

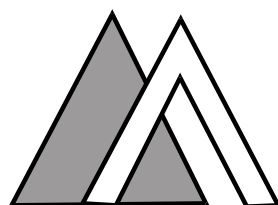


*Bringing
Back
Sweetness*



AL-ABBAS SUGAR MILLS LIMITED

QUARTERLY REPORT
Condensed Interim Financial
Statements (Un-Audited)
For the Quarter Ended
December 31, 2021



AL-ABBAS SUGAR Mills
Limited

Bringing Back Sweetness

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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

Muhammad Salman Hussain Chawala	Chairman
Asim Ghani	Member
Shahid Hussain Jatoi	Member
Siddiq Khokhar	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 Ltd.,
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

Haroon Askari	Chairman
Asim Ghani	Member
Darakshan Zohaib	Member
Zakaria Usman	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 quarter ended December 31, 2021.

Financial performance

The financial results of the Company for the three months ended December 31, 2021 and those pertaining to its corresponding period are summarized below for comparison purposes:

	Quarter ended December 31, 2021	Quarter ended December 31, 2020
	(Rupees in thousands)	
Operating profit	248,094	311,307
Finance cost	(15,848)	(11,999)
	<u>232,246</u>	<u>299,308</u>
Other income	27,147	39,743
Profit before taxation	259,393	339,051
Taxation	(27,273)	(24,620)
Profit after taxation	<u>232,120</u>	<u>314,431</u>
Basic earnings per share (Rupees)	<u>13.37</u>	<u>18.11</u>

During the period under review, your company has earned after-tax profit of Rs. 232.120 million as compared to after-tax profit of Rs. 314.431 million in the corresponding period of last year thus registering a decrease of Rs. 82.311 million.

OPERATING SEGMENT RESULTS

The division-wise performance is presented below:

SUGAR DIVISION

The financial and operational performance of our Sugar division during the quarter ended December 31, 2021 is presented below:

Financial performance

	Quarter ended December 31, 2021	Quarter ended December 31, 2020
	(Rupees in thousands)	
Sales	908,068	390,330
Cost of sales	(834,341)	(382,024)
Gross (loss) / profit	<u>73,727</u>	<u>8,306</u>
Distribution cost	(2,373)	(1,570)
Administrative expenses	(22,329)	(20,732)
Segment operating result	<u>49,025</u>	<u>(13,996)</u>

Operational performance

	2021-22	2020-21
Date of start of season	November 19, 2021	November 06, 2020
Total days of actual crushing	34,698	35
Crushing (M. Tons)	150,242	158,947
Production from sugarcane (M.Tons)	13,795	14,882
Sales during the period (M. Tons)	10,757	5,607

Net sales of Sugar segment in the current period were Rs 908.068 million as compared to previous corresponding period of Rs 390.330 million registering an increase of Rs 517.738 million.

ETHANOL Division

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

Financial Performance

	Quarter Ended December 31, 2021	Quarter Ended December 31, 2020
	(Rupees in thousand)	
Sales	1,464,063	1,177,245
Cost of sales	(1,199,500)	(771,926)
Gross profit	264,563	405,319
Distribution cost	(17,463)	(28,956)
Administrative expenses	(14,534)	(12,815)
Segment operating result	232,566	363,548

Operational Performance

Operational Data	2021-22	2020-21
Production (M. Tons) - Unit I and II	4,122	7,558
Sales (M. Tons)	9,796	7,854

On October 20, 2021, 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 before it could reach the distillation, fermentation and ethanol storage sections of the two plant units.

Unfortunately, in the effort to put out the inferno lest it get dangerously out of hand, the Distillery's electricity panel cabinets, its DCS system and other stock inventory were completely burnt mainly due to the intensity of the blaze. However, the company has placed orders to procure the equipment, some of which has already been purchased and installed. Unit-I resumed its operation on December 20, 2021 while Unit-II resumed its operation on January 04, 2022.

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. 286.818 million i.e. 24.36% as compared to same period last year. The production of ethanol was decrease from 7,558 M.Tons to 4,122 M.Tons, thus a decrease of 3,436 M.Tons was registered.

POWER, CHEMICAL and ALLOYS Division

Some repair and maintenance work on the small furnace plant is under process to bring the plant into workable condition. While the production facilities of chemical and power segment have been suspended in view of business conditions. The matter of small furnace recommencement is under review and trial production expected to start in next quarter. During the period under review and the division has incurred an Operating Segment Loss of Rs. 8.506 million as compared to a loss of Rs. 10.388 million for the same period last year.

BULK STORAGE Terminal

Storage Tank Terminal has incurred a loss of Rs. 4.672 million during the period as compared to a loss of Rs. 2.833 million of the same period last year. The decrease 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

The Government of Sindh on November 04, 2021 has issued a notification of minimum sugarcane price at Rs. 250 per 40 kgs for the crushing season 2021-22 as against Rs. 202 per 40 kgs for the crushing season 2020-21. However, due to hold back of sugarcane by the growers there is a price war between the mills and the growers and the Company is forced to pay the price of upto Rs. 338 per 40 kgs.

On November 24, 2021 majority of the sugar mills in Sindh region has challenged the minimum support notification issued by the Government of Sindh before the Honourable High Court of Sindh. The Honourable High Court of Sindh has suspended the operations of the impugned notification. The matter is still pending before the Honourable High Court of Sindh.

Ethanol segment of your company has proved to be profitable segment for many years. A new variant of Covid-19 "Omicron" has emerged which is spreading very quickly. The western world is more affected by the recent variant. Majority of the developed countries have vaccinated their citizens but the new variant has again created a panic in the world. The World Health Organization has again requested to follow the SOPs strictly.

The management is of the view that the demand of ethanol will stabilize in near future.

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

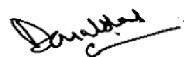
The Company profoundly acknowledges the devotion of each and every staff member of the Company for their significant contribution in delivering such a resilient performance. We would also like to express our thanks to our customers for their trust in our products and look forward to their continued support.

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: 28 January, 2022

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2021**

		December 31, 2021 Un-audited (Rupees in thousand)	September 30, 2021 Audited
ASSETS	Note		
Non-Current Assets			
Property, plant and equipment		1,469,517	1,493,214
Investment property		197	202
Right-of-use assets		19,457	21,226
Long term investments		190,249	202,609
Long term loans		2,718	2,620
Long term deposits		12,548	12,348
Deferred taxation	8	-	-
		<u>1,694,686</u>	<u>1,732,219</u>
Current Assets			
Biological assets		706	1,163
Stores and spares		207,031	168,614
Stock-in-trade	9	3,150,010	2,323,584
Trade debts		10,855	11,618
Loans and advances		976,906	1,761,378
Trade deposits and short term prepayments		20,800	12,988
Short term investments		1,199,764	1,052,507
Other receivables		4,925	9,725
Interest accrued		4,477	4,566
Income tax refunds due from the government		48,403	49,392
Cash and bank balances	10	125,538	60,773
		<u>5,749,415</u>	<u>5,456,308</u>
Total Assets		<u>7,444,101</u>	<u>7,188,527</u>
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorized capital		400,000	400,000
Issued, subscribed and paid-up capital		173,623	173,623
Reserves		3,416,665	3,196,905
Shareholders' equity		<u>3,590,288</u>	<u>3,370,528</u>
Non-Current Liabilities			
Long term financing		9,957	24,770
Lease liability		12,662	13,490
Market committee fee payable		20,410	19,920
		<u>43,029</u>	<u>58,180</u>
Current Liabilities			
Trade and other payables		1,591,380	1,527,424
Accrued markup		13,841	9,340
Short term borrowings		2,078,087	2,087,881
Current portion of non-current liabilities	11	69,035	78,235
Provision for market committee fee payable		1,502	-
Unclaimed dividend		44,093	44,093
Provision for taxation		12,846	12,846
		<u>3,810,784</u>	<u>3,759,819</u>
Contingencies and Commitments	12		
Total Equity and Liabilities		<u>7,444,101</u>	<u>7,188,527</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



Asim Ghani
Chief Executive Officer



Darakshan Zohaib
Director



Samir Hajani
Chief Financial Officer

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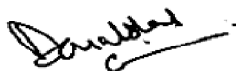
**CONDENSED INTERIM STATEMENT OF PROFIT
AND LOSS (UN-AUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2021**

	Quarter ended	
	December 31, 2021	December 31, 2020
	(Rupees in thousand)	
Sales - net	2,372,131	1,567,575
Cost of sales	(2,033,841)	(1,153,950)
Gross profit	338,290	413,625
Loss from other reportable segments - net	(13,178)	(13,221)
	325,112	400,404
Distribution cost	(19,836)	(30,526)
Administrative expenses	(36,863)	(33,547)
Other operating expenses	(20,319)	(25,024)
	(77,018)	(89,097)
Operating profit	248,094	311,307
Finance cost	(15,848)	(11,999)
Other income	27,147	39,743
Profit before taxation	259,393	339,051
Taxation	(27,273)	(24,620)
Profit after taxation	232,120	314,431
Earnings per share - Basic and diluted	13.37	18.11

The annexed notes from 1 to 19 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 QUARTER ENDED DECEMBER 31, 2021**

	Quarter ended	
	December 31, 2021	December 31, 2020
	(Rupees in thousand)	
Profit after taxation	232,120	314,431
Other comprehensive income for the period		
Items that will not be reclassified to statement of profit or loss account in subsequent periods		
Loss on remeasurement of investments at fair value through other comprehensive income	(12,360)	(14,366)
Total comprehensive income for the period	<u>219,760</u>	<u>300,065</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



Asim Ghani
Chief Executive Officer



Darakshan Zohaib
Director



Samir Hajani
Chief Financial Officer

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**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED DECEMBER 31, 2021**

	Issued, subscribed and paid-up capital	RESERVES				Total Shareholder's Equity
		Revenue reserves		Capital reserves	Total Reserves	
		General reserve	Unappropriated profit	Sub total	Unrealized gain/ (loss) on investments at fair value through other comprehensive income	
(Rupees in thousand)						
Balance as at October 1, 2020	173,623	1,458,000	1,763,850	3,221,850	(823)	3,394,650
Total other comprehensive income for the period						
Profit after taxation	-	-	314,431	314,431	-	314,431
Other comprehensive income for the period						
Loss on remeasurement of investments at fair value through other comprehensive income	-	-	-	-	(14,366)	(14,366)
Total comprehensive income for the period						
	-	-	314,431	314,431	(14,366)	300,065
Balance as at December 31, 2020	173,623	1,458,000	2,078,281	3,536,281	(15,189)	3,694,715
Balance as at October 1, 2021	173,623	1,458,000	1,803,227	3,261,227	(64,322)	3,370,528
Total other comprehensive income for the period						
Profit after taxation	-	-	232,120	232,120	-	232,120
Other comprehensive income for the period						
Loss on remeasurement of investments at fair value through other comprehensive income	-	-	-	-	(12,360)	(12,360)
Total comprehensive income for the period						
	-	-	232,120	232,120	(12,360)	219,760
Balance as at December 31, 2021	173,623	1,458,000	2,035,347	3,493,347	(76,682)	3,590,288

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.


Asim Ghani
Chief Executive Officer

Darakshan Zohaib
Director

Samir Hujani
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED DECEMBER 31, 2021**

		Quarter ended	
		December 31, 2021	December 31, 2020
		(Rupees in thousand)	
	Note		
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	13	262,988	(1,139,925)
Finance cost paid		(10,156)	(4,308)
Workers' Profit Participation Fund paid		(3,808)	(1,342)
Market committee fees paid		(10,000)	-
Income tax paid		(26,284)	(19,494)
Long term deposits paid		(200)	-
Long term loans paid - net		(98)	(3,600)
		(50,547)	(28,744)
Net cash generated from / (used in) operating activities		212,441	(1,168,669)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure incurred on property, plant and equipment		(1,141)	(767)
Proceeds from disposal of property, plant and equipment		-	5,744
Investment made / (mature) in TDRs and T-Bills - net		(147,257)	227,030
Interest / markup received		26,020	43,020
Net cash (used in) / generated from investing activities		(122,378)	275,027
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term financing (repaid)		(14,873)	-
Lease rental paid		(631)	-
Dividend paid		-	(28)
Short term borrowings (repaid) / obtained - net		(9,794)	445,950
Net cash (used in) / generated from financing activities		(25,298)	445,922
Net increase / (decrease) in cash and cash equivalents		64,765	(447,720)
Cash and cash equivalents at beginning of the year		60,773	535,692
Cash and cash equivalents at the end of the period		125,538	87,972

The annexed notes from 1 to 19 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

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2021**

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	Location of undertaking	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 Some repair and maintenance work on the small furnace plant is under process to bring the plant into workable condition. While the production facilities of chemical and power segment have been suspended in view of business conditions. The matter of small furnace recommencement is under review and trial production will be started in next quarter.

1.2 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 Unit-2 resumed its operations on January 04, 2022.

2 BASIS OF PREPARATION

2.1 This condensed interim financial information of the Company for the quarter ended December 31, 2021 is unaudited and have been prepared in accordance with the requirements of the International

Accounting Standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017 (the Act). In case where requirements differ, the provisions of or directives issued under the Act shall prevail.

- 2.2** These condensed interim financial statements 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.
- 2.3** This condensed interim financial information are presented in Pakistani Rupees which is also the Company's functional currency.
- 2.4** The comparative statement of financial position presented in these condensed interim financial statements 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 quarter ended December 31, 2020 have been extracted from the condensed interim financial statements of the Company for the quarter ended December 31, 2020.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1** The accounting policies, applied in the preparation of this condensed interim financial statements 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 December 31, 2021

There are certain new standards and amendments to approved accounting standards which are mandatory for the Company's annual accounting period which began on October 1, 2021. However, these do not have any significant impact on the Company's financial reporting and, therefore, have not been detailed in these condensed interim financial information.

(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 statements 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 statements, 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) December 31, 2021 (Rupees in thousand)	(Audited) September 30, 2021
7 PROPERTY, PLANT AND EQUIPMENT			
Additions			
Vehicles		1,044	408
Office equipment		-	978
Computers		97	644
Disposal			
Vehicle - at cost		-	10,626

	(Un-audited) December 31, 2021	(Audited) September 30, 2021
Note	(Rupees in thousand)	
8 DEFERRED TAXATION		
Deferred Tax Assets arising in respect of Deductible temporary differences		
Available tax losses	103,101	116,944
Minimum tax	84,527	79,115
Liabilities u/s 34(5)	83,309	83,309
Provisions	34,609	34,609
	<u>305,546</u>	<u>313,977</u>
Taxable temporary differences		
Accelerated tax depreciation	(219,404)	(222,849)
Investments - available for sale	(3,448)	(2,341)
	<u>82,694</u>	<u>88,787</u>
Unrecognized deferred tax asset 8.1	<u>(82,694)</u>	<u>(88,787)</u>
	<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 December 31, 2021 as the management expects that major portion of taxes of the Company in foreseeable future will fall under minimum tax and final tax regime.

	(Un-audited) December 31, 2021	(Audited) September 30, 2021
	(Rupees in thousand)	
9 STOCK-IN-TRADE		
Raw materials	1,973,560	774,781
Work-in-process	75,120	6,711
Finished goods	1,088,488	1,535,134
	<u>3,137,168</u>	<u>2,316,626</u>
Stock of bagasse in hand	12,842	6,958
	<u>3,150,010</u>	<u>2,323,584</u>

		(Un-audited) December 31, 2021 (Rupees in thousand)	(Audited) September 30, 2021
10 CASH AND BANK BALANCES			
Cash in hand		1,203	1,066
Cash at banks			
Current accounts		90,770	22,071
Savings accounts	10.1	33,565	37,636
		<u>124,335</u>	<u>59,707</u>
		<u>125,538</u>	<u>60,773</u>

10.1 This includes an amount of Rs. 0.929 (September 30, 2021: 1.538) Million under an arrangement permissible under Shariah.

		(Un-audited) December 31, 2021 (Rupees in thousand)	(Audited) September 30, 2021
11 CURRENT PORTION OF NON-CURRENT LIABILITIES			
Long term financing		60,063	60,123
Lease liability		7,099	6,459
Market committee fee payable		1,873	11,653
		<u>69,035</u>	<u>78,235</u>

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There was no major changes in the status of other contingencies as reported in the annual financial statement for the year ended September 30, 2021.

12.2 Commitments

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

December 31, 2021 December 31, 2020
(Rupees in thousand)

**13 CASH GENERATED FROM /
(USED IN) OPERATIONS**

Profit before taxation	259,393	339,051
Adjustments for:		
Depreciation		
-Operating fixed assets	24,838	27,164
-Right-of-use-assets	1,768	-
-Investment property	5	6
Gain on disposal of property, plant and equipment - net	-	(3,976)
Mark-up on loan to growers	(497)	(579)
Income on term deposit receipts/ savings account	(25,434)	(32,907)
Finance cost	15,848	11,999
Workers Welfare Fund	5,314	6,891
Workers Profit Participation Fund	13,984	18,133
Provision of Market Committee fee	1,502	1,589
	37,328	28,320
Cash generated from operating activities before working capital changes	296,721	367,371
(Increase) / decrease in current assets		
Biological assets	457	1,134
Stores and spares	(38,417)	(15,804)
Stock-in-trade	(826,426)	(1,554,421)
Trade debts	763	265,629
Loans and advances	784,472	(22,354)
Trade deposits and short term prepayments	(7,812)	(4,433)
Other receivables	4,800	(9,376)
	(82,163)	(1,339,625)
Increase / (Decrease) in current liabilities		
Trade and other payables	48,430	(167,671)
Net cash generated from / (used in) operations	262,988	(1,139,925)

14 SEGMENT REPORTING

(Rupees in thousand)

	Quarter ended December 31,				
	2021	2020	2021	2020	2020
	Sugar		Ethanol		Total
Segment profit and loss account					
Sales	908,068	390,330	1,464,063	1,177,245	2,372,131
Cost of sales	(834,341)	(382,024)	(1,199,500)	(771,926)	(2,033,841)
Gross profit	73,727	8,306	264,563	405,319	338,290
Loss from other reportable segments - net					(13,178)
					325,112
Distribution cost	(2,373)	(1,570)	(17,463)	(28,956)	(30,526)
Administrative expenses	(22,329)	(20,732)	(14,534)	(12,815)	(33,547)
Operating segment results	49,025	(13,996)	232,566	363,548	268,413
Other operating expenses					(20,319)
Finance cost					(15,848)
Other income					27,147
Profit before taxation					259,393
Taxation					(27,273)
Profit after taxation					232,120
					314,431

(Rupees in thousand)

	December 31, 2021	September 30, 2021	December 31, 2021	September 30, 2021	December 31, 2021	September 30, 2021	December 31, 2021	September 30, 2021
Sugar		Ethanol	Chemical, alloys and power	Storage tank terminal	Total			
Segment assets and liabilities								
Segment assets - Allocated	1,750,205	1,475,569	3,476,021	3,699,774	5,720,120	5,679,658		
Segment assets - Unallocated			372,369	376,749	121,525	1,723,981	1,508,869	
						7,444,101	7,188,527	
Segment liabilities - Allocated	1,287,358	1,052,183	2,146,429	2,358,125	3,458,502	3,437,910		
Segment liabilities - Unallocated			67	104	24,648	395,311	380,089	
						3,853,813	3,817,999	
Capital expenditure - Unallocated						1,141	2,030	
						1,141	2,030	

15 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:

	December 31, 2021 (Rupees in thousand)	December 31, 2020
Transactions with Post Employment Benefit Plan - Gratuity Fund		
Loan installments recovered from employees on behalf of Employees Gratuity Fund	1,624	2,524
Transactions with key management personnel		
Remuneration of Chief Executive Officer, Directors and Executives	25,118	21,354
Installment recovered from Company Secretary	300	-
Transactions with Directors and their relatives		
Meeting fee	800	400

16 NON ADJUSTING SUBSEQUENT EVENT

The Board of Directors of the Company in their meeting held on December 30, 2021 has declared a final cash dividend of Rs. 10 (September 30, 2020: Rs. 10) per share i-e 100% (September 30, 2020: 100%) for the year ended September 30, 2021 amounting to Rs. 173.623 (September 30, 2020: Rs. 173.623) million. The effect will be accounted in the period of payment.

17 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 period are as follows:

Reclassification from the caption component	Reclassification to the caption component	Rupees in thousand
Finance cost	Loss from other operating segment - net	540

18 GENERAL

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

19 DATE OF AUTHORIZATION FOR ISSUE

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



Asim Ghani
Chief Executive Officer



Darakshan Zohaib
Director



Samir Hajani
Chief Financial Officer

زیر جائزہ مدت کے دوران انتھونول کی فروخت بنیادی طور پر برآمدات کی طرف مرکوز رہی جس سے ملک میں قیمتی غیر ملکی زرمبادلہ آتا ہے۔ پچھلے سال کی بہ نسبت اس مدت میں کمپنی کی فروخت میں 286.818 ملین روپے یعنی 24.36 فیصد کا اضافہ ہوا جبکہ پیداوار 7,558 ٹن سے کم ہو کر 4,122 ٹن ہوئی چنانچہ 3,436 ٹن کی کمی دیکھنے میں آئی۔

پاور، کیمیکل اور بھرت ڈویژن:

پلانٹ کو قابل عمل حالت میں لانے کے لیے چھوٹے فرنس پلانٹ پر کچھ مرمت اور دیکھ بھال کا کام جاری ہے جبکہ کاروباری حالات کے پیش نظر کیمیکل اور پاور سیکٹور کی پیداواری سہولیات معطل ہیں۔ نیز چھوٹے فرنس پلانٹ کو دوبارہ شروع کرنے کا معاملہ زیر غور ہے اور اگلی سہ ماہی میں اس کی آزمائشی پیداوار شروع ہونے کی قوی امید ہے۔ زیر جائزہ مدت کے دوران اس ڈویژن میں گزشتہ سال کے 10.388 کے مقابلے میں 8.506 ملین روپے کا خسارہ ہوا۔

بلک اسٹوریج فرمزل:

اسٹوریج ٹینک ٹرسل نے 4.672 ملین روپے کا خسارہ کیا جبکہ گزشتہ سال کے اسی عرصے میں یہ خسارہ 2.833 ملین روپے تھا۔ خسارہ میں اضافہ کی بنیادی وجہ کرایہ داروں اور طلب میں نمایاں کمی تھی۔ نیز آپ کی کمپنی کا تیار کردہ انتھونول بھی اس فرمزل میں ذخیرہ کیا گیا تھا تا کہ موصول شدہ برآمدی آرڈرز کی تکمیل بروقت ممکن ہو سکے۔

مستقبل کے امکانات:

حکومت سندھ نے 04 نومبر 2021 کو ایک حکم نامہ جاری کیا جس میں میزن 22-2021 کے لیے گئے کی کم از کم قیمت 250 روپے فی من مقرر کی جبکہ گزشتہ سال 2020-21 میں یہ قیمت 202 روپے فی من تھی مگر کاشتکاروں کی جانب سے گناروک لینے کے باعث شوگر ملوں اور کاشتکاروں کے درمیان گئے کی قیمت کی جنگ شروع ہو گئی جس کے باعث کمپنی 338 روپے فی من تک گنا خریدنے پر مجبور ہے۔

اس صورتحال کے پیش نظر سندھ کی اکثر شوگر ملوں نے 24 نومبر 2021 کو حکومت سندھ کی جانب سے گئے کی مقرر کردہ کم از کم قیمت کو عزت تابائی کورٹ آف سندھ میں چیلنج کیا ہے نیز سندھ ہائی کورٹ نے اس تنازعہ کو ٹیکنیشن پر عملدرآمد معطل کر دیا ہے اور یہ معاملہ ابھی تک سندھ ہائی کورٹ میں زیر التوا ہے۔

آپ کی کمپنی کا انتھونول کا شعبہ گزشتہ کئی سالوں سے انتہائی منافع بخش ثابت ہو رہا ہے COVID-19 کی ایک نئی قسم اومی کرون سائے آئی ہے جو انتہائی تیزی سے پھیل رہی ہے جس کا سب سے زیادہ شکار مغربی دنیا ہوئی ہے۔ اگرچہ ترقی یافتہ ممالک کی اکثریت نے اپنے شہریوں کو ویکسین لگوائی ہے لیکن کورونا وائرس کی اس نئی قسم نے ایک بار پھر تہلکہ مچایا ہوا ہے۔ عالمی ادارہ صحت نے ایک بار پھر ایس او بیس پر سختی سے عمل کرنے کی اپیل کی ہے۔ نیز ان تمام حقائق کے پیش نظر امید ہے کہ انتھونول کی طلب مستقبل قریب میں مستحکم رہے گی۔

کمپنی ان تمام درجہ چیلنجیں سے بخوبی آگاہ ہے اور کمپنی کے تمام ڈویژنوں کے منافع اور پیداواری صلاحیتوں میں اضافہ کے لیے درکار ضروری اقدامات بروئے کار لارہی 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 بھروسے اور اعتبار پر ان کے بے حد مشکور ہیں جو انھوں نے ہماری مصنوعات پر کیا اور مستقبل میں بھی ان کے اس اعتماد، حمایت اور تعاون کے منتظر ہیں۔

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 اسٹیلک ہولڈرز کی حمایت و حوصلہ افزائی کی بدولت کمپنی کو درپیش مشکلات پر انشاء اللہ قابو پالیں گے۔

منجانب: بورڈ آف ڈائریکٹرز



درخشاں ذہیب
ڈائریکٹر



عاصم غنی
چیف ایگزیکٹو آفیسر

کراچی: 28 جنوری 2022

2020-21	2021-22	پیداواری کارکردگی
6 نومبر 2020	19 نومبر 2021	موسم کے آغاز کی تاریخ
35	34,698	پیداواری دن
158,947	150,242	کرشنگ - (میٹرک ٹن)
14,882	13,795	گنے سے پیداوار - (میٹرک ٹن)
5,607	10,757	فروخت - (میٹرک ٹن)
زیر جائزہ مدت میں شوگر ڈویژن کی خالص فروخت 908.068 ملین روپے رہی جو گزشتہ سال کی اسی مدت کے 390.330 ملین روپے کے مقابلے میں 517.738 ملین روپے کا اضافہ ظاہر کرتی ہے۔		
انتھول ڈویژن:		
انتھول ڈویژن کی پیداواری اور مالی کارکردگی درج ذیل ہے۔		

----- سرمایہ -----

دسمبر 31 2020	دسمبر 31 2021	مالیاتی کارکردگی
روپے ہزار میں	روپے ہزار میں	
1,177,245	1,464,063	فروخت
(771,926)	(1,199,500)	لاگت فروخت
405,319	264,563	خام منافع
(28,956)	(17,463)	تفصیلی لاگت
(12,815)	(14,534)	انتظامی اخراجات
363,548	232,566	پیداواری منافع - انتھول ڈویژن
2020 - 21	2021 - 22	پیداواری کارکردگی
7,558	4,122	پیداوار میٹرک ٹن - پونٹ 1 اور 11
7,854	9,796	فروخت - میٹرک ٹن

20 اکتوبر 2021 کو ڈسٹری بیوٹ - 2 (بکلی) کے پینل روم میں شارٹ سرکٹ کی وجہ سے آگ لگ گئی۔ اس طرح کے واقعات سے ٹھنڈے کے لیے لگائے گئے فائر ایئر جنسی سسٹم کو فوری طور پر فعال کر دیا گیا۔ آگ کی شدت کے باوجود انتظامیہ نے دیگر دستیاب وسائل کو بروئے کار لاتے ہوئے آگ کو مدید پھیلنے سے بچایا جس کی بدولت پلانٹ کے دیگر حصے مثلاً کشیدہ، ابال اور انتھول کے ذخیرہ کرنے والے حصے مکمل طور پر آگ سے محفوظ رہے اور یقیناً یہ ایک قابل تعریف کام ہے جو انتظامیہ نے سرانجام دیا۔

آگ بجھانے کی کوششوں کے باوجود بدقسمتی سے ڈسٹری کے بکلی کے آلات یعنی بکلی کا پینل کیبٹ، DCS سسٹم اور دیگر مال مکمل طور پر جل گئے تاہم کمپنی نے ضروری ساز و سامان اور آلات خریدنے کے آرڈرز دے دیے ہیں جس میں سے کچھ فوری طور پر خرید کر لگائے جائیں گے ہیں جس کی بدولت پونٹ - 1 نے 20 دسمبر 2021 سے دوبارہ پیداواری عمل شروع کر دیا بکلی پونٹ - 11 نے بھی 04 جنوری 2022 کو دوبارہ کام شروع کر دیا ہے۔

ڈائریکٹرز کی جائزہ رپورٹ

معزز اراکین

السلام وعلیکم

ہمیں بورڈ کی جانب سے 31 دسمبر 2021 کی سہ ماہی کے عبوری مالیاتی بیانیہ پیش کرتے ہوئے بے حد مسرت ہو رہی ہے۔

مالیاتی کارکردگی:

کمپنی کے مالیاتی نتائج برائے سہ ماہی ختم شدہ 31 دسمبر 2021 کا گزشتہ سال کے اسی عرصے سے تقابلی جائزہ درج ذیل ہے۔

دسمبر 31 2020	دسمبر 31 2021	مالیاتی کارکردگی
----- روپے ہزار میں -----		
339,051	259,393	منافع قبل از ٹیکس
(24,620)	(27,273)	ٹیکس
314,431	232,120	منافع بعد از ٹیکس
18.11	13.37	بنیادی آمدن - فی حصص روپے

زیر جائزہ مدت کے دوران آپ کی کمپنی نے 232.120 ملین روپے بعد از ٹیکس منافع حاصل کیا جبکہ گزشتہ سال کی اسی سہ ماہی میں یہ منافع 314.431 ملین روپے تھا۔ اس طرح اس منافع میں 82.311 ملین روپے کا اضافہ ہوا۔

شعبہ جاتی پیداواری نتائج:

ڈویژن کے اعتبار سے کارکردگی کے نتائج حسب ذیل ہیں:

شکر ڈویژن:

شکر کی پیداواری اور مالیاتی کارکردگی برائے سہ ماہی 31 دسمبر 2021 درج ذیل ہے۔

دسمبر 31 2020	دسمبر 31 2021	مالیاتی کارکردگی
----- روپے ہزار میں -----		
390,330	908,068	فروخت
(382,024)	(834,341)	لاگت فروخت
8,306	73,727	خام منافع
(1,570)	(2,373)	تقسیمی لاگت
(20,732)	(22,329)	انتظامی اخراجات
(13,996)	49,025	پیداواری (نقصان) / منافع - شکر ڈویژن



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