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# Half Yearly Report

Condensed Interim  
Financial Information (Un-Audited)  
For the Period Ended  
March 31, 2011



**AL-ABBAS SUGAR MILLS LIMITED**



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## COMPANY INFORMATION

### BOARD OF DIRECTORS

Muhammad Iqbal Usman	Chairman
Shunaid Qureshi	Chief Executive
Asim Ghani	Director
Duraid Qureshi	Director
Jahangir Siddiqui	Director
Muhammad Salman Husain Chawala	Director
Abdul Hamid Ahmed Dagia	Director

### COMPANY SECRETARY

Muhammad Suleman Kanjiani - FCA

### CHIEF FINANCIAL OFFICER

Zuhair Abbas - ACA

### AUDIT COMMITTEE

Muhammad Iqbal Usman	Chairman
Jahangir Siddiqui	Director
Asim Ghani	Director
Duraid Qureshi	Director
Safar Ali - ACA	Secretary

### AUDITORS

Hyder Bhimji & Co. Chartered Accountants

### LEGAL ADVISOR

Usmani & Iqbal Advocate & Solicitors

### BANKERS

Al-Barka Islamic Bank  
Allied Bank Limited  
Bank Al-falah Limited  
Bank Islami Pakistan Limited  
Barclays Bank Plc Pakistan  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
KASB Bank Limited  
MCB Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
United Bank Limited

### 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

Technology Trade (Pvt.) Ltd.  
Dagia House, 241-C. Block-2,  
P.E.C.H.S., Off. Shahrah-e-Quaideen, Karachi.

### FACTORIES LOCATIONS

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



## DIRECTORS' REVIEW REPORT

The directors are pleased to present the interim condensed financial information for the half-year ended March 31, 2011.

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

### PROFIT AND LOSS APPROPRIATION

The profit and loss account for the half-year ended under review is as follows:

	Half-year ended March 31, 2011	Half-year ended March 31, 2010
	(Rupees in thousand)	
Profit before taxation	200,950	116,222
Taxation	(34,879)	(15,788)
Profit after taxation	166,071	100,434
Loss from discontinued operations	(12,502)	-
Net profit for the period ended	153,569	100,434
Basic earnings per share (Rupees)	8.84	5.78

### OPERATING RESULTS

During the half-year under review, your Company has earned profit after tax amounting to Rs. 153.569 million as compared to the profit after taxation of Rs. 100.434 million of the corresponding period of last year.

#### Sugar division

The financial and operational performance is given below:

#### Financial performance

	Half-year ended March 31, 2011	Half-year ended March 31, 2010
	(Rupees in thousand)	
Sales - Net	1,789,861	1,014,507
Cost of sales	(1,600,152)	(851,362)
Gross profit	189,709	163,145
Distribution cost	(7,864)	(8,098)
Administrative expenses	(42,474)	(27,482)
Other operating expenses	(8,159)	(5,996)
Operating profit	131,212	121,569
Finance cost	(115,616)	(76,118)
Other operating income	27,253	23,390
Profit before taxation	42,849	68,841

#### Operational performance

	2010-11	2009-10
Date of start of season	November 03, 2010	November 11, 2009
No. of days worked	137	126
Crushing (M. Tons)	594,000	549,629
Production from sugarcane (M. Tons)	60,395	57,130
Recovery (%)	10.17	10.40
Production from raw sugar	3,597	NIL



Crushing operations for 2010-11 season kicked off on November 3, 2010 and the plant operated for 137 days ending on March 13, 2011 as against 126 days of preceding season. The Sugarcane crushed during the current season was 594,000 M.T with average sucrose recovery of 10.17% and sugar production of 60,395 M.T, as compared with crushing of 549,629 with average sucrose recovery of 10.40% and sugar production of 57,130 M.T for the same period of last year. The Company also produced 3,597 M.T of sugar from raw sugar.

Prompt cash payment to the farmers and quality procurement of sugarcane ensured the Company in consistent sugarcane crushing and good sucrose content.

### Distillery division

The financial and operational performance is given below:

#### Financial performance

	Half-year ended March 31, 2011	Half-year ended March 31, 2010
	(Rupees in thousand)	
Sales - Net	1,464,438	1,038,306
Cost of sales	(1,102,466)	(808,252)
Gross profit	361,972	230,054
Distribution cost	(40,029)	(43,845)
Administrative expenses	(10,747)	(20,173)
Other operating expenses	(7,684)	(5,997)
Operating profit	303,512	160,039
Finance cost	(36,291)	(75,941)
Other operating income	8,269	15,060
Profit before taxation	275,490	99,158

#### Operational performance

	2010-11	2009-10
Production ( M. Tons) - Unit I and II	19,194	15,859
Capacity attained Unit I and II	98	98

During the current period this division produced 19,194 M.T alcohol as compared to corresponding period of last financial year of 15,859 M.T showing increase of 21% production.

The prices of molasses remained stable in wake of production of sugarcane greater than expected in post floods scenario. Your Company was also able to manage increased in quantum of sales in Pak Rupees from Rs. 1,038.306 million to Rs. 1,464.438 million.

#### Power, Chemical, alloy and other Divisions

During the period under review, the chemical division has incurred segment loss of Rs. (133.471) million as compared to the segment loss of Rs. (52.303) million for the same period last year from continuing operations and a loss of Rs. (12.502) million from discontinued operations of the current period.

As already communicated to the shareholders, the Company has suspended agreement with Karachi Electric Supply Company Limited in the first week of December 2010 due to overdue invoices and non fulfillment of agreement from KESC side. The Company incurred profit of Rs. 13.834 million during the period under review in power division.



#### **FUTURE PROSPECTS**

The future outlook of your Company entirely depends on stable selling prices of both sugar and ethanol.

The local and international both factors continue to depress the price of sugar. The Government has raised sales tax and special excise duty by removing the fixed sales tax. The sales tax and SED is now on the actual sugar sale price of the sugar rather on fixed amount. However, despite increase in sales tax amount, the prices of sugar saw no increase and ultimately the margin of manufacturer reduced by the increased amount of sales tax. It is expected that prices of sugar will be stabilized as the Trading Corporation of Pakistan is planning to procure 400,000 tons of sugar to replenish and built strategic stockpile.

The consumption of ethanol has grown considerably in the last few years, mainly as a renewable fuel. However, the fact that decreasing sugar prices trend might force Brazil to divert its sugarcane to produce ethanol instead of sugar.

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 production of all its divisions and overall profitability of the Company.

#### **ACKNOWLEDGEMENT**

We would like to thank all financial institutions having business relationship with us and our customers for their continued support and cooperation. We would also like to share our deepest appreciation for our staff for their dedication, loyalty and hard work.

On behalf of Board of Directors

**Shunaid Qureshi**  
Chief Executive

Karachi: **May 25, 2011**



## **AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION**

### **Introduction:**

We have reviewed the accompanying condensed interim balance sheet of **AL ABBAS SUGAR MILLS LIMITED** as at March 31, 2011 and the related 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, together with notes forming part thereof (here-in-after referred to as the financial information), for the half year then ended. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with the approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this condensed interim financial statement based on our review. The figures of condensed interim profit and loss account for the quarters ended March 31, 2010 and 2011 have not been reviewed, as we were required to review only the cumulative figures for the half year ended March 31, 2011.

### **Scope of Review:**

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

### **Conclusion:**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended March 31, 2011 is not prepared, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan.

**HYDER BHIMJI & CO.**  
CHARTERED ACCOUNTANTS  
ENGAGEMENT PARTNER:  
MOHAMMAD HANIF RAZZAK

Karachi: **May 25, 2011**





**INTERIM CONDENSED BALANCE SHEET  
AS AT MARCH 31, 2011**

		March 31, 2011	September 30, 2010
	Note	Un- audited (Rupees in thousand)	Audited
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	1,980,266	2,009,477
Intangible assets		5,691	10,768
Long term loans and advances		2,839	3,383
Long term deposits		11,590	12,162
Long term investments		13,658	14,502
Deferred tax asset	7	15,735	15,735
		<u>2,029,779</u>	<u>2,066,027</u>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		193,263	154,137
Stock-in-trade		3,347,778	991,194
Trade debts (considered good ) - unsecured		409,755	343,043
Loans and advances		481,005	129,618
Trade deposits and prepayments		20,782	14,238
Other receivable		148,497	13,106
Short term investment		10,600	11,550
Accrued mark-up		231	84
Cash and bank balances		22,183	29,613
		<u>4,634,094</u>	<u>1,686,583</u>
Non - current assets held for sale		113,772	286,274
		<u>6,777,645</u>	<u>4,038,884</u>
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized capital			
17,500,000 Ordinary shares of Rs. 10 each		<u>175,000</u>	175,000
Issued, subscribed and paid-up capital		173,623	173,623
Reserves		<u>1,139,191</u>	<u>1,073,278</u>
<b>Shareholders' equity</b>		<u>1,312,814</u>	<u>1,246,901</u>
<b>NON - CURRENT LIABILITIES</b>			
Long term financing		543,789	653,638
Deferred liabilities		47,591	43,503
		<u>591,380</u>	<u>697,141</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,127,509	937,573
Accrued mark-up		95,469	60,982
Short term borrowings		3,411,293	856,180
Current maturity of non-current liabilities		220,397	221,324
Provision for taxation		18,783	18,783
		<u>4,873,451</u>	<u>2,094,842</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	8	<u>6,777,645</u>	<u>4,038,884</u>

The annexed notes form an integral part of this condensed interim financial information.

**Shunaid Qureshi**  
Chief Executive

**Asim Ghani**  
Director



**INTERIM CONDENSED PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2011**

	Six months period ended		Quarter Ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
(Rupees in thousand)				
<b>Continuing operations</b>				
Sales net	3,479,098	2,158,058	1,358,611	958,597
Cost of sales	(3,041,954)	(1,813,862)	(1,086,576)	(829,407)
<b>Gross profit</b>	<b>437,144</b>	<b>344,196</b>	<b>272,035</b>	<b>129,190</b>
Distribution cost	(47,893)	(51,943)	(28,744)	(31,970)
Administrative expenses	(55,665)	(49,640)	(32,228)	(23,163)
Other operating expenses	(15,843)	(11,993)	(10,017)	2,589
	(119,401)	(113,576)	(70,989)	(52,544)
<b>Operating profit</b>	<b>317,743</b>	<b>230,620</b>	<b>201,046</b>	<b>76,646</b>
Finance cost	(153,004)	(152,848)	(95,203)	(96,393)
Other operating income	36,211	38,450	16,498	31,339
<b>Profit before taxation</b>	<b>200,950</b>	<b>116,222</b>	<b>122,341</b>	<b>11,592</b>
<b>Taxation</b>				
Current	(34,879)	(10,846)	(13,674)	(4,849)
Deferred	-	(4,942)	-	2,507
	(34,879)	(15,788)	(13,674)	(2,342)
<b>Profit after taxation from continuing operations</b>	<b>166,071</b>	<b>100,434</b>	<b>108,667</b>	<b>9,250</b>
<b>Discontinued operations</b>				
Loss from discontinued operations	(12,502)	-	(12,502)	-
<b>Net profit for the year</b>	<b>153,569</b>	<b>100,434</b>	<b>96,165</b>	<b>9,250</b>
Earning per share Rupees				
- From continued operations -				
Basic and diluted	9.56	5.78	6.26	0.53
Loss per share				
- From discontinued operations -				
Basic and diluted	(0.72)	-	(0.72)	-
<b>Earning per share - For the half year ended - Basic and diluted</b>	<b>8.84</b>	<b>5.78</b>	<b>5.54</b>	<b>0.53</b>

The annexed notes form an integral part of this condensed interim financial information.

  
**Shunaid Qureshi**  
 Chief Executive

  
**Asim Ghani**  
 Director



**INTERIM CONDENSED STATEMENT OF  
COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2011**

Six months period ended		Quarter Ended	
March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
(Rupees in thousand)			

Profit after taxation                    **153,569**      100,434      **96,165**      9,250

**Other comprehensive  
income**

Unrealised (loss)/gain  
on revaluation of  
available for sale  
investments                                    **(844)**      1,266      **(2,110)**      4,305

**Total comprehensive  
income for the period**                    **152,725**      101,700      **94,055**      13,555

The annexed notes form an integral part of this condensed interim financial information.

**Shunaid Qureshi**  
Chief Executive

**Asim Ghani**  
Director



**INTERIM CONDENSED CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2011**

	Note	Six months period ended	
		March 31, 2011	March 31, 2010
		(Rupees in thousand)	
<b>Cash flows from operating activities</b>			
Cash used in operations	9	(2,255,534)	(1,571,109)
Financial charges paid		(118,517)	(130,386)
Taxes paid		(55,510)	(25,201)
Proceeds from sales of non-current assets held for sale		92,669	-
		(81,358)	(155,587)
Net cash used in operating activities		<u>(2,336,892)</u>	<u>(1,726,696)</u>
<b>Cash flows from investing activities</b>			
Capital expenditure on property, plant and equipment		(31,097)	(30,561)
Proceeds from disposal of fixed assets		1,918	1,675
Long term loans and advances		544	874
Long term deposits		572	(597)
Net cash used in investing activities		<u>(28,063)</u>	<u>(28,609)</u>
<b>Cash flows from financing activities</b>			
Repayment of long term financing		(109,849)	(92,340)
Repayment of long term loan from related parties		-	(110,000)
Repayment of liabilities against assets subject to finance lease		(927)	-
Dividend paid		(86,812)	(69,449)
Short term borrowings - net		2,555,113	2,050,353
Net cash generated from financing activities		<u>2,357,525</u>	<u>1,778,564</u>
Net decrease in cash and cash equivalents		<u>(7,430)</u>	<u>23,259</u>
Cash and cash equivalents at beginning of the period		29,613	12,504
Cash and cash equivalents at the end of the period		<u>22,183</u>	<u>35,763</u>

The annexed notes form an integral part of this condensed interim financial information.

**Shunaid Qureshi**  
Chief Executive

**Asim Ghani**  
Director



**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2011

	Issued, subscribed and paid-up capital	Reserves			Fair value reserve on remeasurement of available for sale investment	Total Reserve	Total Shareholder's Equity
		Revenue reserves		Unappropriated profit			
		General reserve					
<b>Balance as at October 01, 2009</b>	173,623	458,000	501,739	(7,736)	952,003	1,125,626	
<b>Total comprehensive income for the period</b>	-	-	100,434	-	100,434	100,434	
Profit for the Period	-	-	1,266	-	1,266	1,266	
Other comprehensive income	-	-	100,434	-	101,700	101,700	
<b>Distribution to owners</b>	-	-	(69,449)	-	(69,449)	(69,449)	
Final Dividend 2009, Rs. 4 per share	-	-	(69,449)	-	(69,449)	(69,449)	
<b>Balance as at March 31, 2010</b>	173,623	458,000	532,724	(6,470)	984,254	1,157,877	
<b>Balance as at October 01, 2010</b>	173,623	458,000	637,141	(21,863)	1,073,278	1,246,901	
<b>Total comprehensive income for the period</b>	-	-	153,569	-	153,569	153,569	
Profit for the Period	-	-	153,569	-	153,569	153,569	
Other comprehensive income	-	-	(844)	(844)	(844)	(844)	
<b>Distribution to owners</b>	-	-	153,569	(844)	152,725	152,725	
Final Dividend 2010, Rs. 5 per share	-	-	(86,812)	-	(86,812)	(86,812)	
<b>Balance as at March 31, 2011</b>	173,623	458,000	703,898	(22,707)	1,139,191	1,312,814	

The annexed notes form an integral part of this condensed interim financial information.

  
**Shunaid Qureshi**  
 Chief Executive

  
**Asim Ghani**  
 Director



**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2011**

**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	Commencement
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

**2 BASIS OF PREPARATION**

This condensed interim financial information has 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. This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual published financial statements for the year ended September 30, 2010.

**3 ACCOUNTING POLICIES**

The accounting policies, related judgments, estimates and assumptions adopted for the preparation of this condensed interim financial information are the same as those applied in preparation of the annual financial statements of the Company for the year ended September 30, 2010.

**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 March 31, 2011	Audited September 30, 2010
<b>6 PROPERTY, PLANT AND EQUIPMENT</b>		
(Rupees in thousand)		
<b>Additions</b>		
Plant and machinery	400	-
Furniture, fixture and others	-	123
Non - factory building on free hold land	3,500	-
Vehicles	5,865	11,374
Office equipment	185	725
Computers	873	470
Non-factory building (transferred from CWIP)	19,845	-
	<u>30,668</u>	<u>12,692</u>
<b>Additions to / transferred from CWIP</b>		
Non factory building on free- hold land	-	9,507
Vehicle transferred	(5,742)	5,742
Plant and machinery	-	-
Tank Terminal	26,016	67,890
Transferred to Non-factory building	(19,845)	-
	<u>429</u>	<u>83,139</u>
	<u>31,097</u>	<u>95,831</u>
<b>Disposal</b>		
Vehicle / Adjustment - At cost	<u>2,479</u>	<u>6,858</u>

**7 DEFERRED TAX ASSET**

The company has not recognised its entire deferred tax debit relating to tax losses upto the year ended March 31, 2011 as it is improbable that in current/ensuring years, available tax losses would not be fully adjusted against taxable incomes.

**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, 2010.

**8.2 Commitments**

Commitments in respect of letter of credit is amounting to Rs. 9.319 million. (September 30, 2010: Rs. 527.219 million).



	March 31, 2011	March 31, 2010
	(Rupees in thousand)	
<b>9 CASH USED IN OPERATIONS</b>		
Profit before taxation	200,950	116,222
Adjustments for:		
Depreciation	59,562	69,676
Gain on disposal of fixed assets	(1,184)	(224)
Amortization of intangible assets	5,077	2,045
Fair value changes in short term investment	950	3,226
Interest income on loan to growers	(418)	-
Finance cost	153,004	152,848
Provision against deferred liabilities	4,088	2,748
	<u>221,079</u>	<u>230,319</u>
 Operating profit before working capital changes	 422,029	 346,541
 (Increase)/ decrease in current assets		
Stores, spare parts and loose tools	(39,126)	(2,551)
Stock-in-trade	(2,356,584)	(2,136,823)
Trade debts	(66,712)	200,382
Loans and advances	(330,744)	(432,682)
Other receivables	(68,060)	-
Trade deposits and short term prepayments	(6,544)	(31,679)
Accrued mark-up	271	56
Tax refund due from Government	-	(308)
	<u>(2,867,499)</u>	<u>(2,403,605)</u>
 Increase in trade and other payables	 189,936	 485,955
	<u>(2,255,534)</u>	<u>(1,571,109)</u>





**10 SEGMENT REPORTING**

(Rupees in thousand)

	Half Year Ended March 31,					
	2011	2010	2011	2010	2011	2010
			<b>Sugar</b>	<b>Ethanol</b>	<b>Power, Chemical, alloy and others</b>	<b>Total</b>
Sales	1,789,861	1,014,507	1,464,438	1,038,306	224,799	3,479,098
Segment results	181,845	155,047	321,943	186,209	(114,537)	389,251
Administrative expenses					(49,003)	292,253
Other operating expenses					(55,665)	(49,640)
Finance cost					(15,843)	(11,993)
Other operating income					(153,004)	(152,848)
Taxation					36,211	38,450
Net profit from continuing operations					(34,879)	(15,788)
Loss from discontinued operations					166,071	100,434
Net profit for the year					(12,502)	-
					153,569	100,434



(Rupees in thousand)

	Quarter Ended March 31,				Total
	2011	2010	2011	2010	
			Power, Chemical, alloy and others		
<b>Sugar</b>	<b>203,601</b>	<b>203,601</b>	<b>848,792</b>	<b>668,602</b>	<b>1,358,611</b>
<b>Sales</b>	<b>477,699</b>	<b>324</b>	<b>183,625</b>	<b>94,821</b>	<b>958,597</b>
<b>Segment results</b>	<b>108,801</b>	<b>324</b>	<b>183,625</b>	<b>94,821</b>	<b>243,291</b>
Administrative expenses			(49,135)	2,075	(32,228)
Other operating expenses					(10,017)
Finance cost					(95,203)
Other operating income					16,498
Taxation					(13,674)
Net profit from continuing operations					108,667
Loss from discontinued operations					(12,502)
					<u>96,165</u>
					<u>9,250</u>



		(Rupees in thousand)					
		March 31, 2011	September 30, 2010	March 31, 2011	September 30, 2010	March 31, 2011	September 30, 2010
		Sugar	Ethanol	Power, Chemical, alloy and others	Total		
10.1	Segment assets	3,070,227	1,380,198	932,119	884,427	5,909,954	3,270,288
	Non - current assets held for sale					113,772	286,274
	Unallocated segment assets					753,919	482,322
						<u>6,777,645</u>	<u>4,038,884</u>
10.2	Segment liabilities	3,646,465	1,164,529	163,292	602,422	5,377,661	2,468,758
	Unallocated segment liabilities					87,170	329,357
						<u>5,464,831</u>	<u>2,798,115</u>
10.3	Capital expenditure	-	-	-	-	26,016	57,872
	Unallocated capital expenditure					5,081	39,797
						<u>31,097</u>	<u>97,669</u>
10.4	Depreciation	28,647	57,910	18,188	38,396	59,562	123,173
10.5	Non cash items other than depreciation				11,666	-	11,666
10.6	The operations of Medium Density Fiber Board Division has been suspended and carrying values of the undisposed segment assets has been classified as Non-current asset held for sale.						



## 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 except for the allocation of expenses such as utilities, repair and maintenance relating to head office, shared with associated companies, which are based on the advices received.

	March 31, 2011	March 31, 2010
	(Rupees in thousand)	
Purchases - Cement	364	375
Purchase / Sales - Bagasse	-	287
Purchase of stores	-	1,088
Common Sharing expenses incurred	-	1,500
Dividend received	-	284
Contribution paid to employee Gratuity Fund	4,490	3,324
Rental Income received	165	-
Purchase of vehicles	-	1,130
Disposal of vehicles	-	1,411
Loan repaid to sponsors	-	110,000
<b>Key management personnel</b>		
Remuneration of chief executive, directors and executives	27,284	20,319

## 12 CORRESPONDING FIGURES

12.1 Corresponding figures in the Condensed Interim Balance Sheet and Condensed Interim Statement of Changes in Equity comprise of balances as per the annual audited financial statements for the year ended September 30, 2010. Corresponding figures in the Condensed Interim Profit and Loss Account, Condensed Interim Other Comprehensive Income and Condensed Interim Cash Flow Statement comprise of balances of comparable period as per the Condensed Interim Financial Information for the half- year ended March 31, 2010, which were subjected to limited scope review by the auditors as required by the Code of Corporate Governance.

12.2 The presentation requirements for assets (or disposal group) classified as held for sale at the end of the reporting period do not apply retrospectively. The comparative statements of financial position for any previous period are therefore not re-presented.

12.3 For correct reflection of comparative figure of tax refund due from Government, this amount has been netted off with provision for taxation amounting to Rs. 6.132 million. The sales of fusel oil amounting to Rs. 0.349 million is netted off from cost of sales for better presentation, previously it has been classified in other operating income.

## 13 DATE OF AUTHORIZATION FOR ISSUE

These financial Information were authorised for issue on May 25, 2011 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