



**UN-AUDITED CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
MARCH 31, 2025**

SAKRAND SUGAR MILLS LIMITED



COMPANY PROFILE

BOARD OF DIRECTORS	Mr. Saleem Zamindar Mr. Dinshaw H. Anklesaria Mr. Shams Ghani Miss. Sadia Moin Mr. Muhammad Saleem Mangrio Mr. Abdul Qayyum Khan Abbasi Mr. Muhammad Omar Arshid	Chairman / Director Director Director Director Director Director Director
AUDIT COMMITTEE	Miss. Sadia Moin Mr. Saleem Zamindar Mr. Muhammad Saleem Mangrio	Chairperson Member Member
HR COMMITTEE	Mr. Abdul Qayyum Khan Abbasi Mr. Muhammad Omar Arshid Mr. Shams Ghani	Chairman Member Member
CHIEF EXECUTIVE OFFICER	Mr. Mansoor Afzal Subzwari	
CHIEF FINANCIAL OFFICER	Mr. Syed Zameer Haider Jaffri	
COMPANY SECRETARY	Mr. Muhammad Imran Akber	
BANKERS	Bank Al Habib Limited Bank Alfalah Limited Habib Bank Limited Meezan Bank Limited MCB Bank Limited National Bank Of Pakistan Soneri Bank Limited Sindh Bank Limited Summit Bank Limited United Bank Limited	
AUDITORS	Parker Russell-A.J.S. Chartered Accountants	
LEGAL ADVISOR	Mr. Muhammad Jameel Choudhry	
REGISTRAR	M/s JWAFS Registrar Services (Pvt.) Ltd. Office # 20, 5th Floor, Arkay Square Extension, New Chali Shahrah-e-Liaquat, Karachi, Contact : (+92-21) 32440974-75	
REGISTERED OFFICE	41-K, Block-6, P.E.C.H.S., Karachi Phone. 0092-21-35303291-2 www.sakrandsugar.com	
FACTORY ADDRESS	Deh Tharo Unar, Taluka Sakrand District Shaheed Benazir Abad, Sindh.	



Directors' Report to Members

On behalf of the Board, we are pleased to present the un-audited Condensed Interim Financial statements of the Company for the six months ended March 31, 2025 together with the auditors' review report thereon.

Operational Result

The operational performance for the period under review as compared with that of last year is tabulated hereunder.

		Season	
		2024-25	2023-24
Start of Season		Nov 21, 2024	Nov 06, 2023
Season Duration		105	123
Operational Days		85	98
Sugarcane crushed	M. Tons	289,400	257,489
Production			
Sugar	M. Tons	27,994	26,205
Molasses	M. Tons	13,470	13,580
Recovery			
Sugar	%	9.819	10.202
Molasses	%	4.669	5.278

The crushing season for the period under review commenced on November 21, 2024, and operated for 105 days, compared to 123 days during the same period last year. During this period, the mill crushed 289,400 metric tons of sugarcane and produced 27,994 metric tons of sugar, while last year's crushed 257,489 metric tons of sugarcane and produced 26,205 metric tons of sugar. The current season started as per the directive from the Federal Government, which instructed sugar mills to begin operations not later than November 21, 2024.

Financial Result

The Financial Result for the period under review is tabulated hereunder.

	Rupees in Millions	
	Oct – Mar	Oct – Mar
	2025	2024
Sales – net	3,550.90	2,592.37
Gross profit	244.80	42.31
Profit / (loss) before taxation	161.82	(49.72)
Profit / (loss) after taxation	119.10	(82.13)
Earnings / (Loss) per Share	Rs. 2.67	(1.84)

During the review period, the Company successfully exported its allocated government sugar quota, contributing positively to overall revenue. However, domestic sugar prices remained under significant pressure, even as the cost of sugarcane continued to rise. This widening gap between input costs and market prices is a growing concern, as sugar prices fail to reflect the escalating cost of raw materials. Further compounding the situation, the Finance Act 2024–25 introduced a federal excise duty of Rs. 15 per kg on sales to manufacturers and substantially increased the withholding tax rate for non-filers from 0.2% to 2%. These fiscal changes have also affected the Company's profitability. Nevertheless, the revenue generated from sugar exports played a crucial role in offsetting these challenges, ultimately leading to a net profit for the Company.



The Sindh Government has not announced the minimum support price for sugarcane for the 2024–2025 crushing season, marking an initial move toward the de-regulation of the sugar industry. Historically, sugarcane prices have consistently trended upward. However, despite this substantial increase, the government continues to restrict the free trade of sugar. This has resulted in sustained pressure on local sugar prices, with authorities maintaining them artificially below the cost of production. The Pakistan Sugar Mills Association (PASMA) has also appealed to the government for the complete de-regulation of the sugar industry so that it can function efficiently under a free market mechanism.

Acknowledgement

The Directors would like to thank all the government functionaries, banking and financial institutions, suppliers and shareholders for their continued support and cooperation for the betterment and prosperity of the Company.

On behalf of the Board of Directors

Chairman / Director
Karachi
May 29, 2025

Chief Executive Officer



ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے، کمپنی کے غیر آڈٹ شدہ مالیاتی حسابات برائے سہ ماہی 31 مارچ 2025 پیش خدمت ہیں۔

آپریٹنگ نتائج

زیر جائزہ مدت کی آپریشنل کارکردگی کا گزشتہ سال کی مدت سے مختصر موازنہ مندرجہ ذیل ہے۔

		Season	
		2024-25	2023-24
Start of Season		Nov 21, 2024	Nov 06, 2023
Season Duration		105	123
Operational Days		85	98
Sugarcane crushed	M. Tons	289,400	257,489
Sugar	M. Tons	27,994	26,205
Molasses		13,470	13,580
Recovery			
Sugar	%	9.819	10.202
Molasses	%	4.669	5.278

زیر جائزہ مدت کے دوران، کرشنگ سیزن کا آغاز 21 نومبر 2024 کو ہوا اور یہ 105 دن تک جاری رہا، جبکہ گزشتہ سال اسی مدت کے دوران یہ 123 دن تک جاری رہا تھا۔ اس دوران ملنے والے 289,400 میٹرک ٹن گنے کو کرش کیا گیا اور 27,994 میٹرک ٹن چینی تیار کی، جبکہ پچھلے سال 257,489 میٹرک ٹن گنے کو کرش کیا گیا تھا اور 26,205 میٹرک ٹن چینی تیار کی گئی تھی۔ موجودہ سیزن کا آغاز وفاقی حکومت کی ہدایت کے مطابق 21 نومبر 2024 کو کیا گیا۔

مالیاتی نتائج

زیر جائزہ مدت کے مالیاتی نتائج کا گزشتہ سال کی مدت سے مختصر موازنہ مندرجہ ذیل ہے۔

		Rupees in Millions	
		Oct – Mar	Oct – Mar
		2024	2023
Sales – net		3,550.90	2,592.37
Gross profit / (loss)		244.80	42.31
Profit / (loss) before taxation		161.82	(49.72)
Profit / (loss) after taxation		119.10	(82.13)
Earnings / (Loss) per Share	Rs.	2.67	(1.84)



جائزہ مدت کے دوران کمپنی نے حکومت کی طرف سے مختص کردہ چینی کا کوٹہ کامیابی سے برآمد کیا، جس سے مجموعی آمدنی میں مثبت اضافہ ہوا۔ تاہم، مقامی منڈی میں چینی کی قیمتوں پر شدید دباؤ برقرار رہا، جبکہ گنے کی قیمتوں میں مسلسل اضافہ ہوتا رہا۔ خام مال کی لاگت اور چینی کی قیمتوں کے درمیان بڑھتا ہوا فرق ایک تشویشناک امر بنتا جا رہا ہے، کیونکہ چینی کی قیمتیں بڑھتی ہوئی پیداواری لاگت کی عکاسی نہیں کر رہیں۔ صورتحال کو مزید پیچیدہ بنانے والے عوامل میں مالیاتی بل 2024-2025 کی وہ شقیں شامل ہیں جن کے تحت مینوفیکچررز کو فروخت پر فی کلو 15 روپے فیڈرل ایکسائز ڈیوٹی عائد کی گئی، اور نان فائلرز کے لیے ودہولڈنگ ٹیکس کی شرح 0.2 فیصد سے بڑھا کر 2 فیصد کر دی گئی۔ ان مالیاتی اقدامات نے بھی کمپنی کی منافع بخشی کو متاثر کیا۔ اس کے باوجود، چینی کی برآمدات سے حاصل ہونے والی آمدنی نے ان چیلنجز کا مؤثر طور پر ازالہ کیا، جس کے نتیجے میں کمپنی نے منافع حاصل کیا۔

حکومت سندھ نے کرشنگ سیزن 2024-2025 کے لیے گنے کی کم از کم امدادی قیمت کا اعلان نہیں کیا، جو کہ شوگر انڈسٹری کی ڈی ریگولیشن کی جانب پہلا قدم تصور کیا جا رہا ہے۔ گزشتہ سال کی طرح اس سال بھی گنے کی قیمت میں اضافے کا رجحان دیکھا گیا ہے۔ تاہم اس کے باوجود حکومت چینی کی آزادانہ تجارت پر پابندی برقرار رکھے ہوئے ہے۔ اس پالیسی کے باعث مقامی چینی کی قیمتوں پر مسلسل دباؤ رہا ہے۔ پاکستان شوگر ملز ایسوسی ایشن (Pasma) نے بھی حکومت سے اپیل کی ہے کہ شوگر انڈسٹری کو مکمل طور پر ڈی ریگولیت کیا جائے تاکہ یہ شعبہ آزاد منڈی کے اصولوں کے تحت مؤثر طریقے سے کام کر سکے۔

اظہار تشکر

کمپنی کے ڈائریکٹرز تمام گورنمنٹ کے اداروں، بینک اور مالیاتی اداروں، بزنس پارٹنرز اور کھاتے داروں کا تہہ دل سے شکریہ ادا کرتے ہیں کہ جنہوں نے کمپنی کے بہترین مفاد کے لیے کمپنی کا ساتھ دیا۔

منجانب

بورڈ ممبران

سکرٹنڈ شوگر ملز لمیٹڈ

چیف ایگزیکٹو

Paleem Zamindar

چیرمین / ڈائریکٹر

کراچی: 29 مئی 2025

Independent Auditors' Review Report to the Members of Sakrand Sugar Mills Limited**Report on Review of Condensed Interim Financial Statements****Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **Sakrand Sugar Mills Limited** (the "Company") as at March 31, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures of the condensed interim statement of profit or loss and the condensed interim statement of other comprehensive income for the quarter ended March 31, 2025 and March 31, 2024 have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2025.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Adverse Opinion

The Company entered into a restructuring agreement in the year 2023, which resulted in the substantial modification of liability. The Company has not accounted for substantial modification in liability, in accordance with the requirement of applicable financial reporting standard. Had the Company accounted for the substantial modification in liability in accordance with the applicable financial reporting standards, the profit for the period would have been reduced by Rs. 9.605 million, the liability would have been reduced by Rs. 656.429 million while accumulated losses as at March 31, 2025, would have been reduced by Rs. 555.985 million.

As disclosed in note 1.1 to the condensed interim financial statements as of March 31, 2025, the Company's accumulated losses as at March 31, 2025 amounts to Rs. 1,746.467 million, its current liabilities exceed its current assets by Rs. 2,357.216 million while loans amounting to Rs 181.818 million are still overdue. The Company has suspended payments of sales tax, worker welfare fund and workers profit participation fund. Further, no provision has been made for the surcharge applicable on these outstanding amounts, which results in the non-compliance with the respective requirements of laws.

The above financial condition cast doubt on Company's ability to continue as a going concern which led us to believe that the going concern assumption used in preparation of these condensed interim financial statements is inappropriate; consequently, the assets and liabilities should have been stated at their realizable and settlement amounts respectively.





Parker Russell-A. J. S.

CHARTERED ACCOUNTANTS

Adverse Conclusion

Our review indicates that, because of the significance of the matter described in the Basis for Adverse Conclusion section of our report, the accompanying condensed interim financial statements for the half year ended March 31, 2025 is not prepared, in all material respects, in accordance with the approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditors' report is Mr. Muhammad Shabbir Kasbati.

(Chartered Accountants)

Date: May 30, 2025

Karachi.

UDIN: RR202510192pGdlxCznU



Condensed Interim Statement of Financial Position
As at March 31, 2025

		(Un-Audited) March 31, 2025Rupees in '000'	(Audited) September 30, 2024
	Note		
Assets			
Non-current assets			
Property, plant and equipment	5	3,901,705	3,889,804
Intangible asset		846	1,014
Long-term loans		682	849
Long-term deposits		2,860	2,860
		<u>3,906,093</u>	<u>3,894,527</u>
Current assets			
Store, spares and loose tools		117,898	98,558
Stock-in-trade	6	305,745	37,814
Trade debts		7,246	4,762
Loans and advances		27,948	67,961
Deposits, prepayments and other receivables		9,634	63,239
Short term investment		6,198	6,198
Cash and bank balances	7	33,354	49,450
		<u>508,023</u>	<u>327,982</u>
Total assets		<u><u>4,414,116</u></u>	<u><u>4,222,509</u></u>
Equity and liabilities			
Share capital and reserves			
Authorized share capital		<u>600,000</u>	<u>600,000</u>
Issued, subscribed and paid-up share capital		446,160	446,160
Accumulated loss		(1,746,467)	(1,883,598)
Surplus on revaluation of property, plant and equipment-net of deferred tax		2,077,250	2,095,281
Directors' / sponsors' subordinated loan		92,767	92,767
		<u>869,710</u>	<u>750,610</u>
Non-current liabilities			
Long term financing - secured	8	607,273	640,873
Deferred liabilities		71,894	70,282
		679,167	711,155
Current liabilities			
Trade and other payables	9	2,060,255	1,968,774
Unclaimed dividend		6,206	6,206
Accrued mark-up		503,636	499,644
Current maturity of long-term financing		239,418	244,818
Tax payable - net		55,723	41,303
		<u>2,865,239</u>	<u>2,760,744</u>
Contingencies and commitments	10		
Total equity and liabilities		<u><u>4,414,116</u></u>	<u><u>4,222,509</u></u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director



Condensed Interim Statement of Profit or Loss
For the half year ended March 31, 2025 (Un-Audited)

		Half year ended		Quarter ended	
		(Restated)		(Restated)	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Note	Rupees in '000'.....			
Sales - net	11	3,550,897	2,592,365	2,158,435	1,512,652
Cost of sales	12	(3,306,096)	(2,550,052)	(2,070,931)	(1,407,539)
Gross profit		244,801	42,313	87,504	105,113
Operating expenses					
Administrative expenses		(92,430)	(92,085)	(47,933)	(44,800)
Selling and distribution cost		(3,097)	(6,918)	(1,820)	(4,955)
		(95,527)	(99,003)	(49,753)	(49,755)
Operating profit / (loss)		149,274	(56,690)	37,751	55,358
Finance cost		(13,778)	(27,175)	(760)	(13,715)
Other charges	13	(20,505)	-	(20,505)	-
Other income	14	46,831	34,145	46,639	34,145
		12,547	6,970	25,374	20,430
Profit / (loss) before taxation and levy		161,821	(49,720)	63,124	75,788
Levy	15	(42,721)	(32,405)	(27,001)	(18,909)
Profit / (loss) before taxation		119,100	(82,125)	36,123	56,879
Taxation		-	-	-	-
Profit / (loss) after taxation		119,100	(82,125)	36,123	56,879
Earning / (loss) per share basic and diluted (Rs.)	16	2.67	(1.84)	0.81	1.27

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director



Condensed Interim Statement of Other Comprehensive Income
For the half year ended March 31, 2025 (Un-Audited)

	Half year ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Rupees in '000'.....			
Profit / (loss) after taxation	119,100	(82,125)	36,123	56,879
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>119,100</u>	<u>(82,125)</u>	<u>36,123</u>	<u>56,879</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director



Condensed Interim Statement of Changes in Equity
For the half year ended March 31, 2025 (Un-Audited)

	Issued, subscribed & paid-up share capital	Accumulated loss	Surplus on revaluation of property, plant and equipment	Directors' / sponsors' subordinated loan	Total
 Rupees in '000'.....				
Balance as at October 01, 2023	446,160	(1,672,931)	2,131,205	92,767	997,201
Loss after taxation	-	(82,125)	-	-	(82,125)
Other comprehensive income / (loss) for the period	-	-	-	-	-
Total comprehensive loss for the period	-	(82,125)	-	-	(82,125)
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation- net of tax	-	18,100	(18,100)	-	-
Balance as at March 31, 2024	<u>446,160</u>	<u>(1,736,956)</u>	<u>2,113,105</u>	<u>92,767</u>	<u>915,076</u>
Balance as at October 01, 2024	446,160	(1,883,598)	2,095,281	92,767	750,610
Profit after taxation	-	119,100	-	-	119,100
Other comprehensive income / (loss) for the period	-	-	-	-	-
Total comprehensive profit for the period	-	119,100	-	-	119,100
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation - net of tax	-	18,031	(18,031)	-	-
Balance as at March 31, 2025	<u>446,160</u>	<u>(1,746,467)</u>	<u>2,077,250</u>	<u>92,767</u>	<u>869,710</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director



Condensed Interim Statement of Cash Flows
For the half year ended March 31, 2025 (Un-Audited)

	Note	March 31, 2025Rupees	March 31, 2024 in '000'.....
Cash flows from operating activities			
Profit / (loss) before taxation & levy		161,821	(49,720)
Adjustments for non-cash items :			
Depreciation	5	42,409	40,022
Amortization		168	250
Reversal of provision for doubtful debt		(46,500)	(33,986)
Gratuity Provision		1,611	779
Finance cost		13,778	22,020
Loss / (gain) on sale of fixed assets		8	(159)
Operating profit before working capital changes		11,474	28,926
Changes in working capital			
(Increase) / decrease in current assets			
Stores, spares and loose tools		(19,340)	(7,383)
Stock-in-trade		(267,931)	(706,570)
Trade debts		44,016	33,363
Loans and advances		40,013	(24,692)
Prepayments and other receivables		53,605	2,886
		(149,638)	(702,396)
Increase in current liabilities			
Trade and other payables		91,481	759,120
Cash generated from operations		115,139	35,929
Taxes paid		(28,301)	(3,626)
Finance cost paid		(9,783)	-
Net cash generated from operating activities		77,055	32,303
Cash flows from investing activities			
Purchase of property, plant and equipment		(54,333)	(23,213)
Sales proceeds from disposal of property, plant and equipment		15	515
Proceeds from short term investment		-	10,000
Net cash used in investing activities		(54,318)	(12,698)
Cash flows from financing activities			
Long term financing - repaid		(39,000)	(11,000)
Long term loans to employees		167	-
Net cash used in financing activities		(38,833)	(11,000)
Net (decrease) / increase in cash and cash equivalents		(16,096)	8,605
Cash and cash equivalents at the beginning of the period		55,648	5,611
Cash and cash equivalents at the end of the period	17	39,552	14,216

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director



Notes to the Condensed Interim Financial Statements For the half year ended March 31, 2025 (Un-Audited)

1 STATUS AND NATURE OF BUSINESS

Sakrand Sugar Mills Limited was incorporated in Pakistan as a public limited company under the Companies Ordinance, 1984 [Repealed with the enactment of Companies Act, 2017], on March 02, 1989 and its shares are quoted on Pakistan Stock Exchange. The principal business of the Company is to manufacture, sell white sugar and its by products. The registered office of the Company is situated in 41-K, Block-6, P.E.C.H.S, Karachi while the Company's mill is situated at Deh Tharo Unar, Taluka Sakrand, District Shaheed Benazirabad, Sindh, Pakistan, having an area of 102.18 acres.

- 1.1** The condensed interim financial statements of the Company for the period ended March 31, 2025, reflect profit after taxation amounting to Rs. 119.100 million (March 2024: net loss of Rs. 82.125 million) while its current liabilities exceeds its current assets by Rs. 2,357 million (September 30, 2024: Rs. 2,432 million) and accumulated losses standing at Rs. 1,747 million.

However, the condensed interim financial statements are prepared by the management on going assumption on the basis of the following factors:

- a) The Company has successfully completed crushing season for 2024-25 till the date of issuance of condensed financial statements for the period ended March 31, 2025 and the major cash flow requirements for operations are already met.
- b) The Company has been complying with the requirements of restructuring terms with Sindh Bank Limited and negotiating with other lenders for restructuring of loans.
- c) The management is working on further processing of by products and believe that the sale of by products will result in increased earnings.
- d) The management is working on improvement of production process that will results in reduction in cost of production in future.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of :

- International Accounting Standards 34; 'Interim Financial Reporting', (IAS 34) issued by International Accounting and Standard Board (IASB) as notified under the Companies Act, 2017 (the Act),
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS-34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2** These condensed interim financial statements are unaudited and subject to limited scope review by the auditors. These are being submitted to the members in accordance with Section 237 of the Companies Act, 2017 (the Act).
- 2.3** These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended September 30, 2024.



3 MATERIAL ACCOUNTING POLICIES

The accounting policies and method of computations followed for the preparation of these condensed interim financial statements are the same as those applied in the preparation of annual published financial statements of the Company for the year ended September 30, 2024.

3.1 Change in accounting standards, interpretations and amendments to published accounting and reporting standards

a) Amendments to published accounting and reporting standards which became effective during the period ended March 31, 2025:

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, these amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

b) Amendments to published accounting and reporting standards that are not yet effective:

There are certain new standards and amendments that will be applicable to the Company for its annual periods beginning on or after July 1, 2024. The new standards include IFRS 18 'Presentation and Disclosure in Financial Statements' and IFRS 19 'Subsidiaries without Public Accountability Disclosures' both with applicability date of January 1, 2027 as per IASB. These standards will become part of the Company's financial reporting framework upon adoption by the SECP. The overall amendments include those made to IFRS 7 and IFRS 9 which clarify the date of recognition and derecognition of a financial asset or financial liability which are applicable effective January 1, 2026. The Company's management at present is in the process of assessing the full impacts of these new standards and the amendments to IFRS 7 and IFRS 9 and is expecting to complete the assessment in due course.

c) Impact of change in accounting policy made during the year ended September 30, 2024:

The Institute of Chartered Accountants of Pakistan (ICAP) has withdrawn Technical Release 27 'IAS 12, Income Taxes (Revised 2012)' and issued the 'IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes' (the Guidance). Accordingly, in accordance with the Guidance, the Company has changed its accounting policy to recognise minimum and final taxes as 'Levy' under IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" which were previously being recognised as 'Income tax'. The Company has accounted for the effects of these changes in accounting policy retrospectively under IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" and the corresponding figures have been restated in these condensed interim financial statements. This requirement was initially applied in the financial statements of the Company for the year ended September 30, 2024. The effects of restatements are as follows:



Half year ended			Quarter ended		
Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy
-----"Rs in '000'"-----			-----"Rs in '000'"-----		

**Effect on the statement
of profit or loss
For the half year ended
March 31, 2025**

Levy & minimun taxes		(42,721)		(27,001)		
Profit before tax	161,821	(42,721)	119,100	63,124	(27,001)	36,123
Taxation	(42,721)	42,721	-	(27,001)	27,001	-
Profit after tax	119,100	-	119,100	36,123	-	36.123

**For the half year ended
March 31, 2024**

Levy & minimun taxes		(32,405)		(18,909)		
Loss before tax	(49,720)	(32,405)	(82,125)	75,788	(18,909)	56,879
Taxation	(32,405)	32,405	-	(18,909)	18,909	-
Profit after tax	(82,125)	-	(82,125)	56,879	-	56,879

The related changes to the condensed interim financials statement of cash flows with respect to the amount of profit before taxation have been made as well. There is no impact on profit after tax and earnings per share, basic and diluted.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial statements in conformity with the approved accounting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgements that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual financial statements for the year ended September 30, 2024, except as disclosed otherwise.



	(Un-Audited) March 31, 2025 ----- Rupees in '000' -----	(Audited) September 30, 2024
5 PROPERTY, PLANT AND EQUIPMENT		
Opening book value	3,889,804	3,847,298
Additions during the period / year		
Plant and machinery	44,245	108,879
Factory building	7,708	-
Non-factory building	-	1,067
Office equipment and others	1,010	1,834
Furniture and fixture	1,370	752
Vehicles	-	11,951
	54,333	124,484
Disposal during the period / year - carrying amount		
Furniture and fixture	(23)	-
Vehicles	-	(356)
Depreciation for the period / year	(42,409)	(81,623)
Closing book value	<u>3,901,705</u>	<u>3,889,804</u>
6 STOCK-IN-TRADE		
Finished goods - Sugar	178,599	-
Finished goods - Compost fertilizer	14,828	15,041
Sugar in process	33,669	-
Molasses	32,170	-
Compost fertilizer in process (including mud)	4,675	1,223
Bagasse	41,804	21,550
	<u>305,745</u>	<u>37,814</u>
7 CASH AND BANK BALANCES		
Cash in hand	8,450	1,143
Cash at bank - Current account	24,904	48,307
	<u>33,354</u>	<u>49,450</u>
8 LONG TERM FINANCE - SECURED		
Classified as current liability	703,873	728,073
Repayment during current period / year	(39,000)	(24,200)
Current portion of long term finance	(57,600)	(63,000)
	<u>607,273</u>	<u>640,873</u>
8.1	This represent the loan from Sindh Bank Limited. The terms of the loan were restructured in December 2022 which resulted in requirement to recognize gain on remeasurement of liability and derecognize the old liability. However, being prudent, the management did not account for the gain in its financial statement as more fully explained in note 20.3 of the financial statement for the year ended September 30,2024. However, management has been complying with the requirements of restructuring terms of the agreement.	



(Un-Audited) (Audited)
March 31, September 30,
2025 2024
----- Rupees in '000' -----

9 TRADE AND OTHER PAYABLES

Trade payables

Sugar cane and others	161,185	167,084
Accrued expenses	42,652	53,267

Other payables

Advance from customers	454,478	422,323
Sales tax and excise duty payable	1,234,615	1,189,039
Workers' welfare fund	18,708	15,232
Workers' profit participation fund	48,165	39,648
Payable to provident fund	69,171	54,354
Others	31,282	27,827
	<u>1,856,419</u>	<u>1,748,423</u>
	<u>2,060,255</u>	<u>1,968,774</u>

10 CONTINGENCIES AND COMMITMENTS

The status of contingencies and commitments is same as that disclosed in annual audited financial statements for the year ended September 30, 2024.

Half year ended		Quarter ended	
March 31, 2025 (Un-audited)	March 31, 2024	March 31, 2025 (Un-audited)	March 31, 2024 (Un-audited)
----- Rupees in '000' -----			

11 SALES - NET

Gross sales

- Sugar	11.1	3,647,212	2,645,243	2,143,279	1,604,623
- Molasses		415,575	349,000	403,480	151,168
- Filter mud		-	2,103	-	2,103
- Bagasse		1,867	-	-	-
-Compost fertilizer		2,097	-	692	-
Sales tax		<u>(515,854)</u>	<u>(403,981)</u>	<u>(389,016)</u>	<u>(245,242)</u>
		<u>3,550,897</u>	<u>2,592,365</u>	<u>2,158,435</u>	<u>1,512,652</u>

11.1 Sales include Rs. 686.402 million in relation to Export of sugar made during the period.



		Half year ended		Quarter ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		(Un-audited)		(Un-audited)	
Note		----- Rupees in '000' -----			
12	COST OF SALES				
	Sugarcane consumed	3,236,216	2,971,673	1,905,713	1,491,181
	Cost of sales - trading	63,051	-	-	-
	Manufacturing expenses	274,759	284,949	134,229	130,209
12.1		<u>3,574,026</u>	<u>3,256,622</u>	<u>2,039,942</u>	<u>1,621,390</u>
	Sugar in process				
	Opening	-	3,545	54,103	144,277
	Closing	(33,669)	(12,479)	(33,669)	(12,479)
		(33,669)	(8,934)	20,434	131,798
	Sugar				
	Opening	-	-	106,038	324,940
	Closing	(178,599)	(572,179)	(178,599)	(572,179)
		(178,599)	(572,179)	(72,561)	(247,239)
	Molasses				
	Opening	-	-	149,233	26,469
	Closing	(32,170)	(128,756)	(32,170)	(128,756)
		(32,170)	(128,756)	117,063	(102,287)
	Bagasse				
	Opening	21,550	20,134	10,134	19,482
	Closing	(41,804)	(15,540)	(41,804)	(15,540)
		(20,254)	4,594	(31,670)	3,942
	Compost fertilizer including mud				
	Opening	16,264	9,176	17,226	10,406
	Closing	(19,503)	(10,471)	(19,503)	(10,471)
		(3,239)	(1,295)	(2,277)	(65)
		<u>3,306,096</u>	<u>2,550,052</u>	<u>2,070,931</u>	<u>1,407,539</u>
12.1	Manufacturing expenses				
	Salaries, wages including bonus and other benefits	68,645	63,041	36,617	33,192
	Stores and spares consumed	77,404	66,943	37,529	26,385
	Fuel and power	35,196	46,883	15,329	19,989
	Repairs and maintenance	48,909	61,831	21,211	23,795
	Vehicle maintenance	4,991	4,434	2,528	2,214
	Insurance	1,716	2,601	858	1,300
	Depreciation	35,263	33,391	18,535	19,202
	Bagasse, mud, ash handling and others	2,635	5,825	1,624	4,132
		<u>274,759</u>	<u>284,949</u>	<u>134,230</u>	<u>130,209</u>

- 13** Other charges include an amount of Rs. 8.51 million paid by the company in respect of non-deduction of withholding tax on accounts of sales made to unregistered wholesalers.



	Half year ended		Quarter ended	
	March 31, 2025 (Un-audited)	March 31, 2024 (Un-audited)	March 31, 2025 (Un-audited)	March 31, 2024 (Un-audited)
	----- Rupees in '000' -----			
14 OTHER INCOME				
Reversal of provision for doubtful debt	46,500	33,986	46,500	33,986
Profit on short-term investment/TDR	339	-	139	-
(Loss) / gain on sale of fixed asset	(8)	159	-	159
	<u>46,831</u>	<u>34,145</u>	<u>46,639</u>	<u>34,145</u>

15 LEVY & TAXATION

Levy	42,721	32,405	27,001	18,909
Taxation	-	-	-	-
	<u>42,721</u>	<u>32,405</u>	<u>27,001</u>	<u>18,909</u>

- 15.1** The management of the Company is not confident about sufficient taxable profits that will available in future against which deferred tax asset will be utilized. Accordingly, the Company has not recognized deferred tax asset amounting to Rs. 21.830 million as at reporting date.

16 EARNING / (LOSS) PER SHARE - BASIC AND DILUTED

Profit / (loss) for the period (Rupees in 000')	<u>119,100</u>	<u>(82,125)</u>	<u>36,123</u>	<u>56,879</u>
Weighted average number of ordinary shares (in 000')	<u>44,616</u>	<u>44,616</u>	<u>44,616</u>	<u>44,616</u>
Earning / (loss) per share	<u>2.67</u>	<u>(1.84)</u>	<u>0.81</u>	<u>1.27</u>

- 16.1** There is no dilutive effect on the basic earnings of the Company.

	March 31, 2025	March 31, 2024
	----- Rupees in '000' -----	
17 CASH AND CASH EQUIVALENTS		
Cash and bank balances	33,354	14,216
Short-term investments	<u>6,198</u>	<u>-</u>
	<u>39,552</u>	<u>14,216</u>

18 RELATED PARTY TRANSACTIONS

Related parties comprise of subsidiary, associated entities, entities with common directorship, directors, key management personnel and employees retirement benefits funds. Material transactions with related parties during the period and balances at the end of the period, other than those which have been disclosed elsewhere in these condensed interim financial statements are as follows:

	March 31, 2025	March 31, 2024
	----- Rupees in '000' -----	
Relationship	Nature of transaction	
Directors and key management personnel	Remuneration paid	17,205 14,628

No remuneration has been paid by the Company to its non executive director except meeting fees.



19 GENERAL

19.1 Figures have been rounded off to the nearest thousand, unless otherwise stated.

19.2 Corresponding figures and balances have been rearranged and / or reclassified, where considered necessary, for the purpose of comparison and better presentation the effects of which are not material.

20 AUTHORIZATION FOR ISSUE

These condensed interim financial statement have been authorized for issue on May 29, 2025 by the board of directors of the Company.

Chief Executive Officer

Chief Financial Officer

Director