

COST AUDITORS' REPORT

We, Muniff Ziauddin & Co. Chartered Accountants, have been appointed to conduct an audit of cost accounts of **MESSRS CHANAR SUGAR MILLS LIMITED**, have examined the books of accounts and the statements prescribed under clause (e) of sub-section (1) of section 230 of the Companies Ordinance, 1984 and the other relevant record for the year ended on September 30, 2016 and report that.

- (1) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of this audit.
- (2) in our opinion;
 - (a) proper cost accounting records as required by clause (e) of sub-section (1) of section 230 of the Companies Ordinance, 1984 (XLVII of 1984), and as required by these rules, have been kept by the company;
 - (b) no return, statement and schedule from branches was required to be received as there existed no branch;
 - (c) the said books and records give the information required by the rules in the manner so required; and
- (3) in our opinion and, subject to the best of our information;
 - (a) the annexed statement of capacity utilization and stock-in-trade are in agreement with the books of account of the company and exhibit true and fair view of the company's affairs; and
 - (b) cost accounting records have been properly kept so as to give a true and fair view of the cost of production, processing, manufacturing and marketing of White Sugar.

The matter contained in the ANNEX forms part of this report.

Date: **25 JAN 2017**
Lahore

Muniff Ziauddin & Co.
MUNIFFZIAUDDIN & CO.
Chartered Accountants
M. Ali Latif - FCA