIRECTORS**

|   |   |
|---|---|
| <b>Chairman/Chief Executive Officer</b> | NAWABZADA SHAHZAD ALI KHAN  |
| <b>Directors</b>                        | SHAHARYAR ALI KHAN<br>CHAUDHERY MUHAMMAD HAMAYUN<br>AHSAN –UD-DIN<br>KHALIFA MUHAMMAD HASSAN SAEED<br>SAFDAR IQBAL KHAN<br>WAJAHAT ALI KHAN |

**BOARD AUDIT COMMITTEE**

|                 |                               |
|-----------------|-------------------------------|
| <b>Chairman</b> | CHAUDHERY MUHAMMAD HAMAYUN    |
| <b>Member</b>   | AHSAN –UD-DIN                 |
| <b>Member</b>   | KHALIFA MUHAMMAD HASSAN SAEED |

**CHIEF FINANCIAL OFFICER/  
COMPANY SECRETAY**

SYED JALIL-U-REHMAN BOKHARI

**EXTERNAL AUDITORS**

ASLAM MALIK & CO  
Chartered Accountants.

**MANAGER ACCOUNTS**

AMMAD KHALID MINHAS

**LEGAL ADVISORS**

BARRIESTER KHURRAM RAZA

**BANKERS**

SILK BANK LIMITED  
THE BANK OF PUNJAB  
MUSLIM COMMERCIAL BANK LTD

**REGISTRARS & SHARE  
TRANSFER OFFICE**

CORP LINK PRIVATE LIMITED.  
WINGS ARCADE, 1-K, COMMERCIAL,  
MODEL TOWN LAHORE.  
Ph: 042-35839182

**REGISTERED HEAD OFFICE**

2-TIPU BLOCK, NEW GARDEN TOWN  
LAHORE.  
Ph: 042-35831991-35831981  
Fax # 042-5831982

**FACTORY**

27/W-B LUDDAN ROAD,  
VEHARI.  
Phone # 067-3025180

**NOTICE OF ANNUAL GENERAL MEETING**

Notice is hereby given that the Annual General Meeting of the Shareholders of the Company will be held at its Registered Office 2-Tipu Block New Garden Town, Lahore on Monday October 26, 2009 at 10:30 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, 2009 together with the Auditors' and Directors' Report thereon.
3. To appoint Auditors & 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.
4. To consider any other business with the permission of the Chair.

BY ORDER OF THE BOARD

Lahore  
September 28, 2009

SYED JALIL-U-REHMAN BOKHARI  
**COMPANY SECRETARY**

**NOTES:**

1. The Share Transfer Book of the Company will remain closed for transaction from October 19 to October 26, 2009
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 are requested to notify change in their address, if any.
4. Attested copies of CNIC of the passport of the beneficial owner and the proxy shall be furnished with the proxy form.
5. 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.
6. The proxy shall produce his original NIC or original passport at the time of the meeting.

**For Attending the Meeting:**

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

**For Appointing Proxies:**

- i. In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are uploaded as per the regulations, shall submit the proxy form as per above requirement.
- ii. Two persons whose names, addresses and NIC number shall be mentioned on the proxy form to witness the same.
- iii. Attested copies of NIC or the passport of the beneficial owner and the proxy shall be furnished with the proxy form.
- iv. The proxy shall produce his original NIC or original passport at the time of the meeting.

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, 2009.

**Financial Results**

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

|  | <u>2009</u><br>(Rs.'000s) | <u>2008</u><br>(Rs.'000s) |
|--|---------------------------|---------------------------|
| <b>Profit / (Loss) before taxation</b> | <b>11,337</b>             | 19,133                    |
| <b>Taxation</b>                        | <b>3,968</b>              | 7,037                     |
| <b>Deffered Taxation</b>               | <b>12,012</b>             | (737)                     |
| <b>Profit / ( Loss) after taxation</b> | <b>(4,643)</b>            | 12,833                    |
| <b>E.P.S.</b>                          | <b>(0.82)</b>             | 2.27                      |

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.

**Review of Operations**

During the year under review total production of Washed Oil is 7,723 M.Tons, Meal and Soap was 11,065 M. Tons as compared to last year's Washed Oil were 14,165 M.Tons, Meal & Soap 20,269 M.Tons respectively.

Sales for the year of Washed Oil were 8,473.28 M.Tons & Meal and Soap 11,734 M. Tons as compared to last year's 13,584/- M.Tons & 22,317/- M.Tons

Due to the global economic recession and domestic uncertainty and the law & order situation for the fiscal year 2008-09, our sale declined from Rs. 1,407/- millions to Rs. 973/- Millions. Internationally prices of oil seeds were reduced from USD 760/- M.ton to USD 440/- M.ton, this carrying huge loss on the inventory stocks. Another major reason for less sales and low profit has been worst load shedding in the country, we had used alternative source of energy by using diesel generators which becomes high production cost.

### Summary of Key Operating and Financial Data of Last Seven Years

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

|                                  | 2003        | 2004          | 2005         | 2006        | 2007        | 2008          | 2009        |
|----------------------------------|-------------|---------------|--------------|-------------|-------------|---------------|-------------|
| <b>Sales</b>                     | 905,607,809 | 1,000,847,640 | 566,153,785  | 832,611,295 | 927,585,452 | 1,407,305,960 | 973,683,319 |
| <b>Cost of Goods Sold</b>        | 854,865,148 | 950,312,136   | 554,644,995  | 795,399,745 | 860,739,820 | 1,319,539,763 | 913,542,200 |
| <b>Gross Profit / (Loss)</b>     | 50,742,661  | 50,535,504    | 11,508,790   | 37,211,550  | 66,845,632  | 87,766,197    | 60,141,119  |
| <b>Operating Profit / (Loss)</b> | 36,657,689  | 35,343,685    | 460,183      | 23,801,814  | 51,695,639  | 61,973,069    | 42,372,366  |
| <b>Profit/ (Loss) Before Tax</b> | 22,173,381  | 232,465,423   | (7,773,110)  | 938,041     | 15,053,175  | 19,132,974    | 11,336,721  |
| <b>Profit / (Loss) After Tax</b> | 16,285,003  | 224,946,612   | (10,603,879) | (3,225,448) | 10,415,428  | 12,833,497    | (4,643,903) |
| <b>Paid Up Capital</b>           | 56,584,000  | 56,584,000    | 56,584,000   | 56,584,000  | 56,584,000  | 56,584,000    | 56,584,000  |
| <b>Current Assets</b>            | 235,307,380 | 222,805,313   | 248,639,737  | 382,162,013 | 423,748,526 | 647,674,266   | 407,539,801 |
| <b>Current Liabilities</b>       | 137,575,111 | 123,989,668   | 158,833,788  | 301,281,592 | 328,994,471 | 539,619,654   | 296,510,403 |

### Dividend

Your Directors have not recommended any dividend.

### Auditors

The present auditors M/s. Aslam Malik & Co., Chartered Accountants, retire and being eligible offers themselves for reappointment for year ending June 30, 2010.

### No. Of Board Meetings Held

Six Board meetings were held during the year ended June 30, 2009.  
Attendance by each director is appended hereunder;

| Name of Directors            | Meetings Attended |
|------------------------------|-------------------|
| NAWABZADA SHAHZAD ALI KHAN   | 6                 |
| WAJAHAT ALI KHAN             | 4                 |
| CHAUDHERY MUHAMMAD HAMAYUN   | 6                 |
| AHSAN -UD-DIN                | 5                 |
| KHALIFA MUHAMMAD HASAN SAEED | 1                 |
| SAFDAR IQBAL KHAN            | 3                 |
| SHAHARYAR ALI KHAN           | 6                 |

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



**Audit Committee**

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

|                               |          |
|-------------------------------|----------|
| Nawab Shahzad Ali Khan        | Chairman |
| Ahsan-ud-Din                  | Member   |
| Khalifa Muhammad Hassan Saeed | Member   |

**Outstanding Statutory Payments:**

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

**Pattern of Shareholding**

Pattern of shareholding as on June 30, 2009 is annexed.

**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. 111.375 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.

### **Social Responsibilities**

The management of your 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.

### **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 2009-10 we will present better financial position. Globally oil seed prices are stable which help us for healthy future projections. We further expect that the quality of local seed crop will improve further and we will attain better yield in the next financial year.

### **Acknowledgment**

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

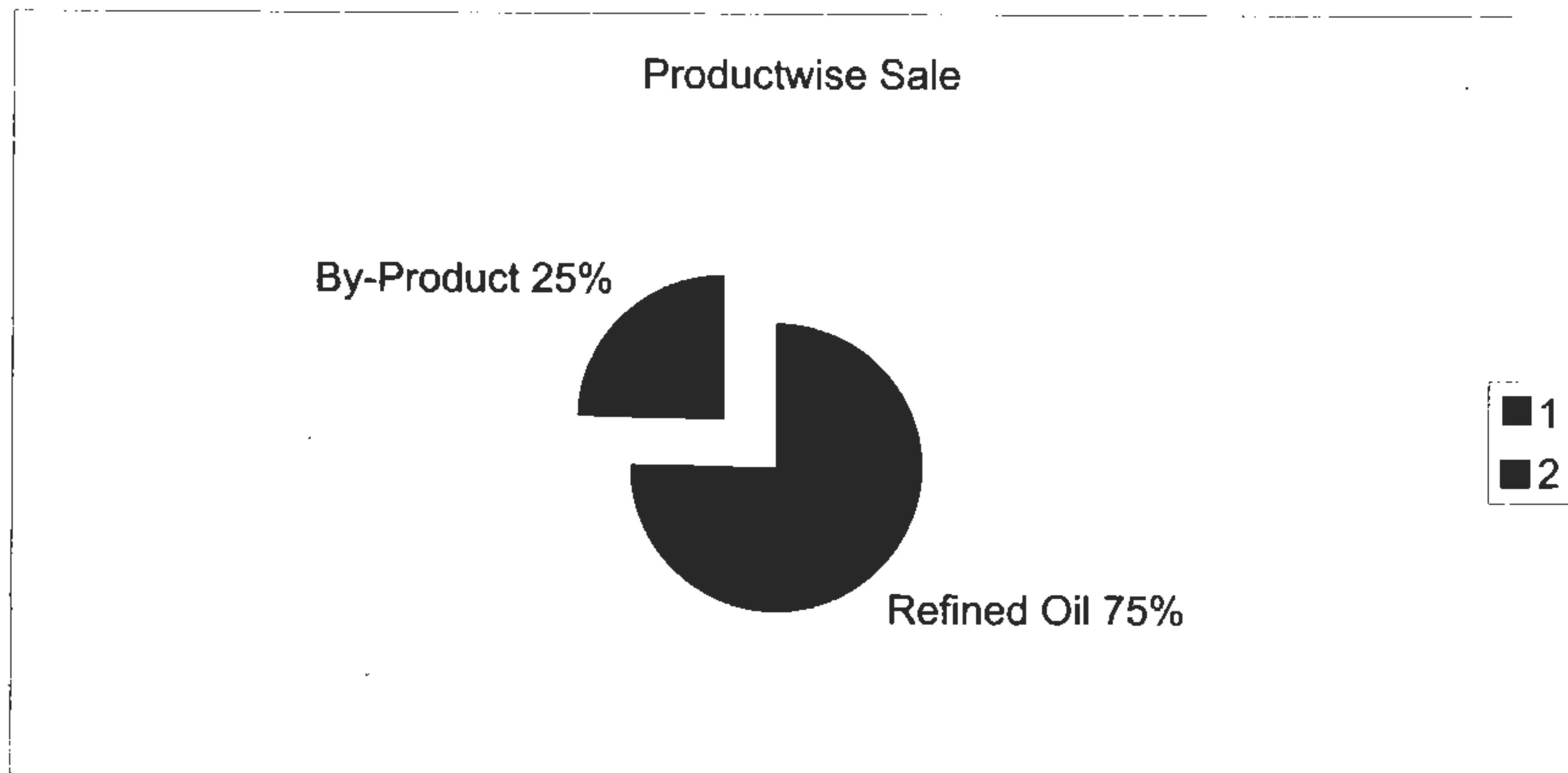
We would also like to thank our valued distributors, suppliers, financiers and shareholders for their cooperation and the trust reposed in our Company.

On behalf of the Board

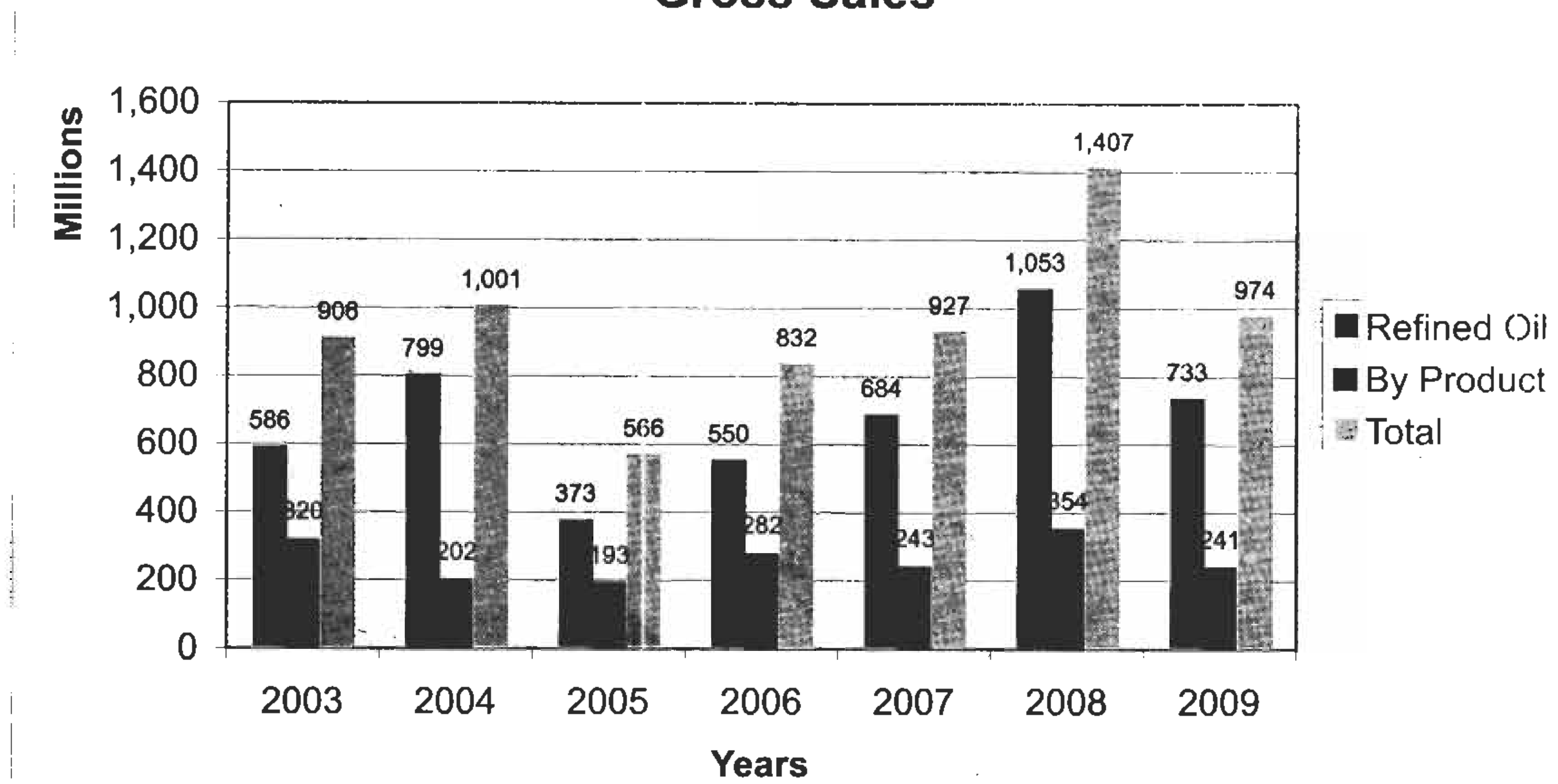
Lahore  
September 26, 2009

Nawabzada Shahzad Ali Khan  
**Chief Executive Officer**

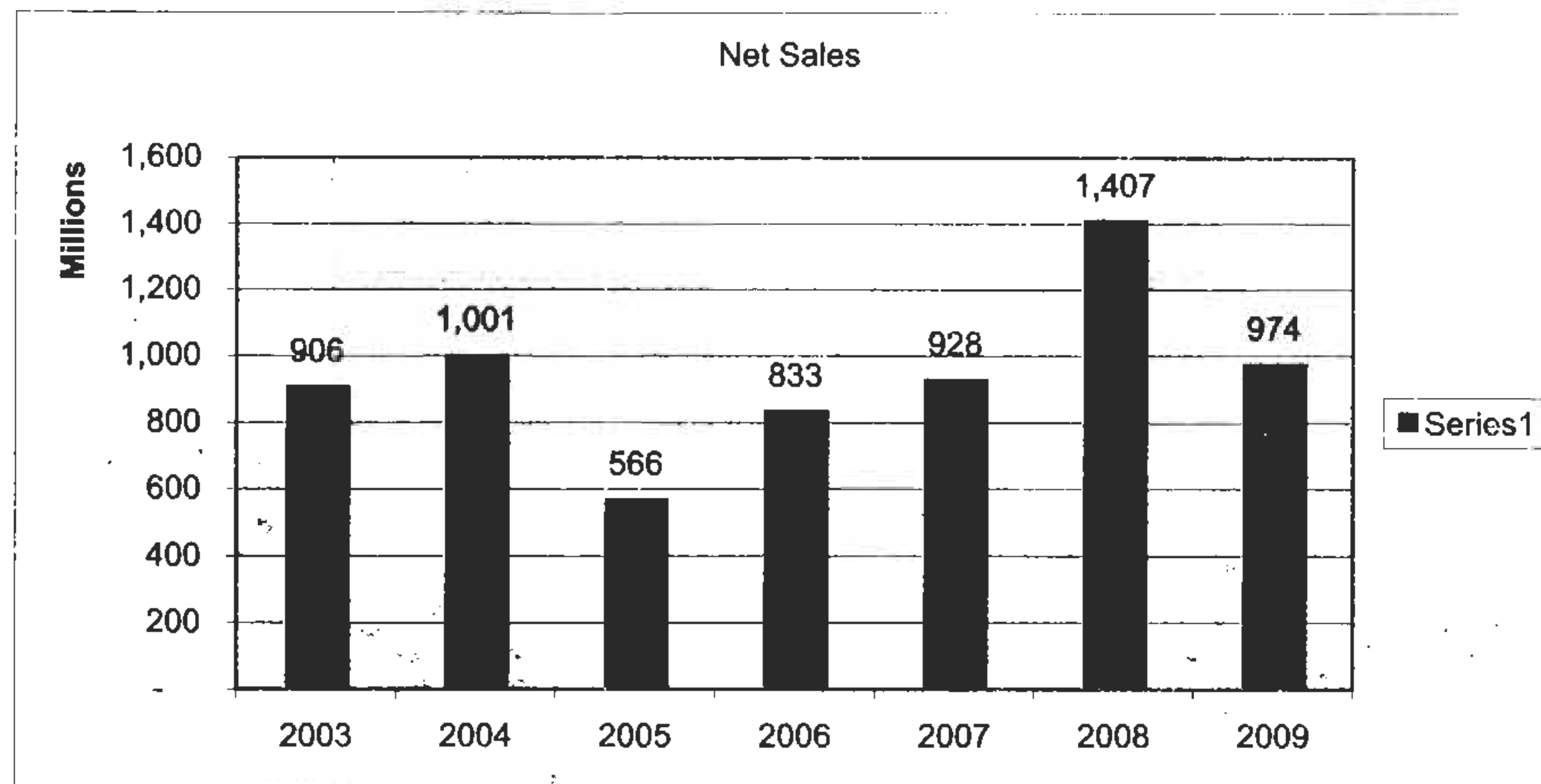
STATISTICAL PERFORMANCE CHART AND GRAPHS



Gross Sales



Net Sales



**STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE**

This statement is being presented to comply with the Code of Corporate Governance contained in Listing Regulations of Karachi and Lahore Stock Exchange, 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 the code in the following manner:

1. The Company encourages representation of independent non-executive directors and directors representing minority interests on the Board of Directors. At present the Board includes 5 independent non-executive directors and none represents minority shareholders.
2. The directors have confirmed that none of them is serving as a director in more than ten listed companies, including this Company.
3. All the directors of the Company are resident, and the Executive Director is a taxpayer. None of them has defaulted in payment of any loan to a banking company, a DFI or and NBFI or, being a member of a stock exchange, has been declared as a defaulter by that stock exchange.
4. No casual vacancy occurred in the board during the period
5. The Company has prepared a "Statement of Ethics and Business Practices" which has been signed by all the directors and employees of the Company.
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 persons 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 and other executive directors, have been taken by Board.
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 during the year. 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. The Board will arrange orientation courses for its directors to upprise them of their duties and responsibilities.
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 Code 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 Code.
15. The Board has formed an Audit Committee of non-executive directors including the Chairman of the Committee.
16. The meetings of the Audit committee were held prior to approval of interim and final results of the Company and as required by the Code. The terms of reference of the committee have been formed and advised to the committee for compliance.
17. The Board has set-up an effective internal audit function to carry out the policies and procedures of the Company.
18. The statutory auditors of the Company have confirmed that they have given a satisfactory rating under the quality control review programmed of the Institute of Chartered Accounts of Pakistan, 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 Institute of Chartered Accountants of Pakistan.
19. The statutory auditors or the persons associated with them have not been appointed to provide other service except in accordance with the listing regulations and the auditors have confirmed that they have observed IFAC guidance in this regard.
20. We confirm that all other material principles contained in the Code have been complied with.

**For S.S OIL MILLS LTD**

Lahore:  
September 26, 2009

NAWABZADA SHAHZAD ALIKHAN  
**(Chairman/Chief Executive Officer)**

**STATEMENT OF COMPLIANCE WITH THE  
BEST PRACTICES ON TRANSFER PRICING  
For the year ended June 30, 2009**

The Company has fully complied with the best practices of Transfer Pricing as contained in the Listing Regulation No.-38 of the Karachi Stock Exchange (Guarantee Limited and chapter XIV of Listing Regulation of the Lahore Stock Exchange (Guarantee) Limited.

Lahore:  
September 26, 2009

NAWABZADA SHAHZAD ALI KHAN  
**(Chairman /Chief Executive Officer)**

**AUDITORS' REPORT TO THE MEMBERS**

We have audited the annexed Balance Sheet of **S.S OIL MILLS LIMITED**, as on **June 30, 2009** and the related Profit & Loss Account, Cash Flow Statement and Statement of Changes in Equity, together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

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

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

**a.** In our opinion, proper books of accounts have been kept by the company as required by Companies Ordinance, 1984;

**b.** In our opinion:

**i.** The Balance Sheet and Profit and Loss Account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied;

**ii.** The expenditure incurred during the year was for the purpose of the company's business; and

**iii.** The business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the company;

**c.** In our opinion and to the best of our information and according to the explanations given to us, the balance sheet, profit and loss account, cash flow statement and statement of changes in equity, together with the notes forming part thereof confirm with approved accounting standards as applicable in Pakistan, and give the information required by the Companies Ordinance, 1984 in the manner so required and respectively give a true and fair view of the state of the company's affairs as at June 30, 2009 and of the profit, its cash flows and changes in equity for the year then ended; and

**d.** In our opinion, no Zakat was deductible at source under the Zakat the Ushr Ordinance, 1980.

Lahore  
September 26, 2009

**(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 prepared by the Board of Directors of **S.S OIL MILLS LIMITED** to comply with the Listing Regulations of the Karachi and Lahore Stock Exchanges respectively where the Company is listed.

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

As part of our audit of financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We have not carried out any special review of the internal control system to enable us to express an opinion as to whether the Board's statement on internal control covers all controls and the effectiveness of such internal controls.

Based on our review, 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 of Corporate Governance.

Lahore  
September 26, 2009

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



**BALANCE SHEET AS ON JUNE 30, 2009**

| <b>CAPITAL &amp; LIABILITIES</b>                                       | Note | For The Year<br>Ended<br>June 30, 2009<br>Rupees | For The Year<br>Ended<br>June 30, 2008<br>Rupees |
|--|------|--|--|
| <b>SHARE CAPITAL AND RESERVES</b>                                      |      |  |  |
| <b>Authorised</b>  |      |  |  |
| 7,000,000 Ordinary Shares of Rs. 10 each                               |      | 70,000,000                                       | 70,000,000                                       |
| <b>Issued, Subscribed and Paid up</b>                                  | 5    | 56,584,000                                       | 56,584,000                                       |
| Accumulated Profit   |      | 150,132,795                                      | 151,355,920                                      |
|  |      | 206,716,795                                      | 207,939,920                                      |
| <b>SURPLUS ON REVALUATION OF<br/>FIXED ASSETS</b>                      |      |  |  |
|  | 6    | 146,410,298                                      | 69,453,553                                       |
| <b>LIABILITY AGAINST ASSETS SUBJECT<br/>FINANCE LEASE</b>              |      |  |  |
|  | 7    | 339,198  | -  |
| <b>LONG TERM LOANS</b>   |      |  |  |
| Directors and Associates   | 8    | 20,837,014                                       | 20,837,014                                       |
|  |      | 20,837,014                                       | 20,837,014                                       |
| <b>DEFERRED LIABILITIES</b>  |      |  |  |
|  | 29   | 82,229,585                                       | 69,213,893                                       |
| <b>CURRENT LIABILITIES</b>   |      |  |  |
| Short Term Finances  | 9    | 213,281,784                                      | 455,586,457                                      |
| Creditors, Accrued and other Liabilities                               | 10   | 79,150,565                                       | 76,996,668                                       |
| Current Maturity of Liability against<br>assets sub. To finance lease. | 7    | 110,202  | -  |
| Provision for Taxation   |      | 3,967,852  | 7,036,530  |
|  |      | 296,510,403                                      | 539,619,654                                      |
|  |      | <b>753,043,293</b>                               | <b>907,064,034</b>                               |

The annexed notes form an integral part of these financial statements  
Auditors Report is annexed.

Lahore:  
September 26, 2009

Chief Executive

| <b>PROPERTIES &amp; ASSETS</b>                           | Note | For The Year<br>Ended<br>June 30, 2009<br>Rupees | For The Year<br>Ended<br>June 30, 2008<br>Rupees |
|--|------|--|--|
| <b>FIXED ASSETS - TANGIBLE</b>                           |      |  |  |
| Operating Fixed Assets                                   | 12   | 320,623,988                                      | 247,223,214                                      |
| Capital Work-in -Progress                                | 13   | 23,660,854                                       | 10,647,904                                       |
| <b>LONG TERM DEPOSITS</b>                                | 14   | 1,218,650  | 1,218,650  |
| <b>CURRENT ASSETS</b>                                    |      |  |  |
| Stores & Spares  | 15   | 7,481,848  | 4,617,060  |
| Stocks in Trade  | 16   | 237,981,208                                      | 391,034,769                                      |
| Trade Debtors  | 17   | 105,829,473                                      | 171,475,800                                      |
| Advances, Deposits, Prepayments and<br>Other Receivables | 18   | 53,067,686                                       | 19,419,947                                       |
| Cash and Bank Balances                                   | 19   | 3,179,585  | 61,426,690                                       |
|  |      | 407,539,801                                      | 647,974,266                                      |
|  |      | <b>753,043,293</b>                               | <b>907,064,034</b>                               |

Director / C.F.O

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2009**

| PARTICULARS  | Note | For The Year<br>Ended<br>June 30, 2009<br>Rupees | For The Year<br>Ended<br>June 30, 2008<br>Rupees |
|--|------|--|--|
| Sales - Net  | 20   | 973,683,319                                      | 1,407,305,960                                    |
| Less: Cost of Goods Sold                                 | 21   | 913,542,200                                      | 1,319,539,763                                    |
| <b>Gross Profit</b>                                      |      | <b>60,141,119</b>                                | <b>87,766,197</b>                                |
| Administrative and General Expenses                      | 22   | 8,846,116  | 11,652,723                                       |
| Selling & Distribution Costs                             | 23   | 8,922,637  | 14,140,405                                       |
|  |      | 17,768,753                                       | 25,793,128                                       |
| <b>Operating Profit</b>                                  |      | <b>42,372,366</b>                                | <b>61,973,069</b>                                |
| Other Income   | 24   | 390,873  | 62,750   |
|  |      | 42,763,239                                       | 62,035,819                                       |
| Financial Costs  | 25   | 30,586,309                                       | 41,478,897                                       |
| Other Expenses   | 26   | 840,209  | 1,423,948  |
|  |      | 31,426,518                                       | 42,902,845                                       |
| <b>Net Profit / (Loss) for the Year Before Taxation</b>  |      | <b>11,336,721</b>                                | <b>19,132,974</b>                                |
| <b>Taxation</b>  |      |  |  |
| Current  |      | 3,967,852  | 7,036,530  |
| Deferred   |      | 12,012,772                                       | (737,053)  |
| <b>Profit / (Loss) for the Year After Taxation</b>       |      | <b>(4,643,903)</b>                               | <b>12,833,497</b>                                |
| Accumulated Profit / (Loss) Brought Forward              |      | 151,355,920                                      | 136,741,563                                      |
| <b>Transfers:</b>  |      |  |  |
| Transferred from surplus on revaluation of fixed assets: |      |  |  |
| -Current Year  |      | 3,420,778  | 1,780,860  |
| Accumulated Profit Carried Forward                       |      | <b>150,132,795</b>                               | <b>151,355,920</b>                               |
| Earning per Share (Rs. / Share)                          | 27   | <b>(0.82)</b>                                    | <b>2.27</b>                                      |

The annexed notes form an integral part of these financial statements

Lahore:  
September 26, 2009

Chief Executive

Director

## CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2009

|   | For The Year<br>Ended<br>30-Jun-09<br>Rupees | For The Year<br>Ended<br>30-Jun-08<br>Rupees |
|---|--|--|
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                        |  |  |
| Net Profit before taxation  | 11,336,721                                   | 19,132,974                                   |
| Adjustment for:   |  |  |
| Provision for Depreciation  | 9,484,979                                    | 7,791,857                                    |
| Finance Cost  | 30,586,309                                   | 41,478,897                                   |
| Other Expenses (WPPF & WWF)                                       | 840,209                                      | 1,423,948                                    |
| Gratuity  | 1,002,922                                    | 211,813                                      |
|   | 41,914,419                                   | 50,906,515                                   |
| <b>Profit before working capital changes</b>                      | <b>53,251,140</b>                            | <b>70,039,489</b>                            |
| <b>(Increase)/decrease in current assets</b>                      |  |  |
| Stores and spares   | (2,864,788)                                  | 1,194,691                                    |
| Stock in trade  | 153,053,561                                  | (146,001,613)                                |
| Trade debtors   | 65,646,327                                   | (68,591,220)                                 |
| Advances, deposits, prepayments & Other Receivables               | (33,647,739)                                 | 37,034,533                                   |
|   | 182,187,361                                  | (176,363,609)                                |
| <b>Increase/ (Decrease) in current liabilities</b>                | <b>(229,991,134)</b>                         | <b>224,953,168</b>                           |
|   | (47,803,773)                                 | 48,589,559                                   |
| Taxes Paid  | (7,036,530)                                  | (8,801,416)                                  |
| W.W.F. Paid   | (392,106)                                    | -  |
| W.P.P.F. Paid   | (1,089,045)                                  | (777,117)                                    |
| Financial Charges Paid  | (39,994,809)                                 | (31,356,969)                                 |
|   | (48,512,490)                                 | (40,935,502)                                 |
| <b>Net Cash from Operating Activities</b>                         | <b>(43,065,123)</b>                          | <b>77,693,546</b>                            |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                        |  |  |
| Fixed Assets Purchased  | (2,508,230)                                  | (140,000)                                    |
| Capital Work in Progress  | (13,012,950)                                 | (8,921,416)                                  |
| Long Term Deposits  | -  | -  |
|   | (15,521,180)                                 | (9,061,416)                                  |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                        |  |  |
| Repayment of long term loan                                       | -  | (20,000,000)                                 |
| Liabilities against Assets Subject to Finance Lease               | 339,198                                      | -  |
| Repayment of Loan to Directors and Associates                     | -  | (770,000)                                    |
|   | 339,198                                      | (20,770,000)                                 |
| <b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENT</b>      | <b>(58,247,105)</b>                          | <b>47,862,130</b>                            |
| <b>Cash &amp; Cash Equivalents at the beginning of the period</b> | <b>61,426,690</b>                            | <b>13,564,560</b>                            |
| <b>Cash &amp; Cash Equivalents at the end of the period</b> A     | <b>3,179,585</b>                             | <b>61,426,690</b>                            |

A Cash & Cash Equivalents include cash and bank balances as stated in Note 19  
The annexed notes form an integral part of these financial statements

Lahore:  
September 26, 2009

Chief Executive

Director

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED JUNE 30, 2009**

| Particulars  | Share Capital<br>(Rupees) | Accumulated<br>Prpfit(Loss)<br>(Rupees) | Equity<br>(Rupees) |
|--|---------------------------|---|--------------------|
| Balance as on June 30, 2007  | 56,584,000                | 136,741,563                             | 193,325,564        |
| Net Profit & (Loss) for the year ended June 30, 2008                     |                           | 12,833,497                              | 12,833,497         |
|  | <b>56,584,000</b>         | <b>149,575,060</b>                      | <b>206,159,060</b> |
| Transferred from surplus on revaluation of Fixed Assets<br>-Current Year |                           | 1,780,860                               | 1,780,860          |
| <b>Balance as at June 30, 2008</b>                                       | <b>56,584,000</b>         | <b>151,355,920</b>                      | <b>207,939,921</b> |
| Net Profit & (Loss) for the year   | -                         | (4,643,903)                             | (4,643,903)        |
| Transferred from surplus on revaluation of Fixed Assets<br>-Current Year | -                         | 3,420,778                               | 3,420,778          |
| <b>Balance as at June 30, 2009</b>                                       | <b>56,584,000</b>         | <b>150,132,795</b>                      | <b>206,716,795</b> |

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

Lahore:  
September 26, 2009

Chief Executive

Director

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2009

### 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 company 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

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

#### 2.2 Standards, amendments to publish approved accounting standards and interpretations becoming effective in the year ended June 30, 2009:

The following standards, interpretations and amendments to existing standards have been published that are mandatory and relevant for the company's accounting period beginning on July 1, 2008.

IFRS 7, 'Financial instruments; Disclosure' introduces new disclosures relating to financial instruments and does not have any impact on the the classification and valuation of the financial instruments.

IFRIC Interpretation 14, 'IAS 19-The limit on a defined benefit asset, minimum funding requirements and there interaction'. IFRIC 14 provides guidance on assessing the limit in IAS 19 on the amount of surplus that can be recognised as an asset. It also explains how the pension asset or liability may be affected by a statutory or contractual minimum funding requirements. The ammendment does not have significant effect on the company's financial statements.

#### 2.3 Standards, amendments to publish approved accounting standards and interpretations becoming effective in the year ended June 30, 2009, but not relevant:

There are certain new standards, amendments and interpretations that are mandatory for accounting periods beginging on or after July 1, 2008 but are considered not to relevant or have any significant effect on the company's operations and are, therefore, not disclosed in these financial statements.

#### 2.4 Standards, amendments to publish approved accounting standards and interpretations as adopted In Pakistan, that are not yet effective:

The following standards, amendments and International Financial Reporting Interpretations Committee(IFRIC) interpretations to existing standards have been published and are mandatory for accounting periods beginning on or after January 1, 2009.

IAS 1 (Revised), 'Presentation of financial statements' (effective from January 1, 2009) was issued in September 2007. The revised standard prohibits the presentation of items of income and expenses (that is, 'non-owner changes in equity') in the statement of changes in equity, requiring ' non-owner changes in equity' to be presented separately from owner changes in equity. All non-owner changes in equity will be required to be shown in a performance statement, but entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income).

Further, where entities restate or reclassify comparative information, they will be required to present a restated balance sheet as at the beginning comparative period in addition to the current requirements to the current balance sheets at the end of the current period. The adoption will only impact the presentation of the financial statements.

### 3 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and extimates are significant to the financial statements are as follows:

- a) Assumptions and estimates used in determining the residual values and useful lives of property, plant and equipment
- b) Assumptions and estimates used in writing down items of stock in trade to their net realisable value (note # 16)
- c) Assumptions and estimates used in calculating the provision for impairment for tradedefts (note 17)
- d) Assumptions and estimates used in the classification of investments.
- e) Assumptions and estimates used in the recognition of deferred taxation (note # 29)

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation 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 of convention except for recognition of certain staff retirement benefit at present values as referred to in note 4.12 and certain financial instruments that have been accounted for on the basis of their fair values as referred to in note # 4.16

**4.2 Tangible Fixed Assets and Depreciation:**

**owned**

Plant and machinery is stated at revalued amount less accumulated depreciation. All other operating assets are stated at cost less accumulated depreciation except freehold land and capital work-in-progress which are 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 as 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

**(a) Lease hold Assets**

The company is lessee,

Leases where the compay 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 fianance lease as referred to in note # 12. 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 Deferred Cost:**

Expenses, the benefit of which is expected to spread over several years, are capitalized and amortized over the useful life not exceeding five years.

**4.4 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.

**4.5 Stores & Spares**

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

**4.6 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.

#### **4.7 Cash & Cash Equivalents**

Cash & cash equivalents are carried in the balance sheet at cost.

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

#### **4.8 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.

#### **4.9 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.

##### **- Deferred**

Deferred tax is accounted for using the balance sheet 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.

Further, the company recognises also deferred tax liability on surplus of revaluation on Land, building and Plant & Machinery which is adjusted against the related surplus. This liability is only for financial reporting purpose and has no financial impact.

#### **4.10 Related Party Transactions**

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

#### **4.11 Revenue Recognition:**

Sales are recorded on despatch of goods and invoices raised to customers.

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

#### **4.12 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.

#### **4.13 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 reorganisation, 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.



**4.14 Borrowing Costs**

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

**4.15 Provisions**

Provisions are recognized when the company has a past, 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 obligation can be made on the amount of obligation. Provision are reviewed at each balance sheet date and adjusted to reflect the current based estimates.

**4.16 Financial Instruments****4.16.1 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 off 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.

**4.16.2 Financial Liabilities**

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

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

**4.16.3 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.

**4.17 Financial Expenses**

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

**4.18 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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED JUNE 30, 2009**

|   | For the Year<br>Ended<br>June 30, 2009 | For The Year<br>Ended<br>June 30, 2008 |
|---|--|--|
| <b>5 Issued, Subscribed and paid up Capital</b>   |  |  |
| 5,018,400 ordinary shares of Rs. 10 fully paid in cash  | 50,184,000                             | 50,184,000                             |
| 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>                      |
| <b>6 Surplus on Revaluation of Fixed Assets</b>   |  |  |
| Balance as on July 1, 2008  | 69,453,553                             | 71,234,413                             |
| Add:- Assets Revalued as on 1st July 2008   | 80,377,522                             |  |
| Transferred to accumulated profits in respect of incremental depreciation charged on related assets during the year | (3,420,778)                            | (1,780,860)                            |
|   | <u>146,410,298</u>                     | <u>69,453,553</u>                      |
| <b>7 Liability Against Assets Subject to Finance Lease</b>  |  |  |
| Opening Balance as on 1st July 2008   | -                                      | -                                      |
| Lease during the year 2009  | 642,000                                | -                                      |
|   | <u>642,000</u>                         | -                                      |
| Paid During the year  | 192,600                                | -                                      |
| Net Liability against finance lease June 30, 2009   | 449,400                                | -                                      |
| Less:- Current maturity shown under current liability   | 110,202                                | -                                      |
|   | <u>339,198</u>                         | -                                      |
| <b>8 Loan From Directors-Related Parties</b>  |  |  |
| Opening Balance as on 01-07-2008  | 20,837,014                             | 21,607,014                             |
| Receipts during the year  | -                                      | -                                      |
| Payments during the year  | -                                      | 770,000                                |
|   | <u>20,837,014</u>                      | <u>20,837,014</u>                      |
| <b>9 Short Term Finances - Secured</b>  |  |  |
| BOP-Running Finance   | -                                      | 27,160,331                             |
| - Cash Finance  | 24,623,251                             | 95,863,422                             |
| -FIM  | 44,510,050                             | 142,402,122                            |
| SILK BANK LTD- FIM  | 144,148,483                            | 190,160,582                            |
|   | <u>213,281,784</u>                     | <u>455,586,457</u>                     |

These finances have been obtained on mark up basis from commercial banks against aggregate sanctioned limit of Rs. 800/- Million (2007: Rs. 735 Million). The rate of mark up BOP (FIM Facility) is 3 months KIBOR Ask side rate + 275 bps with a floor rate 13%, and for C.F facility mark up rate is 3 months KIBOR Ask side rate + 300 bps with a floor rate 13%. Mark Up Rate of CF & FIM facility provided by SILK Bank Limited for Rs. 200 (M) is 3 month Kibor +400 bps  
These are secured by pledge/hypothecation of Stocks, first charge on fixed/current assets of the company and promissory notes.

|  |   | For the Year<br>Ended<br>, June 30, 2009 | For the Year<br>Ended<br>, June 30, 2008 |
|--|---|--|--|
| <b>10 Creditors, Accrued and Other Liabilities</b> |   |  |  |
|  | Creditors   | 9,070,109                                | 14,679,900                               |
|  | Creditors against Seed  | 4,560,527                                | 14,724,621                               |
|  | Creditors-Foreign   | 37,690,256                               | -  |
|  | Accrued liabilities   | 2,101,676                                | 2,698,043                                |
|  | Advances from Customers   | 20,005,409                               | 28,972,171                               |
|  | Mark up accrued on Secured Short Term Finances  | 4,303,607                                | 13,712,107                               |
|  | Withholding Tax Payable   | 578,772                                  | 728,677                                  |
|  | Workers Welfare Fund Payable  | -  | 392,102                                  |
|  | Workers Profit Participation Fund Payable 10.1  | 840,209                                  | 1,089,045                                |
|  |   | 79,150,565                               | 76,996,666                               |
| <br>   |   |  |  |
| 10.1   | <b>Workers Profit Participation Fund</b>  |  |  |
|  | Balance as on July 01, 2008   | 1,089,045                                | 834,316                                  |
|  | Contribution due for the year   | 840,209                                  | 1,031,846                                |
|  |   | 1,929,254                                | 1,866,162                                |
|  | Payments made during the year   | 1,089,045                                | 777,117                                  |
|  |   | 840,209                                  | 1,089,045                                |
| <br>   |   |  |  |
| <b>11 Contingencies and Commitments</b>            |   |  |  |
| 11.1   | <b>Contingencies</b>  |  |  |
|  | NIL   |  |  |
| <br>   |   |  |  |
| 11.2   | <b>Commitments</b>  |  |  |
|  | NIL   |  |  |
| <br>   |   |  |  |
| <b>12 Schedule Of Fixed Assets</b>                 |   |  |  |
| ( As annexed )                                     |   |  |  |
| 12.1   | No asset was sold to Chief Executive, Directors, Executives and Shareholders during the year.   |  |  |
| 12.2   | These below mentioned balances represents the value of Fixed Assets subsequent to revaluation on 28th May 1999 and 1st July 2008 through an independent evaluator M/S. Unicorn International Surveyor Lahore, as referred to in note # 06, which has resulted in Surplus of Rs. 80,377,522/- and addition thereafter at cost. Consequently, the revaluation has resulted in an additional depreciation charge Rs. 1,684,440/- for the year. |  |  |

12. OPERATING FIXED ASSETS

| 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, 2009 |
|-------------------------------|--------------------|----------------------|-----------------------------|---------------------|--------|-------------------------|----------------------------|---------------------|----------------------------|
|                               | As at July 1, 2008 | Addition/ (Deletion) | Revaluation of Fixed Assets | As at June-30, 2009 |        | As at July 1, 2008      | Normal Charge for the Year | As at June-30, 2009 |                            |
| <b>FREE HOLD ASSETS</b>       |                    |                      |                             |                     |        |                         |                            |                     |                            |
| Land-freehold                 | 6,975,000          | -                    | 36,000,000                  | 42,975,000          | -      | -                       | -                          | -                   | 42,975,000                 |
| Buildings                     | 62,756,052         | 495,550              | 23,000,061                  | 86,251,663          | 5      | 35,531,114              | 2,536,027                  | 38,067,141          | 48,184,522                 |
| Plant and machinery           | 301,010,985        | -                    | 21,377,461                  | 322,388,446         | 2.5    | 99,788,446              | 5,565,000                  | 105,353,446         | 217,035,000                |
| Electric Installation         | 11,749,175         | 118,900              | -                           | 11,868,075          | 2.5    | 5,017,946               | 171,253                    | 5,189,199           | 6,678,876                  |
| Office Equipment              | 1,729,675          | 17,700               | -                           | 1,747,375           | 10     | 1,056,690               | 69,069                     | 1,125,759           | 621,617                    |
| Furniture and fixtures        | 601,039            | 7,490                | -                           | 608,529             | 10     | 443,815                 | 16,471                     | 460,286             | 148,243                    |
| Tools and equipment           | 2,413,861          | 51,000               | -                           | 2,464,861           | 10     | 1,827,907               | 63,695                     | 1,891,602           | 573,259                    |
| Vehicles                      | 13,896,826         | -                    | -                           | 13,896,826          | 20     | 10,630,717              | 653,222                    | 11,283,939          | 2,612,887                  |
| Tractor & Trolleys            | 560,000            | 1,175,590            | -                           | 1,735,590           | 20     | 480,008                 | 251,116                    | 731,124             | 1,004,466                  |
| Fire fighting equipment       | 668,923            | -                    | -                           | 668,923             | 10     | 500,637                 | 16,829                     | 517,466             | 151,457                    |
| Arms & Ammunition             | 221,375            | -                    | -                           | 221,375             | 10     | 136,141                 | 8,523                      | 144,664             | 76,711                     |
| Trapaulnes                    | 100,000            | -                    | -                           | 100,000             | 10     | 46,275                  | 5,373                      | 51,648              | 48,353                     |
| <b>Total Free Hold Assets</b> | <b>402,682,911</b> | <b>1,866,230</b>     | <b>80,377,522</b>           | <b>484,926,663</b>  |        | <b>155,459,696</b>      | <b>9,356,579</b>           | <b>164,816,275</b>  | <b>320,110,388</b>         |
| <b>LEASE HOLD ASSETS</b>      |                    |                      |                             |                     |        |                         |                            |                     |                            |
| Vehicle Suzuki Alto           | -                  | 642,000              | -                           | 642,000             | 20     | -                       | 128,400                    | 128,400             | 513,600                    |
| <b>2009</b>                   | <b>402,682,911</b> | <b>2,508,230</b>     | <b>80,377,522</b>           | <b>485,568,663</b>  |        | <b>155,459,696</b>      | <b>9,484,979</b>           | <b>164,944,675</b>  | <b>320,623,988</b>         |
| <b>2008</b>                   | <b>402,542,911</b> | <b>140,000</b>       | <b>-</b>                    | <b>402,682,911</b>  |        | <b>147,667,840</b>      | <b>7,791,857</b>           | <b>155,459,697</b>  | <b>247,223,214</b>         |

|                                    | 2009<br>Rupees   | 2008<br>Rupees   |
|------------------------------------|------------------|------------------|
| Cost of Goods Sold / Manufacturing | 8,592,465        | 6,854,916        |
| Administrative / General           | 892,514          | 936,941          |
|                                    | <u>9,484,979</u> | <u>7,791,857</u> |

12 OPERATING FIXED ASSETS

| 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, 2008 |
|-------------------------|--------------------|----------------------|-----------------------------|---------------------|--------|-------------------------|----------------------------|---------------------|----------------------------|
|                         | As at July 1, 2007 | Addition/ (Deletion) | Revaluation of Fixed Assets | As at June-30, 2008 |        | As at July 1, 2007      | Normal Charge for the Year | As at June-30, 2008 |                            |
| <b>FREE HOLD ASSETS</b> |                    |                      |                             |                     |        |                         |                            |                     |                            |
| Land-freehold           | 6,975,000          | -                    | -                           | 6,975,000           | -      | -                       | -                          | -                   | 6,975,000                  |
| Buildings               | 62,756,052         | -                    | -                           | 62,756,052          | 5      | 34,098,222              | 1,432,892                  | 35,531,114          | 27,224,939                 |
| Plant and machinery     | 300,870,985        | 140,000              | -                           | 301,010,985         | 2.5    | 94,630,091              | 5,158,355                  | 99,788,446          | 201,222,539                |
| Electric Installation   | 11,749,175         | -                    | -                           | 11,749,175          | 2.5    | 4,845,350               | 172,596                    | 5,017,946           | 6,731,229                  |
| Office/Lab Equipment    | 1,729,675          | -                    | -                           | 1,729,675           | 10     | 981,914                 | 74,776                     | 1,056,690           | 672,985                    |
| Furniture and fixtures  | 601,039            | -                    | -                           | 601,039             | 10     | 426,346                 | 17,469                     | 443,815             | 157,224                    |
| Tools and equipment     | 2,413,861          | -                    | -                           | 2,413,861           | 10     | 1,762,801               | 65,106                     | 1,827,907           | 585,954                    |
| Vehicles                | 13,896,826         | -                    | -                           | 13,896,826          | 20     | 9,814,190               | 816,527                    | 10,630,717          | 3,266,109                  |
| Tractor & Trolleys      | 560,000            | -                    | -                           | 560,000             | 20     | 460,010                 | 19,998                     | 480,008             | 79,992                     |
| Fire fighting equipment | 668,923            | -                    | -                           | 668,923             | 10     | 481,939                 | 18,698                     | 500,637             | 168,286                    |
| Arms & Ammunition       | 221,375            | -                    | -                           | 221,375             | 10     | 126,671                 | 9,470                      | 136,141             | 85,234                     |
| Trapaulnes              | 100,000            | -                    | -                           | 100,000             | 10     | 40,306                  | 5,969                      | 46,275              | 53,725                     |
| <b>2008</b>             | <b>402,542,911</b> | <b>140,000</b>       | <b>-</b>                    | <b>402,682,911</b>  |        | <b>147,667,840</b>      | <b>7,791,857</b>           | <b>155,459,697</b>  | <b>247,223,214</b>         |
| <b>2007</b>             | <b>402,542,911</b> | <b>-</b>             | <b>-</b>                    | <b>402,542,911</b>  |        | <b>139,656,950</b>      | <b>8,010,890</b>           | <b>147,667,840</b>  | <b>254,875,071</b>         |

|                                    | 2008<br>Rupees   | 2007<br>Rupees   |
|------------------------------------|------------------|------------------|
| Cost of Goods Sold / Manufacturing | 6,854,916        | 6,971,373        |
| Administrative / General           | 936,941          | 1,039,517        |
|                                    | <u>7,791,857</u> | <u>8,010,890</u> |

|   | For the Year<br>Ended<br>June 30, 2009 | For the Year<br>Ended<br>June 30, 2008 |
|---|--|--|
| <b>13 Capital Work In Progress</b>                                      |  |  |
| Building on Freehold Land   |  |  |
| Opening Balance   | 10,647,904                             | 1,726,488                              |
| Add: Addition during the year   |  |  |
| Plant & Machinery   | 9,003,830                              | 6,000,000                              |
| Civil Works   | 4,009,120                              | 2,921,416                              |
|   | 23,660,854                             | 10,647,904                             |
| <b>14 Long Term Deposits</b>  |  |  |
| LESCO (WAPDA)   | 1,218,650                              | 1,218,650                              |
|   | 1,218,650                              | 1,218,650                              |
| <b>15 Stores and Spares</b>   |  |  |
| There are no stores and spares held for specific capitalization.        | 7,481,848                              | 4,617,060                              |
|   | 7,481,848                              | 4,617,060                              |
| <b>16 Stock In Trade</b>  |  |  |
| Raw Material - Seed   | 213,032,675                            | 264,248,978                            |
| Finished Goods  | 24,948,533                             | 126,785,791                            |
|   | 237,981,208                            | 391,034,769                            |
| <b>17 Trade Debtors</b>   |  |  |
| These are unsecured but considered good                                 | 105,829,473                            | 171,475,800                            |
|   | 105,829,473                            | 171,475,800                            |
| <b>18 Advances, Deposits, Prepayments and<br/>and Other Receivables</b> |  |  |
| Advances:   |  |  |
| Employees   | 191,303                                | 189,217                                |
| Suppliers/Contractor  | 3,649,902                              | 3,265,659                              |
| Prepayments   |  |  |
| Advance Against Import  | 575,047                                | -                                      |
| Prepaid Insurance   | 826,617                                | -                                      |
| Sales Tax Advance   | 22,085,936                             | 7,421,829                              |
| Income Tax  | 15,003,097                             | 6,478,416                              |
| L/C Margin  | 10,735,785                             | 1                                      |
|   | 53,067,687                             | 19,419,947                             |
| 18.1 These are unsecured but are considered good.                       |  |  |
| <b>19 Cash and Bank balances</b>  |  |  |
| These balances were held<br>at different banks                          |  |  |
| On Profit and Loss Accounts   | 672,983                                | 18,003,989                             |
| On Current Accounts   | 2,300,280                              | 43,417,677                             |
|   | 2,973,262                              | 61,421,666                             |
| Cash at Head Office   | 13,020                                 | -                                      |
| Cash at Factory   | 193,303                                | 5,024                                  |
|   | 3,179,585                              | 61,426,690                             |

|   | For The Year<br>Ended<br>June 30, 2009 | For The Year<br>Ended<br>June 30, 2008 |
|---|--|--|
| <b>20 Sales</b>   |  |  |
| Refind Oil  | 805,382,260                            | 1,189,091,896                          |
| By Products   | 241,724,936                            | 354,164,130                            |
| Cotton Seed   | -                                      | 8,605,344                              |
|   | <u>1,047,107,196</u>                   | <u>1,551,861,370</u>                   |
| Less: Sales Tax   | 73,423,877                             | 144,555,410                            |
| <b>Net sales</b>  | <u>973,683,319</u>                     | <u>1,407,305,960</u>                   |
|   |  |  |
|   | For the Year<br>Ended<br>June 30, 2009 | For The Year<br>Ended<br>June 30, 2008 |
| <b>21 Cost of Sales</b>                                 |  |  |
| Raw material consumed                                   | 716,612,602                            | 1,264,661,233                          |
| Freight Seed, Muccadam, Loading Unloading & Other Exps. | 37,233,956                             | 39,163,523                             |
| Direct Material Consumed                                | 12,949,773                             | 18,961,266                             |
| Stores and Spares Consumed                              | 3,567,423                              | 9,515,601                              |
| Salaries and Benefits                                   | 11,010,041                             | 11,629,480                             |
| Power, Fuel and Other expenses                          | 16,581,411                             | 32,210,403                             |
| Insurance & Others                                      | 1,157,270                              | 1,528,407                              |
| Depreciation  | 8,592,465                              | 6,854,916                              |
| Cost of Goods Manufactured                              | <u>807,704,941</u>                     | <u>1,384,524,829</u>                   |
| Add: Opening Stock of Finished Goods                    | 126,785,791                            | 61,800,725                             |
| Purchases Local Oil                                     | 4,000,000                              | -                                      |
| Cost of Goods Available for Sale                        | <u>938,490,732</u>                     | <u>1,446,325,554</u>                   |
| Less: Closing Stock of Finished Goods                   | (24,948,533)                           | (126,785,791)                          |
| Cost of Goods Sold                                      | <u>913,542,200</u>                     | <u>1,319,539,763</u>                   |
|   |  |  |
| <b>21.1 Raw Material Consumed</b>                       |  |  |
| Opening Stocks  | 264,248,978                            | 183,232,431                            |
| Purchases during the year                               | 665,396,299                            | 1,345,677,780                          |
|   | <u>929,645,277</u>                     | <u>1,528,910,211</u>                   |
| Less: Closing Stocks                                    | 213,032,675                            | 264,248,978                            |
|   | <u>716,612,602</u>                     | <u>1,264,661,233</u>                   |

|   | For the Year<br>Ended<br>30/Jun/09 | For the Year<br>Ended<br>June 30, 2008 |
|---|------------------------------------|--|
| <b>22 Administrative and General Expenses</b> |                                    |  |
| Salaries and Benefits                         | 2,657,520                          | 3,015,879                              |
| Rent, Rates and Taxes                         | 18,337                             | 335,107                                |
| Electricity, Gas and Water Bills              | 1,024,777                          | 815,183                                |
| Communications                                | 521,231                            | 496,731                                |
| Printing and Stationery                       | 215,533                            | 236,702                                |
| Travelling, Conveyance & Other Expenses       | 457,021                            | 1,459,437                              |
| Vehicles Running Expenses                     | 1,312,693                          | 1,780,050                              |
| Repair and Maintenance                        | 314,494                            | 420,660                                |
| Legal and Professional Charges                | 402,482                            | 476,288                                |
| Entertainment Exps.                           | 385,091                            | 725,180                                |
| Charity and Donations                         | 192,500                            | 210,000                                |
| Misc. Expenses                                | 231,923                            | 524,565                                |
| Depreciation                                  | 892,514                            | 936,941                                |
| Audit Fee                                     | 220,000                            | 220,000                                |
|   | <b>8,846,116</b>                   | <b>11,652,723</b>                      |
| <b>23 Selling and Distribution Expenses</b>   |                                    |  |
| Freight, Forwarding and Shortage/Claims       | 4,289,706                          | 10,946,640                             |
| Commission and Other expenses                 | 4,632,931                          | 3,193,765                              |
|   | <b>8,922,637</b>                   | <b>14,140,405</b>                      |
| <b>24 Other Income</b>                        |                                    |  |
| Profit on Bank Deposits                       | 390,873                            | 62,750                                 |
|   | <b>390,873</b>                     | <b>62,750</b>                          |
| <b>25 Financial Expenses</b>                  |                                    |  |
| Interest on Long Term Secured Loans           | -                                  | 1,261,871                              |
| Mark up on Short Term Bank Borrowings         | 29,411,152                         | 39,415,014                             |
| Zakat   | -                                  | 1,148                                  |
| Bank Charges                                  | 1,175,157                          | 800,864                                |
|   | <b>30,586,309</b>                  | <b>41,478,897</b>                      |

|   | For the Year<br>Ended<br>30/Jun/09 | For the Year<br>Ended<br>June 30, 2008 |
|---|------------------------------------|--|
| <b>26 Other Expenses</b>                      |                                    |  |
| Worker's Profit Participation Fund            | 608,847                            | 1,031,846                              |
| Worker Welfare's Fund                         | 231,362                            | 392,102                                |
|   | <u>840,209</u>                     | <u>1,423,948</u>                       |
| <b>27 Earning per share</b>                   |                                    |  |
| Profit / (Loss) after Taxation                | (4,643,903)                        | 12,833,497                             |
| weighted Average No. of Shares in Issue       | 5,658,400                          | 5,658,400                              |
|   | <u>(0.82)</u>                      | <u>2.27</u>                            |
| <b>28 Cash and Bank Equivalent</b>            |                                    |  |
| Cash and Bank Balances                        | 3,179,585                          | 61,426,690                             |
| Short Term Running Finances                   | (213,281,784)                      | (455,586,457)                          |
|   | <u>(210,102,199)</u>               | <u>(394,159,767)</u>                   |
| <b>29 Deferred Liabilities</b>                |                                    |  |
| <b>Deferred Tax:-</b>                         |                                    |  |
| Opening Balance                               | 65,670,220                         | 66,407,273                             |
| For the Year                                  | 12,012,772                         | (737,053)                              |
| Closing Balance                               | <u>77,682,992</u>                  | <u>65,670,220</u>                      |
| <b>Gratuity:-</b>                             | 4,546,593                          | 3,543,672                              |
|   | <u>82,229,585</u>                  | <u>69,213,892</u>                      |
| <b>30 Fair Value Of Financial Instruments</b> |                                    |  |

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

- (a) The figures are rounded off to the nearest rupee  
 (b) The annexed notes from 1 to 34 form an integral part of these financial statements.



## 31 Financial Instruments &amp; Related Disclosures

## 31.1 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, 2009 is summarized as follows

|                                     | Rate Of Profit | Mark Up Bearing<br>One Month To One<br>Year | More Than One<br>Year | Non Mark Up<br>Bearing | Total Rupees 2009  |
|-------------------------------------|----------------|---|-----------------------|------------------------|--------------------|
| <b>Financial Assets</b>             |                |   |                       |                        |                    |
| Long Term Deposits                  | -              | -   | -                     | 1,218,650              | 1,218,650          |
| Trade Debtors                       | -              | -   | -                     | 105,829,473            | 105,829,473        |
| Advances, Deposits & Prepayments    | -              | -   | -                     | 53,067,687             | 53,067,687         |
| Cash In Hand & Bank                 | 6.50%          | 672,983                                     | -                     | 2,506,603              | 3,179,585          |
| <b>Total:</b>                       | -              | <b>672,983</b>                              | -                     | <b>162,622,413</b>     | <b>163,295,396</b> |
| <b>Financial Liabilities</b>        |                |   |                       |                        |                    |
| Long term Loans                     | -              | -   | -                     | -                      | -                  |
| Short Term Finances                 |                | 3 Month KIBOR +<br>275 bps                  | 213,281,784           | -                      | 213,281,784        |
| Creditors, Accrued & Other Payables |                | 3Month KIBOR +<br>300bps+400 bps            | -                     | 79,150,565             | 79,150,565         |
| <b>Total:</b>                       |                | <b>213,281,784</b>                          | -                     | <b>79,150,565</b>      | <b>292,432,349</b> |
| On Balance Sheet Gap 2008           |                | (212,608,801)                               | -                     | 83,471,848             | (129,136,954)      |
| On Balance Sheet Gap 2007           |                | (437,582,468)                               | -                     | 157,321,781            | (167,617,339)      |

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

**Financial Assets**

Bank Balances ( Deposits Accounts) 6.50%

**Financial Liabilities**

Long Term Loans N.A  
 Short Tem Finances 13% to 16%

**31.2 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. 162,076,744/- (2008 Rs. 252,322,437/-) the financial assets which may subject to credit risk amounts to Rs. 105,829,473/- (2008 Rs. 171,475,800)

**32 REMUNERATION Of Chief Executive, Directors and Executives**

|                | Chief Executive |                | Directors      |                | Executives     |      |
|----------------|-----------------|----------------|----------------|----------------|----------------|------|
|                | 2009            | 2008           | 2009           | 2008           | 2009           | 2008 |
| No. Of Persons | 1               | 1              | 1              | 1              | 1              | 1    |
| Remuneration   | 320,000         | 320,000        | 232,518        | 224,412        | 296,774        | -    |
| House Rent     | 144,000         | 144,000        | 104,633        | 100,990        | 133,548        | -    |
| Utilities      | 16,000          | 16,000         | 23,251         | 11,217         | 29,678         | -    |
|                | <b>480,000</b>  | <b>480,000</b> | <b>360,402</b> | <b>336,619</b> | <b>460,000</b> | -    |

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

32.2 The employee of the company can be categorized as executives as per the definition contained in the Fourth Schedule to the Companies Ordinance 1984, which was substituted by the Securities and Exchange Commission of Pakistan vide S.R.O (589/10/2004 dated July 05, 2004 in current period as well in last year.

**33 PLANT CAPACITY AND ACTUAL PRODUCTION**

|                |        | 2009              |                 | 2008              |                   |
|----------------|--------|-------------------|-----------------|-------------------|-------------------|
|                |        | Assessed Capacity | Actual Product. | Assessed Capacity | Actual Production |
| Sunflower Seed | M.Tons | 20,000            | 7,257           | 20,000            | 3,516             |
| Rape Seed      | M.Tons | 40,000            | 11,627          | 40,000            | 32,388            |
| Soya Been Seed | M.Tons | -                 | -               | -                 | -                 |
| Cotton Seed    | M.Tons | 19,500            | -               | 19,500            | -                 |
|                |        | <b>79,500</b>     | <b>18,884</b>   | <b>79,500</b>     | <b>35,904</b>     |

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

**34 GENERAL**

31.1 Number of Employees as at June 30, 2009 was 188 (2008:175)

31.2 Figures have been rounded off to nearest rupee.

31.3 These accounts were authorized for the issue in the Board Of Directors meeting held on September 26, 2009

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

1. Incorporation Number   
 2. Name of the Company **S. S. OIL MILLS LIMITED**  
 3. Pattern of holding of the shares held by the shareholders as at **30-06-2009**

| 4. No. of Shareholders | -----Shareholding----- |        | Total Shares Held |
|------------------------|------------------------|--------|-------------------|
|                        | From                   | To     |                   |
| 60                     | 1                      | 100    | 6000              |
| 2035                   | 101                    | 500    | 995800            |
| 14                     | 501                    | 1000   | 14000             |
| 9                      | 1001                   | 5000   | 29100             |
| 7                      | 5001                   | 10000  | 54500             |
| 2                      | 10001                  | 15000  | 27500             |
| 1                      | 15001                  | 20000  | 20000             |
| 1                      | 30001                  | 35000  | 35000             |
| 2                      | 35001                  | 40000  | 80000             |
| 7                      | 45001                  | 50000  | 343700            |
| 2                      | 55001                  | 60000  | 120000            |
| 2                      | 65001                  | 70000  | 140000            |
| 1                      | 75001                  | 80000  | 80000             |
| 1                      | 85001                  | 90000  | 90000             |
| 3                      | 90001                  | 95000  | 285000            |
| 6                      | 95001                  | 100000 | 600000            |
| 2                      | 115001                 | 120000 | 240000            |
| 1                      | 150001                 | 155000 | 152500            |
| 1                      | 160001                 | 165000 | 160200            |
| 2                      | 195001                 | 200000 | 400000            |
| 1                      | 520001                 | 525000 | 521000            |
| 1                      | 545001                 | 550000 | 548300            |
| 1                      | 715001                 | 720000 | 715800            |
| <b>2162</b>            |                        |        | <b>5658400</b>    |

| 5. Categories of shareholders   | Share held | Percentage |
|---|------------|------------|
| 5.1 Directors, Chief Executive Officers, and their spouse and minor children      | 372,200    | 6.5778%    |
| 5.2 Associated Companies, undertakings and related parties.                       | 0          | 0.0000%    |
| 5.3 NIT and ICP   | 0          | 0.0000%    |
| 5.4 Banks Development Financial Institutions, Non Banking Financial Institutions. | 152,500    | 2.6951%    |
| 5.5 Insurance Companies   | 0          | 0.0000%    |
| 5.6 Modarabas and Mutual Funds  | 0          | 0.0000%    |
| 5.7 Share holders holding 10%   | 715,800    | 12.6502%   |
| 5.8 General Public  |            |            |
| a. Local  | 3,896,900  | 68.8693%   |
| b. Foreign  | 0          | 0.0000%    |
| 5.9 Others (to be specified)  |            |            |
| Foreign Companies   | 1,236,800  | 21.8578%   |

6. Signature of Company Secretary   
 7. Name of Signatory **Syed Jalil-ur-Rehman Bokhari**  
 8. Designation **Company Secretary**  
 9. NIC Number   
 10. Date **30 06 2009**

**CATEGORIES OF SHAREHOLDERS REQUIRED UNDER C.C.G.**

As on 30th June, 2009

| S. No.   | NAME                               | HOLDING          | %AGE             |
|--|------------------------------------|------------------|------------------|
| <b>DIRECTORS, CEO THEIR SPOUSE AND MINOR CHILDREN</b>                            |                                    |                  |                  |
| 1  | NAWABZADA SHAHZAD ALI KHAN         | 160,200          | 2.8312%          |
| 2  | NAWABZADA SHAHARYAR ALI KHAN       | 200,000          | 3.5346%          |
| 3  | CHAUDHRY MUHAMMAD HUMAYUN          | 500              | 0.0088%          |
| 4  | MR. AHSANUDDIN                     | 500              | 0.0088%          |
| 5  | KHALIFA MUHAMMAD HASAN SAEED       | 10,000           | 0.1767%          |
| 6  | MR. WAJAHAT ALI KHAN               | 500              | 0.0088%          |
| 7  | MR. SAFDAR IQBAL KHAN              | 500              | 0.0088%          |
|  |                                    | <b>372,200</b>   | <b>6.5778%</b>   |
| <b>ASSOCIATED COMPANIES UNDERTAKING &amp; RELATED PARTIES</b>                    |                                    |                  |                  |
|  |                                    | 0                | 0.0000%          |
| <b>NIT and ICP</b>   |                                    |                  |                  |
|  |                                    | 0                | 0.0000%          |
| <b>BANKS, DEVELOPMENT FINANCE INSTITUTIONS, NON BANKING FINANCE INSTITUTIONS</b> |                                    |                  |                  |
| 1  | FIDELITY INVESTMENT BANK LTD.      | 152,500          | 2.6951%          |
|  |                                    | <b>152,500</b>   | <b>2.6951%</b>   |
| <b>INSURANCE COMPANIES</b>   |                                    |                  |                  |
|  |                                    | 0                | 0.0000%          |
| <b>MODARABAS AND MUTUAL FUND</b>   |                                    |                  |                  |
|  |                                    | 0                | 0.0000%          |
| <b>FOREIGN COMPANIES</b>   |                                    |                  |                  |
| 1  | IKAS LIMITED                       | 521,000          | 9.2075%          |
| 2  | BARING SECURITIES NOMINEES LIMITED | 715,800          | 12.6502%         |
|  |                                    | <b>1,236,800</b> | <b>21.8578%</b>  |
| <b>SHARES HELD BY THE GENERAL PUBLIC</b>   |                                    |                  |                  |
|  |                                    | <b>3,896,900</b> | <b>68.8693%</b>  |
| <b>TOTAL:</b>  |                                    | <b>5,658,400</b> | <b>100.0000%</b> |

**SHAREHOLDERS HOLDING 10% OR MORE OF TOTAL CAPITAL**

| S. No. | Name                               | Holding        | Percentage      |
|--------|------------------------------------|----------------|-----------------|
| 1      | BARING SECURITIES NOMINEES LIMITED | 715,800        | 12.6502%        |
|        |                                    | <b>715,800</b> | <b>12.6502%</b> |

During the financial year the trading in shares of the company by the Directors, CEO, CFO, Company Secretary and their spouses and minor children is as follows

NIL

FORM OF PROXY

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

Signed this-----day of-----2009.

Witnesses:

1. Signature: \_\_\_\_\_  
Name: \_\_\_\_\_  
  
Address: \_\_\_\_\_  
NIC or  
Passport No. \_\_\_\_\_

Signature on  
Rupees Five  
Revenue Stamp

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

2. Signature: \_\_\_\_\_  
Name: \_\_\_\_\_  
  
Address: \_\_\_\_\_  
NIC or  
Passport No. \_\_\_\_\_

Note:

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

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



