



Sindh Abadgar's Sugar Mills Limited

**UNAUDITED
QUARTERLY FINANCIAL STATEMENTS
1ST QUARTER ENDED DECEMBER 31, 2024**



COMPANY PROFILE

DIRECTORS	Mr. Deoo Mal Essarani Dr. Tara Chand Essarani Mr. Mahesh Kumar Mr. Dileep Kumar Mr. Pehlaj Rai Mr. Mohan Lal Dr. Besham Kumar Mr. Muhammad Siddiq Khokhar Mr. Zafar Ahmed Ghori Ms. Maheshwari Osha	Chairman Chief Executive Director Director Director Director Director Independent Director Independent Director Independent Director
CHIEF FINANCIAL OFFICER	Mr. Saqib Ghaffar	
COMPANY SECRETARY	Mr. Aziz Ahmed	
BANKERS	Allied Bank Limited Askari Bank Limited Bank Al-Falah Limited MCB Bank Limited Bank AL Habib Limited United Bank Limited Meezan Bank Limited HBL Foreign Exch. Bank Limited	
AUDIT COMMITTEE	Mr. Zafar Ahmed Ghori Mr. Pehlaj Rai Mr. Dileep Kumar Dr. Besham Kumar	Chairman Member Member Member
HR AND REMUNERATION COMMITTEE	Ms. Maheshwari Osha Mr. Mohan Lal Mr. Dileep Kumar	Chairman Member 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 Ameera Centre, Shahrah e Iraq, Saddar, Karachi.	
EMAIL ADDRESS	sasm@unitedgroup.org.pk	



DIRECTORS' REPORT

Dear Shareholders,

On behalf of the Board of Directors, it is our privilege to present the un-audited condensed interim financial statements of the Company for the first quarter ended December 31, 2024.

OPERATIONAL RESULTS:

Particulars		December 31, 2024	December 31, 2023
Season commenced on		21.11.2024	30.11.2023
Period reporting up to		31.12.2024	31.12.2023
Days worked (gross)	Days	41	32
Cane crushed	Tons	116,418	198,744
Average Crushing per day	Tons	2,839	6,211
Capacity utilization	%	35	78
Sugar recovery	%	9.68	10.41
Sugar produced	Tons	9,935	19,610
Molasses % Cane	%	4.57	4.42
Molasses produced	Tons	4,450	8,120

The Company crushed 116,418 M. Tons of Sugarcane compared to 198,744 M. Tons in the comparable period of last year reflecting a 35% utilization of capacity which 78% achieve in the corresponding period. Accordingly, sugar extracted 9,935 M. Tons compared to 19,610 M. Tons in the corresponding period at sugar recovery rate at 9.68% as against 10.41% achieved in the corresponding period.

FINANCIAL RESULTS:

Particulars		December 31, 2024 Rupees	December 31, 2023 Rupee
Sales		1,342,486,391	635,422,126
Gross Profit		33,254,680	182,458,887
Operating (Loss)/Profit		(15,034,273)	140,420,865
(Loss) /Profit after taxation		(37,668,344)	129,349,556
(Loss) /earnings per share		(3.61)	12.41



The company recorded sales at Rs. 1,342 million compared to Rs.635 million in the corresponding period which swelled by 111% amid increased sales volume. Cost of production per kg has worked out at Rs. 120.69 compared to Rs. 100.22 per Kg in the corresponding period. Average selling price has increased to Rs. 118.82 per Kg from Rs. 101.25 per Kg in the corresponding period. Resultantly the company suffered a loss after taxation of Rs. 37.69 million compared to profit of Rs. 129.35 million.

The loss per share accordingly arrived at Rs.3.61 per share compared to an earning of Rs.12.41 per share in the corresponding period.

FUTURE OUTLOOK

The government has not fixed the support price of sugar cane for this current season. The growers however are selling it at Rs. 450/40 Kgs compared to Rs. 425/40 Kgs support price fixed in the last crushing season. On the contrary, the government has not allowed free trade of Sugar sale resulting depressed local sales price amid low demand thus piling up Sugar stock in the country. The government is forcefully keeping the Sugar prices below cost of production to provide subsidy to the poor masses who as per facts and figures consume only 1.8 million metric tons Sugar out of total production of 6.8 million metric tons. The remaining is consumed by the food and confectionery industry in which there is no check and balance to control their prices and are appreciating relentlessly. We urged the government to pay special attention to the Sugar sector and allow free trade of Sugar also, since this sector has the potential to produce 09 million metric tons and can bring priceless foreign exchange in the country. The price of Sugar therefore will be a key to the profit of the company and the industry as whole which is only possible if export of Sugar is allowed promptly by the government or else local Sugar prices will not absorb the cost of production again. The company is also focused towards achieving optimal operational capacity, allowing maximum yield of sugar from sugarcane, taking austerity measures and reducing fixed cost where ever possible to remain profit making entity in order to earn the confidence of Shareholders and bankers.

The sharp decline in inflation to 4.1% in December 2024, which is expected to further decline alongwith surge in remittances by 33% in the 1st half year of the current financial year are the main driving factors for potential cut in interest rate by 1% from 13% to 12% in the monetary policy to be announced on 27th January, 2025. As such in future, reduction in the policy rate will help increase the profitability of the company as the financial cost represents significant part of the cost of sugar.

The Board of Directors would like to thanks all the shareholders for their continued trust and confidence reposed on them and assured them that the management is capable to achieve success with better planning to overcome the difficult situation faced by the company. The director also place on record their appreciation of devoted services and hard work put in by the employees of the company. Please pray to GOD to help us achieve the desired results and prosperous future.

Dr. Tara Chand
Chief Executive

Karachi: 24.01.2025

ڈائریکٹرز کی رپورٹ

محترم شیئر ہولڈرز،

اسلام علیکم!

بورڈ آف ڈائریکٹرز کی جانب سے یہ ہمارا امتیاز ہے کہ ہم کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے برائے پہلی سہ ماہی اختتام پذیر 31 دسمبر 2024 پیش کر رہے ہوں۔

عملیاتی نتائج

عملیاتی نتائج:

<u>31 دسمبر 2023</u>	<u>31 دسمبر 2024</u>	
30-11-2023	21-11-2024	پسائی کا آغاز
31-12-2023	31-12-2024	پسائی کا اختتام
32	41	کام کے ایام (مجموعی) - ایام
198,744	116,418	پیسے گئے گنوں کی تعداد - ٹن
6,211	2,839	روزانہ پسائی کا تناسب - ٹن
78	35	استعمال کی استعداد - فیصد
10.41	9.68	چینی کی وصولیابی - فیصد
19,610	9,935	چینی کی پیداوار - ٹن
4.42	4.57	گنے میں شیرہ کا تناسب - فیصد
8,120	4,450	شیرہ کی پیداوار - ٹن

کمپنی نے گزشتہ مہماثل دورانیہ میں 78 فیصد کے مقابلے میں 35 فیصد استعداد بروئے کار لاتے ہوئے، 198,744 میٹرک ٹن کے مقابلے میں 116,418 میٹرک ٹن گنے کی پسائی کی۔ لہذا، موجودہ دورانیہ میں 9.68 فیصد کے تناسب سے 9,935 میٹرک ٹن چینی حاصل کی گئی جو کہ گزشتہ مہماثل دورانیہ میں 10.41 فیصد کے تناسب سے 19,610 میٹرک ٹن تھی۔

مالیاتی نتائج

31 دسمبر 2023	31 دسمبر 2024	
(روپے میں)	(روپے میں)	
635,422,126	1,342,486,391	فروخت
182,458,887	33,254,680	مجموعی منافع
140,420,865	<15,034,273>	آپریٹرن (نقصان)/منافع
129,349,556	<37,668,344>	ٹیکس سے قبل (نقصان)/منافع
12.41	<3.61>	فی شیئر کمائی/(خسارہ)

کمپنی نے موجودہ دورانیہ میں 111 فیصد اضافے کے ساتھ 1,342 ملین روپے کی فروخت کی جو کہ گذشتہ مہماں دورانیہ میں 635 ملین روپے تھی، جس کی وجہ فروخت کے حجم میں اضافہ ہے۔ فی کلو چین کی پیداواری لاگت مبلغ 120.69 روپے حساب لگائی گئی جو کہ گذشتہ مہماں دورانیہ میں 100.22 روپے تھی۔ چین کی قیمت فروخت گذشتہ مہماں دورانیہ میں 101.25 روپے فی کلو کے مقابلے میں 118.82 روپے فی کلو رہی۔ اس کے نتیجے میں، کمپنی کو ٹیکس کی ادائیگی کے بعد 37.69 ملین روپے خسارہ برداشت کرنا پڑا جو کہ مہماں دورانیہ میں 129.35 ملین روپے منافع کی صورت میں تھا۔ اس طرح مہماں دورانیہ میں فی شیئر کمائی 12.41 روپے کے مقابلے میں فی شیئر 3.61 روپے نقصان بنتا ہے۔

مستقبل کے امکانات:

حکومت نے موجودہ سیزن میں گنے کی کم از کم کوئی قیمت مقرر نہیں کی ہے۔ تاہم کاشتکار بچھلے سیزن میں مقرر کی گئی 425 روپے فی من قیمت کے مقابلے میں 450 روپے فی من گنا فروخت کر رہے ہیں۔ اس کے برعکس، حکومت نے چین کی آزاد تجارت کی منظوری نہیں دی ہے جس کی وجہ سے ملک میں چین کا وافر مقدار میں اسٹاک ہونے کی وجہ سے مقامی طور پر چین کی قیمتیں دباؤ کا شکار ہیں۔ حکومت عوام الناس کو رعایت فراہم کرنے کی غرض سے، زبردستی چین کی قیمتیں، پیداواری لاگت سے کم کر رکھی ہیں تاہم حقائق اور اعداد و شمار یہ بتاتے ہیں کہ عوام 6.8 ملین میٹرک ٹن چین کی پیداوار میں سے صرف 1.8 ملین میٹرک ٹن ہی چین استعمال کرتے ہیں۔ چین کا بقیہ مصرف نوڈ اور کنفیوڈیشن کی صنعت کی جانب سے کیا جاتا ہے جس میں قیمتیں کنٹرول کرنے کے حوالے سے کوئی چیک اینڈ بیلنس موجود نہیں ہے جس کی وجہ سے ان کی من مانیوں بڑھتی جا رہی ہیں۔

ہم حکومت سے التجا کرتے ہیں کہ وہ چینی کی صنعت پر توجہ دے اور چینی کی آزاد تجارت کی بھی اجازت دے کیونکہ یہ صنعت 9 ملین میٹرک ٹن پیداوار کر سکتی ہے اور ملک میں انتہائی قیمتی زر مبادلہ لگانے میں اپنا کردار ادا کر سکتی ہے۔ اس لئے چینی کی قیمتیں، خصوصی طور پر کمپنی اور مجموعی طور پر اس صنعت کے منافع کی کلید ہیں اور یہ صرف اس صورت ممکن ہو سکتا ہے جب حکومت کی جانب سے چینی کی برآمدات کی فوری اجازت دی جائے یا پھر مقامی طور پر چینی کی قیمتیں، پیداواری لاگت سے کم نہ رکھی جائیں۔ کمپنی نے اپنی توجہ بہترین آپریشنل صلاحیت پر بھی مرکوز کی ہوئی ہے جس سے کمپنی، گنے سے زیادہ سے زیادہ حد تک چینی حاصل کرنے کے قابل ہوئی ہے، اس کے علاوہ کفایت شعاری پر مبنی اقدامات اٹھائے گئے ہیں اور جہاں ممکن ہو انجمنہ اخراجات کو کم سے کم کیا گیا ہے، تاکہ شیئر ہولڈرز اور بینکوں کا اعتماد برقرار رکھنے کیلئے ادارے کو منافع بخش رکھا جائے۔

دسمبر 2024 میں مہنگائی کی شرح میں تیزی سے 4.1 فیصد کمپنی دیکھنے میں آئی ہے، جو کہ موجودہ مالی سال کی پہلے سہ ماہی میں تریسٹات زر میں 33 فیصد اضافے سے مزید نیچے آنے کی توقع ہے، یہ وہ بنیادی پہلو ہیں جن کی وجہ سے 27 جنوری 2025 کو اعلان کی جانے والی مانیٹری پالیسی میں 1 فیصد کمی کے ساتھ شرح سود 13 سے 12 فیصد ہونے کا امکان ہے۔ اس لیے مستقبل میں، پالیسی ریٹ میں کمی سے کمپنی کے منافع کو بڑھانے میں مدد ملے گی کیونکہ یہ مالی اخراجات چینی کی لاگت کا قابل ذکر حصہ ہیں۔

بورڈ آف ڈائریکٹرز کمپنی کے تمام شیئر ہولڈرز کی جانب سے مسلسل بھروسے اور اعتماد پر ان کا شکریہ ادا کرتے ہیں اور انہیں یقین دلاتے ہیں کہ انتظامیہ کمپنی کو درپیش مشکل صورتحال پر قابو پانے کیلئے بہترین منصوبہ بندی کے ساتھ کامیابی حاصل کرنے کی قطعی صلاحیت رکھتی ہے۔ ڈائریکٹرز کمپنی کے افسران اور ملازمین کی تہدیت اور محنت کو سراہتے ہیں۔ براہ کرم رب العزت سے دعا کریں کہ وہ ہماری رہنمائی فرمائے اور حسبِ منشاء نتائج اور شاندار مستقبل کے حصول میں ہماری مدد فرمائے۔

تارا چند

چیف ایگزیکٹو

تاریخ: 24 جنوری 2025



STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2024

EQUITY AND LIABILITIES	Note	Un-audited December 31, 2024 Rupees	Audited September 30, 2024 Rupees
Share capital and reserves			
Authorized capital		650,000,000	650,000,000
Issued, subscribed and paid-up capital		104,250,000	104,250,000
Capital reserves			
Surplus on revaluation of property, plant and equipment -net		2,723,277,890	2,756,624,280
Revenue reserves			
Accumulated profit		37,178,827	41,500,781
		2,864,706,717	2,902,375,061
Subordinated loans		480,000,000	480,000,000
		3,344,706,717	3,382,375,061
Non current liabilities			
Long term finance - secured	5	-	-
Deferred liabilities		1,145,666,316	1,160,007,540
		1,145,666,316	1,160,007,540
Current liabilities			
Trade and other payables		2,284,956,607	861,882,017
Short term borrowings	6	1,544,122,248	1,248,230,165
Unclaimed dividend		10,430,587	10,430,587
Accrued mark-up		14,016,328	78,527,479
Current maturity of long term finance		41,666,667	62,500,001
		3,895,192,437	2,261,570,249
Contingencies and commitments	7	8,385,565,470	6,803,952,850
ASSETS			
Non current assets			
Property, plant and equipment	8	4,487,471,464	4,545,824,136
Long term loans		1,137,011	1,240,787
Long term deposits		792,527	792,527
		4,489,401,002	4,547,857,450
Current assets			
Stores and spares - net		151,744,866	104,012,715
Stock in trade		1,902,772,023	1,752,797,631
Trade debts - unsecured		219,976	68,219,976
Short term loans and advances		511,095,390	107,190,138
Other receivables		75,614,325	96,425,775
Taxation - net		105,476,757	80,040,308
Cash and bank balances		1,149,241,131	47,408,857
		3,896,164,468	2,256,095,400
		8,385,565,470	6,803,952,850

The annexed notes from 1 to 13an integral part of these financial statements.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFFAR
CFO



STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED DECEMBER 31, 2024

	Note	December 2024 Rupees	December 2023 Rupees
Revenue - net	9	1,342,486,391	635,422,126
Cost of sales		<u>(1,309,231,711)</u>	<u>(452,963,239)</u>
Gross profit		33,254,680	182,458,887
Administrative expenses		<u>(44,084,874)</u>	<u>(39,329,255)</u>
Selling and distribution expenses		<u>(4,204,079)</u>	<u>(2,708,767)</u>
		<u>(48,288,953)</u>	<u>(42,038,022)</u>
Operating (loss) / profit		(15,034,273)	140,420,865
Finance cost		<u>(24,572,694)</u>	<u>(23,677,266)</u>
		<u>(39,606,967)</u>	<u>116,743,599</u>
Other income - net		6,040,164	34,320,592
Other expenses		(200,761)	(767,655)
(Loss) / profit before levies and taxation		<u>(33,767,564)</u>	<u>150,296,536</u>
Levies		(18,242,004)	(10,370,461)
(Loss) / profit before taxation		<u>(52,009,568)</u>	<u>139,926,075</u>
Taxation - net		14,341,224	(10,576,519)
(Loss) / profit after taxation		<u>(37,668,344)</u>	<u>129,349,556</u>
(Loss) / earnings per share - basic and diluted		<u>(3.61)</u>	<u>12.41</u>

The annexed notes from 1 to 13an integral part of these financial statements.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO



**STATEMENT OF COMPREHENSIVE INOCME (UN-AUDITED)
FOR THE 1ST QUARTER ENDED DECEMBER 31, 2024**

	December 2024 Rupees	December 2023 Rupees
(Loss) / Profit after taxation	(37,668,344)	129,349,556
Total comprehensive income / (loss) for the quarter	<u>(37,668,344)</u>	<u>129,349,556</u>

The annexed notes from 1 to 13an integral part of these financial statements.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFFAR
CFO



CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED DECEMBER 31, 2024

	Note	December 2024 Rupees	December 2023 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss) / profit before levies and taxation		(33,767,564)	150,296,537
Adjustments for:			
- Depreciation		60,702,661	38,930,157
- Finance costs		24,572,694	23,677,266
- Profit on savings accounts		(6,040,164)	(4,744,321)
		79,235,191	57,863,102
Operating profit before working capital changes		45,467,627	208,159,639
Changes in working capital			
Decrease / (increase) in current assets			
- Stores and spares		(47,732,151)	(45,369,027)
- Stock in trade		(149,974,392)	(1,737,739,278)
- Trade debts - unsecured		68,000,000	(212,774,716)
- Short term loans and advances		(403,905,253)	(189,793,455)
- Other receivables		20,811,450	225,000
		(512,800,346)	(2,185,451,476)
Increase in current liabilities			
- Trade and other payables		1,421,613,666	456,745,612
Net cash generation from / (used in) operations		954,280,947	(1,520,546,225)
Taxes paid		(42,217,529)	(19,864,765)
Finance costs paid		(89,083,844)	(24,447,860)
		(131,301,373)	(44,312,625)
Net cash generated from / (used in) operating activities		822,979,574	(1,564,858,850)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(2,349,989)	(6,170,076)
Profit on bank deposits received		6,040,164	4,744,321
Long term deposit		-	(100,000)
Long term loans - net		103,776	(230,843)
Net cash generated from / (used in) investing activities		3,793,951	(1,756,598)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long term finance		(20,833,334)	(20,833,334)
Pledge financing paid		(773,050,205)	1,012,999,368
Net cash generated from / (used in) financing activities		(793,883,539)	992,166,034
Net increase / (decrease) in cash and cash equivalents		32,889,986	(574,449,414)
Cash and cash equivalents at the beginning of the quarter		(427,771,103)	145,742,782
Cash and cash equivalents at the end of the quarter	11	(394,881,117)	(428,706,632)

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

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO



STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 1ST QUARTER ENDED DECEMBER 31, 2024

		Capital reserve	Revenue reserve		
	Issued, Subscribed and Paidup Capital	Surplus on revaluation of property, plant and equipment	Accumulated losses	Subordinated Loan	Total
	Rupees				
Balance as at Oct 01, 2023	104,250,000	1,671,374,503	285,152,719	480,000,000	2,540,777,222
Total comprehensive income for quarter ended December 31, 2023					
- Income after taxation	-	-	129,349,556	-	129,349,556
- Other comprehensive income	-	-	-	-	-
	-	-	129,349,556	-	129,349,556
Incremental depreciation transferred from surplus on revaluation of Property plant and equipment - net of deferred tax	-	(19,271,798)	19,271,798	-	-
Cash dividend paid @ 20% for the year ended September 30, 2023	-	-	(20,850,000)	-	(20,850,000)
Balance as at December 31, 2023	104,250,000	1,652,102,705	412,924,073	480,000,000	2,649,276,778
Balance as at Oct 01, 2024	104,250,000	2,756,624,280	41,500,781	480,000,000	3,382,375,061
Total comprehensive loss for quarter ended December 31, 2024					
-Loss after taxation	-	-	(37,668,344)	-	(37,668,344)
- Other comprehensive income	-	-	-	-	-
	-	-	(37,668,344)	-	(37,668,344)
Incremental depreciation transferred from surplus on revaluation of Property plant and equipment - net of deferred tax	-	(33,346,390)	33,346,390	-	-
Balance as at December 31, 2024	104,250,000	2,723,277,890	37,178,827	480,000,000	3,344,706,717

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE 1ST QUARTER ENDED DECEMBER 31, 2024

1. STATUS AND NATURE OF BUSINESS

Sindh Abadgar's Sugar Mills Limited ("the Company") is a public listed company incorporated in Pakistan under the repealed Companies Ordinance, 1984 ('the Ordinance') which has now been replaced by Companies Act, 2017 ('the Act'). The shares of the Company are quoted on Pakistan Stock Exchange Limited ("the Exchange"). The principal business of the Company is the production and sale of white sugar.

The geographical location and address of Company's business units, including plant are as under:

Head office: The Company's registered office is situated at 209, Progressive Plaza, Beaumont Road, Karachi, Pakistan.

Mill: The Company's plant is located at Deh Deenpur, District Tando Muhammad Khan, Sindh, Pakistan.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with Company's annual audited financial statements for the year ended September 30, 2024.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for land, buildings and plant & machinery which are carried under the revaluation model of accounting.



2.3 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These condensed interim financial statements are presented in Pak Rupees which is the Company's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended September 30, 2024.

4. ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of condensed interim financial information requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimating the uncertainty were the same as those that applied to the audited annual financial statements as at and for the year ended September 30, 2024.

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the audited annual financial statements as at and for the year ended September 30, 2024.

5. LONG TERM FINANCES

Mark-up based financing from conventional banks

	Unaudited December 2024 Rupees	Audited September 2024 Rupees
Opening balance	62,500,001	145,833,334
Less: Payment made during the period	<u>(20,833,334)</u>	<u>(83,333,333)</u>
	41,666,667	62,500,001
Less: current maturity shown under current liabilities	<u>(41,666,667)</u>	<u>(62,500,001)</u>
	<u>-</u>	<u>-</u>

6. SHORT TERM BORROWINGS - Secured

- Running finance	<u>1,544,122,248</u>	<u>1,248,230,165</u>
	<u>1,544,122,248</u>	<u>1,248,230,165</u>

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There is no change in the status of the contingencies and commitments set out in the note 12 to the Company's annual financial statements for the year ended September 30, 2024.



	Note	Unaudited December 2024 Rupees	Audited September 2024 Rupees
8 PROPERTY, PLANT AND EQUIPMENT			
Operating assets	8.1	4,435,006,885	4,493,359,557
Capital spares		<u>52,464,579</u>	<u>52,464,579</u>
		<u>4,487,471,464</u>	<u>4,545,824,136</u>
8.1 Operating assets			
Cost / Revalued amount			
Opening balance		6,909,715,171	5,222,336,342
Additions		2,349,989	98,435,647
Disposal		-	(5,221,135)
Surplus on revaluation			<u>1,594,164,317</u>
		<u>6,912,065,160</u>	<u>6,909,715,171</u>
Accumulated depreciation			
Opening Balance		2,416,355,614	2,262,591,110
Charge for the period		60,702,661	158,191,151
Disposal		-	(4,426,647)
		<u>2,477,058,275</u>	<u>2,416,355,614</u>
Written down value as at Dec 31, 2024 (Un-Audited) / September 30, 2024 (Audited)		<u>4,435,006,885</u>	<u>4,493,359,557</u>
9 TURNOVER - NET			
		Unaudited December 2024 Rupees	Unaudited December 2023 Rupees
Sales - gross			
Local Sales		769,783,250	751,029,400
Export		700,946,623	-
Less : Sales tax-Sugar		(117,424,565)	(114,563,837)
Less : Advance income tax		<u>(10,818,917)</u>	<u>(1,043,437)</u>
		<u>1,342,486,391</u>	<u>635,422,126</u>

10 RELATED PARTY TRANSACTIONS

Related parties comprise associated undertakings, staff provident fund, major shareholders, directors, key management personnel of the Company and their close family members. Transaction with related parties are on arm's length basis. Remuneration and benefits to executives of the Company are in accordance with the terms of the employment. Transaction with related parties during the quarter, other than those disclosed elsewhere in these financial statements are as follows:



	Unaudited December 2024 Rupees	Unaudited December 2023 Rupees
Transactions during the period		
Remuneration to Chief executive and directors	3,000,000	3,000,000
Contribution to staff provident fund	1,744,922	1,681,389
	<u>4,744,922</u>	<u>4,681,389</u>
	Unaudited December 2024 Rupees	(Audited) September 30, 2024 Rupees
Balances at period end		
Subordinated loan		
-from Directors	403,000,000	403,000,000
-from Related parties	77,000,000	77,000,000
	<u>480,000,000</u>	<u>480,000,000</u>

11 CASH AND CASH EQUIVALENTS

Cash and cash equivalents at the end of the reporting period as shown in the cash flow statement are reconciled to the related items in the statement of financial position as follows:

	Unaudited December 2024 Rupees	Unaudited December 2023 Rupees
Cash and bank balances	1,149,241,131	268,485,097
Short term borrowings (Running finance)	(1,544,122,248)	(697,191,729)
	<u>(394,881,117)</u>	<u>(428,706,632)</u>

12 RECLASSIFICATION

Figures have been rounded off to the nearest Rupee and are reclassified for better presentation. Certain corresponding figures have been rearranged and reclassified, wherever considered necessary and for the purpose of comparison and better presentation.



Reclassified from component	Reclassified to component	Rupees
Other Expenses <i>(Provision for Workers' Profit Participation fund)</i>	Levies <i>(Provision for Workers' Profit Participation fund)</i>	7,514,827
<i>(Provision for Workers' Welfare fund)</i>	<i>(Provision for Workers' Welfare fund)</i>	<u>2,855,634</u>

13 AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue in the Board of Directors meeting held on 24.01.2025.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO

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