



STEDEC Technology Commercialization Corporation of Pakistan (Private) Limited

Directors Report

Financial Year Ended 30th June 2017.

Directors feel pleasure to present annual report for the year ended June 30, 2017 as under:

I. Composition of the Board

a) Non-Executive Directors	Date of Appointment
Mr. Fazal Abbas Maken Secretary MoST	09-07-2015
Dr. Shahzad Alam Chairman PCSIR, Islamabad	18-09-2015
Dr. Quratulain Syed DG PCSIR, Lahore	22-02-2017
Mr. Shairyar Salim CEO PIE, Lahore	18-04-2017
Mr. Sher Ayub Khan CEO SMEDA	03-05-2016
b) Independent Directors	
Ms. Nasira Taskeen CEO VCL Ltd	05-10-2009
Mian Muhammad Adrees CEO Sitara Chemicals	05-10-2009
Mr. Ali Asrar Agha CEO Ward Howell Int.	10-06-2014
Mr. Mujeeb Rashid Lahore	10-06-2014
c) Executive Directors	
Syed Raza Abbas Shah Managing Director, STEDEC	05-10-2015

KARACHI REGIONAL OFFICE
STEDEC Tenekil Plant, PCSIR Laboratories Complex, Off University Road, Karachi
Tel: (021) 34156389-90
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d) Re-constitution of Audit Committee

During the course of 56th BoD meeting held on 05.06.2017, the Board has reconstituted Audit Committee as under:

AUDIT COMMITTEE

Ms. Nasira Taskeen CEO VCL	Chairperson
Dr. Quratulain Syed Chairman PCSIR, Islamabad.	Member
Mr. Mujeeb Rashid Lahore	Member

e) The following meetings were convened during the FY 2016-17.

i) Board of Directors Meetings

53 rd	BoD Meeting	05-09-2016
54 th	BoD Meeting	31-10-2016
55 th	BoD Meeting	27-02-2017
56 th	BoD Meeting	05-06-2017

ii) Attendance of the Directors

Name	Designation	53 rd BoD Meeting	54 th BoD Meeting	55 th BoD Meeting	56 th BoD Meeting
Mr. Fazal Abbas Maken	Secretary MoST	✓	✓	✓	✓
Dr. Shahzad Alam	Chairman PCSIR	✓	✓	✓	✓
Dr. Sakhawat Ali Dr. Quratulain Syed	DG PCSIR, LHR	✓	✓	✓	✓
Ms. Nasira Taskeen	CEO Vision Consulting Ltd.	✗	✓	✓	✓
Mr. Ali Asrar Aga	CEO Ward Howell Int.	✓	✓	✗	✓
Mr. Mujeeb Rashid	Lahore	✓	✓	✗	✓



Mr. Naveed Mushtaq Gill Mr. Shairyar Salim	CEO Punjab Industrial Estate.	x	x	✓	x
Mr. Sher Ayub Khan Mr. Fuad Hashim Rabbani	CEO SMEDA, Lahore.	x	✓	x	✓
Mian Muhammad Khalil	Nominee of CEO Sitara Chemical Industries.	✓	✓	✓	✓
Syed Raza Abbas Shah	Managing Director, STEDEC.	✓	✓	✓	✓

iii) Directors Committee Meetings

6 th Audit Committee meeting	16-07-2016
7 th Audit Committee meeting	10-10-2016
8 th Audit Committee meeting	21-02-2017
9 th Audit Committee meeting	12-05-2017
4 th Human Resource Committee meeting	17-11-2016

Overview of Financial Statements

Description	Budget	Actual	Actual	Actual	Actual	Actual	Actual
	2016-17	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12
Rs. in Million							
Sales	188.2	205.3	165.7	168.1	163.3	161.4	191.3
Cost of Sale	(144.1)	(162.7)	(125.3)	(134.7)	(136.8)	(135.8)	(157.06)
Gross Profit	44.1	42.6	40.4	33.5	26.5	25.6	34.26
Distribution Cost	(15.4)	(13.8)	(10.2)	(8.3)	(9.1)	(10.2)	(8.8)
Admin Expenses	(25.7)	(24.5)	(23.1)	(19.8)	(19.1)	(20.7)	(21.6)



Other Expenses	(0.5)	(0.4)	(0.9)	(0.48)	-	(0.2)	(0.5)
Other Income	3.7	4.7	2.6	2.9	1.3	1.3	4.9
Profit/ (Loss) from Operations	6.2	8.6	8.8	7.8	(0.4)	(4.2)	8.23
Financial Cost	(0.8)	(0.5)	(0.79)	(1.2)	(1.4)	(1.6)	(1.6)
Profit / (Loss) before taxation	5.4	8.1	8.0	6.6	(1.8)	(5.8)	6.6
Taxation	1.9	(2.3)	(2.6)	(5.9)	(0.2)	(0.5)	(4.1)
Profit / (Loss) after taxation	3.5	5.8	5.4	0.7	(1.6)	(5.3)	2.5

2. Detail of Shareholding

Secretary MoST Islamabad	723,991 Shares of Rs. 100 each
Chairman PCSIR Islamabad	1 Share of Rs. 100 each
DG PCSIR Lahore	1 Share of Rs. 100 each
CEO PIE Lahore	1 Share of Rs. 100 each
CEO SMEDA Lahore	1 Share of Rs. 100 each
President LCCI Lahore	1 Share of Rs. 100 each
Mian Muhammad Adrees CEO Sitara Chemicals Ltd	1 Share of Rs. 100 each
Mr. Ali Asrar Aga Managing Partner Ward Howell Int	1 Share of Rs. 100 each
Mr. Mujeeb Rashid Ex-CEO Mitchalls Fruit Farms Ltd	1 Share of Rs. 100 each
MD STEDEC	1 Share of Rs. 100 each
Total	724,000 Shares



3. Auditors

- a) Present auditors M/s Shinewing Hameed Chaudhri & Co Chartered Accountants stand retired on 30-06-2017 and are eligible for re-appointment. The Board has recommended to re-appointment of M/s Shinewing Hameed Chaudhri & Co Chartered Accountants to work as external auditors for the Financial Year ending on 30-06-2018 at a remuneration of Rs. 220,000 Plus out of pocket expenses (max of 10% of audit fee) and Rs. 50,000 to review and certify the Corporate Governance Compliance/Non Compliance report.
- b) M/s Rashid Iqbal & Co Chartered Accountants are working as an internal auditor at remuneration of Rs. 20,000/- per month since 1st April 2014.

4. Miscellanies Matters

- a) No legal suit is pending in the Court of Law.
- b) All the notices issued by the FBR were addressed in time and no income tax/sales tax case is pending.
- c) No significant case of irregularity, conflict of interest and mis-conduct was reported during the year.

(On Behalf of Board of Directors)


SYED RAZA ABBAS SHAH
Managing Director