



*Bringing  
Back  
Sweetness*



**AL-ABBAS SUGAR MILLS LIMITED**

**QUARTERLY REPORT**

Condensed Interim Financial  
Statements (Un-Audited)  
For the Nine Months Ended  
June 30, 2022

## Contents

Company information	2
Directors' Review Report	3
Condensed Interim Statement of Financial Position (Un-audited)	7
Condensed Interim Statement of Profit and Loss Account (Un-audited)	8
Condensed Interim Statement of Other Comprehensive Income (Un-audited)	9
Condensed Interim Statement of Changes in Equity (Un-audited)	10
Condensed Interim Statement of Cash Flow (Un-audited)	11
Notes to the Condensed Interim Financial Information (Un-audited)	12
Directors' Review Report - Urdu	28

## COMPANY INFORMATION

### BOARD OF DIRECTORS

Zakaria Usman	Chairman
Asim Ghani	Chief Executive Officer
Asma Aves Cochinwala	Director
Darakshan Zohaib	Director
Haroon Askari	Director
Muhammad Salman Hussain Chawala	Director
Shahid Hussain Jatoi	Director
Siddiq Khokhar	Director
Suleman Lalani	Director

### COMPANY SECRETARY

Zuhair Abbas

### CHIEF FINANCIAL OFFICER

Samir Hajani

### AUDIT COMMITTEE

Haroon Askari	Chairman
Asma Aves Cochinwala	Member
Darakshan Zohaib	Member
Muhammad Salman Hussain Chawala	Member
Zakaria Usman	Member
Suhaib Afzal	Secretary

### HUMAN RESOURCE AND REMUNERATION COMMITTEE

Haroon Askari	Chairman
Asim Ghani	Member
Shahid Hussain Jatoi	Member
Siddiq Khokhar	Member
Suleman Lalani	Member
Zakaria Usman	Member

### BANKERS

Al Baraka Bank Pakistan Limited  
Allied Bank Limited  
Askari Bank Limited  
Bank Alfalah Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
MCB Islamic Bank  
National Bank of Pakistan  
The Bank of Punjab  
Meezan Bank Limited  
Samba Bank Limited  
Soneri Bank Limited  
United Bank Limited

### STATUTORY AUDITORS

BDO Ebrahim & Co.  
Chartered Accountants

### COST AUDITORS

UHY Hassan Naeem & Co.  
Chartered Accountants

### REGISTERED OFFICE

2nd Floor, Pardesi House, Survey No. 2/1,  
R.Y. 16, Old Queens Road, Karachi – 74000  
Tel: 92-21-111-111-224  
Fax: 92-21-32470090  
Website: www.aasml.com

### SHARE REGISTRAR OFFICE

M/s. CDC Share Services Limited  
CDC House-99B, Block 'B', S.M.C.H.S  
Main Shahra-e-faisal, Karachi-74400

### FACTORIES/STORAGE LOCATIONS

- 1) Mirwah Gorchani, Distt. Mirpurkhas, Sindh
- 2) Main National Highway, Dhabeji, Sindh
- 3) Oil Installation Area, Kemari, Karachi, Sindh

### RISK MANAGEMENT COMMITTEE

Muhammad Salman Hussain Chawala	Chairman
Asim Ghani	Member
Darakshan Zohaib	Member
Siddiq Khokhar	Member

## DIRECTORS' REVIEW REPORT

Dear Members,  
Assalam-o-Alaikum!

On behalf of the Board of Directors we take this opportunity to place before you condensed interim financial statements for the nine months ended June 30, 2022.

### Financial performance

The financial results of the Company for the nine months ended June 30, 2022 and those pertaining to its corresponding period are summarized below for comparison purposes:

	Nine Months Ended June 30, 2022	Nine Months Ended June 30, 2021
	(Rupees in thousands)	
Operating profit	1,114,965	508,713
Finance cost	(110,831)	(68,081)
	1,004,134	440,632
Other income	93,189	56,981
Profit before taxation	1,097,323	497,613
Taxation	(94,052)	(48,620)
Profit after taxation	1,003,271	448,993
Basic earnings per share (Rupees)	57.78	25.86

During the period under review, your company has earned after-tax profit of Rs. 1,003.271 million as compared to after-tax profit of Rs. 448.993 million in the corresponding period of last year thus registering a staggering increase of Rs. 554.278 million. The main reason of increase in profit was higher dispatches and improved margin of ethanol during the period.

### SUBSEQUENT EVENT AND DIVIDEND

The Board of Directors in their meeting held on July 28, 2022 has declared an interim cash dividend of Rs. 15.00 per shares i.e. 150% for the nine months ended June 30, 2022. These condensed interim financial statements do not include the effect of interim dividend. This is in addition to interim cash dividend of Rs. 10.00 per share i.e. 100% already paid.

### OPERATING SEGMENT RESULTS

The division-wise performance is presented below:

#### SUGAR Division

The financial and operational performance of our Sugar division during the nine months ended June 30, 2022 is presented below:

## Financial Performance

	Nine Months Ended June 30, 2022	Nine Months Ended June 30, 2021
	(Rupees in thousands)	
Sales	1,546,071	1,456,795
Cost of sales	(1,354,249)	(1,356,763)
Gross profit	191,822	100,032
Distribution cost	(7,390)	(5,122)
Administrative expenses	(66,476)	(75,902)
<b>Segment operating result</b>	<b>117,956</b>	<b>19,008</b>
Other operating expenses	(5,092)	-
Finance cost	(63,703)	(26,950)
Other income	2,310	6,647
<b>Profit / (loss) before taxation</b>	<b>51,471</b>	<b>(1,295)</b>
Taxation	(25,350)	(18,217)
<b>Profit / (loss) after taxation</b>	<b>26,121</b>	<b>(19,512)</b>

## Operational performance

	2021-22	2020-21
Date of start of season	November 19, 2021	November 06, 2020
No. of days mill operated(based on Actual no. of Hours)	100	79
Crushing (M. Tons)	501,010	370,402
Production from sugarcane (M.Tons)	53,945	38,440
Sales during the period (M. Tons)	19,923	19,218
Sucrose Recovery	10.77%	10.38%

Net sales of Sugar segment in the current period were Rs 1,546.071 million as compared to previous corresponding period of Rs 1,456.795 million registering a meagre increase of Rs 89.276 million. The production of sugar was also increased by 40.34% due to improved availability of sugarcane as compared to last season.

## ETHANOL Division

The financial and operational performance of our Ethanol division is tabulated as under:

## Financial Performance

	Nine Months Ended June 30, 2022	Nine Months Ended June 30, 2021
	(Rupees in thousands)	
Sales	4,892,398	2,815,139
Cost of sales	(3,618,363)	(2,130,955)
Gross profit	1,274,035	684,184
Distribution cost	(89,236)	(70,052)
Administrative expenses	(42,068)	(49,893)
<b>Segment operating result</b>	<b>1,142,731</b>	<b>564,239</b>
Other operating expenses	(74,139)	(33,298)
Finance cost	(46,480)	(40,439)
Other income	44,667	1,993
<b>Profit before taxation</b>	<b>1,066,779</b>	<b>492,495</b>
Taxation	(64,929)	(28,580)
<b>Profit after taxation</b>	<b>1,001,850</b>	<b>463,915</b>

## Operational Performance

	2021-22	2020-21
<b>Operational Data</b>		
Production (M. Tons) - Unit I and II	27,681	23,675
Sales (M. Tons)	30,499	19,201

During the period under review Ethanol sales remained geared primarily toward exports, which bring precious foreign currency in the country. During the period the Company's sales has increased by Rs. 2,077.259 million i.e. 73.79% as compared to same period last year due to higher dispatches and increase in PKR/dollar parity. The production of ethanol was also increase from 23,675 M.Tons to 27,681 M.Tons due to improved availability of raw material and improved margin as compared to corresponding period.

### **POWER, CHEMICAL and ALLOYS Division**

The trial production of Ferro Silicon started in the month of March 2022. However, due to increase in fuel and electricity prices, the management has suspended its production till to date. The division has incurred an Operating Segment Loss of Rs. 40.690 million as compared to a loss of Rs. 29.562 million for the same period last year.

### **BULK STORAGE Terminal**

Storage Tank Terminal has incurred a loss of Rs. 23.456 million during the period as compared to a loss of Rs. 9.559 million of the same period last year. The increase in loss was due to the lesser demand and availability of tenants. The ethanol produced by your company has also been stored in the tank terminal to facilitate the timely shipment of export orders.

### **FUTURE PROSPECTS**

Better returns to growers during the last three crushing seasons have resulted in improvement of sugarcane plantation. This is highly encouraging and needs to be continued. The Government should devise a policy framework for sugarcane and sugar pricing. From the last few years this matter is under consideration of the Government but no ground development has been made so far. If this matter is seriously taken it will bring multifold benefits to the Government, millers, growers and consumers. Further, the Government should also focus on the policies that will promote agriculture by providing better yielding seeds to the farmers.

Timely action is needed on the part of the Government to discharge surplus sugar stock by allowing sugar export. This will bring much needed foreign currency to the Country. The entire production has already been documented for the first time after the track and trace system was successfully implemented by sugar industry. The Government now has all the figure of surplus stock and we urge the Government not to delay further in allowing much needed sugar export.

The increase in discount rate from 7.5 percent last year to 15 percent presently has already caused a severe financial strain. The recent imposition of 'Super Tax' in budget 2022-23 on the sugar sector will further create a negative impact on the growth of this sector. We take this opportunity to once again urge the Government to reconsider the imposition of 'Super Tax' on this industry.

The ethanol segment has been profitable primarily due to export. The conflict between Russia and Ukraine has affected the oil prices in Global market which has touched the new high level due to which all commodity prices has seen a sharp increase. A lot will depend on the outcome of Russia Ukraine conflict. The management is now focused on to further enhance this segment and bring precious foreign exchange to the motherland.

Lastly, we would request the Provincial Government to release the outstanding export subsidy amount which will improve the Company's cash flow.

The company is well aware of the challenges being faced by it and would do its best to take all necessary measures to increase the productivity in all its divisions and overall profitability of the Company.

### **ACKNOWLEDGEMENT**

The Company profoundly acknowledges the devotion of each and every staff member of the Company for their significant contribution in delivering such a resilient performance. We would also like to express our thanks to our customers for their trust in our products and look forward to their continued support.


We also thank our shareholders, banks and financial institutions for their support, guidance and confidence reposed in our enterprise and we stand committed to ensure efficiency in all Company aspects. With renewed enthusiasm

spirit we will together, Insha'Allah, overcome the difficult situation being faced by the Company.

On behalf of the Board of Directors



**Asim Ghani**  
Chief Executive Officer



**Darakshan Zohaib**  
Director

Karachi: July 28, 2022



# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2022

	Note	June 30, 2022 (Un-audited) (Rupees in thousand)	September 30, 2021 (Audited)
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	7	1,477,466	1,493,214
Investment property		187	202
Right-of-use assets		9,696	21,226
Long term investments		146,987	202,609
Long term loans		1,883	2,620
Long term deposits		21,855	12,348
Deferred taxation	8	-	-
		<u>1,658,074</u>	<u>1,732,219</u>
<b>Current Assets</b>			
Biological assets		1,847	1,163
Stores and spares		185,985	168,614
Stock-in-trade	9	5,549,741	2,323,584
Trade debts		498,956	11,618
Loans and advances		552,289	1,761,378
Trade deposits and short term prepayments		16,132	12,988
Short term investments		99,951	1,052,507
Other receivables		5,369	9,725
Interest accrued		5,325	4,566
Income tax refunds due from the government		23,324	49,392
Cash and bank balances	10	109,360	60,773
		<u>7,048,279</u>	<u>5,456,308</u>
<b>Total Assets</b>		<u><b>8,706,353</b></u>	<u><b>7,188,527</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
Authorized capital			
40,000,000 (2021: 40,000,000) shares of Rs. 10 each		<u>400,000</u>	<u>400,000</u>
Issued, subscribed and paid-up capital			
17,362,300 (2021: 17,362,300) ordinary shares of Rs. 10 each		<u>173,623</u>	<u>173,623</u>
Accumulated reserves		<u>3,797,307</u>	<u>3,196,905</u>
		<u><b>3,970,930</b></u>	<u><b>3,370,528</b></u>
<b>Non-Current Liabilities</b>			
Long term financing		-	24,770
Lease liability		2,588	13,490
Market committee fee payable		21,001	19,920
		<u>23,589</u>	<u>58,180</u>
<b>Current Liabilities</b>			
Trade and other payables		1,480,353	1,527,424
Accrued markup		43,511	9,340
Short term borrowings		3,079,382	2,087,881
Current portion of non-current liabilities	11	48,740	78,235
Unclaimed dividend		47,002	44,093
Provision for taxation		12,846	12,846
		<u>4,711,834</u>	<u>3,759,819</u>
<b>Total Equity and Liabilities</b>		<u><b>8,706,353</b></u>	<u><b>7,188,527</b></u>
<b>Contingencies and Commitments</b>	12		

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

  
**Asim Ghani**  
Chief Executive Officer

  
**Darakshan Zohaib**  
Director

  
**Samir Hajani**  
Chief Financial Officer

*Bringing Back Sweetness*



## CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED JUNE 30, 2022

		Nine Months Ended		Quarter Ended	
		June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
Note		----- (Rupees in thousand) -----			
Turnover - net		6,462,429	4,303,959	2,606,820	2,051,306
Cost of sales		(5,059,940)	(3,557,918)	(1,876,166)	(1,870,359)
Gross profit		1,402,489	746,041	730,654	180,947
Distribution cost		(96,626)	(75,174)	(40,267)	(22,666)
Administrative expenses		(108,544)	(125,795)	(37,913)	(30,351)
Other operating expenses		(82,354)	(36,359)	(41,016)	(6,663)
		(287,524)	(237,328)	(119,196)	(59,680)
Operating profit		1,114,965	508,713	611,458	121,267
Finance cost		(110,831)	(68,081)	(56,731)	(29,920)
Other income	13	93,189	56,981	9,041	4,003
Profit before taxation		1,097,323	497,613	563,768	95,350
Taxation	14	(94,052)	(48,620)	(41,689)	(18,937)
Profit after taxation		1,003,271	448,993	522,079	76,413
Earnings per share -					
Basic and diluted		57.78	25.86	30.07	4.40

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



**Asim Ghani**  
Chief Executive Officer



**Darakshan Zohaib**  
Director



**Samir Hajani**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED JUNE 30, 2022

Note	Nine Months Ended		Quarter Ended	
	June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
	----- (Rupees in thousand) -----			
Profit after taxation	1,003,271	448,993	522,079	76,413
Other comprehensive income for the period				
Items that will not be reclassified to statement of profit or loss account in subsequent periods				
(Loss) / gain on remeasurement of investments at fair value through other comprehensive income	(55,623)	(23,263)	(10,161)	22,199
Total comprehensive income for the period	<u>947,648</u>	<u>425,730</u>	<u>511,918</u>	<u>98,612</u>

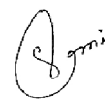
The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



**Asim Ghani**  
Chief Executive Officer



**Darakshan Zohaib**  
Director



**Samir Hajani**  
Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED JUNE 30, 2022

	Issued, subscribed and paid-up capital	RESERVES				Total Reserves	Total Shareholder's Equity
		Revenue reserves		Sub total	Capital reserves		
		General reserve	Unappropriated profit		Unrealized gain/ (loss) on investment at fair value through other comprehensive income		
------(Rupees in thousand)-----							
Balance as at October 1, 2020 (Audited)	173,623	1,458,000	1,763,850	3,221,850	(823)	3,221,027	3,394,650
Total other comprehensive income for the period							
Profit after taxation	-	-	448,993	448,993	-	448,993	448,993
Other comprehensive income for the period							
Loss on remeasurement of investments at fair value through other comprehensive income	-	-	-	-	(23,263)	(23,263)	(23,263)
Total comprehensive income for the period	-	-	448,993	448,993	(23,263)	425,730	425,730
Transactions with owners							
Final Dividend 2020: Rs. 10 per share	-	-	(173,623)	(173,623)	-	(173,623)	(173,623)
Interim Dividend 2021: Rs. 30 per share	-	-	(520,869)	(520,869)	-	(520,869)	(520,869)
	-	-	(694,492)	(694,492)	-	(694,492)	(694,492)
Balance as at June 30, 2022 (Un-Audited)	173,623	1,458,000	1,518,351	2,976,351	(24,086)	2,952,265	3,125,888
Balance as at October 1, 2021 (Audited)	173,623	1,458,000	1,803,227	3,261,227	(64,322)	3,196,905	3,370,528
Total other comprehensive income for the period							
Profit after taxation	-	-	1,003,271	1,003,271	-	1,003,271	1,003,271
Other comprehensive income for the period							
Loss on remeasurement of investments at fair value through other comprehensive income	-	-	-	-	(55,623)	(55,623)	(55,623)
Total comprehensive income for the period	-	-	1,003,271	1,003,271	(55,623)	947,648	947,648
Transactions with owners							
Final Dividend 2021: Rs. 10 per share	-	-	(173,623)	(173,623)	-	(173,623)	(173,623)
Interim Dividend 2022: Rs. 10 per share	-	-	(173,623)	(173,623)	-	(173,623)	(173,623)
	-	-	(347,246)	(347,246)	-	(347,246)	(347,246)
Balance as at June 30, 2022 (Un-Audited)	173,623	1,458,000	2,459,252	3,917,252	(119,945)	3,797,307	3,970,930

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



**Asim Ghani**  
Chief Executive Officer



**Darakshan Zohaib**  
Director



**Samir Hajani**  
Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF CASH FLOWS(UN-AUDITED) FOR THE NINE MONTHS ENDED JUNE 30, 2022

		Nine Months Ended	
		June 30,	June 30,
		2022	2021
	Note	(Rupees in thousand)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash used in operations	15	(1,363,159)	(2,394,625)
Finance cost paid		(73,619)	(52,584)
Workers' Welfare Fund Paid		-	-
Workers' Profit Participation Fund paid		(3,770)	(1,329)
Market committee fees paid		(16,010)	-
Income tax paid		(67,984)	(47,045)
Long term deposits paid		(9,507)	-
Long term loans recovered / (paid) - net		737	(2,596)
		<u>(170,153)</u>	<u>(103,554)</u>
Net cash used in operating activities		<u>(1,533,312)</u>	<u>(2,498,179)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Addition to property, plant and equipment		(63,343)	(1,649)
Proceeds from disposal of property, plant and equipment		-	5,744
Proceeds from insurance claim		50,000	-
Addition to investment in TDRs and T-Bills - net		952,556	1,642,752
Interest / markup received		42,243	54,302
Dividend received		3,377	4,364
Net cash generated from investing activities		<u>984,833</u>	<u>1,705,513</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of long term financing		(45,173)	(20,629)
Lease rental paid		(4,925)	-
Dividend paid		(344,337)	(688,773)
Short term borrowings obtained - net		991,501	1,024,106
Net cash generated from financing activities		<u>597,066</u>	<u>314,704</u>
Net increase / (decrease) in cash and cash equivalents		48,587	(477,962)
Cash and cash equivalents at beginning of the year		60,773	535,692
Cash and cash equivalents at the end of the period		109,360	57,730

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

**Asim Ghani**  
Chief Executive Officer

**Darakshan Zohaib**  
Director

**Samir Hajani**  
Chief Financial Officer

## NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION(UN-AUDITED) FOR THE NINE MONTHS ENDED JUNE 30, 2022

### 1 THE COMPANY AND ITS OPERATIONS

Al-Abbas Sugar Mills Limited - AASML ("the Company") was incorporated in Pakistan on May 2, 1991 as a public limited company under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The Company is listed with Pakistan Stock Exchange Limited-PSX. The registered office of the Company is situated at Pardesi House, Survey No. 2/1, R.Y.16. Old Queens Road, Karachi, Pakistan. The principal activities of the Company under following business segments / divisions comprises:

S.No	Division	Principal Activities	Address	Commencement of commercial production
1	Sugar	Manufacturing and sale of sugar	Deh 145, Tapo Kangaroo, Taluka Digri, District, Mirpurkhas	December 15, 1993
2	Ethanol	Processing and sale of industrial ethanol	Deh 145, Tapo Kangaroo, Taluka Digri, District, Mirpurkhas	Unit I: August 20, 2000 Unit II: January 23, 2004
3	*Chemical, alloys and **Power (note 1.1)	*Manufacturing and sales of calcium carbide and ferro alloys. **Generation and sales of electricity.	Dhabeji, Tapo Ghara, National Highway Road, Taluka Mirpur Sakro, District Thatta	*November 01 2006 **April 06, 2010
4.	Tank Terminal	Providing bulk storage facility	Plot 63, Oil Industrial Area, Kemari, Karachi.	October 15, 2012

**1.1** The small furnace started trial production during March 2022. However, due to increase in fuel and electricity prices, management has suspended its production till todote. The production facilities of chemical and power segment have already been suspended temporarily in view of business conditions.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

This condensed interim financial information of the Company for the nine months ended June 30, 2022 is unaudited and 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 Standard 34, 'Interim Financial Reporting' issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017

Where the provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS-34, the provisions of and directives issued under the Companies Act, 2017 shall prevail.

This condensed interim financial information do not include all the information and disclosures required in an annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended September 30, 2021.

These condensed interim financial statements comprise of condensed interim statement of financial position as at June 30, 2022, condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes thereto for the nine months period then ended which have been subjected to a review in accordance with the listing regulations but not audited. These condensed interim financial statements also include condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the quarter ended June 30, 2022 which has neither been reviewed nor audited.

The comparative statement of financial position presented in this condensed interim financial information as at September 30, 2021 has been extracted from the annual audited financial statements of the Company for the year ended September 30, 2021 whereas the comparative 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 together with the notes thereto for the nine months period ended June 30, 2021 have been extracted from the condensed interim financial information of the Company for the nine months period then ended, which has neither been reviewed nor audited.

The comparative condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the quarter ended June 30, 2021 included in this condensed interim financial information was neither subjected to a review nor audited.

## **2.2 Basis of measurement**

This condensed financial information have been prepared under the historical cost convention, except as otherwise disclosed in these financial statements.

## **2.3 Functional and presentation currency**

This condensed interim financial information has been presented in Pakistani Rupees which is also the Company's functional currency.

## **3 SIGNIFICANT ACCOUNTING POLICIES**

**3.1** The accounting policies, applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended September 30, 2021.

### **3.2 Change in accounting standards, interpretations and amendments to published approved accounting standards**

- (a) Standards and amendments to published approved accounting standards which are effective during the period ended June 30, 2022.
- (b) Standards and amendments to published approved accounting standards that are not yet effective.

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Company's annual accounting periods beginning on or after October 1, 2021. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial information.

**4 ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT**

- 4.1** The preparation of this condensed interim financial information in conformity with approved accounting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.
- 4.2** In preparing this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key source of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended September 30, 2021.
- 4.3** The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended September 30, 2021.

**5 INCOME TAX, WORKERS' PROFIT PARTICIPATION FUND, WORKERS' WELFARE FUND AND POST RETIREMENT BENEFITS**

Provision in respect of income taxes, Workers' Profit Participation Fund, Workers' Welfare Fund and retirement benefits are estimates only and final liabilities will be determined on the basis of annual results.

**6 SEASONAL PRODUCTION**

Due to the seasonal availability of sugarcane, the manufacturing of sugar is carried out during the period of availability of sugarcane and cost incurred / accrued up to the reporting date have been accounted for. Accordingly, the cost incurred / accrued after the reporting date will be reported in the subsequent interim and annual financial statements.

	Note	(Un-audited) June 30, 2022 (Rupees in thousand)	(Audited) September 30, 2021
<b>7 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	7.1	1,477,466	1,493,214
Capital work in progress (CWIP)	7.2	-	-
		<u>1,477,466</u>	<u>1,493,214</u>
<b>7.1 Operating fixed assets</b>			
Opening net book value (NBV)		1,493,214	1,601,789
Additions during the period - at cost	7.1.1	63,343	2,030
		<u>1,556,557</u>	<u>1,603,819</u>
Disposals / written off during the period - at NBV	7.1.3	(2,385)	(1,871)
Depreciation charged during the period		<u>(76,706)</u>	<u>(108,734)</u>
		<u>(79,091)</u>	<u>(110,605)</u>
Closing net book value (NBV)		<u>1,477,466</u>	<u>1,493,214</u>
<b>7.1.1 Detail of additions at cost are as follows:</b>			
Free-hold land	7.1.2	14,725	-
Main factory building - on free hold land		2,056	-
Plant and machinery		45,183	-
Vehicles		1,096	408
Office equipment		74	978
Computers		209	644
		<u>63,343</u>	<u>2,030</u>



- 7.1.2** This includes transfers from capital work in progress amounting to Rs. 14.725 million (September 30, 2021: Rs. nil million).

	Note	(Un-audited) June 30, 2022 (Rupees in thousand)	(Audited) September 30, 2021
<b>7.1.3 Details of disposals / written off at NBV are as follows:</b>			
Main factory building - on free hold land		96	-
Plant and machinery		2,266	-
Vehicles		-	1,871
Office equipment		5	-
Computers		18	-
		<u>2,385</u>	<u>1,871</u>

**7.2 Capital work in progress (CWIP)**

Additions in free hold land - at cost	14,725	-
Transfer to operating fixed assets	(14,725)	-
	<u>-</u>	<u>-</u>

**8 DEFERRED TAXATION**

**Deferred Tax Assets arising in respect of  
Deductible temporary differences**

Available tax losses	78,902	116,944
Minimum tax	81,901	79,115
Liabilities u/s 34(5)	146,113	83,309
Provisions	46,543	34,609
	<u>353,459</u>	<u>313,977</u>

**Taxable temporary differences**

Accelerated tax depreciation	(218,053)	(222,849)
Investments - available for sale	-	(2,341)
	135,406	88,787
Unrecognized deferred tax asset	(135,406)	(88,787)
	<u>-</u>	<u>-</u>

- 8.1** The Company has not recognized its entire deferred tax asset relating to deductible differences up to the period ended June 30, 2022 as the management expects that major portion of taxes of the Company in foreseeable future will fall under minimum tax and final tax regime.

	Note	(Un-audited) June 30, 2022 (Rupees in thousand)	(Audited) September 30, 2021
<b>9 STOCK-IN-TRADE</b>			
Raw materials		2,245,334	774,781
Work-in-process		5,485	6,711
Finished goods		3,247,529	1,535,134
		<u>5,498,348</u>	<u>2,316,626</u>
Stock of bagasse in hand		51,393	6,958
		<u>5,549,741</u>	<u>2,323,584</u>

		(Un-audited) June 30, 2022 (Rupees in thousand)	(Audited) September 30, 2021
<b>10</b>	<b>CASH AND BANK BALANCES</b>		
	<b>Cash in hand</b>	<b>1,127</b>	1,066
	<b>Cash at banks</b>		
	Current accounts	29,858	22,071
	Savings accounts	78,375	37,636
		108,233	59,707
		<u>109,360</u>	<u>60,773</u>

- 10.1** This includes an amount of Rs. 37.407 (September 30, 2021: 1.538) Million under an arrangement permissible under Shariah.

		(Un-audited) June 30, 2022 (Rupees in thousand)	(Audited) September 30, 2021
<b>11</b>	<b>CURRENT PORTION OF NON-CURRENT LIABILITIES</b>		
	Long term financing	36,050	54,784
	Deferred grant income	3,353	5,339
	Lease liability	7,584	6,459
	Market committee fee payable	1,753	11,653
		<u>48,740</u>	<u>78,235</u>

## **12 CONTINGENCIES AND COMMITMENTS**

### **12.1 Contingencies**

- 12.1.1** The Competition Commission of Pakistan had issued show cause notice to the Company alleging cartelization in industry. The Company had challenged this show cause in the Honourable High Court of Sindh in Karachi challenging the jurisdiction of Competition Commission of Pakistan. The Court had granted Stay Order against the show cause notice. However, during the period the case has been decided against the Company. The Company preferred appeal before Supreme Court of Pakistan. As per legal adviser there are no financial implications related to this matter at the moment.

- 12.1.2** "A Suit, bearing no. 281 has been filed in 2013 in the Honourable High Court of Sindh at Karachi by Mr. Suleman Lalani (non-executive and minority Director of the Company) against the Company, its Ex-Chief Executive and eight others, alleging mismanagement in the Company's affairs including siphoning off and divergence of Company's funds by the Ex-Chief Executive and others. The prayer sought in the suit mainly comprises Rs. 236.716 Million retrieval of the Company's funds along with the costs of the suit filed by the plaintiff and seeking appointment of receiver and carrying out the forensic audit of the Company and removal of its Ex-Chief Executive. In response to the aforementioned, the Company and its management denied all allegations of the plaintiff. The suit is at the stage of Civil Miscellaneous hearing at the Applications.

On March 08, 2021, Mr. Suleman Lalani filed an application under Order 1 Rule 10 R/W Section 151 C.P.C. 1908 in which he prayed to include the current Chief Executive Officer in the instant Suit and argued that he is influencing the Board for his personal gains and unjust enrichment at the expense.

"

The Company's legal counsel have stated that considering the uncertainty in the outcomes of the litigation, no definite prediction can be made at this stage. However, in view of the Company's management, no

adverse inference is likely to materialize in the suit.

Furthermore, Mr. Lalani also filed another Civil Miscellaneous Application (CMA) No. 9973 of 2013, seeking to refrain the Board of Directors of the Company from specifically approving any investment in Javedan Corporation Limited ("JCL"), a separate and unrelated public limited Company. The said CMA was argued before the Honourable High Court of Sindh by both parties which has restrained the defendant not to take any decision for investment in JCL until the final outcome of the suit and has directed the Securities Exchange Commission of Pakistan ("SECP") to treat the complaint filed in this matter as a complaint under Section 263 of the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and accordingly investigate the affairs of the Company and submit a report on the same.

The said Order of the Court has been challenged by the Company before the Division Bench of the Honourable High Court of Sindh through appeal bearing No. HCA-124, which has suspended a portion of the High Court's Order relating to SECP carrying out an investigation of the Company. In the same matter SECP had also issued Order under Section 231 of the Companies Ordinance 1984 which Company had challenged through CP. No. D-1990/2013 before the High Court of Sindh and obtained no coercive action Order. During the hearing of HCA No. 124/2013, the appellant requested to take up the case CPD-1990/2013 along with appeal No. HCA 124/2013. Interim Order granted earlier by High Court of Sindh had been modified and Company Ordered to present all accounts before the SECP, however, the Court ordered the SECP not to take any final action against the Company. In pursuance of the Honourable Court Order in CP No. D-1990/2013 and in HCA No. 124/2013, the Company had made compliance. This Appeal is currently pending before the Division Bench, and as per the view of the legal advisor, the Company has fair chance to succeed in the said case.

**12.1.3** Income tax audit for the tax years 2015, 2016, 2018 and 2019 had been finalized by the Inland Revenue Department via Assessment Orders dated April 29, 2021. Inland Revenue Department raised the demand of Rs. 8.639 billion and a penalty of Rs. 7.404 billion was also imposed for the tax year 2015, 2016, 2018 & 2019. The Company has filed Appeals before Commissioner Inland Revenue (Appeals) and Stay Applications C.P. No. 748, 749, 750 & 751 of 2021 in High Court of Sindh and has obtained Stay Orders against Orders / Notices u/s 122(1)/(4) and u/s 182(2) which directed the department not to take coercive measures for recovery of demand till the decision of Commissioner Inland Revenue (Appeals). During the period CIP (Appeals) issued Order confirming all additions made by DCIR. The Company has filed appeal in Appellate Tribunal Inland Revenue. For notices issued U/S 182(2) the Sindh High Court has dismissed petitions and DCIR issued hearing notice for reply to Notice 182(2). The reply was given by tax adviser while no further notice has been received. The Company's management is of the view that ultimate outcome will be in the favour of the Company in the appellate forum. Hence no provision has been made in the financial statements.

**12.1.4** "The Company through Suit No. 2273 of 2021 had sought permanent injunction and challenged the legality and legitimacy of the casting vote Order dated 13-08-2021 passed by the Competition Commission of Pakistan. The Honourable High Court of Sindh had suspended the operations of impugned Order dated 06-08-2021 and 13-08-2021. However, during the period an appeal was filed before The Competition Appellate Tribunal. The Suit were heard and decided by a Single Judge of the Court via Order dated 13-6-2022. The Single Judge allowed the Stay application subjected to securing 50% of the penalty through the bank guarantee within two weeks time. The Competition Commission of Pakistan has issued notices to the Company demanding to deposit of 50% of the penalty imposed by Competition Commission of Pakistan through a pay order / bank guarantee with Nazir of the Sindh High Court. The reply to notices issued by Competition Commission of Pakistan has been given by the lawyer wherein it was mentioned that notices issued by Competition Commission of Pakistan was premature, misconceived, unlawful and unwarranted and requested Competition Commission of Pakistan to withdraw the notices failing which an appropriate proceeding moved before the Single Judge for appropriate proceeding. The Company has filed intracourt appeal challenging the deposit of 50% of penalty imposed by Competition Commission of Pakistan through bank gurantee with Nazir of the Honourable High Court of Sindh. The appeal is pending before the Court. The lawyer of the Company is of the view that the ultimate outcome will be in favour of the Company.

- 12.1.5** There were no major changes in the status of other contingencies as reported in the annual financial statements for the year ended September 30, 2021.

## 12.2 Commitments

Commitments in respect of letter of outstanding letter of credit amounts to Rs. 20.490 (September 30, 2021: Rs. nil) million.

	Note	June 30, 2022 (Un-audited) (Rupees in thousand)	June 30, 2021 (Un-audited)
<b>13 OTHER INCOME</b>			
Mark - up on loan to growers		775	1,189
Income from TDR / T-bills and pls deposit account		42,227	43,734
Effect of unwinding of interest free loan to employees		157	-
Dividend income		3,377	4,364
Sale of mud fertilizer		246	-
Income from biological asset		-	2,675
Gain on disposal on fixed assets		-	3,976
Insurance claim	13.1	44,588	-
Income from Bio-chemical lab		1,075	333
Liabilities written back		-	467
Miscellaneous		428	243
		<u>92,873</u>	<u>56,981</u>

- 13.1** During the period a fire broke out due to short-circuit in the Distillery's Unit-2 (Electricity) Panel Room, thereby, activating the fire emergency response system put in place for such an incident. Despite the intensity of the blaze, the Company deployed all available resources to control the inferno and did a commendable job in putting out the fire. The Distillery's Unit-1 resumed operations on December 20, 2021 while Unit2 resumed its operations on January 04, 2022. The Company has lodged an insurance claim for the damage caused by the incident against which Rs. 50 million has been received during the period.

	Note	June 30, 2022 (Un-audited) (Rupees in thousand)	June 30, 2021 (Un-audited)
<b>14 TAXATION</b>			
Current year	14.1	88,400	48,620
Prior year	14.1	5,652	-
		<u>94,052</u>	<u>48,620</u>

- 14.1** In Finance Act, 2022 an amendment has been introduced relating to 'Super Tax' based on taxable income slabs starting from Rs. 150 million. A maximum of 10% is imposed on taxable income exceeding Rs. 300 million in tax year 2022 and onwards. Accordingly, an amount of Rs. 5.652 million for the tax year 2022 (accounting year ended September 30, 2021) and Rs. 17.525 million for the tax year 2023 (accounting period ended June 30, 2022) has been recognised in these condensed interim financial statements as Super Tax.

	June 30, 2022 (Un-audited) (Rupees in thousand)	June 30, 2021 (Un-audited)
<b>15 CASH USED IN OPERATIONS</b>		
<b>Profit before taxation</b>	<b>1,097,323</b>	<b>497,613</b>
<b>Adjustments for:</b>		
Depreciation		
-Operating fixed assets	76,706	81,545
-Right-of-use-assets	5,818	-
-Investment property	15	17
Gain on disposal of property, plant and equipment	(44,588)	(3,976)
Impairment of stock	(3,050)	-
Mark-up on loan to growers	(775)	(1,189)
Loss of disposal of property, plant and equipment	23	-
Dividend income	(3,377)	(4,364)
Income on term deposit receipts/savings account	(42,227)	(43,734)
Net amortization of grant income	(316)	-
Finance cost	110,831	68,081
Subsidy on sugar export	-	-
Loss on sale of long term investments	-	-
Provision for subsidy on sugar export	-	-
Workers Welfare Fund	22,326	10,012
Workers Profit Participation Fund	58,752	26,347
Market committee fees	5,010	3,704
	<b>185,148</b>	<b>136,443</b>
<b>Cash generated from operating activities before working capital changes</b>	<b>1,282,471</b>	<b>634,056</b>
<b>(Increase) / decrease in current assets</b>		
Biological assets	(684)	1,432
Stores and spares	(17,371)	3,193
Stock-in-trade	(3,226,157)	(3,770,006)
Trade debts	(487,338)	267,116
Loans and advances	1,209,089	599,119
Trade deposits and short term prepayments	(3,144)	(1,021)
Other receivables	4,356	18,146
	<b>(2,521,249)</b>	<b>(2,882,021)</b>
<b>(Decrease) / increase in current liabilities</b>		
Trade and other payables	(124,381)	(146,660)
<b>Net cash used in operations</b>	<b>(1,363,159)</b>	<b>(2,394,625)</b>

## 16 SEGMENT REPORTING (UN-AUDITED)

(Rupees in thousand)

	Nine Months Ended June 30					
	2022	2021	2022	2021	2022	2021
	Sugar		Ethanol		Other Segments	
						Total
Turnover - net	1,546,071	1,456,795	4,892,398	2,815,139	23,960	32,025
Cost of sales	(1,354,249)	(1,356,763)	(3,618,363)	(2,130,955)	(87,328)	(70,200)
Gross profit / (loss)	191,822	100,032	1,274,035	684,184	(63,368)	(38,175)
Distribution cost	(7,390)	(5,122)	(89,236)	(70,052)	-	-
Administrative expenses	(66,476)	(75,902)	(42,068)	(49,893)	-	-
Operating segment results	117,956	19,008	1,142,731	564,239	(63,368)	(38,175)
Other operating expenses - allocated	(5,092)	-	(74,139)	(33,298)	-	-
- un-allocated	-	-	-	-	-	-
Finance cost	(63,703)	(26,950)	(46,480)	(40,439)	(648)	(692)
Other income - allocated	2,310	6,647	44,667	1,993	23	-
- un-allocated	-	-	-	-	-	-
Profit / (loss) before taxation	51,471	(1,295)	1,066,779	492,495	(63,993)	(38,867)
Taxation - allocated	(25,350)	(18,217)	(64,929)	(28,580)	(153)	(254)
- un-allocated	-	-	-	-	-	-
Profit / (loss) after taxation	26,121	(19,512)	1,001,850	463,915	(64,146)	(39,121)

(Rupees in thousand)

	Quarter Ended June 30					
	2022	2021	2022	2021	2022	2021
	Sugar		Ethanol		Other Segments	
Turnover - net	482,806	1,062,012	2,117,004	978,344	7,010	10,950
Cost of sales	(443,698)	(988,585)	(1,398,834)	(857,820)	(33,634)	(23,954)
Gross profit / (loss)	39,108	73,427	718,170	120,524	(26,624)	(13,004)
Distribution cost	(1,466)	(1,883)	(38,801)	(20,783)	-	-
Administrative expenses	(23,066)	(18,233)	(14,847)	(12,118)	-	-
Operating segment results	14,576	53,311	664,522	87,623	(26,624)	(13,004)
Other operating expenses - allocated	2,524	-	(43,100)	(6,002)	-	-
- un-allocated	-	-	-	-	-	-
Finance cost	(39,223)	(14,902)	(17,519)	(14,972)	11	(46)
Other income - allocated	214	1,468	79	(5,489)	23	-
- un-allocated	-	-	-	-	-	-
Profit / (loss) before taxation	(21,909)	39,877	603,982	61,160	(26,590)	(13,050)
Taxation - allocated	(6,094)	(12,287)	(37,333)	(9,678)	(153)	(55)
- un-allocated	-	-	-	-	-	-
Profit / (loss) after taxation	(28,003)	27,590	566,649	51,482	(26,743)	(13,105)

(Rupees in thousand)

	Quarter Ended June 30					
	2022	2021	2022	2021	2022	2021
	Sugar		Ethanol		Other Segments	
Turnover - net	482,806	1,062,012	2,117,004	978,344	7,010	10,950
Cost of sales	(443,698)	(988,585)	(1,398,834)	(857,820)	(33,634)	(23,954)
Gross profit / (loss)	39,108	73,427	718,170	120,524	(26,624)	(13,004)
Distribution cost	(1,466)	(1,883)	(38,801)	(20,783)	-	-
Administrative expenses	(23,066)	(18,233)	(14,847)	(12,118)	-	-
Operating segment results	14,576	53,311	664,522	87,623	(26,624)	(13,004)
Other operating expenses - allocated	2,524	-	(43,100)	(6,002)	-	-
- un-allocated	-	-	-	-	-	-
Finance cost	(39,223)	(14,902)	(17,519)	(14,972)	11	(46)
Other income - allocated	214	1,468	79	(5,489)	23	-
- un-allocated	-	-	-	-	-	-
Profit / (loss) before taxation	(21,909)	39,877	603,982	61,160	(26,590)	(13,050)
Taxation - allocated	(6,094)	(12,287)	(37,333)	(9,678)	(153)	(55)
- un-allocated	-	-	-	-	-	-
Profit / (loss) after taxation	(28,003)	27,590	566,649	51,482	(26,743)	(13,105)

	June 30 2022	September 30 2021	June 30 2022	September 30 2021	June 30 2022	September 30 2021	September 30 2021
	Sugar		Ethanol		Other Segments		Total
<b>Segment assets and liabilities</b>							
Segment assets - Allocated							
Segment assets - Unallocated	3,473,926	1,475,569	4,112,337	3,699,774	577,807	504,315	8,164,070
							542,283
							8,706,353
Segment liabilities - Allocated							
Segment liabilities - Unallocated	1,451,161	1,052,183	2,768,750	2,358,125	43,999	27,602	4,263,910
							471,513
							4,735,423
Capital expenditure - Allocated							
Capital expenditure - Unallocated	-	-	47,239	-	-	-	47,239
							16,104
							63,343
<b>Depreciation</b>							
Operating fixed assets	32,149	46,269	24,295	33,113	20,262	29,352	76,706
Right-of-use-assets	3,491	-	2,327	-	-	-	5,818
Investment property	9	13	6	9	-	-	15
							82,539
							110,356



**17 RELATED PARTY TRANSACTIONS**

The related parties include directors, key management personnel and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Transactions with related parties are as follows:

	June 30, 2022 (Un-audited) (Rupees in thousand)	June 30, 2021 (Un-audited)
<b>Transactions with Post Employment Benefit Plan - Gratuity Fund</b>		
Loan installments recovered from employees on behalf of Employees Gratuity Fund	4,801	6,273
Gratuity paid on behalf of gratuity fund	1,371	1,275
<b>Transactions with key management personnel</b>		
Remuneration of Chief Executive Officer, Directors and Executives	75,564	86,259
Staff emergency loan to Company Secretary	-	5,000
Installment recovered from Company Secretary	1,000	1,100
<b>Transactions with Directors and their relatives</b>		
Meeting fee	2,575	1,600
<b>Transactions with Associated Undertakings</b>		
Donation	500	500
<b>Balance with Post Employment Benefit Plan - Gratuity Fund</b>		
(Payable to) / receivable from gratuity fund at the end of the period	(7,534)	28,792
<b>Balance with key management personnel</b>		
Receivable from Company Secretary	2,424	3,900

During the period, the Company has paid dividend to its directors and other related parties amounting to Rs. 236.396 (June 30, 2021: Rs. 496.697) Million.

**18 CORRESPONDING FIGURES**

Corresponding figures have been re-arranged / reclassified, whenever necessary, for the purpose of compliance, comparison and better presentation. Major changes made during the year are as follows:

Reclassification from the caption component	Reclassification to the caption component	Rupees in thousand
Other Income	Turnover-net	836

**19 FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objective and policies are consistent with that disclosed in the annual financial statements for the year ended September 30, 2021.

**20 FAIR VALUE OF FINANCIAL INSTRUMENTS**

The carrying values of all financial assets and liabilities reflected in the condensed interim financial information approximate their fair values. Fair value is the amount for which asset could be exchanged or liability settled between knowledgeable, willing parties in an arm length transaction.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices (Unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset either directly or derived from prices.

Level 3: inputs for the asset or liability that are not based on observable market data (unadjusted) inputs.

**Transfers during the period**

During period ended June 30, 2022, there were no transfers between level 1 and level 2 fair value measurement and into or out of Level 3 fair value measurements.

**21 NON ADJUSTING SUBSEQUENT EVENT**

The Board of Directors of the Company in their meeting held on July 28, 2022 has declared an interim cash dividend of Rs. 15 (June 30, 2021: Rs. Nil) per share i.e. 150% (June 30, 2021: nil%) for the nine months ended June 30, 2022 amounting to Rs. 260.435 (June 30, 2021: Rs. nil) million. The effect will be accounted in the period of payment.

**22 GENERAL**

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

**23 DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial information was authorized for issue on July 28, 2022 by Board of Directors of the Company.



**Asim Ghani**  
Chief Executive Officer



**Darakshan Zohaib**  
Director



**Samir Hajani**  
Chief Financial Officer

ہم اپنے حصص یافتگان، بینکرز اور دیگر مالیاتی اداروں کا بھی شکریہ ادا کرتے ہیں کہ ہمارے ادارے پر اعتماد کرتے ہماری رہنمائی اور حمایت کی۔ نیز ہم کمپنی کے ہر شعبے میں اعلیٰ کارکردگی پیش کرنے کے لیے انتہائی پر عزم ہیں۔ اپنے اسی جوش و جذبہ اور اسٹیک ہولڈرز کی حمایت و حوصلہ افزائی کی بدولت کمپنی کو درپیش مشکلات پر انشا اللہ قابو پالیں گے۔

### منجانب بورڈ آف ڈائریکٹرز



درخشاں ذوہیب  
ڈائریکٹر



عاصم غنی  
چیف ایگزیکٹو آفیسر

کراچی 28 جولائی 2022

## پاور، کیمیکل اور بھرت ڈویژن:

فیروسیلیکون کی آزمائشی پیداوار مارچ 2022 میں شروع ہوئی تھی تاہم ایندھن اور بجلی کی قیمتوں میں ہوشربا اضافہ کے باعث انتظامیہ نے اس کی مزید پیداوار کو فی الحال روکا ہوا ہے۔ اس امر کی بناء پر اس ڈویژن سے کمپنی کو 40.690 میٹرک ٹن کا پیداواری نقصان ہوا جبکہ گزشتہ سال اسی مدت کے دوران یہ نقصان 29.562 ملین روپے تھا۔

## بلک اسٹوریج ٹرنک:

بلک اسٹوریج ٹرنک سے کمپنی کو 23.456 ملین روپے کا خسار ہوا جبکہ گزشتہ سال کے اسی عرصے میں یہ نقصان 9.559 ملین روپے تھا۔ نقصان میں اضافے کی بنیادی وجہ کرایہ داروں اور طلب میں نمایاں کمی تھی۔ نیز آپ کی کمپنی کا تیار کردہ اتھنول بھی اس ٹرنک میں ذخیرہ کیا گیا تھا تا کہ موصول شدہ برآمدی آرڈرز کی تکمیل بروقت ممکن ہو سکے۔

## مستقبل کے امکانات:

گزشتہ تین سیزنوں کے دوران کاشتکاروں کو بہتر منافع ملنے کے نتیجے میں گنے کی کاشت میں بھی بہتری آئی ہے جو کہ انتہائی حوصلہ افزا ہے اور اسے جاری رکھنے کی ضرورت ہے۔ نیز حکومت گنے اور شکر کی قیمتوں کے تعین کے لیے مضبوط پالیسی فریم ورک وضع کرے۔ پچھلے کچھ سالوں سے یہ معاملہ حکومت کے زیر غور ہے مگر اس حوالے سے کوئی قابل ذکر پیش رفت نہیں ہوئی ہے اگر اس معاملے کو بنجیدگی سے لیا جائے تو اس سے حکومت کے ساتھ ساتھ ملرز، کاشتکاروں اور صارفین کو کئی گنا فوائد حاصل ہوں گے مزید یہ کہ حکومت کو ان پالیسیوں پر بھی توجہ دینی چاہیے جو کاشتکاروں کو بہتر پیداوار دینے والے بیج فراہم کر کے ذراعت کو فروغ دیں۔

سرپلس یعنی اضافی شکر کے ذخیرے کو ختم کرنے کے لیے حکومت کو بروقت اقدامات کی ضرورت ہے اس سے ملک میں بہت زیادہ غیر ملکی زرمبادلہ آئے گا۔ نیز شوگر انڈسٹری میں ٹریک اینڈ ٹریس سسٹم کو کامیابی کے ساتھ لاگو کرنے کے بعد پہلی بار پوری پیداوار کو پہلے ہی دستاویز کیا جا چکا ہے۔ حکومت کے پاس اب اضافی شکر کے ذخیرہ کے تمام اعداد و شمار موجود ہیں اور ہم حکومت سے گزارش کرتے ہیں کہ اس اضافی شکر کو برآمد کرنے کی اجازت دینے میں مزید تاخیر نہ کرے۔

گزشتہ سال کے ڈسکاؤنٹ ریٹ 7.5% میں اتنا ہی اضافہ یعنی 15% کے باعث صنعتوں پر شدید مالی دباؤ کا باعث بنا ہے۔ نیز اس بجٹ 2022 میں سپرنٹیکس کا نفاذ اس شعبے کی ترقی میں منفی اثر ڈالے گا۔ ہم اس موقع سے فائدہ اٹھاتے ہوئے ایک بار پھر حکومت پر زور دیتے ہیں کہ وہ اس صنعت پر سپرنٹیکس کے نفاذ کے فیصلے پر نظر ثانی کرے۔

اتھنول ڈویژن بنیادی طور پر برآمدی فروخت کی وجہ سے منافع بخش رہا ہے۔ روس اور یوکرائن کے تنازعے کے باعث عالمی منڈی میں تیل کی قیمتیں بری طرح متاثر ہوئی ہیں جو نئی بلند ترین سطح کو چھونے لگی ہیں جس کے باعث دیگر اشیاء کی قیمتوں میں ہوشربا اضافہ دیکھا گیا ہے۔ اس حوالے سے بہت سے امور کا انحصار روس یوکرائن تنازعہ کے نتائج پر منحصر ہوگا۔ آپ کی کمپنی اس شعبے پر مزید توجہ دے رہی ہے تاکہ زیادہ سے زیادہ قیمتی زرمبادلہ اس مادر وطن میں لایا جاسکے۔

آخر میں ہم صوبائی حکومت سے درخواست کرتے ہیں کہ وہ بقایا برآمدی سبسسڈی کی رقم جاری کرے جس سے کمپنی کے کیش فلو میں بہتری آئے گی۔

کمپنی درپیش چیلنجوں سے بخوبی آگاہ ہے اور وہ اپنے تمام ڈویژنوں میں پیداواری صلاحیت اور کمپنی کے مجموعی منافع کو بڑھانے کے لیے تمام ضروری اقدامات کرنے کے لیے بھرپور طور پر کوشاں ہے۔

## اظہار تشکر:

کمپنی اپنے ہر اسٹاف ممبر کی محنت، کوششوں اور اعلیٰ کارکردگی پر ان کی نہایت مشکور ہے ہم اپنے معزز گاہکوں کے بھی ان کے بھروسے اور اعتبار پر ان کے بے حد مشکور ہیں اور مستقبل میں بھی ان کے اس اعتماد، حمایت اور تعاون کے منتظر ہیں۔

زیر جائزہ عرصے میں چینی کی خالص فروخت 1,546.071 ملین روپے رہی جبکہ گذشتہ سال کے اسی عرصے میں یہ فروخت 1,456.795 ملین روپے تھی اس کے باعث 89.276 ملین روپے کا معمولی اضافہ ہوا جبکہ گذشتہ سال کے سیزن کے مقابلے میں اس سیزن میں چینی کی پیداوار بھی %40.34 بڑھ گئی جس کی بنیادی وجہ گنے کی وافر مقدار میں دستیابی تھی۔

### استھنول ڈویژن:

استھنول ڈویژن کی مالیاتی اور پیداواری کارکردگی درج ذیل ہے۔

نومائی	نومائی	مالیاتی کارکردگی
جون 2021	جون 2022	
روپے ہزار میں	روپے ہزار میں	
2,815,139	4,892,398	فروخت
(2,130,955)	(3,618,363)	لاگت فروخت
684,184	1,274,035	خام منافع
(70,052)	(89,236)	تقسیمی لاگت
(49,893)	(42,068)	انتظامی اخراجات
564,239	1,142,731	پیداواری منافع۔ استھنول یونٹ
(33,298)	(74,139)	دیگر پیداواری اخراجات
(40,439)	(46,480)	مالیاتی لاگت
1,993	44,667	دیگر آمدن
492,495	1,066,779	منافع قبل از ٹیکس
(28,580)	(64,929)	ٹیکس
463,915	1,001,850	منافع بعد از ٹیکس

2020 - 21

2021 - 22

پیداواری کارکردگی

23,675

27,681

پیداوار میٹرک ٹن - یونٹ I اور II

19,201

30,499

فروخت - میٹرک ٹن

زیر جائزہ مدت کے دوران استھنول کی برآمدی فروخت بدستور مستحکم رہی جس کی بدولت ملک میں کافی غیر ملکی زر مبادلہ آیا۔ اس عرصے کے دوران کمپنی کی فروخت میں گذشتہ سال کے مقابلے میں 2,077.259 ملین روپے یعنی %73.79 کا اضافہ ہوا جس کی بنیادی وجہ فروخت میں اضافہ اور ڈالر کے مقابلے میں روپے کی گرتی ہوئی شرح تبادلہ تھی۔ مزید برآں استھنول کی پیداوار بھی 23,675 میٹرک ٹن سے بڑھ کر 27,681 میٹرک ٹن ہو گئی جس کی بنیادی وجہ خام مال کی بہتر دستیابی اور مارجن میں بہتری تھی۔

ڈویژنز کے پیداواری نتائج:  
ڈویژنز کے اعتبار سے کارکردگی کے نتائج حسب ذیل ہیں:

شکر ڈویژن:

شکر کی مالیاتی اور پیداواری کارکردگی برائے نو ماہی 30 جون 2022 رورج ذیل ہے۔

نوماہی	نوماہی	مالیاتی کارکردگی
جون 2021	جون 2022	
روپے ہزار میں	روپے ہزار میں	
1,456,795	1,546,071	فروخت
(1,356,763)	(1,354,249)	لاگت فروخت
100,032	191,822	خام منافع
(5,122)	(7,390)	تقسیمی لاگت
(75,092)	(66,476)	انتظامی اخراجات
19,008	117,956	پیداواری منافع
-	(5,092)	دیگر پیداواری اخراجات
(26,950)	(63,703)	مالیاتی لاگت
6,647	2,310	دیگر آمدن
(1,295)	51,471	منافع / (نقصان) - قبل از ٹیکس
(18,217)	(25,350)	ٹیکس
(19,512)	26,121	منافع / (نقصان) - بعد از ٹیکس

2020-21	2021-22	پیداواری کارکردگی
6 نومبر 2020	19 نومبر 2021	موسم کے آغاز کی تاریخ
79	100	پیداواری دن
370,402	501,010	کرشنگ - (میٹرک ٹن)
38,440	53,945	گنے سے پیداوار - (میٹرک ٹن)
19,218	19,923	فروخت - (میٹرک ٹن)
10.38%	10.77%	شکر حصول شرح

## ڈائریکٹرز کی جائزہ رپورٹ

معزز اراکین

السلام علیکم

ہمیں بورڈ کی جانب سے 30 جون 2022 کی نو ماہ کے عبوری مالیاتی بیانیہ پیش کرتے ہوئے بے حد مسرت ہو رہی ہے۔

### مالیاتی کارکردگی:

کمپنی کے مالیاتی نتائج برائے نو ماہی ختم شدہ 30 جون 2022 کا گزشتہ سال کے اسی عرصے سے تقابلی جائزہ درج ذیل ہے۔

نوماہی	نوماہی	مالیاتی کارکردگی
جون 2021	جون 2022	
روپے ہزار میں	روپے ہزار میں	
508,713	1,114,965	پیداواری منافع
(68,081)	(110,831)	مالیاتی لاگت
440,632	1,004,134	
56,981	93,189	دیگر آمدن
497,613	1,097,323	منافع قبل از ٹیکس
(48,620)	(94,052)	ٹیکس
448,993	1,003,271	منافع بعد از ٹیکس
25.86	57.78	بنیادی آمدن - فی حصص (روپے)

زیر جائزہ مدت کے دوران آپ کی کمپنی نے 1,0033.271 ملین روپے بعد از ٹیکس منافع حاصل کیا جبکہ گزشتہ سال کی اسی نوماہی میں یہ منافع 448.993 ملین روپے تھا۔ اس طرح منافع میں 554.278 ملین روپے کا اضافہ کیا گیا جس کی بنیادی وجہ استھمول کی فروخت میں اضافہ اور اس کی شرح منافع میں بہتری تھی۔

### منافع منقسمہ اور بعد کے واقعات:

بورڈ آف ڈائریکٹرز نے اپنے اجلاس منعقدہ 28 جولائی 2022 میں عبوری نقد منافع منقسمہ برائے نوماہی جون 2022 میں 15/- روپے یعنی 150% کی شرح سے دینے کا اعلان کیا ہے اور یہ عبوری نقد منافع منقسمہ اس 100% یعنی 10 روپے فی حصص کے علاوہ ہے جو پہلے ہی ادا کیا جا چکا ہے۔ نیز اس منافع منقسمہ کا اثر اس عبوری مالیاتی رپورٹ میں شامل نہیں ہے۔



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