



Sindh Abadgar's Sugar Mills Limited

**UNAUDITED
CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2018**



COMPANY PROFILE

DIRECTORS	Mr. Deoo Mal Essarani	Chairman
	Dr. Tara Chand Essarani	Chief Executive
	Mr. Dileep Kumar	Director
	Mr. Pehlaj Rai	Director
	Mr. Mohan Lal	Director
	Dr. Besham Kumar	Director
	Mr. Mahesh Kumar	Director
	Dr. Shafaqat Ali Shah	Independent Director
CHIEF FINANCIAL OFFICER	Mr. Nisar H. Virani	
COMPANY SECRETARY	Mr. Aziz Ahmed	
BANKERS	Allied Bank Limited	
	Askari Bank Limited	
	Bank Al-Falah Limited	
	MCB Bank Limited	
	United Bank Limited	
	Meezan Bank Limited	
AUDIT COMMITTEE	Mr. Pehlaj Rai	Chairman
	Dr. Shafaqat Ali Shah	Member
	Mr. Dileep Kumar	Member
	Dr. Besham Kumar	Member
HR AND REMUNERATION COMMITTEE	Dr. Shafaqat Ali Shah	Chairman
	Mr. Mohan Lal	Member
	Mr. Dileep Kumar	Member
AUDITORS	M/s. Rahman Sarfaraz Rahim Iqbal Rafiq	
	Chartered Accountants	
REGISTERED OFFICE	209, 2nd Floor, Progressive Plaza, Beaumont Road, Karachi-Pakistan.	
MILLS	Deh: Deenpur, Taluka. Bulri Shah Karim, Distt. Tando Muhammad Khan, Sindh-73024.	
REGISTRAR	JWAFFS Registrar Services (Pvt) Ltd. 407- 408, Al Ameer Centre, Shahrah e Iraq, Saddar, Karachi.	
EMAIL ADDRESS	sasm@unitedgroup.org.pk	



DIRECTORS' REPORT

Dear Shareholders,

On behalf of Board of Directors, it is my privilege to present the unaudited interim Financial Statements of the company for the period of nine months ended 30th June, 2018.

Financial Results:

	30th June 2018 (Rs. In million)	30th June 2017 (Rs. In million)
Net Sales	2,731.132	1,234.733
Cost of Sales	<u>(2,495.760)</u>	<u>(1,224.796)</u>
Gross Profit	235.372	9.937
Admin, Selling, financial, other expenses & other income	<u>(175.147)</u>	<u>(138.347)</u>
Profit before Taxation	60.225	<u>(128.410)</u>
Earnings (Loss) per Share	2.69	(11.14)

The period under review was a challenging for your company in which high price of Sugarcane remained disproportionate with depressed Sugar prices both locally and internationally. Your company, however, undertook cost reduction measures and improvements as well at operational level to narrow such gap and evolved a strategy to remain profitable under the guidance of Board of Directors.

The Company posted a robust net sales Rs.2,731 Million compared to Rs.1,235 Million in the corresponding period representing growth by 120% attributed to 41,358 metric tons Sugar exported consisting 76% of the total sales on which the Federal and Provincial Government approved an inland freight subsidy Rs.10.70 per kg and Rs.9.30 per kg respectively to mitigate the negative impact of flagging international prices. Similarly off take of Sugar in local market remained steady due to sluggish demand and unviable sugar Prices. The gross profit to sales has improved to 8.62% from 0.80% recorded at Rs.235.37 Million compared to Rs.9.9 Million in the same period of last year. The profit before taxation stood at Rs.60.23 Million compared to loss before taxation at Rs.128.41 Million in the corresponding period with earning per share recorded at Rs.2.69 during the period as against loss per share at (Rs.11.14) in the same period of last year.

The remaining stock of sugar is however being disposed off gradually as per market trends and requirements to achieve better financial results by the year end. We understand, the company is maintaining sufficient liquidity to meet its operational and DEBT service requirements and that your company is current in repayment of its long term debt.



Future Prospects


The prices of sugar in the local & International market remained depressed due to continued increase in sugar production and ever increasing stocks across the globe. However with a steady increase in growth, it is anticipated, will improve in the last quarter of the financial year. Yet definite measures are needed to control the sugarcane prices to save the industry and also to enable the sugar mills to sell their sugar at a reasonable price to the consumers. We once again would emphasize that the government should take strategic and timely decisions on policy matters to resolve the long outstanding issues of sugar industry like quality premium, sugarcane and sugar price and market committee fee, GST rate etc. to ensure smooth functioning and maintain good mills/farmers relations.

We understand the current sugar stock levels are more than sufficient for the present requirements. Therefore, proper planning should be made based on realistic and logical statistics of actual sugar production, its consumption and deficit or surplus etc., as the case may be while planning to meet the shortage / surplus of sugar. Decisions be focused to avoid the glut of sugar as well in the market/country. With the hope of stability in sugar prices during the last quarter, we anticipate better financial results for the full current year.

Acknowledgement

The management of the company would like to thank all the financial institutions, sugarcane growers, officers, staff members and labour, who have been associated with the company for their continued support and cooperation.

On behalf of the Board of Directors


Dr. Tara Chand Essarani
Chief Executive

Karachi: 23rd July, 2018

ڈائریکٹر رپورٹ

محترم حصص داران!

بورڈ آف ڈائریکٹرز کی جانب سے یہ میرے لیے امتیاز ہے کہ میں کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی بیانیے برائے 9 ماہ اختتام پزیر 30 جون 2018 پیش کر رہا ہوں۔

مالیاتی نتائج:

30 جون 2017 (روپے ملین میں)	30 جون 2018 (روپے ملین میں)
1,234.733	2,731.132
(1,224.796)	(2,495.760)
9.937	235.372
(138.347)	(175.147)
(128.410)	60.225
(11.14)	2.69

نیٹ سیل
سیلز کے اخراجات
کل منافع
مالیات انتظار، سیلنگ، دیگر اخراجات، اور دیگر آمدنی
ٹیکس سے قبل منافع (نقصان)
فی حصص آمدن (نقصان)

زیر نظر دورانیہ آپ کی کمپنی کیلئے ایک کٹھن دورانیہ تھا، جس میں گئے کے نرخ بہت زیادہ غیر موزوں تھے جبکہ چینی کی قیمتیں قومی اور بین الاقوامی دونوں سطح پر کم کا شکار رہی۔ آپ کی کمپنی نے، تاہم، ان حالات کے پیش نظر لاگت میں کمی لانے کیلئے اقدامات اٹھائے اور عملیاتی سطح پر اصلاح کو یقینی بنایا تاکہ اس غیر معمولی صورتحال پر قابو پایا جاسکے اور بورڈ آف ڈائریکٹرز کی ہدایت کے مطابق اسے قابل منافع استوار رکھا جائے۔

کمپنی نے اس بار تندر تیز منافع 2,731.132 ملین روپے کی فروخت کی جب کہ پچھلے مہاش دورانیہ میں یہ فروختی مبلغ 1,234.733 ملین روپے تھی یعنی منجملہ فروخت میں 120 فیصد اضافہ ہے۔ یہ اضافہ 41,358 میٹرک ٹن چینی کی برآمدات کے سبب متوقع ہوا جو کل فروخت کا 76 فیصد ہے، اس سلسلے میں وفاقی اور صوبائی حکومت نے ان لینڈ فریٹ سبڈی 10.70 روپے فی کلو اور 9.30 روپے فی کلو منظوری تاکہ بین الاقوامی سطح پر ملکی نرخوں پر پڑنے والی منفی اثرات میں تخفیف کی جاسکے۔ اسی طرح لوکل مارکیٹ میں چینی کی بے قدری جاری رہی جس کی وجہ چینی کی کمزور طلب اور چینی کے غیر معمولی نرخ ہیں۔ منجملہ فروختی منافع میں 8.62 فیصد بہتری یعنی منافع 235.37 ملین روپے اضافہ ہوا جبکہ پچھلے سال مہاش دورانیہ میں یہ منافع 0.80 فیصد ریکارڈ کیا گیا تھا یعنی 9.9 ملین روپے۔ ٹیکس سے قبل منافع 60.23 ملین روپے پر قائم رکھا جبکہ پچھلے مہاش دورانیہ میں ٹیکس سے قبل نقصان مبلغ 128.41 ملین روپے تھا۔ اس طرح فی حص آمدن مبلغ 2.69 روپے ریکارڈ کی گئی جبکہ پچھلے سال مہاش دورانیہ میں فی حص نقصان مبلغ (11.14) روپے تھا۔

چینی کی بقیہ ذخیرہ اندوزی مارکیٹ کے رجحانات اور ضروریات کے مطابق کی جارہی ہے تاکہ اس سال کے آخر تک بہتر مالیاتی نتائج حاصل ہو سکیں۔ ہم سمجھتے ہیں کہ کمپنی کو بائبل رکھے اور قرضوں کی ادائیگی کے لئے کمپنی کے پاس کافی liquidity موجود ہے اور یہ کہ آپ کی کمپنی اس وقت طویل عرصہ قرضہ جات کی ادائیگی وقت پر کر رہی ہے۔

مستقبل کے امکانات:

ملکی و بین الاقوامی سطح پر چینی کے نرخ مسلسل گراؤ کا شکار ہیں جس کی وجہ چینی کی پیداوار اور دنیا کے ہر خطے میں چینی کی ذخیرہ اندوزی میں اضافہ ہے۔ تاہم، مسلسل گراؤ کے سبب، یہ توقع ہے کہ مالیاتی سال کے آخری حصے میں بہتری ممکن ہوگی۔ اس وقت اس صنعت کو بچانے کیلئے گئے کے نرخ کو قابو میں لانے کی قطعی ضرورت ہے اور شوگر ملز کو بھی اس قابل بنانے کی ضرورت ہے کہ وہ اپنے صارفین کو معقول نرخوں میں شکر فروخت کریں۔ ہم ایک بار پھر اس بات پر زور دیتے ہیں کہ حکومت لازماً کوئی حکمت عملی وضع کرے اور پالیسی کے مسئلہ پر بروقت فیصلہ کرے تاکہ شکر کی صنعت کے درمیان مسائل جیسا کہ چینی کے معیار، گنا اور شکر کے نرخ اور مارکیٹ کمیٹی کی فیس، جنرل سیلنگ ٹیکس کی شرح وغیرہ کا ازالہ ہو سکے۔ جس کے ذریعے ہموار افعال کا قیام ہو اور صنعتوں/کسانوں کے مابین اچھے تعلقات استوار ہو سکیں۔

ہم سمجھتے ہیں کہ چینی کی ذخیرہ اندوزی موجودہ ضروریات کو پورا کرنے کیلئے کافی ہے۔ لہذا، چینی کی اصل پیداوار، اس کی کھیت اور کبابی یا اضافی حقیقی اور منطقی منصوبہ بندی کی جانی چاہئے تاکہ چینی کی اضافی ذخیرہ اندوزی/کبابی سے بچا جاسکے۔ ملکی/بازاری سطح پر شوگر کی بہتات سے اجتناب کیلئے اپنے فیصلوں پر توجہ مبذول کی جائے۔ ہم امید کرتے ہیں کہ اس مالیاتی سال کے آخر تک چینی کے نرخ مستحکم رہیں گے، اور ہم قومی امید رکھتے ہیں کہ موجودہ مکمل مالیاتی سال میں بہتر نتائج سامنے آئیں گے۔

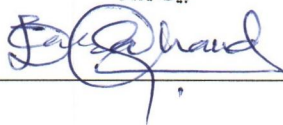
تسلیمات:

کمپنی کی انتظامیہ تمام مالیاتی اداروں، گئے کے کاشتکاروں، آفیسروں، اسٹاف ممبران اور عملے کا شکریہ ادا کرتا چاہے گی کہ جنہوں نے کمپنی کے ساتھ اپنی مسلسل حمایت اور معاونت جاری رکھی۔

بورڈ آف ڈائریکٹرز کی جانب سے

ڈاکٹر تارا چند رائے رانی

چیف ایگزیکٹو





CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT JUNE 30, 2018

	Note	Un-audited June 30, 2018 Rupees	Audited September 30, 2017 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL & RESERVES			
Authorized Capital 65,000,000 (2017: 65,000,000)			
Ordinary shares of Rs. 10/- each		650,000,000	650,000,000
Issued, subscribed and paid-up capital		104,250,000	104,250,000
10,425,000 ordinary shares of Rs. 10/- each			
Accumulated (loss)		(330,538,195)	(427,498,936)
Surplus on revaluation of Property, Plant and Equipment		743,308,537	812,179,558
		517,020,342	488,930,622
Subordinated loans		260,000,000	260,000,000
NON-CURRENT LIABILITIES			
Long term finance - secured	6	616,666,668	697,002,219
Deferred liabilities		489,029,467	489,029,469
CURRENT LIABILITIES			
Trade and other payables		1,039,355,282	484,828,411
Accrued markup		31,114,438	42,315,960
Current portion of non current liabilities		213,333,332	151,956,618
Short term running finance		1,210,061,972	878,677,673
		2,493,865,024	1,557,778,662
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		4,376,581,501	3,492,740,972
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	8	1,930,000,438	1,932,954,585
Long term loans		318,817	272,729
Long term deposits		792,527	792,527
CURRENT ASSETS			
Stores,spares and loose tools		174,197,543	183,147,991
Stock-in-trade		1,553,082,038	1,012,996,017
Trade debts - unsecured		379,715,818	105,621,289
Short term loans and advances		51,283,286	112,024,506
Trade deposits and short term prepayments		5,976,137	3,011,970
Other receivables		224,824,000	76,028,636
Advance tax - net		39,810,103	45,870,909
Cash and bank balances		16,580,794	20,019,813
		2,445,469,719	1,558,721,131
		4,376,581,501	3,492,740,972

The annexed notes from 1 to 13 form an integral part of the condensed interim financial information.


TARA CHAND
Chief Executive


MAHESH KUMAR
Director

NISAR H. VIRANI
Chief Financial Officer



CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2018

		FOR THE NINE MONTHS ENDED		FOR THE QUARTER ENDED	
		June 30,	June 30,	June 30,	June 30,
Note		2018	2017	2018	2017
		Rupees	Rupees	Rupees	Rupees
Sales - net	9	2,731,132,245	1,234,733,147	641,432,186	430,006,300
Cost of sales	10	(2,495,760,279)	(1,224,795,902)	(518,514,071)	(493,795,491)
Gross profit/(loss)		235,371,966	9,937,245	122,918,115	(63,789,191)
Operating expenses					
Administrative expenses		(80,727,505)	(84,331,678)	(24,191,361)	(23,227,057)
Distribution cost		(82,861,927)	(17,900,894)	(20,135,730)	(11,961,167)
		(163,589,432)	(102,232,572)	(44,327,091)	(35,188,224)
Operating profit/(loss)		71,782,534	(92,295,327)	78,591,024	(98,977,415)
Financial charges		(65,053,484)	(99,548,435)	(12,732,185)	(47,564,287)
Other income		57,959,808	63,434,182	14,756,695	22,464,868
		(7,093,676)	(36,114,253)	2,024,510	(25,099,419)
Workers' welfare fund		(1,229,088)	-	(1,229,088)	-
Workers' profit participation fund		(3,234,443)	-	(3,234,443)	-
Profit/(loss) before taxation		60,225,327	(128,409,580)	76,152,003	(124,076,834)
Provision for taxation		(32,135,606)	12,286,949	(36,994,116)	26,459,313
Profit/(loss) after taxation		28,089,721	(116,122,631)	39,157,887	(97,617,521)
Earning/(loss) per share					
- basic & diluted		2.69	(11.14)	3.76	(9.36)

The annexed notes from 1 to 13 form an integral part of the condensed interim financial information.

TARA CHAND
Chief Executive

MAHESH KUMAR
Director

NISAR H. VIRANI
Chief Financial Officer



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2018

	June 30, 2018 Rupees	June 30, 2017 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	60,225,327	(128,409,580)
Adjustments for non-cash items:		
Depreciation	135,850,062	145,371,463
Financial cost	65,053,484	99,548,435
(Gain) on disposal of Property, Plant & Equipment	(901,562)	(11,556,873)
	<u>200,001,984</u>	<u>233,363,025</u>
Operating profit before working capital changes	260,227,311	104,953,445
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spares and loose tools	8,950,448	20,904,907
Stock in trade	(540,086,021)	(1,936,856,521)
Trade debts - Unsecured	(274,094,529)	(236,393,973)
Short term loans and advances	60,741,220	(40,732,259)
Trade deposits, prepayment and other receivables	(2,964,167)	(4,738,075)
Other receivables	(148,795,364)	-
Increase / (decrease) in current liabilities		
Trade and other payables	554,526,871	492,620,860
	<u>(341,721,542)</u>	<u>(1,705,195,061)</u>
Net cash used in operating activities	(81,494,231)	(1,600,241,616)
Finance cost paid	(76,255,006)	(62,009,718)
Taxes paid	(26,074,800)	(21,511,064)
Net Cash Outflow From Operating Activities	(183,824,037)	(1,683,762,398)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(12,018,718)	(60,683,090)
Capital work in progress	(121,276,555)	(3,999,392)
Proceeds from sale of fixed assets	1,300,917	13,532,703
Long term loan provided to employees	(46,088)	21,428
Net Cash Outflow From Investing Activities	(132,040,444)	(51,128,351)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finance repaid	(136,000,000)	(145,000,000)
Long term finance obtained during the period	117,041,163	370,424,447
Net cash (used in) / generated from financing activities	(18,958,837)	225,424,447
Net (decrease) in cash and cash equivalents	(334,823,318)	(1,509,466,302)
Cash and cash equivalents at the beginning of the period	(858,657,860)	83,194,818
Cash and cash equivalents at the end of the period 11	(1,193,481,178)	(1,426,271,484)

The annexed notes from 1 to 13 form an integral part of the condensed interim financial information.


TARA CHAND
Chief Executive


MAHESH KUMAR
Director

NISAR H. VIRANI
Chief Financial Officer



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2018

	FOR THE NINE MONTHS ENDED		FOR THE QUARTER ENDED	
	June 30, 2018 Rupees	June 30, 2017 Rupees	June 30, 2018 Rupees	June 30, 2017 Rupees
Profit /(loss) for the period	28,089,721	(116,122,631)	39,157,887	(97,617,521)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income/ loss for the period	<u>28,089,721</u>	<u>(116,122,631)</u>	<u>39,157,887</u>	<u>(97,617,521)</u>

The annexed notes from 1 to 13 form an integral part of the condensed interim financial information.

TARA CHAND
Chief Executive

MAHESH KUMAR
Director

NISAR H. VIRANI
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2018

	Share Capital Rupees	Revenue Reserve Accumulated Profit / (Loss) Rupees	General Reserve Revaluation surplus on property, plant and equipment Rupees	Total Rupees
Balance as at October 1, 2016	104,250,000	(129,979,060)	915,249,691	889,520,631
Total comprehensive loss for the nine months	-	(116,122,631)	-	(116,122,631)
Incremental depreciation transferred from surplus on revaluation	-	35,818,661	(35,818,661)	-
Balance as at June 30, 2017 (Un-Audited)	<u>104,250,000</u>	<u>(210,283,030)</u>	<u>879,431,030</u>	<u>773,398,000</u>
Balance as at July 1, 2017	104,250,000	(210,283,030)	879,431,030	773,398,000
Total comprehensive loss for the period	-	(284,467,378)	-	(284,467,378)
Incremental depreciation transferred from surplus on revaluation	-	66,666,138	(66,666,138)	-
Surplus realized on disposal of fixed assets	-	585,334	(585,334)	-
Balance as at September 30, 2017 (Audited)	<u>104,250,000</u>	<u>(427,498,936)</u>	<u>812,179,558</u>	<u>488,930,622</u>
Balance as at October 1, 2017	104,250,000	(427,498,936)	812,179,558	488,930,622
Total comprehensive income for the nine months	-	28,089,721	-	28,089,721
Incremental depreciation transferred from surplus on revaluation	-	68,871,020	(68,871,020)	-
Balance as at June 30, 2018 (Un-Audited)	<u>104,250,000</u>	<u>(330,538,195)</u>	<u>743,308,538</u>	<u>517,020,343</u>

The annexed notes from 1 to 13 form an integral part of the condensed interim financial information.

TARA CHAND
Chief Executive

MAHESH KUMAR
Director

NISAR H. VIRANI
Chief Financial Officer



**NOTES TO THE CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2018**

1. STATUS AND NATURE OF BUSINESS

The company was incorporated in Pakistan on January 28, 1984 as a public limited company and its shares are quoted on Pakistan Stock Exchange Limited. The mill is located at Deh Deenpur, District Tando Mohammed Khan in the province of Sindh and its registered office is situated at 209, Progressive Plaza, Beaumont Road, Karachi in the province of Sindh. The company is principally engaged in the manufacture and sale of sugar.

2 BASIS OF PREPARATION

The condensed interim financial information are un-audited and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulation of the Pakistan Stock Exchange. The condensed interim financial information have been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan. The condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended September 30, 2017.

3 SIGNIFICANT ACCOUNTING POLICIES

These interim financial information have been prepared using the same accounting convention, basis of preparation and significant accounting policies as those applied in the preparation of the audited financial statements for the year ended September 30, 2017.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial information in conformity with approved accounting standards require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities, 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. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing the condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the preceding published annual financial information of the Company as at and for the year ended September 30, 2017.



5 SEASONALITY OF OPERATIONS

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

	Un-audited June 30, 2018 Rupees	Audited September 30, 2017 Rupees
6 LONG TERM FINANCES - SECURED		
Opening balance	848,958,837	629,000,000
Obtained during the period	117,041,163	382,958,837
	966,000,000	1,011,958,837
Less: Repaid during the period	(136,000,000)	(163,000,000)
Current portion	(213,333,332)	(151,956,618)
	(349,333,332)	(314,956,618)
Closing balance	616,666,668	697,002,219

7 CONTINGENCIES & COMMITMENTS

7.1 Contingencies

There is no change in the status of contingencies as disclosed in the published annual financial statements for the year ended September 30, 2017 and condensed interim financial information for the six months period ended March 31, 2018.

7.2 Commitments

In respect of the quantity of 10,575 M.T (September 30, 2017 : 317.55 M.T) representing sale commitments of sugar having aggregate value of Rs.565.273 million (September 30, 2017 : Rs. 15.07 million).

		Un-audited June 30, 2018 Rupees	Audited September 30, 2017 Rupees
8 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	8.1	1,754,545,314	1,878,776,016
Capital work in progress		175,455,124	54,178,569
		1,930,000,438	1,932,954,585



	Un-audited June 30, 2018 Rupees	Audited September 30, 2017 Rupees
8.1 Operating fixed assets		
Opening WDV	1,878,776,016	1,989,439,216
Additions		
Factory building on free hold land	1,709,063	4,207,782
Plant & machinery	7,316,983	69,746,626
Office equipment	810,950	1,141,331
Furniture & fixture	50,318	1,497,275
Computers	742,655	304,189
Vehicles	1,160,924	8,998,760
Tent & Tarpaulins	19,632	180,293
Tools & tackles	208,193	300,386
	12,018,718	86,376,642
Disposals / transfers during the period-WDV	(399,358)	(1,115,859)
Depreciation for the period	(135,850,062)	(195,923,983)
	<u>1,754,545,314</u>	<u>1,878,776,016</u>
	Un-audited June 30, 2018 Rupees	Un-audited June 30, 2017 Rupees
9 SALES		
Local	672,117,600	533,627,975
Export	2,134,062,645	754,750,872
Less: Sales Tax	(75,048,000)	(53,645,700)
	<u>2,731,132,245</u>	<u>1,234,733,147</u>



10 COST OF SALES

	FOR THE NINE MONTHS ENDED Un-audited		FOR THE QUARTER ENDED Un-audited	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
 Rupees			
Sugarcane consumed	2,999,884,592	3,108,131,942	192,114,603	453,710
Manufacturing expenses	286,338,883	305,915,181	56,060,993	78,354,387
	3,286,223,475	3,414,047,123	248,175,596	78,808,097
Stock in process - opening	11,351,217	7,915,258	59,090,249	11,345,015
Stock in process - closing	(9,291,400)	(11,251,488)	(9,291,400)	(11,251,488)
	2,059,817	(3,336,230)	49,798,849	93,527
	3,288,283,292	3,410,710,893	297,974,445	78,901,624
Opening stock - Molasses	-	-	82,351,315	28,577,412
Closing stock - Molasses	(11,427,825)	-	(11,427,825)	-
Sale of by-product	(250,377,175)	(252,394,700)	(101,608,490)	(28,577,412)
	(261,805,000)	(252,394,700)	(30,685,000)	-
Cost of goods manufactured	3,026,478,292	3,158,316,193	267,289,445	78,901,624
Stock of finished goods - opening	1,001,644,800	25,048,015	1,783,587,439	2,373,462,173
Stock of finished goods - closing	(1,532,362,813)	(1,958,568,306)	(1,532,362,813)	(1,958,568,306)
	(530,718,013)	(1,933,520,291)	251,224,626	414,893,867
	2,495,760,279	1,224,795,902	518,514,071	493,795,491

11 CASH AND CASH EQUIVALENTS

For the purpose of cash flow statement, cash and cash equivalents include cash in hand and in banks and investments having maturity of less than 3 months and insignificant risk of changes in value till maturity, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the reporting period as shown in the condensed interim cash flow statement are reconciled to the related items as follows:



	Un-audited June 30, 2018 Rupees	Audited September 30, 2017 Rupees
Cash and bank balances	16,580,794	20,019,813
Short term running finance	(1,210,061,972)	(878,677,673)
	<u>(1,193,481,178)</u>	<u>(858,657,860)</u>

12 DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue by the Board of Directors of the company at their meeting held on 23 July 2018.

13 GENERAL

13.1 Figure have been rounded off to the nearest Rupee.



TARA CHAND
Chief Executive



MAHESH KUMAR
Director

NISAR H. VIRANI
Chief Financial Officer

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CORPORATE