

Quarterly Report

*Condensed Interim
Financial Statements (Un-Audited)
For the Nine Months Period Ended
June 30, 2013*

P u r i t y R e d e f i n e d



AL-ABBAS

AL-ABBAS SUGAR MILLS LIMITED



Contents

Company Information	4
Directors' Review Report	5
Condensed Interim Balance Sheet (Un-audited)	8
Condensed Interim Profit and Loss Account (Un-audited)	9
Condensed Interim Statement of Comprehensive Income (Un-audited)	10
Condensed Interim Cash Flow Statement (Un-audited)	11
Condensed Interim Statement of Changes in Equity (Un-audited)	12
Notes to the Condensed Interim Financial Statements (Un-audited)	13



COMPANY INFORMATION

BOARD OF DIRECTORS

Muhammad Iqbal Usman	Chairman
Shunaid Qureshi	Chief Executive Officer
Ali Jehangir Siddiqui	Director
Asim Ghani	Director
Asma Aves Cochinwala	Director
Darakshan Ghani	Director
Duraid Qureshi	Director
Sayyed Rafay Akber Rashdi	Director
Suleman Lalani	Director

COMPANY SECRETARY AND CHIEF FINANCIAL OFFICER

Zuhair Abbas-ACA

AUDIT COMMITTEE

Sayyed Rafay Akber Rashdi	Chairman
Darakshan Ghani	Member & Secretary
Duraid Qureshi	Member

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Duraid Qureshi	Chairman
Asim Ghani	Member
Darakshan Ghani	Member
Sayyed Rafay Akber Rashdi	Member

BANKERS / FINANCIAL INSTITUTIONS

Allied Bank Limited
Bank Alfalah Limited
Burj Bank Limited
Dubai Islamic Bank Pakistan Limited
KASB Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Pak Brunei Investment Company Limited
Pak Oman Investment Company Limited
Silkbank Limited
Soneri Bank Limited
United Bank Limited

STATUTORY AUDITORS

Hyder Bhimji & Co. Chartered Accountants

COST AUDITORS

Haroon Zakaria & 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

CDC House-99B, Block 'B', S.M.C.H.S
Main Shahra-e-Faisal, Karachi-74400

FACTORIES LOCATIONS

- 1) Mirwah Gorchani, Distt. Mirpurkhas, Sindh
- 2) Main National Highway, Dhabeji, Sindh



DIRECTORS' REVIEW REPORT

The directors are pleased to present the condensed interim financial information for the nine months period ended June 30, 2013.

The financial results of the Company during the period under review compared with the corresponding period are summarized below:

	Nine months ended June 30, 2013	Nine months ended June 30, 2012
	(Rupees in thousands)	
Operating profit	532,240	639,381
Other operating income	54,221	16,096
	<u>586,461</u>	<u>655,477</u>
Finance costs	(184,196)	(210,067)
Profit before taxation	402,265	445,410
Provision for taxation	(33,047)	(48,737)
Profit after taxation	<u>369,218</u>	<u>396,673</u>
Earnings per share (Rupees)- Basic and Diluted	<u>21.27</u>	<u>22.85</u>

During the nine months period ended June 30, 2013, your Company has earned profit after tax amounting to Rs. 369.218 million as compared to the profit after tax of Rs. 396.673 million of the corresponding period of last year registering slight decrease of Rs. 27.455 million in overall profitability.

OPERATING SEGMENT RESULTS

The division wise performance is presented below:

Sugar Division

The financial and operational performance is given below:

Financial performance

	Nine months ended June 30, 2013	Nine months ended June 30, 2012
	(Rupees in thousands)	
Sales - net	2,069,993	2,286,139
Cost of sales	(1,823,799)	(1,967,955)
Gross profit	246,194	318,184
Distribution cost	(55,638)	(72,902)
Administrative expenses	(54,460)	(53,266)
Segment operating result	<u>136,096</u>	<u>192,016</u>

Operational performance

	2012-13	2011-12
Date of start of season	November 28, 2012	December 09, 2011
No. of days worked	92	93
Crushing (M. T)	503,178	402,317
Production from sugarcane (M.T)	52,727	39,479
Sales (M.T)	40,274	39,847
Recovery (%)	10.48	9.83



During the period under review, although there was a slight increase of 427 M.T in the quantity of sugar sold but the sales revenue of the Company declined by 9.45 percent from the corresponding period last year. This was attributable to sharp decline in the price of sugar sold because of supply glut in the market.

The plant operated for 92 days ending on February 27, 2013 as against 93 days of preceding season. The Sugarcane crushed during the current season was 503,178 M.T with average sucrose recovery of 10.48 percent and sugar production of 52,727 M.T as compared with crushing of 402,317 M.T with average sucrose recovery of 9.83 percent and sugar production of 39,479 M.T of same period of last year. This showed significant improvement in operational performance.

Ethanol Division

The financial and operational performance of ethanol division is given below:

Financial performance

	Nine months ended June 30, 2013	Nine months ended June 30, 2012
	(Rupees in thousands)	
Sales - net	2,628,499	2,064,006
Cost of sales	(2,036,358)	(1,424,369)
Gross profit	592,141	639,637
Distribution cost	(76,339)	(67,402)
Administrative expenses	(36,832)	(35,511)
Segment operating result	<u>478,970</u>	<u>536,724</u>

The operational data is given below:

Operational performance	2012-13	2011- 12
Production (M. Tons) - Unit I and II	27,965	30,695
Sales (M. Tons)	33,866	24,760

During the period under review, the sales registered increase of Rs. 564.493 million as compared to the corresponding period of last year. This division produced 27,965 M.T ethanol as compared to corresponding period of last financial year of 30,695 M.T showing decrease of 9.6 percent production. However, the sales of ethanol was 33,866 M.T as compared to 24,760 M.T witnessing increase of 9,106 M.T

Power, Chemical and Alloys Division

During the period under review, the chemical division has incurred segment loss of Rs. 20.543 million as compared to the segment loss of Rs. 36.216 million for the same period last year. The loss is mainly due to fixed cost.

The Company incurred segment loss of Rs. 9.870 million during the year under review in power division as compared to the segment loss of Rs. 11.222 million in corresponding period. During the period under review, no power generation was carried out and the loss majorly represents the depreciation charge of Rs. 9.603 million.



FUTURE PROSPECTS

The future outlook of sugar segment entirely depends on selling price. The local sugar prices depends on Government initiative to allow further export of surplus sugar and procurement of sugar through Trading Corporation of Pakistan. This is the best opportunity for Trading Corporation of Pakistan to increase its strategic stock level as current prices of sugar are very reasonable and attractive.

In international market sugar prices are expected to remain stable as Brazil, the largest producer of sugar in the world will direct 45.2 percent of the cane harvested to making sugar, down from previous year's 49.4 percent as ethanol prices are more attractive than sugar. Further Sugar production in India, the second largest producer after Brazil is set to decline by 5 percent in 2013-14. Production is now estimated to be 23.7 million M.T with domestic consumption of 23.5 million M.T. As a result the global surplus of sugar stock is expected to shrink.

The prices of ethanol showing favorable trends. However the procurement and availability of molasses remained a formidable task.

As a whole, your Company is well aware of the challenges being faced 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 strongly believes that its success is driven by the commitment and dedication of its employees. We acknowledge the contribution of each and every staff member of the Company for significant contribution in delivering such a strong performance. We would also like to express our thanks to the customers for their trust in our products and look forward to their continued patronage. We also thank our shareholders, banks and financial institution for their support, guidance and confidence reposed in our enterprise and stand committed to do our best to ensure full reward of their investment in the coming years. May Allah bless us in our efforts. A'meen!

On behalf of Board of Directors

Shunaid Qureshi
Chief Executive Officer

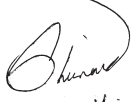
Karachi: July 31, 2013



**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT JUNE 30, 2013**

	Note	June 30, 2013 Un-audited	September 30, 2012 Audited	September 30, 2011 Audited
(Rupees in thousand)				
ASSETS				
NON-CURRENT ASSETS				
Property, plant and equipment	6	2,018,170	2,050,515	1,998,595
Investment property		482	521	579
Intangible asset		1	1	613
Long term loans and advances		3,140	3,816	3,404
Long term deposits		10,014	9,557	11,127
Long term investments		32,870	20,979	9,114
Deferred tax asset	7	31,288	27,135	14,586
		<u>2,095,965</u>	<u>2,112,524</u>	<u>2,038,018</u>
CURRENT ASSETS				
Stores and spares		153,951	130,512	153,152
Stock-in-trade		1,954,664	1,471,452	2,430,743
Trade debts		10,016	305,336	487,536
Loans and advances		171,642	618,764	170,399
Trade deposits and short term prepayments		27,826	45,935	1,012
Other receivables		15,863	30,122	19,600
Short term investments		33,825	30,115	10,000
Accrued income		201	956	416
Cash and bank balances		7,574	6,973	18,179
		<u>2,375,562</u>	<u>2,640,165</u>	<u>3,291,037</u>
Total assets		<u>4,471,527</u>	<u>4,752,689</u>	<u>5,329,055</u>
SHARE CAPITAL AND RESERVES				
Authorized capital 17,500,000 Ordinary shares of Rs. 10 each		175,000	175,000	175,000
Issued, subscribed and paid-up capital		173,623	173,623	173,623
Reserves		1,865,751	1,554,091	1,207,941
Shareholders' equity		<u>2,039,374</u>	<u>1,727,714</u>	<u>1,381,564</u>
NON-CURRENT LIABILITIES				
Long term financing		45,455	214,094	433,791
Deferred liability		56,646	51,614	47,591
		<u>102,101</u>	<u>265,708</u>	<u>481,382</u>
CURRENT LIABILITIES				
Trade and other payables		356,649	977,229	1,588,808
Accrued mark-up		54,429	41,480	84,026
Short term borrowings		1,795,064	1,508,015	1,548,977
Current maturity of non-current liabilities		111,064	219,697	219,697
Provision for taxation		12,846	12,846	24,601
		<u>2,330,052</u>	<u>2,759,267</u>	<u>3,466,109</u>
CONTINGENCIES AND COMMITMENTS				
Total equity and liabilities	8	<u>4,471,527</u>	<u>4,752,689</u>	<u>5,329,055</u>

The annexed notes form an integral part of these condensed interim financial statements.


Shunaid Qureshi
Chief Executive


Asim Ghani
Director

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED JUNE 30, 2013**

Nine months period ended		Quarter Ended	
June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012

(Rupees in thousand)

Sales - net	4,698,492	4,363,862	1,485,824	1,553,633
Cost of sales	(3,896,013)	(3,456,312)	(1,268,042)	(1,206,603)
Gross profit	802,479	907,550	217,782	347,030
Distribution cost	(131,977)	(140,304)	(29,798)	(45,389)
Administrative expenses	(91,292)	(88,777)	(30,470)	(32,576)
Other operating expenses and loss from terminal operations	(46,970)	(39,088)	(7,223)	(11,457)
	(270,239)	(268,169)	(67,491)	(89,422)
Operating profit	532,240	639,381	150,291	257,608
Finance cost	(184,196)	(210,067)	(61,998)	(72,048)
Other operating income	54,221	16,096	23,192	(290)
Profit before taxation	402,265	445,410	111,485	185,270
Taxation	(33,047)	(48,737)	(11,514)	(12,472)
Profit after taxation	369,218	396,673	99,971	172,798

(Rupees)

Earnings per share - Basic and diluted	21.27	22.85	5.76	9.95
---	--------------	--------------	-------------	-------------

The annexed notes form an integral part of these condensed interim financial statements.

Shunaid Qureshi
Chief Executive

Asim Ghani
Director



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED JUNE 30, 2013**

	Nine months period ended		Quarter Ended	
	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012
	(Rupees in thousand)			
Profit after taxation	369,218	396,673	99,971	172,798
Other comprehensive income				
Unrealised gain on re-measurement of available for sale investments	11,891	8,991	9,246	2,367
Total comprehensive income for the period	<u>381,109</u>	<u>405,664</u>	<u>109,217</u>	<u>175,165</u>

The annexed notes form an integral part of these condensed interim financial statements.

Shunaid Qureshi
Chief Executive

Asim Ghani
Director

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTH ENDED JUNE 30, 2013**

	Note	Nine months period ended	
		June 30, 2013	June 30, 2012
Cash flows from operating activities			
Cash generated from operations	9	364,122	334,278
Financial charges paid		(171,247)	(242,573)
Taxes paid		(60,352)	(57,242)
		<u>(231,599)</u>	<u>(299,815)</u>
Net cash generated from operating activities		132,523	34,463
Cash flows from investing activities			
Capital expenditure on property, plant and equipment		(76,715)	(111,573)
Proceeds from disposal of property, plant and equipment		997	3,008
Interest / markup received		3,249	702
Long term loans and advances		676	(625)
Long term deposits		(457)	(201)
Net cash used in investing activities		(72,250)	(108,689)
Cash flows from financing activities			
Repayment of long term financing		(277,272)	(202,273)
Dividend paid		(69,449)	(156,261)
Short term borrowings - net		287,049	423,557
Net cash generated from financing activities		<u>(59,672)</u>	<u>65,023</u>
Net increase / (decrease) in cash and cash equivalents		601	(9,203)
Cash and cash equivalents at beginning of the period		6,973	18,179
Cash and cash equivalents at the end of the period		<u>7,574</u>	<u>8,976</u>

The annexed notes form an integral part of these condensed interim financial statements.

Shunaid Qureshi
Chief Executive

Asim Ghani
Director



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTH ENDED JUNE 30, 2013

	Issued, subscribed and paid-up capital	Revenue reserves		Fair value reserve on remeasurement of available for sale investments	Total reserves	Total shareholder's equity
		General reserve	Unappropriated profit			
Balance as at October 1, 2011	173,623	458,000	777,192	(27,251)	1,207,941	1,381,564
Total comprehensive income for the period	-	-	396,673	-	396,673	396,673
Profit for the period	-	-	8,991	8,991	8,991	8,991
Other comprehensive income	-	-	396,673	8,991	405,664	405,664
Transactions with owners						
Interim dividend 2011: Rs. 4 per share	-	-	(69,449)	-	(69,449)	(69,449)
Final dividend 2011: Rs. 5 per share	-	-	(86,812)	-	(86,812)	(86,812)
Balance as at June 30, 2012	173,623	458,000	1,017,604	(18,260)	1,457,344	1,630,967
Balance as at October 1, 2012	173,623	458,000	1,111,477	(15,386)	1,554,091	1,727,714
Transfer to general reserve	-	1,000,000	(1,000,000)	-	-	-
Total comprehensive income for the period	-	-	369,218	-	369,218	369,218
Profit for the period	-	-	11,891	11,891	11,891	11,891
Other comprehensive income	-	-	369,218	11,891	381,109	381,109
Transactions with owners						
Final dividend 2012: Rs. 4 per share	-	-	(69,449)	-	(69,449)	(69,449)
Balance as at June 30, 2013	173,623	1,458,000	411,246	(3,495)	1,865,751	2,039,374

Balance as at October 1, 2011
Total comprehensive income for the period
 Profit for the period
 Other comprehensive income
Transactions with owners
 Interim dividend 2011: Rs. 4 per share
 Final dividend 2011: Rs. 5 per share
 Balance as at June 30, 2012
 Balance as at October 1, 2012
Transfer to general reserve
Total comprehensive income for the period
 Profit for the period
 Other comprehensive income
Transactions with owners
 Final dividend 2012: Rs. 4 per share
 Balance as at June 30, 2013

The annexed notes form an integral part of these condensed interim financial statements.


 Shumaid Qureshi
 Chief Executive


 Asim Ghani
 Director

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2013****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 Companies Ordinance, 1984. The Company is listed on the Karachi Stock Exchange. 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 of :

S.NO	Division	Principal Activities	Location of undertaking	Commencement of commercial production
1	Sugar	Manufacturing and sale of sugar	Mirwah Gorchani, Mirpurkhas	December 15, 1993
2	Ethanol	Processing and sale of industrial ethanol	Mirwah Gorchani, Mirpurkhas	Unit I: August 20, 2000 Unit II: January 23, 2004
3	*Power, chemical and alloys Division	Manufacturing and sales of Calcium Carbide, Ferro alloys, *Generation and sales of electricity	Dhabeji, Thatta.	November 1, 2006 *April 06, 2010"
4	Tank Terminal	Providing bulk storage facility	Oil industrial area, Kemari, Karachi.	October 15, 2012

The Company has also entered into agreement for supply of CO2 gas, rent out its former office premises and one of its chemical plant. The same is not a reportable segment as per criteria defined in IFRS 8.

2 BASIS OF PREPARATION

These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standards 34 "Interim Financial Reporting" and is submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984. These condensed interim financial statements does not include all of the information required for full annual financial statements and should be read in conjunction with the published annual financial statements for the year ended September 30, 2012.

- 2.1** These condensed interim financial statements comprises of the condensed interim balance sheet as at June 30, 2013 and the condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity for the nine months ended. This also includes the condensed interim profit and loss account and the condensed interim statement of comprehensive income for the quarter ended June 30, 2013. The comparative balance sheet presented in these condensed interim financial statements has been extracted from audited financial statements of the Company for the year ended September 30, 2012, whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity figures have been extracted from the financial statements for the nine months ended June 30, 2012.



3 ACCOUNTING POLICIES

The accounting policies, related judgments, estimates and assumptions adopted for the preparation of this condensed interim financial statements are the same as those applied in preparation of the annual financial statements of the Company for the year ended September 30, 2012 and in respect of Investment Property, the Company adopted cost model as described in IAS 40 "Investment Property". Depreciation is charged on reducing balance method, the depreciation methods reflects the pattern in which the asset's economic benefits are consumed by the Company.

4 INCOME TAX, WORKERS' PROFIT PARTICIPATION FUND AND WORKERS' WELFARE FUND

Provision in respect of income tax, workers' profit participation fund and workers welfare fund are estimated only and final liabilities will be determined on the basis of annual results.

5 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.

	Un-audited June 30, 2013 (Rupees in thousand)	Audited September 30, 2012
6 PROPERTY, PLANT AND EQUIPMENT		
Additions		
Furniture, fixture and others	-	48
Vehicles	3,634	11,663
Office equipment	748	1,105
Computers	603	2,055
Transferred from CWIP to Operating Assets		
Lease-hold land	22,694	
Non-factory building	44,454	-
Plant and machinery	256,045	38,441
Additions to CWIP		
Tank Terminal	-	59,531
Plant and machinery	62,198	85,239
Non-factory building	9,532	10,123
Disposal		
Vehicle - at cost	1,175	4,742

7 DEFERRED TAX ASSET

As it is improbable that in current / ensuing years, available tax losses would be fully adjusted against taxable income, hence the deferred taxation has been arrived at accordingly.

8 CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There were no major changes in the status of contingencies as reported in the annual financial statements for the year ended September 30, 2012 except as follows:



8.1.1 During the period, a suit bearing no. 281 has been filed in the Honorable High Court of Sindh at Karachi by Mr. Suleman Lalani, (non-executive and minority Director) against the Company, its Chief Executive and eight others, alleging mismanagement in the company's affairs including siphoning off and divergence Company's funds by the Chief Executive and others. The prayer sought in the suit comprises of Rs. 236.716 million retrieval of the Company's funds along-with costs of the suit filed by the plaintiff and seeking appointment of receiver and carrying out of the forensic audit of the Company and removal of its Chief Executive. In response to the aforementioned, the Company and its management deny all allegations of the plaintiff. The suit is at the stage of filing of the written statement and counter affidavits to the Civil Miscellaneous Application before the Honourable High Court of Sindh at Karachi. The Company's legal counsel have stated that there is no financial exposure of the Company in the matter and in the given circumstances and the vagaries of litigation, no definite prediction can be made regarding the outcome of the case at this stage. However, in view of the Company's management, no inference is likely to materialize in the suit. The case is fixed for hearing on August 19, 2013.

8.2 Commitments

Commitments in respect of open letter of credit is amounting to Rs. 1.084 million (September 30, 2012: Rs. 12.375 million) and capital commitments in respect of plant and machinery Rs. 19.304 million (September 30, 2012 Rs. Nil). Bank guarantees of Rs. 54.6 million (September 30, 2012: Rs. 109.1 million) have been issued in favour of customers and suppliers.

	June 30, 2013	June 30, 2012
9 CASH USED IN OPERATIONS	(Rupees in thousand)	
Profit before taxation	402,265	445,410
Adjustments for:		
Depreciation	108,543	87,283
Gain on disposal of property, plant and equipment	(441)	(1,657)
Amortization of intangible assets	-	460
Unrealized gain on remeasurement of investment	(17,300)	(4,075)
Mark - up on loan to growers	(669)	(567)
Income on term deposit receipts	(1,825)	-
Finance cost	184,196	210,067
Increase in deferred liability	5,032	4,023
	<u>277,536</u>	<u>295,534</u>
Operating profit before working capital changes	679,801	740,944
(Increase) / decrease in current assets		
Stores and spares	(23,439)	4,705
Stock-in-trade	(483,212)	(257,293)
Trade debts	295,320	206,569
Loans and advances	457,576	27,763
Short term investments	13,590	(14,090)
Trade deposits and short term prepayments	18,109	(49,169)
Other receivables	26,957	(1,904)
	<u>304,901</u>	<u>(83,419)</u>
Decrease in trade and other payables	(620,580)	(323,247)
	<u>364,122</u>	<u>334,278</u>



(Rupees in thousand)

10 SEGMENT REPORTING

	Nine Months Period Ended June 30					
	2013	2012	2013	2012	2013	2012
	Sugar		Ethanol		Power, Chemical, Alloys and Others	
						Total
Sales - net	2,069,993	2,286,139	2,628,499	2,064,006	-	4,698,492
Cost of sales	(1,823,799)	(1,967,955)	(2,036,358)	(1,424,369)	(35,856)	(3,896,013)
Gross profit	246,194	318,184	592,141	639,637	(35,856)	802,479
Distribution cost	(55,638)	(72,902)	(76,339)	(67,402)	-	(131,977)
Administrative expenses	(54,460)	(53,266)	(36,832)	(35,511)	-	(91,292)
Operating segment results	136,096	192,016	478,970	536,724	(35,856)	579,210
						678,469
"Other operating expenses and loss from terminal operations"						(46,970)
Finance cost						(184,196)
Other operating income						54,221
Taxation						(33,047)
Net profit for the period						369,218
						396,673



(Rupees in thousand)

	Quarter Ended June 30						Total
	2013	2012	2013	2012	2013	2012	
	Sugar		Ethanol		Power, Chemical, Alloys and Others		
Sales - net	725,389	764,647	760,435	785,496	-	3,490	1,485,824
Cost of sales	(633,749)	(671,720)	(622,588)	(519,898)	(11,705)	(14,985)	(1,288,042)
Gross profit	91,640	92,927	137,847	265,598	(11,705)	(11,495)	217,782
Distribution cost	(7,420)	(19,092)	(22,378)	(26,297)	-	-	(29,798)
Administrative expenses	(17,967)	(19,545)	(12,503)	(13,031)	-	-	(30,470)
Operating segment results	66,253	54,290	102,966	226,270	(11,705)	(11,495)	157,514
Other operating expenses and loss from terminal operations							(7,223)
Finance cost							(61,998)
Other operating income							23,192
Taxation							(11,514)
Net profit for the period							99,971
							172,798



		(Rupees in thousand)					
June 30, 2013	September 30, 2012	June 30, 2013	September 30, 2012	June 30, 2013	September 30, 2012	June 30, 2013	September 30, 2012
Sugar		Ethanol		Power, Chemical, Alloys and Others		Total	
Segment assets							
Unallocated segment assets							
2,265,064	1,630,106	1,604,417	2,247,556	577,192	692,261	4,446,673	4,569,923
-	-	-	-	-	-	24,854	182,766
						4,471,527	4,752,689
Segment liabilities							
Unallocated segment liabilities							
1,372,486	1,747,953	935,716	1,074,231	510	513	2,308,712	2,822,697
-	-	-	-	-	-	123,441	202,278
						2,432,153	3,024,975
Capital expenditure							
Unallocated capital expenditure							
9,532	10,123	62,198	144,770	-	-	71,730	154,893
-	-	-	-	-	-	4,985	14,871
						76,715	169,764

		(Rupees in thousand)					
June 30, 2013	September 30, 2012	June 30, 2013	September 30, 2012	June 30, 2013	September 30, 2012	June 30, 2013	September 30, 2012
Sugar		Ethanol		Power, Chemical, Alloys and Others		Total	
Depreciation							
Amortization							
Non cash expenses other than depreciation							
38,920	52,134	45,587	28,250	24,036	35,905	108,543	116,289
-	367	-	245	-	-	-	612
-	-	-	-	7,469	4,458	7,469	4,458

**11 RELATED PARTY TRANSACTIONS**

Transactions in relation to sales, purchases and services with related parties are made at arm's length prices determined in accordance with the Comparable Uncontrolled Price Method.

	June 30, 2013	June 30, 2012
	(Rupees in thousand)	
Dividend received	405	810
Contribution paid to employee Gratuity Fund	4,330	31,000
Rental Income charged	855	1,437
Rental Income received	1,650	1,437
Sale of ethanol and others	42,312	-
Key management personnel		
Remuneration of chief executive, directors and executives.	49,785	56,487

Transaction with EFU General Insurance Limited for insurance premium, Bankislami and JS bank for finance cost in comparative period amounting to Rs. 19.798 million and Rs. 27.468 million respectively has been omitted since it is no more a related party.

12 CORRESPONDING FIGURES

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

Re-classified from	Re-classified to	Amount (Rupees in million)	Reason
Property, plant and equipment Non-factory building	Investment property Building	0.579	For Better presentation
Cash flow from operating activities Accrued mark-up	Cash flow from investing activities Interest / mark-up received	0.702	For Better presentation
Other Income Rental income	Cost of sales Sales of fusel oil, CO2 gas and electricity income	6.562	For Better presentation
Cost of sales Water, fuel and power	Cost of sales Sales of fusel oil, CO2 gas and electricity income	3.94	For Better presentation

13 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue on July 31, 2013 by Board of Directors' of the Company.

14 GENERAL

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

Shunaid Qureshi
Chief Executive

Asim Ghani
Director



AL-ABBAS SUGAR MILLS LTD.

Head Office:
Pardesi House, Survey No. 2/1, R.Y. 16,
Old Queens Road, Karachi - 74000
Tel: 111-111-224 Fax: (9221) 32470090
E-mail: sugar@cyber.net.pk

www.aasmil.com